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REGISTERED NUMBER: 06450521 (England and Wales)

Report of the Directors and

Consolidated Financial Statements

for the Year Ended 30 June 2011

for

Nutrition Group plc

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Nutrition Group plc (Registered number: 06450521)

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for the Year Ended 30 June 2011

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Nutrition Group plc

Company Information
for the Year Ended 30 June 2011

DIRECTORS:	Mr P Greathead Mrs S Gill Mr R L Greathead Mr J H Smith
SECRETARY:	Mrs S Gill
REGISTERED OFFICE:	316 Blackpool Road Fulwood Preston Lancashire PR2 3AE
REGISTERED NUMBER:	06450521 (England and Wales)
AUDITORS:	McDade Roberts Accountants Limited Chartered Accountants and Statutory Auditor 316 Blackpool Road Fulwood Preston Lancashire PR2 3AE

The directors present their report with the financial statements of the company and the group for the year ended 30 June 2011

PRINCIPAL ACTIVITY
The principal activity of the group in the year under review was that of the manufacture and sale of healthfood products

REVIEW OF BUSINESS
Performance in the year

The difficult economic environment which prevailed during the course of the year has resulted in a marked decrease in sales However, the ongoing review of costs has resulted in significant savings in direct costs and overheads with the result that a pleasing increase in net profit has been recorded

Position at the year end

The Group continues to invest in its facilities and plant to ensure that the production facility is able to operate at maximum

efficiency The order book remains strong and continuing efforts are being made to diversify the customer base still further

The directors are again confident that, irrespective of the difficult economic situation, profitability will be maintained in the ensuing financial year

Principal risk and uncertainties

The success of the Group is entirely dependent upon the retail sector The continuing economic crisis is therefore, a considerable risk to the business However, efforts to diversify the customer base and control costs combined with an ongoing review of materials purchasing should minimise exposure in this area

The Group is also exposed to currency fluctuations All efforts are made to minimise this risk by forward purchasing and active currency management

The Group maintains a strategy of strong management supported by stringent quality procedures This enables the Group to react quickly and positively to material changes in the business environment Accordingly, the effect of business risk is minimised

DIVIDENDS
Interim dividends per share were paid as follows

£0 10	- 22 March 2011
£0 245	- 26 May 2011
£0 345	

The directors recommend that no final dividend be paid

The total distribution of dividends for the year ended 30 June 2011 will be £172,500

DIRECTORS

The directors shown below have held office during the whole of the period from 1 July 2010 to the date of this report

Mr P Greathead
Mrs S Gill
Mr R L Greathead
Mr J H Smith

GROUP'S POLICY ON PAYMENT OF CREDITORS

The group makes payments to suppliers as and when due All suppliers terms are agreed individually The average creditor days at 30 June 2011 was 60 days

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Report of the Directors and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law) Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and the group and of the profit or loss of the group for that period In preparing these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and accounting estimates that are reasonable and prudent,
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's and the group's transactions and disclose with reasonable accuracy at any time the financial position of the company and the group and enable them to ensure that the financial statements comply with the Companies Act 2006 They are also responsible for safeguarding the assets of the company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the group's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the group's auditors are aware of that information

AUDITORS

The auditors, McDade Roberts Accountants Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting

ON BEHALF OF THE BOARD:



Mr P Greathead - Director

27 October 2011

Report of the Independent Auditors to the Members of Nutrition Group plc

We have audited the financial statements of Nutrition Group plc for the year ended 30 June 2011 on pages five to twenty one The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice)

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006 Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in a Report of the Auditors and for no other purpose To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed

Respective responsibilities of directors and auditors
As explained more fully in the Statement of Directors' Responsibilities set out on page three, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland) Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors

Scope of the audit of the financial statements
An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error This includes an assessment of whether the accounting policies are appropriate to the group's and the parent company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements In addition, we read all the financial and non-financial information in the financial statements to identify material inconsistencies with the audited financial statements If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report

Opinion on financial statements
In our opinion the financial statements
- give a true and fair view of the state of the group's and of the parent company's affairs as at 30 June 2011 and of the group's profit for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006

Opinion on other matter prescribed by the Companies Act 2006
In our opinion the information given in the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements

Matters on which we are required to report by exception
We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion
- adequate accounting records have not been kept by the parent company, or returns adequate for our audit have not been received from branches not visited by us, or
- the parent company financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit



James Roberts FCA (Senior Statutory Auditor)
for and on behalf of McDade Roberts Accountants Limited
Chartered Accountants and Statutory Auditor
316 Blackpool Road
Fulwood
Preston
Lancashire
PR2 3AE

27 October 2011

Consolidated Profit and Loss Account for the Year Ended 30 June 2011

	Notes	30 6 11 £	30 6 10 £
TURNOVER		8,045,215	9,089,213
Cost of sales		5,413,933	6,408,954
GROSS PROFIT		2,631,282	2,680,259
Administrative expenses		1,783,789	2,184,365
OPERATING PROFIT	3	847,493	495,894
Interest receivable and similar income		2	-
		847,495	495,894
Interest payable and similar charges	4	59,931	68,327
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		787,564	427,567
Tax on profit on ordinary activities	5	214,206	92,743
PROFIT FOR THE FINANCIAL YEAR FOR THE GROUP		573,358	334,824
Earnings per share expressed in pence per share	8		
Basic		114 67	66 96
Diluted		114 67	66 96

CONTINUING OPERATIONS
None of the group's activities were acquired or discontinued during the current year or previous year

The notes form part of these financial statements

Consolidated Statement of Total Recognised Gains and Losses for the Year Ended 30 June 2011

	30 6 11 £	30 6 10 £
PROFIT FOR THE FINANCIAL YEAR	573,358	334,824
TOTAL RECOGNISED GAINS AND LOSSES RELATING TO THE YEAR	573,358	334,824
Prior year adjustment		(86,837)
TOTAL GAINS AND LOSSES RECOGNISED SINCE LAST ANNUAL REPORT		247,987

The notes form part of these financial statements

Consolidated Balance Sheet
30 June 2011

	Notes	30 6 11 £	£	30 6 10 £	£
FIXED ASSETS					
Intangible assets	9		118,238		135,705
Tangible assets	10		980,068		924,856
Investments	11		-		-
			1,098,306		1,060,561
CURRENT ASSETS					
Stocks	12	937,141		1,308,890	
Debtors	13	2,241,171		2,211,467	
Cash at bank and in hand		318,986		33,043	
		3,497,298		3,553,400	
CREDITORS					
Amounts falling due within one year	14	3,270,083		3,633,214	
NET CURRENT ASSETS/(LIABILITIES)			227,215		(79,814)
TOTAL ASSETS LESS CURRENT LIABILITIES			1,325,521		980,747
CREDITORS					
Amounts falling due after more than one year	15		(228,743)		(300,516)
PROVISIONS FOR LIABILITIES	19		(98,550)		(82,861)
NET ASSETS			998,228		597,370
CAPITAL AND RESERVES					
Called up share capital	20		50,000		50,000
Profit and loss account	21		948,228		547,370
SHAREHOLDERS' FUNDS	23		998,228		597,370

The financial statements were approved by the Board of Directors on 27 October 2011 and were signed on its behalf by

Mr P Greathead - Director

The notes form part of these financial statements

Company Balance Sheet
30 June 2011

	Notes	30 6 11 £	£	30 6 10 £	£
FIXED ASSETS					
Intangible assets	9		-		-
Tangible assets	10		-		-
Investments	11		50,000		50,000
			50,000		50,000
CURRENT ASSETS					
Debtors	13	120,000		122,624	
Cash at bank		1,024		84	
		121,024		122,708	
CREDITORS					
Amounts falling due within one year	14	108,956		27,120	
NET CURRENT ASSETS			12,068		95,588
TOTAL ASSETS LESS CURRENT LIABILITIES			62,068		145,588
CAPITAL AND RESERVES					
Called up share capital	20		50,000		50,000
Profit and loss account	21		12,068		95,588
SHAREHOLDERS' FUNDS	23		62,068		145,588

The financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective April 2008)

The financial statements were approved by the Board of Directors on 27 October 2011 and were signed on its behalf by

Mr P Greathead - Director

The notes form part of these financial statements

Consolidated Cash Flow Statement for the Year Ended 30 June 2011

	Notes	30 6 11 £	30 6 11 £	30 6 10 £	30 6 10 £
Net cash inflow from operating activities	1		902,255		517,528
Returns on investments and servicing of finance	2		(59,929)		(68,327)
Taxation			(129,022)		(99,613)
Capital expenditure	2		(202,318)		(290,053)
Equity dividends paid			(172,500)		(130,000)
			338,486		(70,465)
Management of liquid resources	2		(46,039)		(45,410)
Financing	2		88,189		134,618
Increase in cash in the period			380,636		18,743
Reconciliation of net cash flow to movement in net debt	3				
Increase in cash in the period		380,636		18,743	
Cash outflow/(inflow) from decrease/(increase) in debt and lease financing		30,095		(45,961)	
Change in net debt resulting from cash flows			410,731		(27,218)
Movement in net debt in the period			410,731		(27,218)
Net debt at 1 July			(502,226)		(475,008)
Net debt at 30 June			(91,495)		(502,226)

The notes form part of these financial statements

Notes to the Consolidated Cash Flow Statement for the Year Ended 30 June 2011

1 RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	30 6 11	30 6 10
	£	£
Operating profit	847,493	495,894
Depreciation charges	168,573	151,658
(Profit)/Loss on disposal of fixed assets	(4,000)	19,914
Decrease/(Increase) in stocks	371,749	(120,078)
Increase in debtors	(29,704)	(124,725)
(Decrease)/Increase in creditors	(451,856)	94,865
Net cash inflow from operating activities	902,255	517,528

2 ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	30 6 11	30 6 10
	£	£
Returns on investments and servicing of finance		
Interest received	2	-
Interest paid	(23,540)	(33,014)
Interest element of hire purchase payments	(36,391)	(35,313)
Net cash outflow for returns on investments and servicing of finance	(59,929)	(68,327)
Capital expenditure		
Purchase of intangible fixed assets	-	5,359
Purchase of tangible fixed assets	(212,168)	(298,182)
Sale of tangible fixed assets	9,850	2,770
Net cash outflow for capital expenditure	(202,318)	(290,053)
Management of liquid resources		
Loans repaid	(46,039)	(45,410)
Net cash outflow from management of liquid resources	(46,039)	(45,410)
Financing		
Capital repayments in year	15,944	91,370
Amount withdrawn by directors	72,245	43,248
Net cash inflow from financing	88,189	134,618

The notes form part of these financial statements

3 ANALYSIS OF CHANGES IN NET DEBT

	At 1 7 10 £	Cash flow £	At 30 6 11 £
Net cash			
Cash at bank and in hand	33,043	285,943	318,986
Bank overdraft	(94,693)	94,693	-
	(61,650)	380,636	318,986
Debt			
Hire purchase	(251,183)	(15,944)	(267,127)
Debts falling due within one year	(18,800)	(6,200)	(25,000)
Debts falling due after one year	(170,593)	52,239	(118,354)
	(440,576)	30,095	(410,481)
Total	(502,226)	410,731	(91,495)

The notes form part of these financial statements

1 ACCOUNTING POLICIES

Accounting convention
The financial statements have been prepared under the historical cost convention and are in accordance with applicable accounting standards

Basis of consolidation
All the subsidiary undertakings detailed in note 11 are included within the consolidated accounts

Turnover
Turnover is the amount derived from ordinary activities, and stated after trade discounts, other sales taxes and net of VAT

Goodwill
Goodwill, being the amount paid in connection with the acquisition of a business in 2008, is being amortised evenly over its estimated useful life of ten years

Tangible fixed assets
Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life

Improvements to property	-	10% on cost
Plant and machinery	-	20% on reducing balance and 15% on reducing balance
Fixtures and fittings	-	20% on reducing balance and 15% on reducing balance
Motor vehicles	-	25% on reducing balance
Computer equipment	-	25% on cost

Stocks
Stocks and work in progress are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items

Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads

Deferred tax
Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date

Hire purchase and leasing commitments
Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease

Pension costs and other post-retirement benefits
The group operates a defined contribution pension scheme Contributions payable to the group's pension scheme are charged to the profit and loss account in the period to which they relate

2 STAFF COSTS

	30 6 11	30 6 10
	£	£
Wages and salaries	1,522,155	1,568,138
Social security costs	21,032	19,756
Other pension costs	(417)	5,054
	1,542,770	1,592,948

2 STAFF COSTS - continued

The average monthly number of employees during the year was as follows

	30 6 11	30 6 10
Management	12	12
Administration and sales	15	13
Production	48	44
	75	69

3 OPERATING PROFIT

The operating profit is stated after charging/(crediting)

	30 6 11	30 6 10
	£	£
Hire of plant and machinery	49,072	57,537
Other operating leases	(1,038)	9,054
Depreciation - owned assets	151,106	134,189
(Profit)/Loss on disposal of fixed assets	(4,000)	19,914
Goodwill amortisation	17,467	17,467
Auditors' remuneration	6,550	10,500
Directors' remuneration	191,234	125,562

4 INTEREST PAYABLE AND SIMILAR CHARGES

	30 6 11	30 6 10
	£	£
Bank interest	1,652	9,350
Mortgage	388	807
Loan	21,500	22,857
Hire purchase	36,391	35,313
	59,931	68,327

5 TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows

	30 6 11	30 6 10
	£	£
Current tax		
UK corporation tax	198,517	77,462
Deferred tax	15,689	15,281
Tax on profit on ordinary activities	214,206	92,743

6 PROFIT OF PARENT COMPANY

As permitted by Section 408 of the Companies Act 2006, the profit and loss account of the parent company is not presented as part of these financial statements The parent company's profit for the financial year was £88,980 (2010 - £225,588)

7 DIVIDENDS

	30 6 11 £	30 6 10 £
Ordinary shares of 10p each		
Interim	172,500	130,000

8 EARNINGS PER SHARE

Basic earnings per share is calculated by dividing the earnings attributable to ordinary shareholders by the weighted average number of ordinary shares outstanding during the period

Diluted earnings per share is calculated using the weighted average number of shares adjusted to assume the conversion of all dilutive potential ordinary shares

Reconciliations are set out below

	Earnings £	30 6 11 Weighted average number of shares	Per-share amount pence
Basic EPS			
Earnings attributable to ordinary shareholders	573,358	500,000	114 67
Effect of dilutive securities	-	-	-
Diluted EPS			
Adjusted earnings	573,358	500,000	114 67

	Earnings £	30 6 10 Weighted average number of shares	Per-share amount pence
Basic EPS			
Earnings attributable to ordinary shareholders	334,824	500,000	66 96
Effect of dilutive securities	-	-	-
Diluted EPS			
Adjusted earnings	334,824	500,000	66 96

9 INTANGIBLE FIXED ASSETS

Group

	Goodwill £
COST	
At 1 July 2010 and 30 June 2011	174,674
AMORTISATION	
At 1 July 2010	38,969
Amortisation for year	17,467
At 30 June 2011	56,436
NET BOOK VALUE	
At 30 June 2011	118,238
At 30 June 2010	135,705

Goodwill represents the amount arising on consolidation of the subsidiaries less their pre-acquisition reserves Amortisation began on 1 July 2008 in accordance with the accounting policy

10 TANGIBLE FIXED ASSETS

Group

	Improvements to property £	Plant and machinery £	Fixtures and fittings £
COST			
At 1 July 2010	71,618	1,007,851	122,051
Additions	-	212,168	-
Disposals	-	(31,850)	-
At 30 June 2011	71,618	1,188,169	122,051
DEPRECIATION			
At 1 July 2010	24,979	223,161	35,258
Charge for year	10,894	124,915	12,584
Eliminated on disposal	-	(26,000)	-
At 30 June 2011	35,873	322,076	47,842
NET BOOK VALUE			
At 30 June 2011	35,745	866,093	74,209
At 30 June 2010	46,639	784,690	86,793

10 **TANGIBLE FIXED ASSETS - continued**

Group

	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1 July 2010	5,850	3,750	1,211,120
Additions	-	-	212,168
Disposals	-	-	(31,850)
At 30 June 2011	5,850	3,750	1,391,438
DEPRECIATION			
At 1 July 2010	366	2,500	286,264
Charge for year	1,463	1,250	151,106
Eliminated on disposal	-	-	(26,000)
At 30 June 2011	1,829	3,750	411,370
NET BOOK VALUE			
At 30 June 2011	4,021	-	980,068
At 30 June 2010	5,484	1,250	924,856

11 **FIXED ASSET INVESTMENTS**

Company

	Shares in group undertakings £
COST	
At 1 July 2010 and 30 June 2011	50,000
NET BOOK VALUE	
At 30 June 2011	50,000
At 30 June 2010	50,000

11 **FIXED ASSET INVESTMENTS - continued**

The group or the company's investments at the balance sheet date in the share capital of companies include the following

Subsidiaries

RPL (UK) Limited
Nature of business Manufacturer of health food products

Class of shares	% holding
Ordinary	100 00

	30 6 11	30 6 10
	£	£
Aggregate capital and reserves	1,808,079	1,508,646
Profit for the year	299,433	232,142

Gelfi (UK) Limited
Nature of business supply and distribution of health food

Class of shares	% holding
Ordinary	100 00

	30 6 11	30 6 10
	£	£
Aggregate capital and reserves	391,440	246,692
Profit/(Loss) for the year	144,748	(34,141)

Natrahealth Limited
Nature of business Distribution of vitamins and minerals

Class of shares	% holding
Ordinary	100 00

	30 6 11	30 6 10
	£	£
Aggregate capital and reserves	(556,559)	(609,218)
Profit for the year	52,659	73,707

12 **STOCKS**

	Group	
	30 6 11	30 6 10
	£	£
Stocks	781,077	1,151,891
Work-in-progress	156,064	156,999
	937,141	1,308,890

13 DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	30 6 11	30 6 10	30 6 11	30 6 10
	£	£	£	£
Trade debtors	1,964,031	2,036,130	-	-
Other debtors	-	25,425	-	-
VAT	-	-	-	2,624
Prepayments	277,140	149,912	120,000	120,000
	2,241,171	2,211,467	120,000	122,624

14 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	30 6 11	30 6 10	30 6 11	30 6 10
	£	£	£	£
Bank loans and overdrafts (see note 16)	25,000	113,493	-	-
Hire purchase contracts (see note 17)	156,738	121,260	-	-
Trade creditors	1,402,839	1,437,071	-	-
Amounts owed to group undertakings	-	-	80,481	4,451
Tax	198,517	129,022	27,741	22,669
Social security and other taxes	15,082	16,361	-	-
VAT	241,892	144,342	734	-
Factoring account	732,452	1,268,831	-	-
Directors' loan accounts	169,714	97,469	-	-
Accrued expenses	327,849	305,365	-	-
	3,270,083	3,633,214	108,956	27,120

15 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	Group	
	30 6 11	30 6 10
	£	£
Bank loans (see note 16)	118,354	170,593
Hire purchase contracts (see note 17)	110,389	129,923
	228,743	300,516

16 LOANS

An analysis of the maturity of loans is given below

	Group	
	30 6 11	30 6 10
	£	£
Amounts falling due within one year or on demand		
Bank overdrafts	-	94,693
Bank loans	25,000	18,800
	25,000	113,493
Amounts falling due between one and two years		
Bank loans - 1-2 years	25,000	68,800
Amounts falling due between two and five years		
Bank loans - 2-5 years	93,354	86,793
Amounts falling due in more than five years		
Repayable by instalments		
Bank loans more 5 yr by instal	-	15,000

17 OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS

Group

	Hire purchase contracts	
	30 6 11	30 6 10
	£	£
Net obligations repayable		
Within one year	156,738	121,260
Between one and five years	110,389	129,923
	267,127	251,183

18 SECURED DEBTS

The following secured debts are included within creditors

	Group	
	30 6 11	30 6 10
	£	£
Factoring	732,452	1,268,831

The group's sales invoices are factored by Close Invoice Finance Limited who hold debentures over the debtors of each of the subsidiaries

19 PROVISIONS FOR LIABILITIES

	Group	
	30 6 11	30 6 10
	£	£
Deferred tax	98,550	82,861

Group

	Deferred tax
	£
Balance at 1 July 2010	82,861
Accelerated capital allowances	15,689
Balance at 30 June 2011	98,550

20 CALLED UP SHARE CAPITAL

Allotted, issued and fully paid

Number	Class	Nominal value	30 6 11	30 6 10
			£	£
500,000	Ordinary	10p	50,000	50,000

21 RESERVES

Group

	Profit and loss account
	£
At 1 July 2010	547,370
Profit for the year	573,358
Dividends	(172,500)
At 30 June 2011	948,228

Company

	Profit and loss account
	£
At 1 July 2010	95,588
Profit for the year	88,980
Dividends	(172,500)
At 30 June 2011	12,068

22 ULTIMATE CONTROLLING PARTY

The company is controlled by Peter Greathead by virtue of his majority shareholding

23 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

Group

	30 6 11	30 6 10
	£	£
Profit for the financial year	573,358	334,824
Dividends	(172,500)	(130,000)
Issue of shares		
Net addition to shareholders' funds	400,858	204,824
Opening shareholders' funds	597,370	392,546
Closing shareholders' funds	998,228	597,370

Company

	30 6 11	30 6 10
	£	£
Profit for the financial year	88,980	225,588
Dividends	(172,500)	(130,000)
Issue of shares		
Net (reduction)/addition to shareholders' funds	(83,520)	95,588
Opening shareholders' funds	145,588	50,000
Closing shareholders' funds	62,068	145,588