

Abbreviated Accounts for the Year Ended 31 October 2011

for

Owen Taylor & Sons Limited

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for the Year Ended 31 October 2011

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Owen Taylor & Sons Limited

Company Information  
for the Year Ended 31 October 2011

**DIRECTOR:** R J O Taylor

**REGISTERED OFFICE:** 27 Main Road  
Leabrooks  
Alfreton  
Derbyshire  
DE55 1LA

**REGISTERED NUMBER** 01237354

**AUDITORS:** Richardson Nutt Limited  
Statutory Auditor  
7 Stadium Business Court  
Millennium Way  
Pride Park  
Derby  
DE24 8HP

Report of the Director  
for the Year Ended 31 October 2011

The director presents his report with the accounts of the company for the year ended 31 October 2011

**PRINCIPAL ACTIVITY**

The principal activity of the company in the year under review was that of wholesale and catering butchers

**REVIEW OF BUSINESS**

Owen Taylor & Sons Ltd continues to be profitable with turnover slightly up on that of the previous year. The business continues to trade with a healthy mix of small, medium and large sized customers across a range of food businesses but as ever due to continuing market pressures, margins remain extremely keen.

The business has had a great deal of pressure from the global issue of increased costs particularly those of food, energy and vehicle fuel which has a significant effect on the running costs of our business. We have, wherever possible, passed on these increased costs and endeavoured to maintain margins but this has to be balanced to market pressures and the requirements of price stability from our customers.

The significant increase in food prices, together with their customers having less disposable income to spend on dining out, is having an impact on our customers. Customers who have always been loyal to our business and have typically had the top end of the market products have had to source for not only cheaper lines from us but also look at cheaper suppliers. Customers often reluctantly accept that this may mean they have to compromise on quality but have to take these steps in order to maintain their margins.

The financial austerity is putting pressure on many organisations and we are seeing an increasing number of businesses going into liquidation. The business sector in which we operate sees a higher percentage of business failures and although our credit control procedures are tight we still fall victim to this, often now with no early warning signs of payment difficulties. Our business typically offers 30 days net monthly credit on many accounts but we are managing this much more stringently and we continue to manage our debtor days down. On many occasions we are refusing credit and stopping accounts even if this prevents business with a customer.

Delivery costs are having a significant impact on the overheads of the business. Consequently, we are putting greater pressure on some customers to increase the value of each delivery drop in order for smaller customers to remain viable to our business.

The business is and has always been renowned for purchasing local, fully traceable product of the highest quality. It seems now that this is really what customers are increasingly looking for and we are using this as a marketing tool and a unique selling point for our business. The Red Tractor initiative for British food is becoming a prerequisite for supply and this meets our supply strategy. We continue to be a contracted supplier to the NHS and Universities and we aim as a business to increase our market share in this sector. Government contracts have a directive to improve local sustainability and we are optimistic for our business with this opportunity in the future.

Owen Taylor continues in its drive to continued improvement in the management of the performance of the company. There are now tighter controls on costings, purchasing, sales margins, labour, management of credits and complaints and the management of credit control all of which are reported to the Management Team through Key Performance Indicators.

Gross profit margins have fallen from 29.54% to 28.43% on turnover that has increased by 3.74%. Debtor days have fallen from 38 days to 36 days with stock turnover increasing from 41 days to 44 days.

Generally we are seeing a decrease in staff turnover which has resulted in increased efficiencies on the shop floor, more empowerment and motivation of staff and improved communication throughout the business. We continue to be committed to the training and development of our staff at all levels.

Owen Taylor has invested a significant amount of both time and money in looking for new premises to take the business forward. A new site aims to bring much needed space, efficiencies and new technologies to the business to enable it to progress as a market leader in its field.

Overall we are cautious for the next financial year. We are mindful of the current issues within our market and the more global economic issues. We have to remain optimistic that these issues will improve and in the meantime we have to keep stringent controls on our business.

Report of the Director  
for the Year Ended 31 October 2011

**DIVIDENDS**

No dividends will be distributed for the year ended 31 October 2011

**FIXED ASSETS**

The latest open market value of the freehold land and buildings is £640000

**DIRECTOR**

R J O Taylor held office during the whole of the period from 1 November 2010 to the date of this report

Other changes in directors holding office are as follows

Mrs V J Taylor - 25 November 2010 to 5 April 2011

**STATEMENT OF DIRECTOR'S RESPONSIBILITIES**

The director is responsible for preparing the Report of the Director and the financial statements in accordance with applicable law and regulations

Company law requires the director to prepare financial statements for each financial year. Under that law the director has 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 director must not approve the financial statements unless he is 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 director is 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 director is 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 him to ensure that the financial statements comply with the Companies Act 2006. He is 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 director is 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 he has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information

**AUDITORS**

The auditors, Richardson Nutt Limited will be proposed for re-appointment at the forthcoming Annual General Meeting

**ON BEHALF OF THE BOARD:**



R J O Taylor - Director

20 July 2012

Report of the Independent Auditors to the Members of  
Owen Taylor & Sons Limited

We have audited the financial statements of Owen Taylor & Sons Limited for the year ended 31 October 2011 on pages five to eighteen. 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 director and auditors**

As explained more fully in the Statement of Director's Responsibilities set out on page three, the director is 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 director, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Report of the Director 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 October 2011 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.

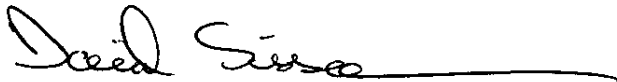
**Opinion on other matter prescribed by the Companies Act 2006**

In our opinion the information given in the Report of the Director 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, 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 director's remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit.



David Sisson (Senior Statutory Auditor)  
for and on behalf of Richardson Nutt Limited  
Statutory Auditor  
7 Stadium Business Court  
Millennium Way  
Pride Park  
Derby  
DE24 8HP

Date 20.7.12,

Owen Taylor & Sons Limited (Registered number 01237354)

Abbreviated Profit and Loss Account  
for the Year Ended 31 October 2011

	Notes	31 10 11 £	£	31 10 10 £	£
<b>TURNOVER</b>			12,114,702		11,677,189
Cost of sales and other operating income			(10,587,112)		(10,024,187)
			<hr/> 1,527,590		<hr/> 1,653,002
Distribution costs		646,773		603,624	
Administrative expenses		<hr/> 775,671		<hr/> 763,246	
			<hr/> 1,422,444		<hr/> 1,366,870
<b>OPERATING PROFIT</b>	4		105,146		286,132
Interest receivable and similar income			<hr/> 247		<hr/> 147
			105,393		286,279
Interest payable and similar charges	5		<hr/> 3,629		<hr/> 6,000
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>			101,764		280,279
Tax on profit on ordinary activities	6		<hr/> (12,045)		<hr/> 97,739
<b>PROFIT FOR THE FINANCIAL YEAR</b>			<hr/> <hr/> 113,809		<hr/> <hr/> 182,540

**CONTINUING OPERATIONS**

None of the company's activities were acquired or discontinued during the current year or previous year

The notes form part of these abbreviated accounts

Owen Taylor & Sons Limited (Registered number 01237354)

Statement of Total Recognised Gains and Losses  
for the Year Ended 31 October 2011

	31 10 11 £	31 10 10 £
<b>PROFIT FOR THE FINANCIAL YEAR</b>	113,809	182,540
Unrealised deficit on revaluation of properties	(80,000)	-
	<hr/>	<hr/>
<b>TOTAL RECOGNISED GAINS AND LOSSES RELATING TO THE YEAR</b>	<u>33,809</u>	<u>182,540</u>

The notes form part of these abbreviated accounts



Abbreviated Balance Sheet  
31 October 2011

	Notes	31 10 11 £	£	31 10 10 £	£
<b>FIXED ASSETS</b>					
Tangible assets	8		493,511		569,616
Investment property	9		110,000		190,000
			<u>603,511</u>		<u>759,616</u>
<b>CURRENT ASSETS</b>					
Stocks	10	1,068,029		953,018	
Debtors	11	1,228,548		1,229,881	
Investments	12	50,000		50,000	
Cash at bank and in hand		70,784		257,037	
		<u>2,417,361</u>		<u>2,489,936</u>	
<b>CREDITORS</b>					
Amounts falling due within one year	13	1,083,489		1,293,767	
<b>NET CURRENT ASSETS</b>			<u>1,333,872</u>		<u>1,196,169</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>1,937,383</u>		<u>1,955,785</u>
<b>CREDITORS</b>					
Amounts falling due after more than one year	14		(24,269)		(34,594)
<b>PROVISIONS FOR LIABILITIES</b>	17		(47,559)		(89,445)
<b>NET ASSETS</b>			<u>1,865,555</u>		<u>1,831,746</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	18		60,102		60,102
Revaluation reserve	19		107,019		187,019
Capital redemption reserve	19		20,572		20,572
Profit and loss account	19		1,677,862		1,564,053
<b>SHAREHOLDERS' FUNDS</b>	23		<u>1,865,555</u>		<u>1,831,746</u>

The abbreviated accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to medium-sized companies

The financial statements were approved by the director on 20 July 2012 and were signed by



R J O Taylor - Director

The notes form part of these abbreviated accounts

Cash Flow Statement  
for the Year Ended 31 October 2011

	Notes	31 10 11 £	£	31 10 10 £	£
<b>Net cash (outflow)/inflow from operating activities</b>	1		(41,376)		506,365
<b>Returns on investments and servicing of finance</b>	2		(3,382)		(5,853)
<b>Taxation</b>			(61,854)		(65,862)
<b>Capital expenditure</b>	2		(65,374)		(82,350)
<b>Equity dividends paid</b>			-		(60,000)
			<u>(171,986)</u>		<u>292,300</u>
<b>Financing</b>	2		(14,267)		(200,331)
<b>(Decrease)/increase in cash in the period</b>			<u>(186,253)</u>		<u>91,969</u>
<b>Reconciliation of net cash flow to movement in net funds</b>	3				
(Decrease)/increase in cash in the period		(186 253)		91,969	
Cash outflow from decrease in debt and lease financing		<u>14,267</u>		<u>331</u>	
Change in net funds resulting from cash flows			<u>(171,986)</u>		<u>92,300</u>
<b>Movement in net funds in the period</b>			<u>(171,986)</u>		<u>92,300</u>
<b>Net funds at 1 November</b>			<u>239,955</u>		<u>147,655</u>
<b>Net funds at 31 October</b>			<u><u>67,969</u></u>		<u><u>239,955</u></u>

Notes to the Cash Flow Statement  
for the Year Ended 31 October 2011

**1 RECONCILIATION OF OPERATING PROFIT TO NET CASH (OUTFLOW)/INFLOW FROM OPERATING ACTIVITIES**

	31 10 11	31 10 10
	£	£
Operating profit	105,146	286,132
Depreciation charges	140,735	132,476
Loss on disposal of fixed assets	744	-
Government grants	(14,190)	(14,190)
Increase in stocks	(115,011)	(158,972)
Decrease in debtors	1,333	16,543
(Decrease)/increase in creditors	(160,133)	244,376
<b>Net cash (outflow)/inflow from operating activities</b>	<b>(41,376)</b>	<b>506,365</b>

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

	31 10 11	31 10 10
	£	£
<b>Returns on investments and servicing of finance</b>		
Interest received	247	147
Interest paid	(197)	(230)
Interest element of finance lease payments	(3,432)	(5,770)
<b>Net cash outflow for returns on investments and servicing of finance</b>	<b>(3,382)</b>	<b>(5,853)</b>
<b>Capital expenditure</b>		
Purchase of tangible fixed assets	(65,474)	(82,350)
Sale of tangible fixed assets	100	-
<b>Net cash outflow for capital expenditure</b>	<b>(65,374)</b>	<b>(82,350)</b>
<b>Financing</b>		
Capital repayments in year	(14,267)	(331)
Share buyback	-	(200,000)
<b>Net cash outflow from financing</b>	<b>(14,267)</b>	<b>(200,331)</b>

Notes to the Cash Flow Statement  
for the Year Ended 31 October 2011

**3 ANALYSIS OF CHANGES IN NET FUNDS**

	At 1 11 10 £	Cash flow £	At 31 10 11 £
Net cash			
Cash at bank and in hand	257,037	(186,253)	70,784
	<u>257,037</u>	<u>(186,253)</u>	<u>70,784</u>
Liquid resources			
Current asset investments	50,000	-	50,000
	<u>50,000</u>	<u>-</u>	<u>50,000</u>
Debt			
Finance leases	(67,082)	14,267	(52,815)
	<u>(67,082)</u>	<u>14,267</u>	<u>(52,815)</u>
Total	<u>239,955</u>	<u>(171,986)</u>	<u>67,969</u>

Notes to the Abbreviated Accounts  
for the Year Ended 31 October 2011

**I ACCOUNTING POLICIES**

**Accounting convention**

The Financial statements have been prepared under the historical cost convention as modified by the revaluation of certain fixed assets and applicable Accounting Standards

**Turnover**

Turnover represents net invoiced sales of goods, excluding value added tax and trade discounts

**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	- 15% on reducing balance
Motor vehicles	- 25% on cost
Computer equipment	- 33% on cost

Freehold buildings are depreciated on a straight line basis at 2% p a No depreciation is provided on freehold land or investment property in accordance with SSAP 19 If depreciation had been provided on investment property a charge of £2200 (2010 - £3800) would have been made

**Investment property**

Investment property is shown at most recent valuation Any aggregate surplus or deficit arising from changes in market value is transferred to a revaluation reserve

**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

**Hire purchase and leasing commitments**

Where assets are financed by lease purchase agreements that give rights approximating to ownership the assets are treated as if they had been purchased outright The amount capitalised is the cost of the asset to the lease purchase company The corresponding liability to the lease purchase company is included as an obligation under lease purchase agreements Depreciation on these assets is charged to the profit and loss account on the same basis as above Lease purchase payments are treated as consisting of capital and interest elements, and interest is charged to the profit and loss account on a straight line basis

All other leases are treated as "operating leases" and the relevant annual rentals are charged to the profit and loss account

**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

**Going Concern**

The director considers it appropriate to adopt the going concern assumption in the preparation of the company accounts

**Government Grants**

Government grants are recognised in the profit and loss account so as to match them with the expenditure towards which they are intended to contribute Grants totalling £141897 received in 2003 is being recognised in equal annual instalments over 10 years

Notes to the Abbreviated Accounts - continued  
for the Year Ended 31 October 2011

**1 ACCOUNTING POLICIES - continued**

**Employee Benefit Trust**

Where the Company retains future economic benefit from, and has de facto control of the assets and liabilities of the trust they are accounted for as assets and liabilities of the Company until the earlier of the date that an allocation of trust funds to employees in respect of past services is declared and the date that assets of the trust vest in identified individuals

Where monies held in a trust are determined by the Company on the basis of employee's past services to the business and the Company can obtain no future economic benefit from those monies, such monies, whether in trust or accrued for by the Company, are charged to the profit and loss account in the period to which they relate

**2 STAFF COSTS**

	31 10 11	31 10 10
	£	£
Wages and salaries	2,141,699	1,985,900
Other pension costs	23,411	46,457
	<u>2,165,110</u>	<u>2,032,357</u>

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

	31 10 11	31 10 10
Direct wages	78	72
Drivers wages	18	17
Administration wages	21	20
	<u>117</u>	<u>109</u>
	£	£
Social security costs	165283	153314

**3 DIRECTORS' EMOLUMENTS**

	31 10 11	31 10 10
	£	£
Directors' remuneration	51,458	37,997
Directors' pension contributions to money purchase schemes	12,720	19,720
	<u>64,178</u>	<u>57,717</u>

Pension benefits are accruing for 1 director under money purchase schemes

**4 OPERATING PROFIT**

The operating profit is stated after charging

	31 10 11	31 10 10
	£	£
Other operating leases	39 168	30,070
Depreciation - owned assets	140 735	132,477
Loss on disposal of fixed assets	744	-
Auditors' remuneration	15 800	10 200
	<u>185,447</u>	<u>172,747</u>

Notes to the Abbreviated Accounts - continued  
for the Year Ended 31 October 2011

5 **INTEREST PAYABLE AND SIMILAR CHARGES**

	31 10 11	31 10 10
	£	£
Bank interest	197	230
Hire purchase	3,432	5,770
	<u>3,629</u>	<u>6,000</u>

6 **TAXATION**

**Analysis of the tax (credit)/charge**

The tax (credit)/charge on the profit on ordinary activities for the year was as follows

	31 10 11	31 10 10
	£	£
Current tax		
UK corporation tax	29,841	61,854
Deferred Tax	(41,886)	35,885
	<u>(12,045)</u>	<u>97,739</u>
Tax on profit on ordinary activities	<u>(12,045)</u>	<u>97,739</u>

**Factors affecting the tax (credit)/charge**

The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below

	31 10 11	31 10 10
	£	£
Profit on ordinary activities before tax	<u>101,764</u>	<u>280,279</u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 20.413% (2010 - 21%)	20,773	58,859
Effects of		
Expenses not deductible for tax purposes	4,790	5,637
Deferred Tax adjustments	(37,608)	33,243
Current tax (credit)/charge	<u>(12,045)</u>	<u>97,739</u>

7 **DIVIDENDS**

	31 10 11	31 10 10
	£	£
Ordinary shares of £1 each		
Final	-	60,000
	<u>-</u>	<u>60,000</u>

Notes to the Abbreviated Accounts - continued  
for the Year Ended 31 October 2011

## 8 TANGIBLE FIXED ASSETS

	Freehold property £	Improvements to property £	Plant and machinery £
<b>COST</b>			
At 1 November 2010	249,974	473,291	640,682
Additions	-	-	42,961
Disposals	-	-	(4,350)
At 31 October 2011	249,974	473,291	679,293
<b>DEPRECIATION</b>			
At 1 November 2010	83,758	378,632	433,386
Charge for year	4,467	47,328	42,149
Eliminated on disposal	-	-	(3,506)
At 31 October 2011	88,225	425,960	472,029
<b>NET BOOK VALUE</b>			
At 31 October 2011	161,749	47,331	207,264
At 31 October 2010	166,216	94,659	207,296
	Motor vehicles £	Computer equipment £	Totals £
<b>COST</b>			
At 1 November 2010	372,831	58,457	1,795,235
Additions	22,513	-	65,474
Disposals	-	-	(4,350)
At 31 October 2011	395,344	58,457	1,856,359
<b>DEPRECIATION</b>			
At 1 November 2010	281,125	48,718	1,225,619
Charge for year	41,002	5,789	140,735
Eliminated on disposal	-	-	(3,506)
At 31 October 2011	322,127	54,507	1,362,848
<b>NET BOOK VALUE</b>			
At 31 October 2011	73,217	3,950	493,511
At 31 October 2010	91,706	9,739	569,616

The cost of motor vehicles includes £92,161 (2010 - £138,688) in respect of assets held under finance leases. Depreciation charged in the year in respect of these assets is £17,882 (2010 - £19,942). Accumulated depreciation on these assets amounted to £266,933 (2010 - £584,766).



Notes to the Abbreviated Accounts - continued  
for the Year Ended 31 October 2011

9 INVESTMENT PROPERTY

	Total £
<b>COST OR VALUATION</b>	
At 1 November 2010	190,000
Revaluations	(80,000)
	<hr/>
At 31 October 2011	110,000
	<hr/>
<b>NET BOOK VALUE</b>	
At 31 October 2011	110,000
	<hr/>
At 31 October 2010	190,000
	<hr/>

Cost or valuation at 31 October 2011 is represented by

	£
Valuation in 2011	107,019
Cost	2,981
	<hr/>
	110,000
	<hr/>

If the investment property had not been revalued it would have been included at the following historical cost

	31 10 11 £	31 10 10 £
Cost	2,981	2,981
	<hr/>	<hr/>

The investment property was valued on an open market basis during the year by Richard Savidge 2010 Limited

10 STOCKS

	31 10 11 £	31 10 10 £
Stocks	1,068,029	953,018
	<hr/>	<hr/>

11 DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31 10 11 £	31 10 10 £
Trade debtors	1,161,529	1,172,159
Other debtors	47,674	44,196
Prepayments and accrued income	19,345	13,526
	<hr/>	<hr/>
	1,228,548	1,229,881
	<hr/>	<hr/>

12 CURRENT ASSET INVESTMENTS

This comprises a Flexible Bond (Unit Linked Whole Life Assurance Policy), cost £50000 (2010 - £50000)  
The market value at 31st October 2011 was £152957 (2010 - £147301)

Notes to the Abbreviated Accounts - continued  
for the Year Ended 31 October 2011

**13 CREDITORS AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31 10 11	31 10 10
	£	£
Finance leases (see note 15)	28,546	32,488
Trade creditors	912,211	909,120
Social security and other taxes	76,232	104,794
Other creditors	36,553	209,313
Accruals and deferred income	29,947	38,052
	<u>1,083,489</u>	<u>1,293,767</u>

**14 CREDITORS AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	31 10 11	31 10 10
	£	£
Finance leases (see note 15)	<u>24,269</u>	<u>34,594</u>

**15 OBLIGATIONS UNDER LEASING AGREEMENTS**

	31 10 11	31 10 10
	£	£
Net obligations repayable		
Within one year	28,546	32,488
Between one and five years	24,269	34,594
	<u>52,815</u>	<u>67,082</u>

**16 SECURED DEBTS**

The following secured debts are included within creditors

	31 10 11	31 10 10
	£	£
Finance leases	<u>52,815</u>	<u>67,082</u>

Finance leases are secured against the assets to which they relate

**17 PROVISIONS FOR LIABILITIES**

	31 10 11	31 10 10
	£	£
Deferred tax	<u>47,559</u>	<u>89,445</u>
		Deferred tax
		£
Balance at 1 November 2010		89,445
Movement		(41,886)
Balance at 31 October 2011		<u>47,559</u>

Notes to the Abbreviated Accounts - continued  
for the Year Ended 31 October 2011

**17 PROVISIONS FOR LIABILITIES - continued**

The deferred tax provision ( which is fully provided) is comprised as follows	2011 £	2010 £
Accelerated capital allowances	54323	100703
Capital Losses	(3076)	(3313)
Deferred Grant Income	(3688)	(7945)
	47559	89445

No deferred tax has been provided for in respect of the investment property If provision had been made this would amount to £4580 ( 2010 - £29330)

**18 CALLED UP SHARE CAPITAL**

Allotted Number	issued and fully paid Class	Nominal value £1	31 10 11 £	31 10 10 £
60,102	Ordinary		60,102	60,102

**19 RESERVES**

	Profit and loss account £	Revaluation reserve £	Capital redemption reserve £	Totals £
At 1 November 2010	1,564,053	187,019	20,572	1,771,644
Profit for the year	113,809			113,809
Movement on revaluation	-	(80,000)	-	(80,000)
At 31 October 2011	1,677,862	107,019	20,572	1,805,453

**20 CONTINGENT LIABILITIES**

There is a contingent liability of £372014 (2010 - £203018 ) in respect of uninsured stock

**21 OTHER FINANCIAL COMMITMENTS**

Annual commitments under non-cancellable operating leases are due to expire as follows

	2011 £	2010 £
Plant and Equipment		
Less than one year	1820	1346
Two to Five years inclusive	18940	19223

**22 RELATED PARTY DISCLOSURES**

The company is under the control of the managing director, Mr R J Taylor by virtue of his 100% shareholding During the year he was paid a dividend of £nil (2010 - £60000) and at the year end he was owed £23532 (2010 - £195427)

Notes to the Abbreviated Accounts - continued  
for the Year Ended 31 October 2011

**23 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**

	31 10 11	31 10 10
	£	£
Profit for the financial year	113,809	182,540
Dividends	-	(60,000)
	<hr/>	<hr/>
	113,809	122,540
Other recognised gains and losses relating to the year (net)	(80,000)	-
Purchase of own shares	-	(200,000)
	<hr/>	<hr/>
<b>Net addition/(reduction) to shareholders' funds</b>	<b>33,809</b>	<b>(77,460)</b>
Opening shareholders' funds	1,831,746	1,909,206
	<hr/>	<hr/>
<b>Closing shareholders' funds</b>	<b>1,865,555</b>	<b>1,831,746</b>
	<hr/>	<hr/>

**24 GOING CONCERN**

The company remains profitable and without bank borrowings. Although trading in the current year is difficult it continues to trade profitably and the director is cautiously optimistic. As a consequence, he considers it appropriate to adopt the going concern assumption in the preparation of the accounts having considered a period of twelve months from approval of the accounts.

**25 EMPLOYEE BENEFIT TRUST**

During the year the Company established The Owen Taylor and Sons Limited Employee Benefit Trust to provide benefits to its officers and employees and their wider families and contributed £200,000 to the trust.