

Report of the Directors and
Financial Statements for the Year Ended 31 October 2009
for
Typhoon International Limited



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Chartered Accountants Registered Auditors

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for the Year Ended 31 October 2009

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Typhoon International Limited

Company Information
for the Year Ended 31 October 2009

DIRECTORS

M J Bibby
P J Bibby
R E Crowe
S Ward

SECRETARY:

R E Crowe

REGISTERED OFFICE

Limerick Road
Dormanstown Industrial Estate
Redcar
Cleveland
TS10 5JU

REGISTERED NUMBER

00462364 (England and Wales)

AUDITORS:

King Nagus Bakerman
Registered Auditors
KNB House
7 Rodney Street
Liverpool
L1 9HZ

Typhoon International Limited

Report of the Directors for the Year Ended 31 October 2009

The directors present their report with the financial statements of the company for the year ended 31 October 2009

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of the manufacture and distribution of safety, survival and watersports equipment

REVIEW OF BUSINESS

We aim to present a balanced and comprehensive review of the development of our business during the year and its position at the year end. Our review is consistent with the size and non-complex nature of our business and is written in the context of the risks and uncertainties we face.

The company continues to deal in the manufacture and distribution of safety, survival and watersports equipment.

We consider our key financial indicators are those that communicate the financial performance and strength of the company as a whole, these being turnover, gross margin and return on capital employed.

The turnover of the company was £7,502,488 which was an increase of 21% over 2008 (£6,194,111). Turnover has increased on average by 7% per annum over the last five years.

Gross profit has increased to £2,472,059 (32.95%) from £2,158,890 (34.18%) and profit before tax has increased to £144,458 from £129,737 in 2008. After taxation, £150,089 has been added to reserves.

Return on capital employed was 6.91% (2008: 8.52%). Return on capital employed is calculated as profit before interest and tax divided by capital employed which comprises total assets less current liabilities, less cash, plus overdrafts and other short-term borrowings.

As for many businesses of our size, the business environment in which we operate continues to be challenging. With these risks and uncertainties in mind, we are aware that any plans for the future development of the business may be subject to unforeseen events outside our control.

DIVIDENDS

No dividends will be distributed for the year ended 31 October 2009.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 November 2008 to the date of this report.

M J Bibby
P J Bibby
R E Crowe
S Ward

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.

Typhoon International Limited

Report of the Directors
for the Year Ended 31 October 2009

STATEMENT OF DIRECTORS' RESPONSIBILITIES - continued

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.

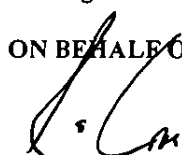
STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

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 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, King Nagus Bakerman, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD



R E Crowe - Secretary

22 March 2010

Report of the Independent Auditors to the Shareholders of
Typhoon International Limited

We have audited the financial statements of Typhoon International Limited for the year ended 31 October 2009 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 Sections 495 and 496 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in a Report of the Auditors and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As explained more fully in the Statement of Directors' Responsibilities set out on pages two and three, 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 Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements.

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 2009 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.

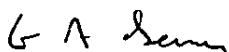
Opinion on other matter prescribed by the Companies Act 2006

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



G A Benson (Senior Statutory Auditor)
for and on behalf of King Nagus Bakerman
Registered Auditors
KNB House
7 Rodney Street
Liverpool
L1 9HZ

22 March 2010

Typhoon International Limited

Profit and Loss Account
for the Year Ended 31 October 2009

	Notes	31 10 09 £	£	31 10 08 £	£
TURNOVER			7,502,488		6,194,111
Cost of sales			<u>5,030,429</u>		<u>4,035,221</u>
GROSS PROFIT			2,472,059		2,158,890
Distribution costs		201,661		161,733	
Administrative expenses		<u>2,100,603</u>		<u>1,778,733</u>	
			<u>2,302,264</u>		<u>1,940,466</u>
			169,795		218,424
Other operating income			<u>21,466</u>		<u>7,859</u>
OPERATING PROFIT	3		191,261		226,283
Interest receivable and similar income			<u>-</u>		<u>85</u>
			191,261		226,368
Interest payable and similar charges	4		<u>46,803</u>		<u>96,631</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION			144,458		129,737
Tax on profit on ordinary activities	5		<u>(5,631)</u>		<u>(4,724)</u>
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION			<u>150,089</u>		<u>134,461</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 profits for the current year or previous year

Typhoon International Limited

Balance Sheet

31 October 2009

	Notes	31.10.09 £	£	31 10 08 £	£
FIXED ASSETS					
Intangible assets	6		21,009		14,758
Tangible assets	7		<u>421,185</u>		<u>434,305</u>
			442,194		449,063
CURRENT ASSETS					
Stocks	8	1,859,341		1,734,386	
Debtors	9	1,781,128		1,729,271	
Cash at bank and in hand		<u>259,207</u>		<u>34,116</u>	
		3,899,676		3,497,773	
CREDITORS					
Amounts falling due within one year	10	<u>2,068,437</u>		<u>1,825,970</u>	
NET CURRENT ASSETS			<u>1,831,239</u>		<u>1,671,803</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			2,273,433		2,120,866
CREDITORS					
Amounts falling due after more than one year	11		(1,171,903)		(1,171,548)
PROVISIONS FOR LIABILITIES	15		<u>(21,776)</u>		<u>(19,653)</u>
NET ASSETS			<u>1,079,754</u>		<u>929,665</u>
CAPITAL AND RESERVES					
Called up share capital	16		3,700		3,700
Revaluation reserve	17		166,222		166,222
Other reserves	17		1,300		1,300
Profit and loss account	17		<u>908,532</u>		<u>758,443</u>
SHAREHOLDERS' FUNDS	20		<u>1,079,754</u>		<u>929,665</u>

The financial statements were approved by the Board of Directors on 22 March 2010 and were signed on its behalf by



P J Bibby - Director

Typhoon International Limited

Cash Flow Statement
for the Year Ended 31 October 2009

	Notes	31 10 09 £	£	31 10 08 £	£
Net cash inflow from operating activities	1		164,719		319,753
Returns on investments and servicing of finance	2		(46,803)		(96,546)
Taxation			7,754		(33,213)
Capital expenditure	2		<u>(70,673)</u>		<u>(83,763)</u>
			54,997		106,231
Financing	2		<u>(22,104)</u>		<u>10,471</u>
Increase in cash in the period			<u>32,893</u>		<u>116,702</u>
<hr/>					
Reconciliation of net cash flow to movement in net debt	3				
Increase in cash in the period		32,893		116,702	
Cash outflow from decrease in debt and lease financing		<u>133,917</u>		<u>7,397</u>	
Change in net debt resulting from cash flows			<u>166,810</u>		<u>124,099</u>
Movement in net debt in the period			166,810		124,099
Net debt at 1 November			<u>(682,035)</u>		<u>(806,134)</u>
Net debt at 31 October			<u>(515,225)</u>		<u>(682,035)</u>

The notes form part of these financial statements

Notes to the Cash Flow Statement
for the Year Ended 31 October 2009

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

	31.10.09	31 10 08
	£	£
Operating profit	191,261	226,283
Depreciation charges	76,305	78,415
Loss/(Profit) on disposal of fixed assets	1,235	(347)
Increase in stocks	(124,955)	(108,348)
Increase in debtors	(51,857)	(203,007)
Increase in creditors	<u>72,730</u>	<u>326,757</u>
Net cash inflow from operating activities	<u>164,719</u>	<u>319,753</u>

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

	31 10.09	31 10 08
	£	£
Returns on investments and servicing of finance		
Interest received	-	85
Interest paid	(44,183)	(94,239)
Interest element of hire purchase payments	<u>(2,620)</u>	<u>(2,392)</u>
Net cash outflow for returns on investments and servicing of finance	<u>(46,803)</u>	<u>(96,546)</u>
Capital expenditure		
Purchase of intangible fixed assets	(13,612)	(13,012)
Purchase of tangible fixed assets	(64,661)	(74,951)
Sale of tangible fixed assets	<u>7,600</u>	<u>4,200</u>
Net cash outflow for capital expenditure	<u>(70,673)</u>	<u>(83,763)</u>
Financing		
Capital repayments in year	<u>(22,104)</u>	<u>10,471</u>
Net cash (outflow)/inflow from financing	<u>(22,104)</u>	<u>10,471</u>

Typhoon International Limited

Notes to the Cash Flow Statement
for the Year Ended 31 October 2009

3 ANALYSIS OF CHANGES IN NET DEBT

	At 1.11.08 £	Cash flow £	At 31.10 09 £
Net cash			
Cash at bank and in hand	34,116	225,091	259,207
Bank overdraft	<u>(561,797)</u>	<u>(192,198)</u>	<u>(753,995)</u>
	<u>(527,681)</u>	<u>32,893</u>	<u>(494,788)</u>
Debt			
Hire purchase	(42,541)	22,104	(20,437)
Debts falling due within one year	(7,373)	7,373	-
Debts falling due after one year	<u>(104,440)</u>	<u>104,440</u>	<u>-</u>
	<u>(154,354)</u>	<u>133,917</u>	<u>(20,437)</u>
Total	<u>(682,035)</u>	<u>166,810</u>	<u>(515,225)</u>

The notes form part of these financial statements

1 ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets

Turnover

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

Intangible fixed assets

Intangible fixed assets comprise expenditure on approvals. Intangible fixed assets are amortised through the profit and loss account in equal instalments over three years.

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
Plant and machinery	- 10% on cost
Fixtures and fittings	- 20% on cost
Motor vehicles	- 25% on cost

Stocks

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

Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads

Deferred tax

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

Foreign currencies

Transactions in foreign currencies are recorded at the rate of exchange ruling at the start of the financial year and adjusted to reflect exchange rate movements on the date of the transaction. Monetary assets and liabilities denominated in foreign currency are retranslated at the exchange rate ruling 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 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

2 STAFF COSTS

	31.10.09	31.10.08
	£	£
Wages and salaries	1,674,003	1,516,465
Social security costs	141,392	138,111
Other pension costs	13,700	18,863
	<u>1,829,095</u>	<u>1,673,439</u>

Typhoon International Limited

Notes to the Financial Statements - continued
for the Year Ended 31 October 2009

2 STAFF COSTS - continued

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

	31.10.09	31 10 08
Production	56	53
Administration	<u>32</u>	<u>32</u>
	<u>88</u>	<u>85</u>

3 OPERATING PROFIT

The operating profit is stated after charging/(crediting)

	31 10 09	31 10 08
	£	£
Depreciation - owned assets	50,866	56,319
Depreciation - assets on hire purchase contracts	18,078	17,655
Loss/(Profit) on disposal of fixed assets	1,235	(347)
Patents and licences amortisation	7,361	4,441
Auditors' remuneration	<u>6,000</u>	<u>6,030</u>
Directors' remuneration	70,210	60,000
Directors' pension contributions to money purchase schemes	<u>3,069</u>	<u>7,536</u>

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

Money purchase schemes	<u>1</u>	<u>1</u>
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4 INTEREST PAYABLE AND SIMILAR CHARGES

	31 10.09	31 10 08
	£	£
Bank interest	17,972	48,138
Bank loan interest	-	55
Mortgage	2,655	9,012
Loan	23,556	37,034
Hire purchase	<u>2,620</u>	<u>2,392</u>
	<u>46,803</u>	<u>96,631</u>

5 TAXATION

Analysis of the tax credit

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

	31 10 09	31 10 08
	£	£
Current tax		
Overprovision in prior years	(7,754)	-
Deferred tax	<u>2,123</u>	<u>(4,724)</u>
Tax on profit on ordinary activities	<u>(5,631)</u>	<u>(4,724)</u>

Notes to the Financial Statements - continued
for the Year Ended 31 October 2009

5 **TAXATION - continued**

Factors affecting the tax credit

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

	31.10.09	31 10 08
	£	£
Profit on ordinary activities before tax	<u>144,458</u>	<u>129,737</u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 28% (2008 - 28%)	40,448	36,326
Effects of		
Accelerated capital allowances	(2,585)	5,258
Disallowed expenses	4,064	2,862
Group loss relief	(27,422)	(44,446)
Overpayment in prior years	(7,754)	-
R & D enhanced expenditure	<u>(14,505)</u>	<u>-</u>
Current tax credit	<u>(7,754)</u>	<u>-</u>

6 **INTANGIBLE FIXED ASSETS**

	Patents and licences £
COST	
At 1 November 2008	41,399
Additions	<u>13,612</u>
At 31 October 2009	<u>55,011</u>
AMORTISATION	
At 1 November 2008	26,641
Amortisation for year	<u>7,361</u>
At 31 October 2009	<u>34,002</u>
NET BOOK VALUE	
At 31 October 2009	<u>21,009</u>
At 31 October 2008	<u>14,758</u>

Notes to the Financial Statements - continued
for the Year Ended 31 October 2009

7 TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
COST OR VALUATION					
At 1 November 2008	250,000	316,407	322,892	132,153	1,021,452
Additions	-	7,679	20,056	36,926	64,661
Disposals	-	(4,100)	(32,664)	(41,195)	(77,959)
At 31 October 2009	<u>250,000</u>	<u>319,986</u>	<u>310,284</u>	<u>127,884</u>	<u>1,008,154</u>
DEPRECIATION					
At 1 November 2008	42,420	255,736	220,309	68,684	587,149
Charge for year	3,030	16,258	22,104	27,552	68,944
Eliminated on disposal	-	(4,100)	(28,391)	(36,633)	(69,124)
At 31 October 2009	<u>45,450</u>	<u>267,894</u>	<u>214,022</u>	<u>59,603</u>	<u>586,969</u>
NET BOOK VALUE					
At 31 October 2009	<u>204,550</u>	<u>52,092</u>	<u>96,262</u>	<u>68,281</u>	<u>421,185</u>
At 31 October 2008	<u>207,580</u>	<u>60,671</u>	<u>102,583</u>	<u>63,469</u>	<u>434,303</u>

Included in cost or valuation of land and buildings is freehold land of £98,500 (2008 - £98,500) which is not depreciated

Cost or valuation at 31 October 2009 is represented by

	Freehold property £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
Valuation in 2001	124,560	-	-	-	124,560
Cost	<u>125,440</u>	<u>319,986</u>	<u>310,284</u>	<u>127,884</u>	<u>883,594</u>
	<u>250,000</u>	<u>319,986</u>	<u>310,284</u>	<u>127,884</u>	<u>1,008,154</u>

If freehold land and buildings had not been revalued they would have been included at the following historical cost

	31 10 09 £	31 10 08 £
Cost	<u>125,440</u>	<u>125,440</u>
Aggregate depreciation	<u>64,072</u>	<u>62,552</u>
Value of land in freehold land and buildings	<u>49,460</u>	<u>49,460</u>

Freehold land and buildings were valued on an open market basis on 31 October 2001 by Townsend and Gilbert, Chartered Surveyors

Notes to the Financial Statements - continued
for the Year Ended 31 October 2009

7 TANGIBLE FIXED ASSETS - continued

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

	Motor vehicles £
COST OR VALUATION	
At 1 November 2008	72,033
Additions	16,000
Transfer to ownership	<u>(19,500)</u>
At 31 October 2009	<u>68,533</u>
DEPRECIATION	
At 1 November 2008	17,056
Charge for year	18,078
Transfer to ownership	<u>(5,684)</u>
At 31 October 2009	<u>29,450</u>
NET BOOK VALUE	
At 31 October 2009	<u>39,083</u>
At 31 October 2008	<u>54,977</u>

8 STOCKS

	31 10 09 £	31 10 08 £
Stocks	921,549	986,815
Work-in-progress	101,811	146,691
Finished goods	<u>835,981</u>	<u>600,880</u>
	<u>1,859,341</u>	<u>1,734,386</u>

9 DEBTORS AMOUNTS FALLING DUE WITHIN ONE YEAR

	31 10 09 £	31 10 08 £
Trade debtors	1,640,581	1,568,025
Amounts owed by group undertakings	26,034	97,415
Other debtors	1,831	5,345
Prepayments	<u>112,682</u>	<u>58,486</u>
	<u>1,781,128</u>	<u>1,729,271</u>

Notes to the Financial Statements - continued
for the Year Ended 31 October 2009

10 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.10.09	31 10 08
	£	£
Bank loans and overdrafts (see note 12)	753,995	561,797
Other loans (see note 12)	-	7,373
Hire purchase contracts (see note 13)	18,678	22,021
Trade creditors	1,079,650	1,025,268
Social security and other taxes	39,399	37,951
VAT	3,076	15,126
Other creditors	44,063	43,542
Accrued expenses	129,576	112,892
	<u>2,068,437</u>	<u>1,825,970</u>

11 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	31 10 09	31 10 08
	£	£
Other loans (see note 12)	-	104,440
Hire purchase contracts (see note 13)	1,759	20,520
Directors' Loans	999,225	875,669
Amount due to parent company	170,919	170,919
	<u>1,171,903</u>	<u>1,171,548</u>

Some directors' loans bear interest at a rate of 1.5 - 2.5% over inter-bank rates

12 LOANS

An analysis of the maturity of loans is given below

	31 10.09	31 10 08
	£	£
Amounts falling due within one year or on demand		
Bank overdrafts	753,995	561,797
Mortgage loan	-	7,373
	<u>753,995</u>	<u>569,170</u>
Amounts falling due between one and two years		
Mortgage loan	-	7,373
Amounts falling due between two and five years		
Mortgage loan	-	22,116
Amounts falling due in more than five years		
Repayable by instalments		
Mortgage loan	-	74,951

Notes to the Financial Statements - continued
for the Year Ended 31 October 2009

13 OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS AND LEASES

	Hire purchase contracts	
	31.10.09 £	31 10 08 £
Gross obligations repayable		
Within one year	20,992	24,724
Between one and five years	<u>2,085</u>	<u>23,077</u>
	<u>23,077</u>	<u>47,801</u>
Finance charges repayable		
Within one year	2,314	2,703
Between one and five years	<u>326</u>	<u>2,557</u>
	<u>2,640</u>	<u>5,260</u>
Net obligations repayable		
Within one year	18,678	22,021
Between one and five years	<u>1,759</u>	<u>20,520</u>
	<u>20,437</u>	<u>42,541</u>

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

	Land and buildings		Other operating leases	
	31 10 09 £	31 10 08 £	31.10.09 £	31 10 08 £
Expiring				
Between one and five years	<u>7,500</u>	<u>7,500</u>	<u>728</u>	<u>728</u>

14 SECURED DEBTS

The following secured debts are included within creditors

	31.10.09 £	31 10 08 £
Bank overdrafts	753,995	561,797
Mortgage loan	<u>-</u>	<u>111,813</u>
	<u>753,995</u>	<u>673,610</u>

Bank loans and overdrafts are secured by a fixed charge on the debts, goodwill and other intangible property, a charge on the freehold property, and a floating charge on the other assets of the company. There is an unlimited cross-guarantee in respect of the parent company, Typhoon Holdings Limited.

Typhoon International Limited

Notes to the Financial Statements - continued
for the Year Ended 31 October 2009

15 PROVISIONS FOR LIABILITIES

	31.10 09	31 10 08
	£	£
Deferred tax	<u>21,776</u>	<u>19,653</u>
		Deferred tax
		£
Balance at 1 November 2008		19,653
Charge for year		<u>2,123</u>
Balance at 31 October 2009		<u>21,776</u>

16 CALLED UP SHARE CAPITAL

Allotted, issued and fully paid			31.10 09	31 10 08
Number	Class	Nominal value	£	£
3,700	Ordinary	£1	<u>3,700</u>	<u>3,700</u>

17 RESERVES

	Profit and loss account	Revaluation reserve	Other reserves	Totals
	£	£	£	£
At 1 November 2008	758,443	166,222	1,300	925,965
Profit for the year	<u>150,089</u>			<u>150,089</u>
At 31 October 2009	<u>908,532</u>	<u>166,222</u>	<u>1,300</u>	<u>1,076,054</u>

18 ULTIMATE PARENT COMPANY

The company's ultimate parent undertaking at the balance sheet date was Typhoon Holdings Limited, a company incorporated in the United Kingdom

19 RELATED PARTY DISCLOSURES

The company provided goods and services to the value of £488,516 in the year to 31 October 2009 to Pryde (UK) Limited, a fellow subsidiary company

The company purchased services to the value of £24,000 in the year to 31 October 2009 from Bibby Ventures Limited, a company controlled by P J Bibby

Notes to the Financial Statements - continued
for the Year Ended 31 October 2009

20 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	31 10.09	31 10 08
	£	£
Profit for the financial year	<u>150,089</u>	<u>134,461</u>
Net addition to shareholders' funds	150,089	134,461
Opening shareholders' funds	<u>929,665</u>	<u>795,204</u>
Closing shareholders' funds	<u><u>1,079,754</u></u>	<u><u>929,665</u></u>