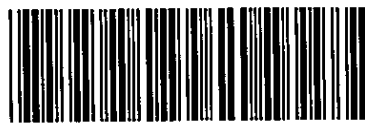


**REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2012
FOR
A ADKINS & SONS LIMITED**

WEDNESDAY



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COMPANIES HOUSE

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FOR THE YEAR ENDED 31 JANUARY 2012**

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A ADKINS & SONS LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 31 JANUARY 2012**

DIRECTORS:

D R England
S J England
Mrs S Paice

SECRETARY:

Mrs S M England

REGISTERED OFFICE:

High Cross
Lancaster Road
Hinckley
Leicestershire
LE10 0AW

REGISTERED NUMBER:

00351848

AUDITORS:

Crowfoot and Company Ltd
Lonsdale
High Street
Lutterworth
Leicestershire
LE17 4AD

A ADKINS & SONS LIMITED

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 JANUARY 2012

The directors present their report with the financial statements of the company for the year ended 31 January 2012

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of engineers

DIRECTORS

The directors shown below have held office during the whole of the period from 1 February 2011 to the date of this report

D R England
S J England
Mrs S Paice

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 of the profit or loss of the company 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,
- 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 transactions and disclose with reasonable accuracy at any time the financial position of the company 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 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 company'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 company's auditors are aware of that information.

AUDITORS

The auditors, Crowfoot and Company Ltd, will be proposed for re-appointment at the forthcoming Annual General Meeting.

A ADKINS & SONS LIMITED

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 JANUARY 2012**

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

ON BEHALF OF THE BOARD:

A handwritten signature in black ink, appearing to read 'S Paice', with a large, stylized initial 'S' and a cross-like mark to the left.

Mrs S Paice - Director

30 October 2012

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
A ADKINS & SONS LIMITED**

We have audited the financial statements of A Adkins & Sons Limited for the year ended 31 January 2012 on pages six to twelve. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

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 two, 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 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 Report of the Directors 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 company's affairs as at 31 January 2012 and of its profit for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, 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.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
A ADKINS & SONS LIMITED**

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
- 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; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the Report of the Directors.



Roger A Platt (Senior Statutory Auditor)
for and on behalf of Crowfoot and Company Ltd
Lonsdale
High Street
Lutterworth
Leicestershire
LE17 4AD

Date: 25/10/12

A ADKINS & SONS LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 JANUARY 2012

| | Notes | 2012 £ | 2011 £ |
|--|-------|----------------------|----------------------|
| TURNOVER | 2 | 1,476,982 | 1,670,680 |
| Cost of sales | | <u>1,006,151</u> | <u>1,096,636</u> |
| GROSS PROFIT | | 470,831 | 574,044 |
| Distribution costs | | 130,573 | 136,908 |
| Administrative expenses | | <u>274,941</u> | <u>305,911</u> |
| | | 405,514 | 442,819 |
| OPERATING PROFIT | 3 | 65,317 | 131,225 |
| Interest receivable and similar income | | <u>1</u> | <u>-</u> |
| | | 65,318 | 131,225 |
| Interest payable and similar charges | | <u>13,381</u> | <u>10,491</u> |
| PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION | | 51,937 | 120,734 |
| Tax on profit on ordinary activities | 4 | <u>5,840</u> | <u>27,940</u> |
| PROFIT FOR THE FINANCIAL YEAR | | <u><u>46,097</u></u> | <u><u>92,794</u></u> |

The notes form part of these financial statements

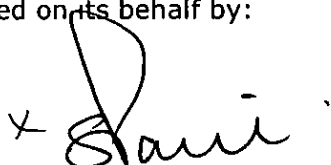
A ADKINS & SONS LIMITED

BALANCE SHEET 31 JANUARY 2012

| | Notes | 2012 £ | 2011 £ |
|--|-------|-----------------------|-----------------------|
| FIXED ASSETS | | | |
| Tangible assets | 6 | 67,999 | 75,388 |
| CURRENT ASSETS | | | |
| Stocks | | 545,850 | 588,110 |
| Debtors | 7 | 493,648 | 462,764 |
| Cash at bank and in hand | | 189,643 | 56,075 |
| | | <u>1,229,141</u> | <u>1,106,949</u> |
| CREDITORS | | | |
| Amounts falling due within one year | 8 | <u>1,109,893</u> | <u>1,033,404</u> |
| NET CURRENT ASSETS | | <u>119,248</u> | <u>73,545</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | <u>187,247</u> | <u>148,933</u> |
| CREDITORS | | | |
| Amounts falling due after more than one year | 9 | (1,116) | (7,810) |
| PROVISIONS FOR LIABILITIES | 11 | <u>(9,531)</u> | <u>(10,619)</u> |
| NET ASSETS | | <u><u>176,600</u></u> | <u><u>130,504</u></u> |
| CAPITAL AND RESERVES | | | |
| Called up share capital | 12 | 1,500 | 1,500 |
| Profit and loss account | 13 | <u>175,100</u> | <u>129,004</u> |
| SHAREHOLDERS' FUNDS | | <u><u>176,600</u></u> | <u><u>130,504</u></u> |

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 30 October 2012 and were signed on its behalf by:



Mrs S Paice - Director

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2012**

1 ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

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

| | |
|-----------------------|---------------------------|
| Development | - 15% on reducing balance |
| Plant and machinery | - 15% on reducing balance |
| Fixtures and fittings | - 15% on reducing balance |
| Motor vehicles | - 25% on reducing balance |

Stocks

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

Deferred tax

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

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 of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Hire purchase and leasing commitments

Payments under operating leases are charged to the profit and loss account in the year in which they are incurred. Tangible fixed assets acquired under finance leases and hire purchase contracts are capitalised and depreciated in the same manner as other tangible fixed assets. The related obligations, net of future finance charges, are included in creditors falling due within one year or after more than one year. The interest element is charged to the profit and loss account over the duration of the lease, so as to provide a constant rate of interest on the net obligations outstanding in each period.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to the profit and loss account in the period to which they relate.

A ADKINS & SONS LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 JANUARY 2012

2. TURNOVER

The turnover and profit/(loss) is attributable to the one principal activity of the company.
An analysis of turnover is given below:-

| | 2012 £ | 2011 £ |
|----------------|------------------|------------------|
| United Kingdom | 903,839 | 896,972 |
| Europe | 537,550 | 672,444 |
| Africa | - | 61,191 |
| Asia | 26,486 | 22,879 |
| North America | 9,107 | 16,665 |
| | <u>1,476,982</u> | <u>1,670,151</u> |

3. OPERATING PROFIT

The operating profit is stated after charging/(crediting):

| | 2012 £ | 2011 £ |
|------------------------------|--------------|--------------|
| Depreciation - owned assets | 13,574 | 87,374 |
| Auditors' remuneration | 4,678 | 2,428 |
| Foreign exchange differences | 114 | (13,072) |
| Pension costs | <u>1,954</u> | <u>1,954</u> |
| Directors' remuneration | <u>-</u> | <u>-</u> |

4. TAXATION

Analysis of the tax charge

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

| | 2012 £ | 2011 £ |
|--------------------------------------|----------------|---------------|
| Current tax | | |
| UK corporation tax | 6,928 | 26,108 |
| Deferred tax | <u>(1,088)</u> | <u>1,832</u> |
| Tax on profit on ordinary activities | <u>5,840</u> | <u>27,940</u> |

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JANUARY 2012**

5. OBLIGATION UNDER HIRE PURCHASE CONTRACTS

| | 2012 | 2011 |
|--|---------------|--------------|
| | £ | £ |
| Amounts falling due :- | | |
| Within 1 year | 7,717 | 7,717 |
| Within 2 - 5 years | 1,286 | 9,003 |
| Less: interest allocated to future periods | (1,193) | (2,216) |
| | <u>14,504</u> | <u>7,810</u> |

Obligation under hire purchase contracts are received on related tangible fixed assets

6. TANGIBLE FIXED ASSETS

| | Development £ | Plant and machinery £ | Fixtures and fittings £ | Motor vehicles £ | Totals £ |
|-----------------------|------------------|-----------------------------|----------------------------------|------------------------|----------------|
| COST | | | | | |
| At 1 February 2011 | 94,403 | 146,363 | 64,996 | 36,055 | 341,817 |
| Additions | 5,855 | - | 331 | - | 6,186 |
| At 31 January 2012 | <u>100,258</u> | <u>146,363</u> | <u>65,327</u> | <u>36,055</u> | <u>348,003</u> |
| DEPRECIATION | | | | | |
| At 1 February 2011 | 74,096 | 124,980 | 49,230 | 18,124 | 266,430 |
| Charge for year | 3,450 | 3,249 | 2,392 | 4,483 | 13,574 |
| At 31 January 2012 | <u>77,546</u> | <u>128,229</u> | <u>51,622</u> | <u>22,607</u> | <u>280,004</u> |
| NET BOOK VALUE | | | | | |
| At 31 January 2012 | <u>22,712</u> | <u>18,134</u> | <u>13,705</u> | <u>13,448</u> | <u>67,999</u> |
| At 31 January 2011 | <u>20,307</u> | <u>21,383</u> | <u>15,766</u> | <u>17,931</u> | <u>75,387</u> |

Included in the net book value of £68,002 (2011 £75,388) are amounts in respect of assets held under hire purchase contracts in the sum of £12,755 (2011 £17,007). Depreciation on such amounts amounted to £4,252 (2011 £4,536)

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JANUARY 2012**

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2012 | 2011 |
|------------------------------------|----------------|----------------|
| | £ | £ |
| Trade debtors | 168,776 | 199,219 |
| Amounts owed by group undertakings | 281,016 | 217,516 |
| Other debtors | - | 37,714 |
| VAT | 40,049 | - |
| Prepayments | 3,807 | 8,315 |
| | <u>493,648</u> | <u>462,764</u> |

8 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2012 | 2011 |
|------------------------------------|------------------|------------------|
| | £ | £ |
| Bank loans and overdrafts | 462,148 | 379,131 |
| Hire purchase contracts | 6,694 | 6,694 |
| Trade creditors | 22,415 | 32,514 |
| Amounts owed to group undertakings | 586,194 | 571,194 |
| Tax | 6,928 | 26,108 |
| Social security and other taxes | 5,547 | 5,877 |
| Other creditors | 9,758 | - |
| Accrued expenses | 10,209 | 11,886 |
| | <u>1,109,893</u> | <u>1,033,404</u> |

9 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

| | 2012 | 2011 |
|--|--------------|--------------|
| | £ | £ |
| Hire purchase contracts | <u>1,116</u> | <u>7,810</u> |
| Amounts falling due in more than five years: | | |
| Repayable by instalments | | |
| Hire purchase | <u>1,116</u> | <u>-</u> |

10 SECURED DEBTS

The bank overdraft is secured by fixed and floating charges over all current assets of the company and by mortgage debentures dated 23 March 1999 and a cross guarantee dated 19 September 2000 in favour of all DRE Group companies.

11 PROVISIONS FOR LIABILITIES

| | 2012 | 2011 |
|-----------------------|--------------|---------------|
| | £ | £ |
| Deferred tax | | |
| Deferred tax | 10,619 | 10,619 |
| Movement for the year | (1,088) | - |
| | <u>9,531</u> | <u>10,619</u> |

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JANUARY 2012**

11. PROVISIONS FOR LIABILITIES - continued

| | Deferred tax £ |
|----------------------------|----------------------|
| Balance at 1 February 2011 | 10,619 |
| Deferred tax | (1,088) |
| | <u>9,531</u> |
| Balance at 31 January 2012 | <u>9,531</u> |

12. CALLED UP SHARE CAPITAL

| Allotted, issued and fully paid: | | Nominal | 2012 | 2011 |
|----------------------------------|----------|---------|--------------|--------------|
| Number | Class: | value: | £ | £ |
| 1,500 | Ordinary | £1 | <u>1,500</u> | <u>1,500</u> |

13. RESERVES

| | Profit and loss account £ |
|---------------------|------------------------------------|
| At 1 February 2011 | 129,003 |
| Profit for the year | 46,097 |
| | <u>175,100</u> |
| At 31 January 2012 | <u>175,100</u> |

14. PENSION COMMITMENTS

The company operates a defined contribution scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £1,954 (2011 £1,954).

15. CONTINGENT LIABILITIES

The company has issued cross-guarantees to group companies with respect to bank borrowings totalling £7,469,266 (2011 £7,717,204).

16. ULTIMATE CONTROLLING PARTY

The company's ultimate holding company is D R E Group Limited which is registered in England. Advantage has been taken of the exemption from disclosure of group transactions on the grounds that details of the company as a subsidiary of D R E Group Limited are included in the consolidated accounts of that company. The company paid rent at market rates of £6,000 (2011 £6,000) during the year to the group pension scheme. The company's bank borrowings are secured on freehold property of other group companies. During the year ended 31 January 2011 the company made a loan of £10,000 to Cotswold Estates Limited, a company controlled by Mr D R England. During the year ended 31 January 2012 rent of £19,7587 was paid to Cotswold Estates Limited. A balance of £9,758 was payable to Cotswold Estates Limited at 31 January 2012.

A ADKINS & SONS LIMITED

TRADING AND PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 JANUARY 2012

| | 2012 | | 2011 | |
|--------------------------------|------------------|----------------|------------------|----------------|
| | £ | £ | £ | £ |
| Turnover | | | | |
| Sales | 1,476,942 | | 1,670,151 | |
| Insurance claim & other income | 40 | | 529 | |
| | <u>1,476,982</u> | | <u>1,670,680</u> | |
| Cost of sales | | | | |
| Opening stock | 588,110 | | 485,939 | |
| Purchases | 811,542 | | 1,048,059 | |
| Wages | 152,349 | | 150,748 | |
| | <u>1,552,001</u> | | <u>1,684,746</u> | |
| Closing stock | (545,850) | | (588,110) | |
| | <u>1,006,151</u> | | <u>1,096,636</u> | |
| GROSS PROFIT | | 470,831 | | 574,044 |
| Other income | | | | |
| Deposit account interest | | 1 | | - |
| | | <u>470,832</u> | | <u>574,044</u> |
| Expenditure | | | | |
| Wages | 43,713 | | 33,363 | |
| Carriage outwards | 47,114 | | 44,405 | |
| Carriage inwards | 39,746 | | 59,140 | |
| Rent and rates | 25,904 | | 19,273 | |
| Insurance | 173 | | 1,322 | |
| Light and heat | 5,583 | | 5,668 | |
| Repairs to property | 1,666 | | 1,797 | |
| Stamps, stationery & telephone | 12,874 | | 10,846 | |
| Wages | 91,511 | | 99,022 | |
| Pensions | 1,954 | | 1,954 | |
| Hire of plant and machinery | 1,017 | | 831 | |
| Service charge | 2,357 | | 2,869 | |
| Advertising | 8,005 | | 19,620 | |
| Motor expenses | 21,219 | | 32,314 | |
| Management charge | 48,000 | | 48,000 | |
| Research & development | - | | 216 | |
| Miscellaneous | 1,823 | | 7,428 | |
| Cleaning materials and waste | 1,025 | | 1,398 | |
| China expenses | 10,785 | | - | |
| Sundry expenses | 3 | | - | |
| Legal and professional fees | 16,937 | | 28,966 | |
| Auditors' remuneration | 4,678 | | 2,428 | |
| Foreign exchange profit/losses | 114 | | (13,072) | |
| Commission paid | 1,322 | | 3,243 | |
| Bad debts | (4,469) | | 2,836 | |
| Credit card commission | 1,180 | | 1,414 | |
| | <u>384,234</u> | | <u>415,281</u> | |
| Carried forward | | 86,598 | | 158,763 |

This page does not form part of the statutory financial statements

A ADKINS & SONS LIMITED

**TRADING AND PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 JANUARY 2012**

| | 2012 | | 2011 | |
|-----------------------|--------|----------------------|--------|-----------------------|
| | £ | £ | £ | £ |
| Brought forward | | 86,598 | | 158,763 |
| Finance costs | | | | |
| Bank charges | 7,707 | | 10,989 | |
| Bank interest | 11,733 | | 9,560 | |
| Interest on late tax | 625 | | 79 | |
| Hire purchase | 1,023 | | 852 | |
| | | <u>21,088</u> | | <u>21,480</u> |
| | | 65,510 | | 137,283 |
| Depreciation | | | | |
| Development | 3,450 | | 3,271 | |
| Plant and machinery | 3,249 | | 3,773 | |
| Fixtures and fittings | 2,391 | | 4,661 | |
| Motor vehicles | 4,483 | | 4,844 | |
| | | <u>13,573</u> | | <u>16,549</u> |
| NET PROFIT | | <u><u>51,937</u></u> | | <u><u>120,734</u></u> |

This page does not form part of the statutory financial statements

A ADKINS & SONS LIMITED

**NOTES WHOLLY REPLACED
AND/OR ACCOUNTING POLICIES TOTALLY IGNORED
AND/OR ACCOUNTING POLICIES WITH TEXT REPLACED
BY USER'S CHOICE ON CLIENT SCREEN ENTRIES
FOR THE YEAR ENDED 31 JANUARY 2012**

The following note has been REPLACED completely by user entries

TURNOVER

None of the standard accounting policies have been ignored.

The following standard accounting policy has been REPLACED completely by user entries.

HIRE PURCHASE AND LEASING COMMITMENTS

PLEASE CHECK THAT THESE CHOICES ARE CORRECT - all changes that would automatically be made to notes generated by IRIS as a result of posting amendments etc WILL NOT BE AMENDED where REPLACEMENT notes have been selected.