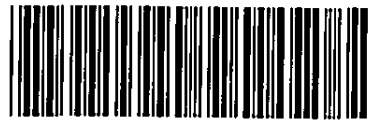


REGISTERED NUMBER: 1696152 (England and Wales)

Abbreviated Accounts
for the Year Ended 31 December 2007
for
J G Paxton & Sons Limited

WEDNESDAY



AS8574D3

A71

29/10/2008

395

COMPANIES HOUSE

J G Paxton & Sons Limited

**Contents of the Abbreviated Accounts
for the Year Ended 31 December 2007**

	Page
Company Information	1
Report of the Directors	2
Report of the Independent Auditors on the Abbreviated Accounts	4
Abbreviated Profit and Loss Account	5
Abbreviated Balance Sheet	6
Cash Flow Statement	7
Notes to the Cash Flow Statement	8
Notes to the Abbreviated Accounts	10

J G Paxton & Sons Limited
Company Information
for the Year Ended 31 December 2007

DIRECTORS: W J Paxton Esq
Mrs C P Paxton

SECRETARY: W J Paxton Esq

REGISTERED OFFICE: Abbey Road
Pity Me
Durham
Co Durham
DH1 5DQ

REGISTERED NUMBER: 1696152 (England and Wales)

AUDITORS: J N Straughan & Co
Chartered Accountants
& Registered Auditor
Fram Well House
Framwelgate
Durham City
DH1 5SU

J G Paxton & Sons Limited

**Report of the Directors
for the Year Ended 31 December 2007**

The directors present their report with the accounts of the company for the year ended 31 December 2007

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of the sale and servicing of agricultural machinery

REVIEW OF BUSINESS

The results for the year and financial position of the company are as shown in the annexed accounts

Having finished the 2006 year on a more positive note, 2007 began strongly. Our main franchises have proved strong, Case launched their new mid-range Puma tractor in the latter part of 2007 and the demand for this Austrian produced tractor has been outstanding. However, demand far outstrips production, and the waiting time for these tractors is six months! JCB continues to be ever popular, with our market share growing, but concern again continues to be the extended lead times. The strength of our main franchises is enabling us to have a high market share in all sectors.

In May 2007, Paxtons were appointed as the new distributor for IforWilliams, market leader in trailers, and their demand has been both pleasantly surprising and dramatic. The introduction of Ifor Williams trailers has boosted sales and helped cash flow.

Although commodity prices are improving and farmers are in a much more buoyant mood (which resulted in us having a better year than originally anticipated), input costs are high and still rising. Fertiliser prices have more than doubled and fuel prices continue to rise on their upward trend, being crippled by seeming unreasonably high taxation.

DIVIDENDS

No dividends will be distributed for the year ended 31 December 2007

FIXED ASSETS

The movements in fixed assets are detailed in the Notes to these financial statements

DIRECTORS

The directors during the year under review were

W J Paxton Esq
Mrs C P Paxton

The beneficial interests of the directors holding office on 31 December 2007 in the issued share capital of the company were as follows

	31 12 07	1 1 07
Ordinary £1 shares		
W J Paxton Esq	57,000	57,000
Mrs C P Paxton	-	-

In addition to the above W J and C P Paxton were also trustees of The Paxton Family Settlement which owns 43,000 ordinary shares

POLITICAL AND CHARITABLE CONTRIBUTIONS

There were no charitable or political contributions in excess of £200 paid by the Company during the year

J G Paxton & Sons Limited

**Report of the Directors
for the Year Ended 31 December 2007**

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing 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). The financial statements are required by law to 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 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 company and to enable them to ensure that the financial statements comply with the Companies Act 1985. 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 234ZA of the Companies Act 1985) 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, J N Straughan & Co, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

ON BEHALF OF THE BOARD:



W J Paxton Esq - Secretary

13 October 2008

**Report of the Independent Auditors to
J G Paxton & Sons Limited
Under Section 247B of the Companies Act 1985**

We have examined the abbreviated accounts set out on pages five to seventeen, together with the financial statements of J G Paxton & Sons Limited for the year ended 31 December 2007 prepared under Section 226 of the Companies Act 1985

This report is made solely to the company, in accordance with Section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditors' 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, for our work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with Section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Act to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with that provision and to report our opinion to you.

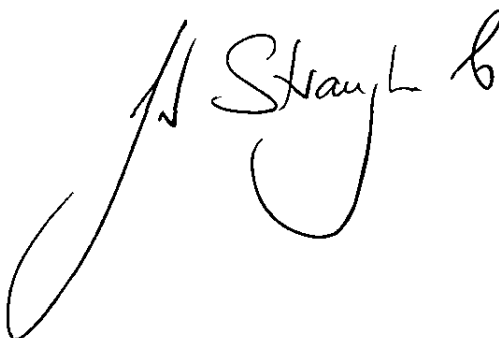
Basis of opinion

We conducted our work in accordance with Bulletin 2006/3 "The Special Auditor's Report on Abbreviated Accounts in the United Kingdom" issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Companies Act 1985, and the abbreviated accounts have been properly prepared in accordance with that provision.

J N Straughan & Co
Chartered Accountants
& Registered Auditor
Fram Well House
Framwelgate
Durham City
DH1 5SU

A large, stylized handwritten signature in black ink, appearing to read 'J N Straughan' followed by a flourish.

28 October 2008

J G Paxton & Sons Limited

**Abbreviated Profit and Loss Account
for the Year Ended 31 December 2007**

	Notes	2007 £	2006 £
GROSS PROFIT		1,521,372	1,187,441
Administrative expenses		1,227,737	1,183,536
OPERATING PROFIT	3	293,635	3,905
Interest payable and similar charges	4	46,477	37,797
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		247,158	(33,892)
Tax on profit/(loss) on ordinary activities	5	32,810	-
PROFIT/(LOSS) FOR THE FINANCIAL YEAR AFTER TAXATION		214,348	(33,892)

CONTINUING OPERATIONS

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

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profit for the current year and the loss for the previous year

The notes form part of these abbreviated accounts

J G Paxton & Sons Limited

**Abbreviated Balance Sheet
31 December 2007**

	Notes	2007 £	2006 £
FIXED ASSETS			
Tangible assets	6	2,814,761	2,881,440
CURRENT ASSETS			
Stocks	7	1,988,467	2,095,766
Debtors	8	1,394,212	927,427
Cash in hand		1,050	1,050
		<u>3,383,729</u>	<u>3,024,243</u>
CREDITORS			
Amounts falling due within one year	9	<u>2,629,273</u>	<u>2,522,869</u>
NET CURRENT ASSETS		<u>754,456</u>	<u>501,374</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>3,569,217</u>	<u>3,382,814</u>
CREDITORS			
Amounts falling due after more than one year	10	(127,935)	(188,690)
PROVISIONS FOR LIABILITIES	14	<u>(32,810)</u>	<u>-</u>
NET ASSETS		<u><u>3,408,472</u></u>	<u><u>3,194,124</u></u>
CAPITAL AND RESERVES			
Called up share capital	15	100,000	100,000
Share premium	16	5,316	5,316
Profit and loss account	16	<u>3,303,156</u>	<u>3,088,808</u>
SHAREHOLDERS' FUNDS	19	<u><u>3,408,472</u></u>	<u><u>3,194,124</u></u>

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies

The financial statements were approved by the Board of Directors on 13 October 2008 and were signed on its behalf by



W J Paxton Esq - Director

The notes form part of these abbreviated accounts

J G Paxton & Sons Limited
Cash Flow Statement
for the Year Ended 31 December 2007

	Notes	2007 £	£	2006 £	£
Net cash inflow from operating activities	1		161,948		289,718
Returns on investments and servicing of finance	2		(46,477)		(37,797)
Capital expenditure	2		(28,122)		(111,338)
			<u>87,349</u>		<u>140,583</u>
Financing	2		(138,624)		(94,528)
(Decrease)/Increase in cash in the period			<u>(51,275)</u>		<u>46,055</u>

Reconciliation of net cash flow to movement in net debt

	3		
(Decrease)/Increase in cash in the period		(51,275)	46,055
Cash outflow from decrease in debt and lease financing		<u>72,722</u>	<u>43,519</u>
Change in net debt resulting from cash flows		<u>21,447</u>	<u>89,574</u>
Movement in net debt in the period		<u>21,447</u>	<u>89,574</u>
Net debt at 1 January		<u>(670,158)</u>	<u>(759,732)</u>
Net debt at 31 December		<u>(648,711)</u>	<u>(670,158)</u>

The notes form part of these abbreviated accounts

J G Paxton & Sons Limited

**Notes to the Cash Flow Statement
for the Year Ended 31 December 2007**

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

	2007	2006
	£	£
Operating profit	293,635	3,905
Depreciation charges	118,636	116,600
(Profit)/Loss on disposal of fixed assets	(23,819)	1,676
Decrease in stocks	107,299	11,222
Increase in debtors	(466,801)	(213,761)
Increase in creditors	132,998	370,076
Net cash inflow from operating activities	<u>161,948</u>	<u>289,718</u>

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

	2007	2006
	£	£
Returns on investments and servicing of finance		
Interest paid	(41,732)	(33,052)
Interest element of hire purchase payments	(4,745)	(4,745)
Net cash outflow for returns on investments and servicing of finance	<u>(46,477)</u>	<u>(37,797)</u>
Capital expenditure		
Purchase of tangible fixed assets	(110,098)	(114,014)
Sale of tangible fixed assets	81,976	2,676
Net cash outflow for capital expenditure	<u>(28,122)</u>	<u>(111,338)</u>
Financing		
Loan repayments in year	(22,324)	(24,558)
Capital repayments in year	(50,398)	(18,961)
Amount withdrawn by directors	(17,902)	(16,809)
Repayment of Other Creditors	(48,000)	(34,200)
Net cash outflow from financing	<u>(138,624)</u>	<u>(94,528)</u>

The notes form part of these abbreviated accounts

J G Paxton & Sons Limited

**Notes to the Cash Flow Statement
for the Year Ended 31 December 2007**

3 ANALYSIS OF CHANGES IN NET DEBT

	At 1 1 07 £	Cash flow £	At 31 12 07 £
Net cash			
Cash at bank and in hand	1,050	-	1,050
Bank overdraft	(442,122)	(51,275)	(493,397)
	<u>(441,072)</u>	<u>(51,275)</u>	<u>(492,347)</u>
Debt			
Hire purchase	(57,393)	50,398	(6,995)
Debts falling due within one year	(21,434)	-	(21,434)
Debts falling due after one year	(150,259)	22,324	(127,935)
	<u>(229,086)</u>	<u>72,722</u>	<u>(156,364)</u>
Total	<u>(670,158)</u>	<u>21,447</u>	<u>(648,711)</u>

The notes form part of these abbreviated accounts

J G Paxton & Sons Limited
Notes to the Abbreviated Accounts
for the Year Ended 31 December 2007

1 ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention

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 or, if held under a finance lease, over the lease term, whichever is the shorter

Freehold property	- 2% on cost
Leasehold Property Improvements	- Period of Lease
Long leasehold	- 2% on cost
Plant and machinery	- 20% on reducing balance and 10% on reducing balance
Fixtures and fittings	- 25% on reducing balance and 10% on reducing balance
Motor vehicles	- 25% on reducing balance

In accordance with generally accepted accounting principles, depreciation is not provided on Payments on Account

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

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability

Pension costs and other post-retirement benefits

The company contributes to personal pension schemes in respect of certain employees. Contributions are charged to the Profit and Loss Account as incurred

Leased Assets

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profit as incurred

2 STAFF COSTS

	2007	2006
	£	£
Wages and salaries	1,105,819	1,089,115
Social security costs	107,772	103,312
Other pension costs	41,961	42,564
	<u>1,255,552</u>	<u>1,234,991</u>

J G Paxton & Sons Limited

**Notes to the Abbreviated Accounts - continued
for the Year Ended 31 December 2007**

2 STAFF COSTS - continued

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

	2007	2006
Office and Management	9	9
Sales, Fitters and Wagon Driver	34	36
Stores	9	9
	<u>52</u>	<u>54</u>

3 OPERATING PROFIT

The operating profit is stated after charging/(crediting)

	2007 £	2006 £
Depreciation - owned assets	118,620	105,890
Depreciation - assets on hire purchase contracts	-	10,709
(Profit)/Loss on disposal of fixed assets	(23,819)	1,676
Auditors' Remuneration	8,000	5,000
Other operating leases	35,000	35,000
	<u>75,428</u>	<u>76,669</u>
Directors' emoluments	2,400	2,400
Directors' pension contributions to money purchase schemes	<u>2,400</u>	<u>2,400</u>

The number of directors to whom retirement benefits were accruing was as follows

Money purchase schemes	<u>1</u>	<u>1</u>
------------------------	----------	----------

4 INTEREST PAYABLE AND SIMILAR CHARGES

	2007 £	2006 £
Bank interest	26,696	24,168
Bank loan interest	11,117	8,884
Other Interest Charges	3,919	-
Hire purchase	4,745	4,745
	<u>46,477</u>	<u>37,797</u>

5 TAXATION

Analysis of the tax charge

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

	2007 £	2006 £
Deferred tax	32,810	-
Tax on profit/(loss) on ordinary activities	<u>32,810</u>	<u>-</u>

J G Paxton & Sons Limited

**Notes to the Abbreviated Accounts - continued
for the Year Ended 31 December 2007**

5 TAXATION - continued

Factors affecting the tax charge

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

	2007 £	2006 £
Profit/(loss) on ordinary activities before tax	<u>247,158</u>	<u>(33,892)</u>
Profit/(loss) on ordinary activities multiplied by the standard rate of corporation tax in the UK of 30% (2006 - 30%)	74,147	(10,168)
Effects of Application of Small Companies rate of Corporation Tax tax purposes	(25,334)	-
Capital allowances for the year in excess of depreciation against Exceptional Profit on previous year	4,772	10,168
Utilisation of tax losses arising in previous years	<u>(53,585)</u>	<u>-</u>
Current tax charge	<u>-</u>	<u>-</u>

6 TANGIBLE FIXED ASSETS

	Freehold property £	Leasehold Property Improvements £	Long leasehold £
COST			
At 1 January 2007	2,088,395	21,739	471,841
Additions	<u>23,553</u>	<u>-</u>	<u>2,798</u>
At 31 December 2007	<u>2,111,948</u>	<u>21,739</u>	<u>474,639</u>
DEPRECIATION			
At 1 January 2007	30,268	11,667	33,325
Charge for year	<u>19,821</u>	<u>1,722</u>	<u>8,110</u>
At 31 December 2007	<u>50,089</u>	<u>13,389</u>	<u>41,435</u>
NET BOOK VALUE			
At 31 December 2007	<u>2,061,859</u>	<u>8,350</u>	<u>433,204</u>
At 31 December 2006	<u>2,058,127</u>	<u>10,072</u>	<u>438,516</u>

J G Paxton & Sons Limited

**Notes to the Abbreviated Accounts - continued
for the Year Ended 31 December 2007**

6 TANGIBLE FIXED ASSETS - continued

	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
COST				
At 1 January 2007	307,736	197,562	371,365	3,458,638
Additions	3,362	12,792	67,593	110,098
Disposals	(93,035)	(2,460)	(51,152)	(146,647)
At 31 December 2007	<u>218,063</u>	<u>207,894</u>	<u>387,806</u>	<u>3,422,089</u>
DEPRECIATION				
At 1 January 2007	154,484	99,202	248,252	577,198
Charge for year	24,011	24,079	40,877	118,620
Eliminated on disposal	(51,212)	(2,460)	(34,818)	(88,490)
At 31 December 2007	<u>127,283</u>	<u>120,821</u>	<u>254,311</u>	<u>607,328</u>
NET BOOK VALUE				
At 31 December 2007	<u>90,780</u>	<u>87,073</u>	<u>133,495</u>	<u>2,814,761</u>
At 31 December 2006	<u>153,252</u>	<u>98,360</u>	<u>123,113</u>	<u>2,881,440</u>

Fixed assets, included in the above, which are held under hire purchase contracts are as follows

	Plant and machinery £
COST	
At 1 January 2007	92,500
Transfer to ownership	(92,500)
At 31 December 2007	<u>-</u>
DEPRECIATION	
At 1 January 2007	44,009
Transfer to ownership	(44,009)
At 31 December 2007	<u>-</u>
NET BOOK VALUE	
At 31 December 2007	<u>-</u>
At 31 December 2006	<u>48,491</u>

Hire Purchase creditors are secured on related assets

7 STOCKS

	2007 £	2006 £
Finished Goods for Resale	<u>1,988,467</u>	<u>2,095,766</u>

J G Paxton & Sons Limited

**Notes to the Abbreviated Accounts - continued
for the Year Ended 31 December 2007**

8 DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2007	2006
	£	£
Trade debtors	1,032,497	698,480
Other debtors	38,622	33,736
Prepayments	323,093	195,211
	<u>1,394,212</u>	<u>927,427</u>

9 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2007	2006
	£	£
Bank loans and overdrafts (see note 11)	514,831	463,556
Hire purchase contracts (see note 12)	6,995	18,962
Trade creditors	808,408	1,440,031
Social Security and Other Taxation	178,368	58,744
Other creditors	107,555	155,555
Payments received on account	417,371	58,500
Directors' current accounts	197,624	215,526
Accrued expenses	398,121	111,995
	<u>2,629,273</u>	<u>2,522,869</u>

10 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2007	2006
	£	£
Bank loans (see note 11)	127,935	150,259
Hire purchase contracts (see note 12)	-	38,431
	<u>127,935</u>	<u>188,690</u>

11 LOANS

An analysis of the maturity of loans is given below

	2007	2006
	£	£
Amounts falling due within one year or on demand		
Bank overdrafts	493,397	442,122
Bank loans	21,434	21,434
	<u>514,831</u>	<u>463,556</u>
Amounts falling due between one and two years		
Bank loans - 1-2 years	<u>21,434</u>	<u>21,434</u>
Amounts falling due between two and five years		
Bank loans - 2-5 years	<u>64,303</u>	<u>64,303</u>

Amounts falling due in more than five years

J G Paxton & Sons Limited

**Notes to the Abbreviated Accounts - continued
for the Year Ended 31 December 2007**

11 LOANS - continued

	2007 £	2006 £
Amounts falling due in more than five years		
Repayable by instalments		
Bank Loan	<u>42,198</u>	<u>64,522</u>

Loans included above (2007) consist of two loans taken out in connection with the Company's depot at Alnwick. Those loans are repayable by monthly instalments of £2,786.

The Company meets its day to day working capital requirements through an overdraft facility with National Westminster Bank plc, which is repayable on demand. The Company expects to operate within the facility currently agreed. This view is based on the company's forecasts and takes account of recent discussions with its bankers. Inherently, however, there can be no certainty in relation to those views.

12 OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS AND LEASES

	2007 £	2006 £
		Hire purchase contracts
Gross obligations repayable		
Within one year	8,022	23,707
Between one and five years	-	39,522
	<u>8,022</u>	<u>63,229</u>
Finance charges repayable		
Within one year	1,027	4,745
Between one and five years	-	1,091
	<u>1,027</u>	<u>5,836</u>
Net obligations repayable		
Within one year	6,995	18,962
Between one and five years	-	38,431
	<u>6,995</u>	<u>57,393</u>

The following operating lease payments are committed to be paid within one year:

	2007 £	2006 £
		Land and buildings
Expiring		
In more than five years	<u>35,000</u>	<u>35,000</u>

J G Paxton & Sons Limited

**Notes to the Abbreviated Accounts - continued
for the Year Ended 31 December 2007**

13 SECURED DEBTS

The following secured debts are included within creditors

	2007	2006
	£	£
Bank overdrafts	493,397	442,122
Bank loans	149,369	171,693
Hire purchase contracts	6,995	57,393
	<u>649,761</u>	<u>671,208</u>

National Westminster Bank plc hold a first legal mortgage dated September 2004 over a 3 acre site at Abbey Road, Pity Me, Durham together with a first legal charge/mortgage over 0.8 acres of land at the Lionheart Industrial Estate, Alnwick and its associated assets

The final element of security held by National Westminster Bank plc is an unscheduled mortgage debenture incorporating a fixed and floating charge over all current and future assets of the Company

14 PROVISIONS FOR LIABILITIES

	2007	2006
	£	£
Deferred tax	<u>32,810</u>	<u>-</u>
		Deferred tax
		£
Transfer from Profit and Loss Account		<u>32,810</u>
Balance at 31 December 2007		<u>32,810</u>

15 CALLED UP SHARE CAPITAL

Authorised Number	Class	Nominal value £1	2007 £	2006 £
1,000,000	Ordinary		<u>1,000,000</u>	<u>1,000,000</u>
Allotted, issued and fully paid Number	Class	Nominal value £1	2007 £	2006 £
100,000	Ordinary		<u>100,000</u>	<u>100,000</u>

J G Paxton & Sons Limited

**Notes to the Abbreviated Accounts - continued
for the Year Ended 31 December 2007**

16 RESERVES

	Profit and loss account £	Share premium £	Totals £
At 1 January 2007	3,088,808	5,316	3,094,124
Profit for the year	214,348		214,348
	<hr/>	<hr/>	<hr/>
At 31 December 2007	<u>3,303,156</u>	<u>5,316</u>	<u>3,308,472</u>

17 PENSION COMMITMENTS

Defined Contribution Scheme

The company contributes to personal pensions in respect of certain employees and the amounts payable for the year amounted to £39,561 (2006 - £40,164)

At the end of the financial year, amounts accrued in respect of employee contributions were £5,671 (2006 £5,443)

The company made a personal pension payment in respect of a Director during the year of £2,400 (2006 - £2,400)

18 CAPITAL COMMITMENTS

	2007 £	2006 £
Contracted but not provided for in the financial statements	-	12,089
	<hr/>	<hr/>

19 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2007 £	2006 £
Profit/(Loss) for the financial year	214,348	(33,892)
	<hr/>	<hr/>
Net addition/(reduction) to shareholders' funds	214,348	(33,892)
Opening shareholders' funds	3,194,124	3,228,016
	<hr/>	<hr/>
Closing shareholders' funds	<u>3,408,472</u>	<u>3,194,124</u>