

Company registration number 06466358

**PLAND GROUP HOLDINGS
LIMITED**
FINANCIAL STATEMENTS
31 JULY 2010

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PLAND GROUP HOLDINGS LIMITED
FINANCIAL STATEMENTS
YEAR ENDED 31 JULY 2010

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PLAND GROUP HOLDINGS LIMITED

OFFICERS AND PROFESSIONAL ADVISERS

The board of directors	J M Haigh S Duree I Hodgson
Company secretary	I Hodgson
Registered office	Ring Road Lower Wortley Leeds LS12 6AA
Auditor	Wheawill & Sudworth Chartered Accountants & Statutory Auditor 35 Westgate Huddersfield HD1 1PA
Bankers	HSBC Bank plc 2 Cloth Hall Street Huddersfield HD1 2ES
Solicitors	Schofield Sweeney Number 1 Valley Court Canal Road Bradford BD1 4SP

PLAND GROUP HOLDINGS LIMITED

THE DIRECTORS' REPORT

YEAR ENDED 31 JULY 2010

The directors have pleasure in presenting their report and the accounts of the group for the year ended 31 July 2010

Principal activities and business review

The principal activity of the company during the period was that of a non-trading holding company

Despite challenging market conditions, the directors are pleased to report further improvement in both turnover and gross margin within the group. Positive cash generation has helped reduce gearing levels. The outlook for 2011 is somewhat uncertain against the background of austerity measures and public sector spending cuts. The directors plan to consolidate the business and use operating cash flow to continue the reduction in net debt.

A range of KPIs, including margin achievement, production efficiency and collecting of trade receivables, are monitored as part of the on-going management of the group's operations.

Results and dividends

The profit for the year, after taxation, amounted to £190,280. The directors have not recommended a dividend.

The directors and their interests

The directors who served the company during the year together with their beneficial interests in the shares of the company were as follows:

	Ordinary Shares of £1 each	
	At 31 July 2010	At 1 August 2009
J M Haigh	-	5,000
S Duree	52,500	50,000
I Hodgson	52,500	50,000

Directors' responsibilities

The directors are responsible for preparing the Directors' Report 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 the group and of the profit or loss of the group for that year. In preparing those financial statements, the directors are required to

select suitable accounting policies and then apply them consistently,

make judgements and estimates that are reasonable and prudent,

prepare the financial statements on the going concern basis unless it is inappropriate to presume that the group will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the group's and company's transactions and disclose with reasonable accuracy at any time the financial position of the group 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 group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

PLAND GROUP HOLDINGS LIMITED

THE DIRECTORS' REPORT *(continued)*

YEAR ENDED 31 JULY 2010

In so far as the directors are aware

there is no relevant audit information of which the group's auditor is unaware, and

the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information

Auditor

Wheawill & Sudworth are deemed to be re-appointed under section 487(2) of the Companies Act 2006

This report was approved by the board on 27 October 2010 and signed on its behalf by



J M Haigh
Director

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF PLAND GROUP HOLDINGS LIMITED

We have audited the group and parent company financial statements ("the financial statements") of Pland Group Holdings Limited for the year ended 31 July 2010 on pages 6 to 23. 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 shareholders, 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 shareholders those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditor

As explained more fully in the Directors' Responsibilities Statement set out on pages 2 to 3, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB'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 group's and the parent company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by directors, and the overall presentation of the financial statements.

Opinion on financial statements

In our opinion the financial statements

give a true and fair view of the state of the group's and parent company's affairs as at 31 July 2010 and of the group's 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 matters prescribed by the Companies Act 2006

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

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF PLAND GROUP HOLDINGS LIMITED *(continued)*

Matters on which we are required to report by exception

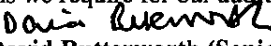
We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

adequate accounting records have not been kept by the parent company, or returns adequate for our audit have not been received from branches not visited by us, or

the parent company 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


David Butterworth (Senior Statutory Auditor)
For and on behalf of
Wheawill & Sudworth
Chartered Accountants
& Statutory Auditor

35 Westgate
Huddersfield
HD1 1PA

27 October 2010

PLAND GROUP HOLDINGS LIMITED
PROFIT AND LOSS ACCOUNT
YEAR ENDED 31 JULY 2010

	Note	2010 £	2009 £
Group turnover	2	5,338,777	5,381,199
Cost of sales		<u>(2,651,003)</u>	<u>(2,840,658)</u>
Gross profit		2,687,774	2,540,541
Distribution costs		–	(2,041)
Administrative expenses		(2,338,190)	(2,237,248)
Other operating income	3	<u>1,200</u>	<u>11,182</u>
Operating profit	4	350,784	312,434
Attributable to			
Operating profit before exceptional items		350,784	430,730
Exceptional items	4	<u>–</u>	<u>(118,296)</u>
		350,784	312,434
Interest receivable and similar income		88	14,784
Interest payable and similar charges	7	<u>(80,792)</u>	<u>(110,005)</u>
Profit on ordinary activities before taxation		270,080	217,213
Tax on profit on ordinary activities	8	<u>79,800</u>	<u>96,646</u>
Profit for the financial year	27	<u>190,280</u>	<u>120,567</u>

All of the activities of the group are classed as continuing

The group has no recognised gains or losses other than the results for the year as set out above

The company has taken advantage of section 408 of the Companies Act 2006 not to publish its own Profit and Loss Account

The notes on pages 11 to 23 form part of these financial statements.

PLAND GROUP HOLDINGS LIMITED

NOTE OF HISTORICAL COST PROFITS AND LOSSES

YEAR ENDED 31 JULY 2010

	2010	2009
	£	£
Reported profit on ordinary activities before taxation	270,080	217,213
Difference between a historical cost depreciation charge and the actual charge calculated on the revalued amount	33,920	33,920
Historical cost profit on ordinary activities before taxation	<u>304,000</u>	<u>251,133</u>
Historical cost profit for the year after taxation	<u>224,200</u>	<u>154,487</u>

The notes on pages 11 to 23 form part of these financial statements.

PLAND GROUP HOLDINGS LIMITED

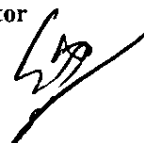
GROUP BALANCE SHEET

31 JULY 2010

	Note	2010 £	2009 £
Fixed assets			
Intangible assets	10	806,625	852,500
Tangible assets	11	297,979	437,170
		<u>1,104,604</u>	<u>1,289,670</u>
Current assets			
Stocks	13	584,928	595,571
Debtors	14	1,046,079	1,257,876
Investments	15	3,100	3,100
Cash at bank and in hand		229,579	109,519
		<u>1,863,686</u>	<u>1,966,066</u>
Creditors: Amounts falling due within one year	16	<u>(1,989,955)</u>	<u>(2,117,231)</u>
Net current liabilities		<u>(126,269)</u>	<u>(151,165)</u>
Total assets less current liabilities		<u>978,335</u>	<u>1,138,505</u>
Creditors: Amounts falling due after more than one year	17	(453,079)	(782,529)
Provisions for liabilities			
Deferred taxation	22	(39,000)	(60,000)
Net assets		<u>486,256</u>	<u>295,976</u>
Capital and reserves			
Called-up equity share capital	26	105,000	105,000
Profit and loss account	27	381,256	190,976
Shareholders' funds	28	<u>486,256</u>	<u>295,976</u>

These financial statements were approved by the directors and authorised for issue on 27 October 2010, and are signed on their behalf by

S Duree
Director



I Hodgson
Director



The notes on pages 11 to 23 form part of these financial statements.

PLAND GROUP HOLDINGS LIMITED

BALANCE SHEET

31 JULY 2010

	Note	2010 £	2009 £
Fixed assets			
Investments	12	<u>3,213,088</u>	<u>3,164,088</u>
Creditors: Amounts falling due within one year	16	<u>(3,108,088)</u>	<u>(3,059,088)</u>
Total assets less current liabilities		<u>105,000</u>	<u>105,000</u>
Capital and reserves			
Called-up equity share capital	26	<u>105,000</u>	<u>105,000</u>
Shareholders' funds		<u>105,000</u>	<u>105,000</u>

These financial statements were approved by the directors and authorised for issue on 27 October 2010, and are signed on their behalf by

S Duree
Director



I Hodgson
Director



Company Registration Number: 06466358

The notes on pages 11 to 23 form part of these financial statements.

PLAND GROUP HOLDINGS LIMITED
CASH FLOW STATEMENT
YEAR ENDED 31 JULY 2010

	Note	2010 £	2009 £
Net cash inflow from operating activities	29	684,251	544,814
Returns on investments and servicing of finance	29	(83,398)	(95,221)
Taxation	29	(108,800)	(620,247)
Capital expenditure and financial investment	29	—	(1,000)
Cash inflow/(outflow) before use of liquid resources and financing		<u>492,053</u>	<u>(171,654)</u>
Management of liquid resources Financing	29	(371,993)	(351,305)
Increase/(decrease) in cash	29	<u>120,060</u>	<u>(522,959)</u>

The notes on pages 11 to 23 form part of these financial statements.

PLAND GROUP HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 JULY 2010

1 Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost convention

Basis of consolidation

The consolidated financial statements incorporate the financial statements of the company and all group undertakings. These are adjusted, where appropriate, to conform to group accounting policies. Acquisitions are accounted for under the acquisition method and goodwill on consolidation is capitalised and written off over twenty years from the year of acquisition. The results of companies acquired or disposed of are included in the profit and loss account after or up to the date that control passes respectively. As a consolidated profit and loss account is published, a separate profit and loss account for the parent company is omitted from the group financial statements by virtue of section 408 of the Companies Act 2006.

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

Foreign currencies

Transactions in foreign currencies are translated at the exchange rate ruling at the date of the transaction. Monetary assets and liabilities in foreign currencies are translated at the rates of exchange ruling at the balance sheet date. Where exchange differences result from the translation of foreign currency borrowings raised to acquire foreign assets they are taken to reserves and offset against the differences arising from the translation of those assets. All other exchange differences are dealt with through the profit and loss account.

Amortisation

Amortisation is calculated so as to write off the cost of an asset over the useful economic life of that asset as follows:

Goodwill on consolidation	- 20 years
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Depreciation

Depreciation is calculated so as to write off the cost of an asset over the useful economic life of that asset as follows:

Plant & Machinery	- 10 years
Motor Vehicles	- 4 years
Computer Equipment	- 4 years

Stocks

Stocks are stated at the lower of cost and net realisable value.

Work in progress

Work in progress is valued on the basis of direct costs plus attributable overheads based on normal level of activity. Provision is made for any foreseeable losses where appropriate.

PLAND GROUP HOLDINGS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 JULY 2010

1. Accounting policies (*continued*)

Hire purchase and leased assets

Assets held under finance leases and hire purchase contracts are capitalised in the balance sheet at their fair value and depreciated over their expected useful lives. The interest element of leasing payments represents a constant proportion of the capital balance outstanding and is charged to the profit and loss account over the period of the lease.

All other leases are regarded as operating leases and the payments made under them are charged to the profit and loss account on a straight line basis over the lease term.

Contributions to pension funds

The company operates a defined contribution pension scheme. The amount charged to the profit and loss account in respect of pension costs is the contributions payable in the year. Differences between contributions payable in the year and contributions actually paid are shown as either accruals or prepayments in the balance sheet.

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which the timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Trade and other debtors

Trade and other debtors are recognised and carried forward at invoice amounts less provisions for any doubtful debts. Bad debts are written off when identified.

Interest-bearing loans and borrowings

All loans and borrowings are recognised initially at cost, which is the fair value of the consideration received, net of issue costs associated with the borrowing.

Investment income

Investment income comprises dividends and interest and is accounted for on a receivable basis. Investment income is accounted for when received.

Investments

Investments are included at cost less amounts written off. Profits or losses arising on disposal of fixed asset investments are treated as part of the result from ordinary activities.

2. Turnover

The percentage of turnover attributable to overseas markets was 3.4% (2009: 2.5%).

PLAND GROUP HOLDINGS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 JULY 2010

3 Other operating income

	2010	2009
	£	£
Rent receivable	1,200	8,890
Other operating income	–	2,292
	<u>1,200</u>	<u>11,182</u>

4 Operating profit

Operating profit is stated after charging/(crediting):

	2010	2009
	£	£
Directors' emoluments (including pension contributions)	399,427	227,907
Amortisation of government grants	–	(2,292)
Amortisation	45,875	45,875
Depreciation of tangible fixed assets		
- owned assets	129,941	127,871
- assets held under hire purchase agreements	9,250	38,922
Auditor's remuneration		
- as auditor	1,000	500
- for other services	20,000	12,500
Operating lease costs		
- land and buildings	198,443	212,124
- other	30,957	8,555
Closure costs	–	118,296
	<u> </u>	<u> </u>

5. Particulars of employees

The average number of staff employed by the group during the financial year amounted to

	2010	2009
	No	No
Number of production staff	53	63
Number of administrative staff	15	13
Number of management staff	4	4
	<u>72</u>	<u>80</u>

The aggregate payroll costs of the above were

	2010	2009
	£	£
Wages and salaries	1,858,737	1,727,404
Social security costs	175,054	150,587
Other pension costs	72,469	20,185
	<u>2,106,260</u>	<u>1,898,176</u>

PLAND GROUP HOLDINGS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 JULY 2010

6. Directors' remuneration

The directors' aggregate remuneration in respect of qualifying services were

	2010	2009
	£	£
Remuneration receivable	344,657	223,347
Value of company pension contributions to money purchase schemes	54,770	4,560
	<u>399,427</u>	<u>227,907</u>

Remuneration of highest paid director.

	2010	2009
	£	£
Total remuneration (excluding pension contributions)	124,071	77,295
Value of company pension contributions to money purchase schemes	1,890	1,360
	<u>125,961</u>	<u>78,655</u>

The number of directors who accrued benefits under company pension schemes was as follows

	2010	2009
	No	No
Money purchase schemes	<u>3</u>	<u>3</u>

7 Interest payable and similar charges

	2010	2009
	£	£
Interest payable on bank borrowing	60,060	78,571
Finance charges	9,897	9,820
Interest on other loans	10,835	21,614
	<u>80,792</u>	<u>110,005</u>

8 Taxation on ordinary activities

(a) Analysis of charge in the year

	2010	2009
	£	£
Current tax		
In respect of the year		
UK Corporation tax based on the results for the year at 28% (2009 - 28%)	101,000	109,000
(Over)/under provision in prior year	(200)	146
Total current tax	<u>100,800</u>	<u>109,146</u>
Deferred tax		
Origination and reversal of timing differences	(21,000)	(12,500)
Tax on profit on ordinary activities	<u>79,800</u>	<u>96,646</u>

PLAND GROUP HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 JULY 2010

8. Taxation on ordinary activities (continued)

(b) Factors affecting current tax charge

The tax assessed on the profit on ordinary activities for the year is higher than the standard rate of corporation tax in the UK of 28% (2009 - 28%)

	2010	2009
	£	£
Profit on ordinary activities before taxation	<u>270,080</u>	<u>217,213</u>
Profit on ordinary activities by rate of tax	75,622	60,820
Expenses not deductible for tax purposes	11,621	3,636
Capital allowances in excess of depreciation	32,162	42,308
Other short term timing differences	-	35,429
Over/(under) provision in current year	377	200
Adjustment to tax charge in respect of prior periods	(200)	147
Group relief claimed	-	(27,441)
Marginal relief	<u>(18,782)</u>	<u>(5,953)</u>
Total current tax (note 8(a))	<u>100,800</u>	<u>109,146</u>

9. Profit attributable to members of the parent company

The profit dealt with in the financial statements of the parent company was £Nil (2009 - £Nil)

10. Intangible fixed assets

Group	Goodwill
	£
Cost	
At 1 August 2009 and 31 July 2010	<u>917,490</u>
Amortisation	
At 1 August 2009	64,990
Charge for the year	<u>45,875</u>
At 31 July 2010	<u>110,865</u>
Net book value	
At 31 July 2010	<u>806,625</u>
At 31 July 2009	<u>852,500</u>

PLAND GROUP HOLDINGS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 JULY 2010

11 Tangible fixed assets

Group	Plant & Machinery £	Motor Vehicles £	Equipment £	Total £
Cost				
At 1 August 2009 and 31 July 2010	<u>1,095,889</u>	<u>57,500</u>	<u>53,670</u>	<u>1,207,059</u>
Depreciation				
At 1 August 2009	684,183	35,914	49,792	769,889
Charge for the year	<u>120,938</u>	<u>14,375</u>	<u>3,878</u>	<u>139,191</u>
At 31 July 2010	<u>805,121</u>	<u>50,289</u>	<u>53,670</u>	<u>909,080</u>
Net book value				
At 31 July 2010	<u>290,768</u>	<u>7,211</u>	<u>–</u>	<u>297,979</u>
At 31 July 2009	<u>411,706</u>	<u>21,586</u>	<u>3,878</u>	<u>437,170</u>

Hire purchase agreements

Included within the net book value of £297,979 is £55,500 (2009 - £161,577) 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 £9,250 (2009 - £38,922).

12 Investments

Company	Group companies £
Cost	
At 1 August 2009	3,164,088
Additions	50,000
Disposals	<u>(1,000)</u>
At 31 July 2010	<u>3,213,088</u>
Net book value	
At 31 July 2010	<u>3,213,088</u>
At 31 July 2009	<u>3,164,088</u>

PLAND GROUP HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 JULY 2010

In the opinion of the directors the aggregate market value of the investments was not less than the aggregate net asset value of those companies as at 31 July 2010. On this basis no impairment provision has been made.

The company owns 100% of the issued share capital of the companies listed below

	2010 £	2009 £
Aggregate capital and reserves		
Pland Stainless Limited	2,725,519	2,551,364
Pland Holdings Limited (dormant)	—	1,000
Associated Metal Limited (dormant)	100	100
Santric Limited (dormant)	100	100
Associated Metal Stainless Limited (dormant)	50,000	—
Profit and (loss) for the year		
Pland Stainless Limited	224,155	39,909
Pland Holdings Limited (dormant)	—	—
Associated Metal Limited (dormant)	—	—
Santric Limited (dormant)	—	—
Associated Metal Stainless Limited (dormant)	—	—

13. Stocks

	2010 £	Group 2009 £	2010 £	Company 2009 £
Raw materials	88,005	116,827	—	—
Work in progress	358,872	362,235	—	—
Finished goods	138,051	116,509	—	—
	<u>584,928</u>	<u>595,571</u>	<u>—</u>	<u>—</u>

14. Debtors

	2010 £	Group 2009 £	2010 £	Company 2009 £
Trade debtors	951,505	1,148,193	—	—
Other debtors	—	2,630	—	—
Prepayments and accrued income	94,574	113,260	—	—
	<u>1,046,079</u>	<u>1,264,083</u>	<u>—</u>	<u>—</u>

15. Investments

	2010 £	Group 2009 £	2010 £	Company 2009 £
Listed investments	<u>3,100</u>	<u>3,100</u>	<u>—</u>	<u>—</u>

The market value of the listed investment at 31 July 2010 was £2,638 (2009 £2,762)

PLAND GROUP HOLDINGS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 JULY 2010

16. Creditors: Amounts falling due within one year

	2010	Group 2009	2010	Company 2009
	£	£	£	£
Invoice discounting facilities	425,764	624,569	—	—
Bank loans	305,359	317,120	—	—
Trade creditors	594,864	542,095	—	—
Amounts owed to group undertakings	—	—	3,108,088	3,059,088
Hire purchase agreements	16,000	46,782	—	—
Corporation tax	101,000	109,000	—	—
Other taxation and social security	179,763	208,745	—	—
Other creditors	—	2,630	—	—
Accruals and deferred income	367,205	272,497	—	—
	<u>1,989,955</u>	<u>2,123,438</u>	<u>3,108,088</u>	<u>3,059,088</u>

17 Creditors: Amounts falling due after more than one year

	2010	Group 2009	2010	Company 2009
	£	£	£	£
Bank loans	453,079	766,529	—	—
Hire purchase agreements	—	16,000	—	—
	<u>453,079</u>	<u>782,529</u>	<u>—</u>	<u>—</u>

18. Commitments under hire purchase agreements

Future commitments under hire purchase agreements are as follows

	2010	Group 2009	2010	Company 2009
	£	£	£	£
Amounts payable within 1 year	16,000	46,782	—	—
Amounts payable between 1 and 2 years	—	16,000	—	—
	<u>16,000</u>	<u>62,782</u>	<u>—</u>	<u>—</u>

PLAND GROUP HOLDINGS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 JULY 2010

19. Loans and borrowings

	2010 £	Group 2009 £	2010 £	Company 2009 £
Analysis of loans				
Invoice discounting facilities	425,764	624,569	—	—
Bank loan	758,438	1,083,649	—	—
Obligations under hire purchase contracts and finance leases	16,000	62,782	—	—
	<u>1,200,202</u>	<u>1,771,000</u>	<u>—</u>	<u>—</u>
Maturity of debt				
Within one year or less, or on demand	731,123	941,689	—	—
In more than one year, but not more than two years	312,434	250,104	—	—
In more than two years, but not more than five years	140,645	516,425	—	—
	<u>1,184,202</u>	<u>1,708,218</u>	<u>—</u>	<u>—</u>

20. Pensions

The group operates a defined contribution pension scheme for the benefit of the employees and directors. The assets of the scheme are administered by trustees in funds independent from those of the company.

The total contributions paid in the year amounted to £72,469 (2009: £20,185).

21. Secured liabilities

	2010 £	Group 2009 £	2010 £	Company 2009 £
Aggregate amount of secured liabilities	<u>1,200,202</u>	<u>1,771,000</u>	<u>—</u>	<u>—</u>

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22. Deferred taxation

The movement in the deferred taxation provision during the year was

	<i>Group</i>		<i>Company</i>	
	2010	2009	2010	2009
	£	£	£	£
Provision brought forward	60,000	72,500	-	-
Decrease in provision	(21,000)	(12,500)	-	-
Provision carried forward	<u>39,000</u>	<u>60,000</u>	<u>-</u>	<u>-</u>

	<i>Group</i>		<i>Company</i>	
	2010	2009	2010	2009
	£	£	£	£
Excess of capital allowances over depreciation on fixed assets	<u>39,000</u>	<u>60,000</u>	<u>-</u>	<u>-</u>

23 Commitments under operating leases

At 31 July 2010 the group had annual commitments under non-cancellable operating leases as set out below

<i>Group</i>	<i>2010</i>		<i>2009</i>	
	<i>Land and buildings</i>	<i>Other items</i>	<i>Land and buildings</i>	<i>Other items</i>
	£	£	£	£
Operating leases which expire				
Within 1 year	-	-	4,550	-
Within 2 to 5 years	7,800	30,476	-	24,414
After more than 5 years	190,000	-	190,000	-
	<u>197,800</u>	<u>30,476</u>	<u>194,550</u>	<u>24,414</u>

24. Contingencies

The group companies have entered into an unlimited multilateral guarantee arrangement in respect of their bank facilities

25. Related party transactions

No transactions with related parties were undertaken such as are required to be disclosed under Financial Reporting Standard 8

26. Share capital

Authorised share capital:

	2010	2009
	£	£
200,000 Ordinary shares of £1 each	<u>200,000</u>	<u>200,000</u>

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NOTES TO THE FINANCIAL STATEMENTS
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26. Share capital (continued)

Allotted, called up and fully paid:

	2010		2009	
	No	£	No	£
Ordinary shares of £1 each	<u>105,000</u>	<u>105,000</u>	<u>105,000</u>	<u>105,000</u>

27. Reserves

Group	Profit and loss account £
Balance brought forward	190,976
Profit for the year	<u>190,280</u>
Balance carried forward	<u>381,256</u>
Company	Profit and loss account £
Balance carried forward	<u>—</u>

28 Reconciliation of movements in shareholders' funds

	2010 £	2009 £
Profit for the financial year	190,280	120,567
Opening shareholders' funds	<u>295,976</u>	<u>175,409</u>
Closing shareholders' funds	<u>486,256</u>	<u>295,976</u>

29. Notes to the cash flow statement

Reconciliation of operating profit to net cash inflow from operating activities

	2010 £	2009 £
Operating profit	350,784	312,434
Interest payable	2,694	—
Amortisation	45,875	45,875
Depreciation	139,191	166,793
Amortisation of government grants	—	(2,292)
Decrease in stocks	10,643	62,880
Decrease in debtors	215,374	16,254
Decrease in creditors	<u>(80,310)</u>	<u>(57,130)</u>
Net cash inflow from operating activities	<u>684,251</u>	<u>544,814</u>

PLAND GROUP HOLDINGS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
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29. Notes to the cash flow statement (continued)

Returns on investments and servicing of finance

	2010	2009
	£	£
Interest received	88	14,784
Interest paid	(73,589)	(100,185)
Interest element of hire purchase agreements	(9,897)	(9,820)
Net cash outflow from returns on investments and servicing of finance	<u>(83,398)</u>	<u>(95,221)</u>

Taxation

	2010	2009
	£	£
Taxation	<u>(108,800)</u>	<u>(620,247)</u>

Capital expenditure and financial investment

	2010	2009
	£	£
Payments to acquire tangible fixed assets	–	(53,919)
Receipts from sale of fixed assets	–	52,919
Net cash outflow from capital expenditure	<u>–</u>	<u>(1,000)</u>

Financing

	2010	2009
	£	£
Repayment of bank borrowings	(325,211)	(253,410)
Net outflow from other short-term creditors	–	(40,439)
Capital element of hire purchase agreements	(46,782)	(57,456)
Net cash outflow from financing	<u>(371,993)</u>	<u>(351,305)</u>

Reconciliation of net cash flow to movement in net debt

	2010	2009
	£	£
Increase/(decrease) in cash in the period	120,060	(522,959)
Net cash outflow from bank borrowings	325,211	253,410
Net outflow from other short-term creditors	–	40,439
Cash outflow in respect of hire purchase agreements	46,782	57,456
	<u>492,053</u>	<u>(171,654)</u>
Change in net debt	492,053	(171,654)
Net debt at 1 August 2009	<u>(1,033,812)</u>	<u>(862,158)</u>
Net debt at 31 July 2010	<u>(541,759)</u>	<u>(1,033,812)</u>

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NOTES TO THE FINANCIAL STATEMENTS
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29 Notes to the cash flow statement *(continued)*

Analysis of changes in net debt

	At 1 Aug 2009 £	Cash flows £	At 31 Jul 2010 £
Net cash			
Cash in hand and at bank	109,519	120,060	229,579
Liquid resources			
Current asset investments	3,100	—	3,100
Debt			
Debt due within 1 year	(317,120)	11,761	(305,359)
Debt due after 1 year	(766,529)	313,450	(453,079)
Hire purchase agreements	(62,782)	46,782	(16,000)
	<u>(1,146,431)</u>	<u>371,993</u>	<u>(774,438)</u>
Net debt	<u>(1,033,812)</u>	<u>492,053</u>	<u>(541,759)</u>

30 Capital commitments

The directors have confirmed that there were no capital commitments at 31 July 2010 or 31 July 2009

31 Control

The company was under the control of the directors throughout the current and previous year