

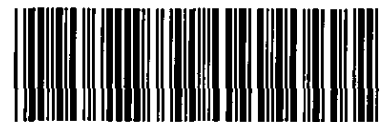
CASTLE COMPUTER SERVICES LIMITED

Registered number: SC080997

Directors' Report and Financial Statements

For the year ended 31 December 2009

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CASTLE COMPUTER SERVICES LIMITED

Company information

Directors	A M Munro G A Strathie A Quinn P McTaggart G M Thomson
Secretary	P Munro
Company number	SC080997
Registered office	Stewart House Pochard Way Strathclyde Business Park Bellshill ML4 3HB
Auditors	Scott-Moncrieff Chartered Accountants Registered Auditor Exchange Place 3 Sempie Street Edinburgh EH3 8BL
Bankers	Bank of Scotland 38 St Andrew Square Edinburgh EH2 2YR
Solicitors	HBJ Gateley Wareing Exchange Tower 19 Canning Street Edinburgh EH3 8EH

CASTLE COMPUTER SERVICES LIMITED

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CASTLE COMPUTER SERVICES LIMITED

Report of the Directors

The directors are pleased to present their report and the group consolidated financial statements for the year ended 31 December 2009.

Principal activity

The principal activity of the group in the year under review was the supply, implementation and support of Financial and Business Systems together with the provision of IT infrastructure design and support services including Virtualisation.

Our clients range from small businesses to Corporate and Public Sector organisations. In all cases, Castle's mission is to help our customers serve their customers better using IT.

Review of the business and future developments

The year ended 31 December 2009 produced another significant increase in both turnover and operating profit despite the challenging economic climate. This strong financial performance was a result of a healthy level of new customer acquisitions for many areas of the business together with a very strong emphasis on providing first class customer service to existing clients. This emphasis on customer service together with a proven track record in delivering projects on time and to budget while providing clients with a measurable return on investment provides Castle with a competitive edge and high customer retention levels.

The net profit for the group after providing for taxation for the year amounted to £426,405.

Going forward, Castle remains totally committed to servicing our customers' needs and we continue as always to invest in our people, business infrastructure and customer services. Our aim is to differentiate ourselves from our competitors by offering the highest quality value added support service. We plan to grow via both acquisition and organically, with a focus both on our Financial Application and Technical divisions.

Political and charitable contributions

During the year the group made direct donations to local charities of £590 together with a focus this year of additional participation and support of various charitable events and activities alongside our staff and clients.

Risks and uncertainties

The operation of the company involves a series of risks and uncertainties in the following areas:

Customers and Competition: The company operates in a competitive market place and Castle addresses the risks in this area by focusing on working with its customers to provide them with a proven return on their investment. Every activity undertaken by Castle is underpinned by proven methodologies and a focus on providing the highest quality of service.

Technology: The company operates in a sector where technology is continually advancing. This creates both risks and opportunities and Castle is dedicated to keeping abreast of the latest technologies and identifying where they can be deployed to the benefit of its customers. It has a strong focus on internal training to ensure that its staff have the skills required to deliver quality services to its clients. A focus on training and career progression also helps it recruit and retain quality personnel which is important in the sector in which Castle operates.

Financing: The company currently funds its operation through its own resources, has a strong cash position and has no current requirement for external bank funding. This current position, together with strong internal financial systems, is of benefit to Castle in addressing the risks associated with the current economic and financial climate.

CASTLE COMPUTER SERVICES LIMITED

Report of the Directors (continued)

Directors

The directors in office in during the year were as follows:

A M Munro
G A Strathie
A Quinn
P McTaggart
G M Thomson

Employees

The success of Castle is a testament to the quality of its employees and the Directors would like to thank all employees for their continued efforts, support and dedication. Going forward Castle will continue its investment in the highest levels of training for its staff.

It is group policy to offer the same opportunity to disabled people as to all others in matters of recruitment and career advancement, provided that they have the ability to perform the tasks required with or without training, and to institute re-training where practicable in cases where the disability was incurred during their employment with the group.

Statement of directors' responsibilities

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and the group and of the profit or loss of for that year. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- 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 proper accounting records which disclose with reasonable accuracy at any time the financial position of the group and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Disclosure of information to auditors

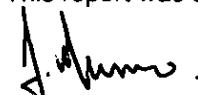
As far as each of the directors at the time of the report is approved are aware:

- there is no relevant information of which the company's auditors are unaware; and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish the auditors are aware of the information.

Auditors

The auditors, Scott-Moncrieff, are deemed to be reappointed under section 487(2) of the Companies Act 2006.

This report was approved by the board on 22 / 3 / 10 and signed on its behalf by:



A M Munro
Director

CASTLE COMPUTER SERVICES LIMITED

Independent auditor's report to the shareholders of Castle Computer Services Limited

We have audited the consolidated financial statements of Castle Computer Services Limited for the year ended 31 December 2009 which are set out on pages 5 to 17. 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 the Sections 495 and 496 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 an auditor's report 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 Directors' Responsibilities Statement set out on page 2, 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 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 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.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2009 and of its 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.

Emphasis of matter

Without qualifying our opinion, we note that the directors have chosen not to disclose directors' remuneration in these financial statements. This disclosure is a requirement of section 412 of the Companies Act 2006.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

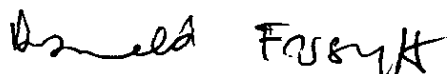
CASTLE COMPUTER SERVICES LIMITED

Independent auditor's report to the shareholders of Castle Computer Services Limited (continued)

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, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.



Donald Forsyth (Senior Statutory Auditor)
for and on behalf of Scott-Moncrieff, Statutory Auditor
Registered Auditor
Chartered Accountants
Exchange Place 3
Seiple Street
Edinburgh
EH3 8BL

Date: 22 March 2010

CASTLE COMPUTER SERVICES LIMITED

Group Profit and Loss account For the year ended 31 December 2009

	Note	2009 £	Restated 2008 £
Turnover		6,502,479	5,698,217
Cost of sales		(2,734,347)	(2,270,051)
Gross profit		<u>3,768,132</u>	<u>3,428,166</u>
Administrative expenses		(3,197,674)	(3,069,953)
Operating profit	2	<u>570,458</u>	<u>358,213</u>
Investment income	4	6,009	75,664
Interest payable and similar charges	5	(159)	(538)
Profit on ordinary activities before taxation		<u>576,308</u>	<u>433,339</u>
Tax on profit on ordinary activities	6	(149,903)	(112,405)
Profit on ordinary activities after taxation	13	<u>426,405</u>	<u>320,934</u>

Continuing operations

None of the group's activities were discontinued during either year. The group has no recognised gains or losses other than those included in the profit and loss account for either year.

The company has taken advantage of section 480 of the Companies Act 2006 not to publish its own Profit and Loss Account.

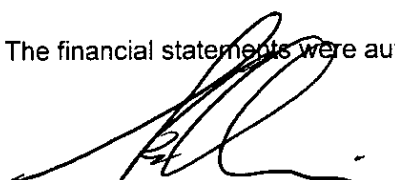
The notes on pages 9 to 17 form part of these financial statements.

CASTLE COMPUTER SERVICES LIMITED

Group Balance Sheet As at 31 December 2009

	Note	2009 £	2008 £
Fixed assets			
Tangible fixed assets	7	120,266	162,732
Investments	8	209,781	209,781
		<u>330,047</u>	<u>372,513</u>
Current assets			
Stocks	9	28,511	33,778
Debtors	10	1,476,044	2,001,584
Cash at bank and in hand		1,740,025	1,334,450
		<u>3,244,580</u>	<u>3,369,812</u>
Creditors: amounts falling due within one year	11	<u>(2,689,617)</u>	<u>(2,903,840)</u>
Net current assets		<u>554,963</u>	<u>465,972</u>
Net assets		<u>885,010</u>	<u>838,485</u>
Capital and reserves			
Called up share capital	12	100,034	100,030
Share premium account		16,996	5,400
Other reserves		58,015	58,015
Profit and loss account	13	709,965	675,040
Shareholders' funds - all equity	14	<u>885,010</u>	<u>838,485</u>

The financial statements were authorised for issue by the board on 22 March 2010 and signed on its behalf by:


A Quinn
Director


G A Strathie
Director

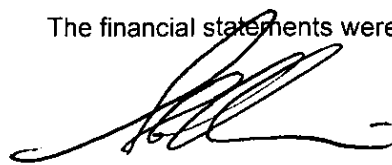
The notes on pages 9 to 17 form part of these financial statements.

CASTLE COMPUTER SERVICES LIMITED

Company Balance sheet As at 31 December 2009

	Note	2009 £	2008 £
Fixed assets			
Tangible fixed assets	7	120,266	162,732
Investments	8	11,603	11,603
		<u>131,869</u>	<u>174,335</u>
Current assets			
Stocks	9	28,511	33,778
Debtors	10	1,674,222	2,199,763
Cash at bank and in hand		1,740,025	1,334,449
		<u>3,442,758</u>	<u>3,567,990</u>
Creditors: amounts falling due within one year	11	<u>(2,689,617)</u>	<u>(2,903,840)</u>
Net current assets		<u>753,141</u>	<u>664,150</u>
Net assets		<u>885,010</u>	<u>838,485</u>
Capital and reserves			
Called up share capital	12	100,034	100,030
Share premium account		16,996	5,400
Other reserves		58,015	58,015
Profit and loss account	13	709,965	675,040
Shareholders' funds - all equity	14	<u>885,010</u>	<u>838,485</u>

The financial statements were authorised for issue by the board on 22 March 2010 and signed on its behalf by:



A Quinn
Director



G A Strathie
Director

The notes on pages 9 to 17 form part of these financial statements.

CASTLE COMPUTER SERVICES LIMITED

**Group Cash Flow statement
For the year ended 31 December 2009**

	2009		2008
	£	£	£
Reconciliation of operating profit to net cash flow			
Operating profit	570,458		358,213
Depreciation	77,866		80,410
Loss/(gain) on disposal of fixed assets	995		(9,300)
Change in stocks	5,267		(4,032)
Change in debtors	525,540		(756,275)
Change in creditors	(260,509)		532,759
Operating cash flow	<u>919,617</u>		<u>201,775</u>
Cash flow statement			
Operating cash flow	919,617		201,775
Returns on investments and servicing of finance			
Interest received	6,009		75,664
Interest paid on bank loans and overdrafts	<u>(159)</u>		<u>(538)</u>
	5,850		75,126
Taxation			
Corporation tax paid	(103,617)		(103,229)
Capital expenditure and financial investment			
Payments to acquire tangible fixed assets	(49,738)		(87,759)
Receipts from sale of tangible fixed assets	<u>13,343</u>		<u>16,982</u>
Net cash flow from capital expenditure and financial investment	(36,395)		(70,777)
Equity dividends paid	(391,480)		(131,391)
Net cash flow before financing	<u>393,975</u>		<u>(28,496)</u>
Financing			
Proceeds from issue of ordinary share capital	11,600		-
	<u>11,600</u>		<u>-</u>
Net cash flow for the year	<u><u>405,575</u></u>		<u><u>(28,496)</u></u>

The notes on pages 9 to 17 form part of these financial statements

CASTLE COMPUTER SERVICES LIMITED

Notes to the Financial Statements For the year ended 31 December 2009

1. Accounting policies

Basis of accounting

The financial statements have been prepared on the historical cost basis of accounting (as modified by the revaluation of certain fixed assets) in accordance with applicable accounting standards.

Basis of consolidation

The group financial statements consolidate the financial statements of the company and all undertakings over which the group exercises a dominant influence. Results of subsidiary undertakings are included from the date of acquisition. No profit and loss account has been prepared for the company as provided by section 408 of the Companies Act 2006.

Turnover and Cost of sales

Turnover comprises the value of goods and services supplied by the group, exclusive of Value Added Tax and trade discounts. Turnover includes maintenance contract income that is recognised over the period of a contract on a straight line basis.

Maintenance contract costs are recognised over the period of a contract on a straight line basis and included in Cost of sales.

Prior year restatement

In previous years Cost of Sales included an allocation of labour costs. The policy regarding cost of sales is now to allocate only third party costs and 2008 figures have been restated on this basis. The amount reallocated was £955,460 and this has had no impact on the net profit for the preceding year.

Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Plant and machinery	-	33% straight line
Motor vehicles	-	25% straight line
Office furniture and fittings	-	20% straight line

Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs.

Operating leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to the profit and loss account on the straight line basis over the lease term.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

Pensions

The group operates a defined contribution pension scheme and the pension charge represents the amounts payable by the group to the fund in respect of the year.

CASTLE COMPUTER SERVICES LIMITED

Notes to the Financial Statements For the year ended 31 December 2009

Accounting policies (continued)

Deferred tax

Deferred taxation is provided in respect of the tax effect of all timing differences in accordance with FRS19.

Investments

Fixed asset investments are stated at cost, less any provisions required where there has been a permanent diminution in value.

Investment property

Investment properties are valued at their open market value at the balance sheet date. Any surplus on revaluation is transferred to the investment property revaluation reserve. Any deficit is deducted from the investment property revaluation reserve, except for permanent diminutions in value, which are charged to the profit and loss.

No depreciation is provided in respect of freehold investment property, in accordance with the SSAP 19. This treatment is contrary to the requirements of the Companies Act 2006 to provide for depreciation but it is considered necessary to ensure the financial statements give a true and fair view. Depreciation is only one of the factors reflected at the balance sheet date valuation and the amount that might otherwise have been shown cannot be separately identified or quantified.

2. Operating profit

The operating profit is stated after charging:

	Group	
	2009	2008
	£	£
Depreciation of tangible fixed assets	77,866	80,410
Loss/(gain) on disposal of fixed assets	995	(9,300)
Auditors' remuneration	11,045	11,400
Pension costs	<u>84,763</u>	<u>79,198</u>

CASTLE COMPUTER SERVICES LIMITED

Notes to the Financial Statements For the year ended 31 December 2009

3. Staff Costs and Numbers

	Group and company 2009 £	Group and company 2008 £
Staff costs were as follows:		
Wages and salaries	2,187,292	2,141,323
Social security costs	257,201	222,869
Pension costs	84,763	79,198
	<u>2,529,256</u>	<u>2,443,390</u>

The average monthly number of employees within the group and company was 63 (2008: 61).

	2009 No.	2008 No.
The staff of the group and company worked in the following activities:		
- Distribution	52	50
- Administration	11	11
	<u>63</u>	<u>61</u>

4. Investment income and interest receivable

	Group and company 2009 £	Group and company 2008 £
Bank interest	<u>6,009</u>	<u>75,664</u>

5. Interest payable and similar charges

	Group and company 2009 £	Group and company 2008 £
Bank loans and overdrafts	<u>159</u>	<u>538</u>

CASTLE COMPUTER SERVICES LIMITED

Notes to the Financial Statements For the year ended 31 December 2009

6. Tax on profit on ordinary activities

	2009 £	2008 £
UK corporation tax - current year	146,367	103,617
UK corporation tax – adjustments in respect of prior years	3,536	3,314
Overseas taxation	-	5,474
	<u>149,903</u>	<u>112,405</u>

There were no factors that affected the tax charge for the year which has been calculated on the profits on ordinary activities before tax at the standard rate of corporation tax in the UK.

There were no factors that may affect future tax charges.

7. Tangible fixed assets

Group	Plant and machinery £	Motor vehicles £	Furniture, fittings and equipment £	Total £
Cost				
At 1 January 2009	311,541	124,824	114,863	551,228
Additions	12,115	29,865	7,758	49,738
Disposals	-	(30,835)	-	(30,835)
At 31 December 2009	<u>323,656</u>	<u>123,854</u>	<u>122,621</u>	<u>570,131</u>
Depreciation				
At 1 January 2009	252,013	40,571	95,912	388,496
Charge for the year	37,239	30,580	10,047	77,866
On disposals	-	(16,497)	-	(16,497)
At 31 December 2009	<u>289,252</u>	<u>54,654</u>	<u>105,959</u>	<u>449,865</u>
Net book value				
At 31 December 2009	<u>34,404</u>	<u>69,200</u>	<u>16,662</u>	<u>120,266</u>
At 31 December 2008	<u>59,528</u>	<u>84,253</u>	<u>18,951</u>	<u>162,732</u>

CASTLE COMPUTER SERVICES LIMITED

Notes to the Financial Statements For the year ended 31 December 2009

7. Tangible fixed assets (continued)

Company	Plant and machinery £	Motor vehicles £	Furniture, fittings and equipment £	Total £
Cost				
At 1 January 2009	196,405	115,433	67,652	379,490
Additions	12,115	29,865	7,758	49,738
Disposals	-	(30,835)	-	(30,835)
At 31 December 2009	<u>208,520</u>	<u>114,463</u>	<u>75,410</u>	<u>398,393</u>
Depreciation				
At 1 January 2009	136,877	31,180	48,701	216,758
Charge for the year	37,239	30,580	10,047	77,866
On disposals	-	(16,497)	-	(16,497)
At 31 December 2009	<u>174,116</u>	<u>45,263</u>	<u>58,748</u>	<u>278,127</u>
Net book value				
At 31 December 2009	<u>34,404</u>	<u>69,200</u>	<u>16,662</u>	<u>120,266</u>
At 31 December 2008	<u>59,528</u>	<u>84,253</u>	<u>18,951</u>	<u>162,732</u>

8. Fixed asset investments

Group	Listed investments £	Other investments £	Total £
Cost			
At 1 January 2009 and at 31 December 2009	<u>11,600</u>	<u>198,181</u>	<u>209,781</u>

In the opinion of the directors, the investment property held as other investments is valued at its open market value.

Listed investments

The market value of the listed investments at 31 December 2009 is not known as the shares are currently suspended from the market. The directors believe the value of the investment will ultimately exceed the cost as currently shown in the financial statements (2008 Market Value - £938).

Company

In addition to the listed investments above of £11,600, the company holds an investment with a value of £2 in Castle Computer Services (Edinburgh) Limited, a dormant company. The company also holds an investment with a value of £1 in Castle Computer Services (Glasgow) Limited, a dormant company with a year end of 30 November 2009. This results in total investments of £11,603. Both of these investments represent 100% of the issued Share Capital of the respective companies.

CASTLE COMPUTER SERVICES LIMITED

Notes to the Financial Statements For the year ended 31 December 2009

9. Stocks

	Company		Group	
	2009	2008	2009	2008
	£	£	£	£
Finished goods and goods for resale	<u>28,511</u>	<u>33,778</u>	<u>28,511</u>	<u>33,778</u>

10. Debtors

	Company		Group	
	2009	2008	2009	2008
	£	£	£	£
Due within one year				
Trade debtors	858,138	1,162,760	858,138	1,162,760
Amounts due from group companies	198,179	198,179	-	-
Other debtors	617,905	838,824	617,906	838,824
	<u>1,674,222</u>	<u>2,199,763</u>	<u>1,476,044</u>	<u>2,001,584</u>

11. Creditors: amounts falling due within one year

	Company		Group	
	2009	2008	2009	2008
	£	£	£	£
Trade creditors	620,175	857,144	620,175	857,144
Tax and social security	340,845	299,516	340,845	299,516
Other creditors	1,728,597	1,747,180	1,728,597	1,747,180
	<u>2,689,617</u>	<u>2,903,840</u>	<u>2,689,617</u>	<u>2,903,840</u>

CASTLE COMPUTER SERVICES LIMITED

Notes to the Financial Statements For the year ended 31 December 2008

12. Share capital

	2009 £	2008 £
Authorised		
100,000 Ordinary shares of £1 each	100,000	100,000
55,000 Preference shares of £1 each	55,000	55,000
30 A Ordinary shares of £1 each	30	30
4 B Ordinary shares of £1 each	4	-
	<u>155,034</u>	<u>155,030</u>
Allotted, called up and fully paid		
100,000 Ordinary shares of £1 each	100,000	100,000
30 A Ordinary shares of £1 each	30	30
4 B Ordinary shares of £1 each	4	-
	<u>100,034</u>	<u>100,030</u>

On 22 June 2009 the company issued 4 B Ordinary Shares of £1.00 each for a total consideration of £11,600.

Rights attaching to share capital

Ordinary £1 shares

Holders of Ordinary £1 shares are entitled to any profits the company chooses to distribute, *pari passu* amongst all such shareholders, but only after a distribution has been made to A Ordinary Shares. On winding up the holders are entitled to the balance of assets distributed *pari passu*. The holders of these shares are entitled to vote at a general meeting of the company.

A Ordinary shares

Holders of A Ordinary £1 shares are entitled to any profits the company chooses to distribute, *pari passu* amongst all shareholders. On winding up the holders are not entitled to any return on assets. The holders of these shares are not entitled to vote at a general meeting of the company.

B Ordinary shares

Holders of B Ordinary £1 shares are entitled to any profits the company chooses to distribute to that class of shares, but only after a distribution has been made to A Ordinary Shares. On winding up the holders are not entitled to any return on assets. The holders of these shares are not entitled to vote at a general meeting of the company.

CASTLE COMPUTER SERVICES LIMITED

Notes to the Financial Statements For the year ended 31 December 2009

13. Reserves

	Company £	Group £
Share premium account		
At 1 January 2009	5,400	5,400
Premium on shares issued during the year	11,596	11,596
At 31 December 2009	<u>16,996</u>	<u>16,996</u>
Profit and loss account	£	£
At 1 January 2009	675,040	675,040
Retained profit after tax for the year	426,405	426,405
Dividends – A Ordinary shares (2008: £148,243)	<u>(391,480)</u>	<u>(391,480)</u>
At 31 December 2009	<u>709,965</u>	<u>709,965</u>
Capital redemption reserve	£	£
At 1 January 2009 and at 31 December 2009	<u>58,015</u>	<u>58,015</u>

In accordance with section 480 of the Companies Act 2006, the Company has not presented its own profit and loss account. The Company's profit for the financial year after tax was £426,405 (2008: £320,934) from which dividends of £391,480 (2008: £148,243) have been paid.

14. Reconciliation of movement in shareholders' funds

Group	2009 £	2008 £
Profit after tax and dividends for the year	34,925	172,691
Shares issued during the year	11,600	-
	<u>46,525</u>	<u>172,691</u>
Opening shareholders' funds	<u>838,485</u>	<u>665,794</u>
Closing shareholders' funds	<u>885,010</u>	<u>838,485</u>
Company	2009 £	2008 £
Profit after tax and dividends for the year	34,925	172,691
Shares issued during the year	11,600	-
	<u>46,525</u>	<u>172,691</u>
Opening shareholders' funds	<u>838,485</u>	<u>665,794</u>
Closing shareholders' funds	<u>885,010</u>	<u>838,485</u>

15. Pension commitments

The group operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the group in an independently administered fund. The pension cost charge represents contributions payable by the group to the fund and amounted to £84,763 (2008: £79,198).

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Notes to the Financial Statements For the year ended 31 December 2009

16. Operating lease commitments

At 31 December 2009 the group had annual commitments under non-cancellable operating leases as follows:

	Land and buildings		Other	
	2009	2008	2009	2008
	£	£	£	£
Expiry date:				
Within 1 year	11,002	11,002	4,129	9,009
Between 2 and 5 years	52,895	-	10,150	9,019
After more than 5 years	-	52,895	-	-
	<u>63,897</u>	<u>63,897</u>	<u>18,028</u>	<u>18,028</u>

17. Controlling party

The ultimate controlling party is Mr A M Munro.

18. Reconciliation of net cash flow to movement in net funds

Group	2009	2008
	£	£
Change in cash in the year	405,575	(28,496)
Net funds brought forward	1,334,450	1,362,946
Net funds carried forward	<u>1,740,025</u>	<u>1,334,450</u>

19. Analysis of net funds

Group	At 1 January 2009	Cash flow	Other Changes	At 31 December 2009
	£	£	£	£
Cash	<u>1,334,450</u>	<u>405,575</u>	<u>-</u>	<u>1,740,025</u>