

Abbreviated Accounts
for the Year Ended
31 March 2012
for
Harpers Environmental Limited



Harpers Environmental Limited

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for the Year Ended 31 March 2012**

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Harpers Environmental Limited
Company Information
for the Year Ended 31 March 2012

DIRECTORS:	N H Harper J K Harper N El Hindy N El Hindy R Holley K C Maguire
SECRETARY:	Prima Secretary Limited
REGISTERED OFFICE:	Cleveland Carr Lane Sutton-On-The-Forest York YO61 1EY
REGISTERED NUMBER:	01866895 (England and Wales)
SENIOR STATUTORY AUDITOR:	Terence Doyle BA FCA
AUDITORS.	Clive Owen & Co LLP Chartered Accountants Statutory Auditors Oak Tree House, Harwood Road Northminster Business Park Upper Poppleton York YO26 6QU

Harpers Environmental Limited

Report of the Directors for the Year Ended 31 March 2012

The directors present their report with the accounts of the company for the year ended 31 March 2012

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of waste disposal and industrial services

REVIEW OF BUSINESS

The business performance and results for the year ended 31 March 2012 demonstrates that the focus on cost control and improving gross margin, are paying dividends. During the financial year the company achieved an improvement in gross margin and a reduction of £940k in other operating expenditure. Progress has also been made in optimising its working capital requirement, further improvement will result from measures taken towards the end of the financial year. Notwithstanding restructuring costs (£140k) incurred during the year the business returned to operating profitability albeit modestly. Prospects for the 2012-13 year are positive with further progress expected in key areas of activity.

The year ended 31 March 2012 operating profit £230k, (£566k loss year ended 31 March 2011) gives management confidence that the strategies embarked on during the 2011-12 financial year will manifest themselves in a solid profit performance in the 2012-13 year.

The business continued to serve a mixed portfolio of clients. We will protect legacy areas of activity on going while at the same time strongly pursuing business in areas where our ability to differentiate is based on the skill of our technicians and the technical excellence of our solutions, not price. Further investments will be made in support of these activities, with the full support of the company's bankers.

DIVIDENDS

Interim dividends per share on the Ordinary Class C £1 shares were paid as follows

0 1582	- 28 April 2011
0 1582	- 1 June 2011
0 1582	- 24 June 2011
0 1582	- 29 July 2011
0 1582	- 26 August 2011
0 1582	- 30 September 2011
0 1582	- 28 October 2011
0 1582	- 25 November 2011
0 1582	- 23 December 2011
0 1582	- 27 January 2012
0 1582	- 24 February 2012
0 1582	- 30 March 2012
<u>1 8986</u>	

The directors recommend that no final dividend be paid on these shares

No interim dividend was paid on the Ordinary Class A £1 shares. The directors recommend that no final dividend be paid on these shares.

No interim dividend was paid on the Ordinary Class B £1 shares. The directors recommend that no final dividend be paid on these shares.

The total distribution of dividends for the year ended 31 March 2012 will be £40,536

Harpers Environmental Limited

Report of the Directors for the Year Ended 31 March 2012

DIRECTORS

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

N H Harper
J K Harper
N El Hindy
N El Hindy
R Holley
K C Maguire

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, Clive Owen & Co LLP, are deemed to be reappointed under section 487(2) of the Companies Act 2006.

ON BEHALF OF THE BOARD



N H Harper - Director

21 September 2012

**Report of the Independent Auditors to
Harpers Environmental Limited
Under Section 449 of the Companies Act 2006**

We have examined the abbreviated accounts set out on pages five to seventeen, together with the full financial statements of Harpers Environmental Limited for the year ended 31 March 2012 prepared under Section 396 of the Companies Act 2006

This report is made solely to the company, in accordance with Section 449 of the Companies Act 2006. 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

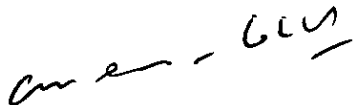
The directors are responsible for preparing the abbreviated accounts in accordance with Section 445 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the Regulations made under that Section and to report our opinion to you.

Basis of opinion

We conducted our work in accordance with Bulletin 2008/4 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 445(3) of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with the Regulations made under that Section.



Terence Doyle BA FCA (Senior Statutory Auditor)
for and on behalf of Clive Owen & Co LLP
Chartered Accountants
Statutory Auditors
Oak Tree House, Harwood Road
Northminster Business Park
Upper Poppleton
York
YO26 6QU

21 September 2012

Harpers Environmental Limited

**Abbreviated Profit and Loss Account
for the Year Ended 31 March 2012**

	Notes	31/3/12 £	31/3/11 £
TURNOVER		7,272,301	8,032,309
Cost of sales and other operating income		(5,265,074)	(5,865,614)
		<u>2,007,227</u>	<u>2,166,695</u>
Administrative expenses		<u>1,783,576</u>	<u>2,723,173</u>
OPERATING PROFIT/(LOSS)	3	223,651	(556,478)
Exceptional items	4	<u>139,515</u>	<u>-</u>
		84,136	(556,478)
Interest receivable and similar income		<u>-</u>	<u>1</u>
		84,136	(556,477)
Amounts written off investments	5	<u>-</u>	<u>2,222,247</u>
		84,136	(2,778,724)
Interest payable and similar charges	6	<u>203,895</u>	<u>124,895</u>
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		(119,759)	(2,903,619)
Tax on loss on ordinary activities	7	<u>(4,468)</u>	<u>30,423</u>
LOSS FOR THE FINANCIAL YEAR		<u>(115,291)</u>	<u>(2,934,042)</u>

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 losses for the current year or previous year

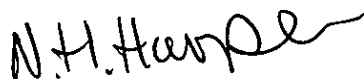
The notes form part of these abbreviated accounts

Harpers Environmental Limited
Registered number: 01866895
Abbreviated Balance Sheet
31 March 2012

	Notes	31/3/12 £	£	31/3/11 £	£
FIXED ASSETS					
Tangible assets	9		3,185,621		3,193,245
CURRENT ASSETS					
Stocks	10	99,361		116,126	
Debtors	11	1,330,911		1,957,737	
Cash in hand		<u>11,931</u>		<u>9,107</u>	
		1,442,203		2,082,970	
CREDITORS					
Amounts falling due within one year	12	<u>2,650,818</u>		<u>2,899,687</u>	
NET CURRENT LIABILITIES			<u>(1,208,615)</u>		<u>(816,717)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			1,977,006		2,376,528
CREDITORS					
Amounts falling due after more than one year	13		(1,167,741)		(1,410,811)
PROVISIONS FOR LIABILITIES	17		<u>(225,419)</u>		<u>(225,419)</u>
NET ASSETS			<u>583,846</u>		<u>740,298</u>
CAPITAL AND RESERVES					
Called up share capital	18		55,000		55,050
Share premium	19		1,150		1,725
Capital redemption reserve	19		3,050		3,050
Profit and loss account	19		<u>524,646</u>		<u>680,473</u>
SHAREHOLDERS' FUNDS	22		<u>583,846</u>		<u>740,298</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 Board of Directors on 21 September 2012 and were signed on its behalf by



N H Harper - Director

Harpers Environmental Limited

**Cash Flow Statement
for the Year Ended 31 March 2012**

	Notes	31/3/12 £	£	31/3/11 £	£
Net cash inflow from operating activities	1		799,004		704,276
Returns on investments and servicing of finance	2		(203,895)		(124,894)
Taxation			6,453		-
Capital expenditure	2		(356,407)		(401,139)
Equity dividends paid			<u>(40,536)</u>		<u>(40,536)</u>
			204,619		137,707
Financing	2		<u>(294,613)</u>		<u>(143,807)</u>
Decrease in cash in the period			<u>(89,994)</u>		<u>(6,100)</u>
<hr/>					
Reconciliation of net cash flow to movement in net debt	3				
Decrease in cash in the period		(89,994)		(6,100)	
Cash outflow from decrease in debt and lease financing		<u>284,473</u>		<u>193,807</u>	
Change in net debt resulting from cash flows			<u>194,479</u>		<u>187,707</u>
Movement in net debt in the period			194,479		187,707
Net debt at 1 April			<u>(1,930,662)</u>		<u>(2,118,369)</u>
Net debt at 31 March			<u>(1,736,183)</u>		<u>(1,930,662)</u>

The notes form part of these abbreviated accounts

Harpers Environmental Limited

**Notes to the Cash Flow Statement
for the Year Ended 31 March 2012**

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

	31/3/12	31/3/11
	£	£
Operating profit/(loss)	223,651	(556,478)
Depreciation charges	385,425	581,109
Profit on disposal of fixed assets	(21,394)	(11,123)
Decrease/(increase) in stocks	16,765	(86,444)
Decrease in debtors	626,826	549,255
(Decrease)/increase in creditors	<u>(432,269)</u>	<u>227,957</u>
Net cash inflow from operating activities	<u>799,004</u>	<u>704,276</u>

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

	31/3/12	31/3/11
	£	£
Returns on investments and servicing of finance		
Interest received	-	1
Interest paid	(138,211)	(101,042)
Interest element of hire purchase payments	<u>(65,684)</u>	<u>(23,853)</u>
Net cash outflow for returns on investments and servicing of finance	<u>(203,895)</u>	<u>(124,894)</u>
Capital expenditure		
Purchase of tangible fixed assets	(389,408)	(421,269)
Sale of tangible fixed assets	<u>33,001</u>	<u>20,130</u>
Net cash outflow for capital expenditure	<u>(356,407)</u>	<u>(401,139)</u>
Financing		
Loan repayments in year	(50,345)	(84,614)
Capital repayments in year	(234,128)	(109,193)
Amount introduced by directors	130,000	50,000
Share issue	(50)	-
Share buyback	(575)	-
Exceptional items	<u>(139,515)</u>	<u>-</u>
Net cash outflow from financing	<u>(294,613)</u>	<u>(143,807)</u>

The notes form part of these abbreviated accounts

Harpers Environmental Limited

**Notes to the Cash Flow Statement
for the Year Ended 31 March 2012**

3 ANALYSIS OF CHANGES IN NET DEBT

	At 1/4/11 £	Cash flow £	At 31/3/12 £
Net cash			
Cash at bank and in hand	9,107	2,824	11,931
Bank overdraft	<u>(13,106)</u>	<u>(92,818)</u>	<u>(105,924)</u>
	<u>(3,999)</u>	<u>(89,994)</u>	<u>(93,993)</u>
Debt			
Hire purchase	(1,163,494)	234,128	(929,366)
Debts falling due within one year	(67,537)	(22,304)	(89,841)
Debts falling due after one year	<u>(695,632)</u>	<u>72,649</u>	<u>(622,983)</u>
	<u>(1,926,663)</u>	<u>284,473</u>	<u>(1,642,190)</u>
Total	<u>(1,930,662)</u>	<u>194,479</u>	<u>(1,736,183)</u>

The notes form part of these abbreviated accounts

Harpers Environmental Limited

Notes to the Abbreviated Accounts for the Year Ended 31 March 2012

1 ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention

Turnover

Turnover represents net invoiced sales of goods and services, 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

Improvements to property	- 4% on cost
Plant and machinery	- 10% on cost
Fixtures and fittings	- 10% - 20% on cost
Motor vehicles	- 6 67% - 25% on cost

All fixed assets are initially recorded at cost

No depreciation has been provided in respect of freehold buildings as the directors consider their residual value to approximate to cost, such that any depreciation charge would not be material

Depreciation is now charged on specialist motor vehicles at 6 67% straight line because the directors consider that this now best reflects the useful economic life of the assets held. The corresponding depreciation would not be material and therefore is not charged in the profit and loss account

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowances 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

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

Pension costs and other post-retirement benefits

The 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

Work in progress

Work in progress is valued on the basis of direct costs plus attributable overheads based on normal levels of activity. Provisions are made for any foreseeable losses where appropriate. No element of profit is included in the valuation of work in progress

Invoice financing

The invoice financing creditor represents amounts received in respect of financed debts. There is full recourse to the company for losses on debts, and so the financed debts continue to be recognised on the balance sheet. Interest and other charges relating to invoice financing are recognised in the profit and loss account over the relevant period

Harpers Environmental Limited

Notes to the Abbreviated Accounts - continued for the Year Ended 31 March 2012

1 ACCOUNTING POLICIES - continued

Financial instruments

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences as a residual interest in the assets of the entity after deducting all of its financial liabilities.

Where the contractual obligations of financial instruments (including share capital) are equivalent to a similar debt instrument, those financial instruments are classed as financial liabilities. Financial liabilities are presented as such in the balance sheet. Finance costs and gains or losses relating to financial liabilities are included in the profit and loss account. Finance costs are calculated so as to produce a constant rate of return on the outstanding liability.

Where the contractual terms of share capital do not have any terms meeting the definition of a financial liability then this is classed as an equity instrument. Dividends and distributions relating to equity instruments are debited direct to equity.

2 STAFF COSTS

	31/3/12	31/3/11
	£	£
Wages and salaries	2,389,125	2,196,073
Social security costs	243,701	238,416
Other pension costs	<u>29,304</u>	<u>26,637</u>
	<u>2,662,130</u>	<u>2,461,126</u>

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

	31/3/12	31/3/11
Operating staff	65	60
Administrative staff	<u>23</u>	<u>16</u>
	<u>88</u>	<u>76</u>

3 OPERATING PROFIT/(LOSS)

The operating profit (2011 - operating loss) is stated after charging/(crediting)

	31/3/12	31/3/11
	£	£
Plant leasing charges	44,919	46,358
Other operating leases	47,080	46,384
Depreciation - owned assets	385,425	581,109
Profit on disposal of fixed assets	(21,394)	(11,123)
Auditors' remuneration	<u>6,750</u>	<u>13,750</u>
Directors' remuneration	<u>115,236</u>	<u>232,160</u>

4 EXCEPTIONAL ITEMS

Exceptional items of £139,515 (2011 - £Nil) relate to the cost of the subsidiary company, Harpers Environmental Services Limited going into administration during the year.

Harpers Environmental Limited

**Notes to the Abbreviated Accounts - continued
for the Year Ended 31 March 2012**

5 AMOUNTS WRITTEN OFF INVESTMENTS

	31/3/12	31/3/11
	£	£
Amounts w/o invs	<u>-</u>	<u>2,222,247</u>

6 INTEREST PAYABLE AND SIMILAR CHARGES

	31/3/12	31/3/11
	£	£
Bank interest	40,254	-
Bank loan interest	73,719	-
Interest on other loans	24,238	100,909
Interest on late paid tax	-	133
Hire purchase	<u>65,684</u>	<u>23,853</u>
	<u>203,895</u>	<u>124,895</u>

7 TAXATION

Analysis of the tax (credit)/charge

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

	31/3/12	31/3/11
	£	£
Current tax		
UK corporation tax	(4,468)	25,748
Deferred tax	<u>-</u>	<u>4,675</u>
Tax on loss on ordinary activities	<u>(4,468)</u>	<u>30,423</u>

8 DIVIDENDS

	31/3/12	31/3/11
	£	£
Ordinary Class C shares of £1 each		
Interim	<u>40,536</u>	<u>40,536</u>

Harpers Environmental Limited

**Notes to the Abbreviated Accounts - continued
for the Year Ended 31 March 2012**

9 TANGIBLE FIXED ASSETS

	Freehold property £	Improvements to property £	Plant and machinery £
COST			
At 1 April 2011	413,073	165,009	825,162
Additions	-	-	66,220
Disposals	-	-	(10,918)
At 31 March 2012	<u>413,073</u>	<u>165,009</u>	<u>880,464</u>
DEPRECIATION			
At 1 April 2011	-	44,807	705,267
Charge for year	-	6,600	31,580
Eliminated on disposal	-	-	-
At 31 March 2012	-	<u>51,407</u>	<u>736,847</u>
NET BOOK VALUE			
At 31 March 2012	<u>413,073</u>	<u>113,602</u>	<u>143,617</u>
At 31 March 2011	<u>413,073</u>	<u>120,202</u>	<u>119,895</u>
	Fixtures and fittings £	Motor vehicles £	Totals £
COST			
At 1 April 2011	344,484	6,765,656	8,513,384
Additions	11,586	311,602	389,408
Disposals	-	(80,653)	(91,571)
At 31 March 2012	<u>356,070</u>	<u>6,996,605</u>	<u>8,811,221</u>
DEPRECIATION			
At 1 April 2011	259,973	4,310,092	5,320,139
Charge for year	33,594	313,651	385,425
Eliminated on disposal	-	(79,964)	(79,964)
At 31 March 2012	<u>293,567</u>	<u>4,543,779</u>	<u>5,625,600</u>
NET BOOK VALUE			
At 31 March 2012	<u>62,503</u>	<u>2,452,826</u>	<u>3,185,621</u>
At 31 March 2011	<u>84,511</u>	<u>2,455,564</u>	<u>3,193,245</u>

Included within the net book value of £3,185,621 is £2,212,879 (2011 £2,145,319) relating to assets held under hire purchase agreements. The depreciation charged to the financial statements in the year in respect of such assets amounted to £107,603 (2011 £385,340).

Harpers Environmental Limited

Notes to the Abbreviated Accounts - continued for the Year Ended 31 March 2012

10 STOCKS

	31/3/12	31/3/11
	£	£
Stocks	53,022	47,225
Work-in-progress	<u>46,339</u>	<u>68,901</u>
	<u>99,361</u>	<u>116,126</u>

11 DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31/3/12	31/3/11
	£	£
Trade debtors	1,286,558	1,912,365
Other debtors	7,976	12,159
Prepayments and accrued income	<u>36,377</u>	<u>33,213</u>
	<u>1,330,911</u>	<u>1,957,737</u>

12 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31/3/12	31/3/11
	£	£
Bank loans and overdrafts (see note 14)	195,765	80,643
Hire purchase contracts (see note 15)	384,608	448,315
Trade creditors	696,597	1,263,209
Tax	27,733	25,748
Social security and other taxes	70,745	71,395
VAT	100,004	108,702
Other creditors	185,553	48,168
Invoice factoring account	691,427	672,788
Directors' current accounts	180,000	50,000
Accrued expenses	<u>118,386</u>	<u>130,719</u>
	<u>2,650,818</u>	<u>2,899,687</u>

The bank indebtedness is secured by a debenture over the assets and undertakings of Harpers Environmental Limited and Harpers Environmental Services Limited and a legal first charge over land and buildings at Holden Close, Bolckow Industrial Estate, Middlesbrough

Harpers Environmental Limited and Harpers Environmental Services Limited have entered into an unlimited inter company cross guarantee in respect of amounts owing to the bank by these companies

Hire purchase borrowings are secured against the assets to which they relate

13 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	31/3/12	31/3/11
	£	£
Bank loans (see note 14)	622,983	695,632
Hire purchase contracts (see note 15)	<u>544,758</u>	<u>715,179</u>
	<u>1,167,741</u>	<u>1,410,811</u>

Harpers Environmental Limited

**Notes to the Abbreviated Accounts - continued
for the Year Ended 31 March 2012**

14 LOANS

An analysis of the maturity of loans is given below

	31/3/12 £	31/3/11 £
Amounts falling due within one year or on demand		
Bank overdrafts	105,924	13,106
Bank loans	<u>89,841</u>	<u>67,537</u>
	<u>195,765</u>	<u>80,643</u>
 Amounts falling due between one and two years		
Bank loans - 1-2 years	<u>78,361</u>	<u>72,649</u>
 Amounts falling due between two and five years		
Bank loans - 2-5 years	<u>273,855</u>	<u>245,982</u>
 Amounts falling due in more than five years		
Repayable by instalments		
Bank loans more 5 yr by instal	<u>270,767</u>	<u>377,001</u>

15 OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS AND LEASES

	31/3/12 £	31/3/11 £
Net obligations repayable		
Within one year	384,608	448,315
Between one and five years	<u>544,758</u>	<u>715,179</u>
	<u>929,366</u>	<u>1,163,494</u>

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

	31/3/12 £	31/3/11 £	31/3/12 £	31/3/11 £
			Land and buildings	Other operating leases
Expiring				
Within one year	-	-	5,700	19,831
Between one and five years	-	-	14,580	24,493
In more than five years	<u>16,959</u>	<u>16,959</u>	-	-
	<u>16,959</u>	<u>16,959</u>	<u>20,280</u>	<u>44,324</u>

Harpers Environmental Limited

Notes to the Abbreviated Accounts - continued for the Year Ended 31 March 2012

16 SECURED DEBTS

The following secured debts are included within creditors

	31/3/12 £	31/3/11 £
Invoice factoring account	<u>691,427</u>	<u>672,788</u>

17 PROVISIONS FOR LIABILITIES

	31/3/12 £	31/3/11 £
Deferred tax	<u>225,419</u>	<u>225,419</u>
		Deferred tax £
Balance at 1 April 2011		225,419
Movement in the year		
Balance at 31 March 2012		<u>225,419</u>

18 CALLED UP SHARE CAPITAL

Allotted, issued and fully paid			31/3/12	31/3/11
Number	Class	Nominal value	£	£
33,550	Ordinary Class A	£1	33,550	33,550
150	Ordinary Class B	£1	100	150
21,350	Ordinary Class C	£1	<u>21,350</u>	<u>21,350</u>
			<u>55,000</u>	<u>55,050</u>

During the year the company repurchased 50 £1 ordinary B shares for £625

19 RESERVES

	Profit and loss account £	Share premium £	Capital redemption reserve £	Totals £
At 1 April 2011	680,473	1,725	3,050	685,248
Deficit for the year	(115,291)			(115,291)
Dividends	(40,536)			(40,536)
Purchase of own shares	-	(575)	-	(575)
At 31 March 2012	<u>524,646</u>	<u>1,150</u>	<u>3,050</u>	<u>528,846</u>

Harpers Environmental Limited

Notes to the Abbreviated Accounts - continued for the Year Ended 31 March 2012

20 RELATED PARTY DISCLOSURES

Included in creditors is £180,000 (2011 £50,000) due to N H Harper and J K Harper, two of the directors

During the year the company paid rent to N H Harper amounting to £47,080 (2011 £46,384)

Dividends of £40,536 (2011 £40,536) were paid to J K Harper during the year

The company's subsidiary, Harpers Environmental Services Limited, went into administration on 19 January 2012

During the year the company made sales to Harpers Environmental Services Limited of £26,595 (2011 £44,627), and recharged expenses of £Nil (2011 £36,962)

During the year the company made purchases from Harpers Environmental Services Limited of £139,435 (2011 £625,545)

Included in trade debtors is £Nil (2011 £30,642) owed by Harpers Environmental Services Limited

Included in trade creditors is £Nil (2011 £105,802) owed to Harpers Environmental Services Limited

21 ULTIMATE CONTROLLING PARTY

The company was under the control of N H Harper and J K Harper, two of the directors, throughout the current and previous year

22 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	31/3/12	31/3/11
	£	£
Loss for the financial year	(115,291)	(2,934,042)
Dividends	(40,536)	(40,536)
Payments to acquire own shares	(625)	-
Net reduction of shareholders' funds	(156,452)	(2,974,578)
Opening shareholders' funds	740,298	3,714,876
Closing shareholders' funds	583,846	740,298

23 SHARE OPTIONS

The company has a share option scheme for individuals (including directors) Options are exercisable at a set price

On 29 May 2008 the company granted 9,690 options at £12.50 per ordinary B share. The vesting period is limited to 10 years from the date of granting. The exercise of the options also depends on meeting specific criteria. The options are settled in equity once exercised.

The fair value of these shares has been deemed to be £11.60 on the basis of an unrestricted market value for the class B ordinary shares.