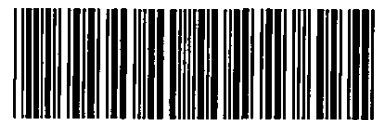


Company Registration No. 01589762 (England and Wales)

BODDINGTONS LIMITED
ANNUAL REPORT
FOR THE YEAR ENDED 30 JUNE 2010

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COMPANIES HOUSE

birdLuckin

BODDINGTONS LIMITED

DIRECTORS AND ADVISERS

Directors

J Warner
Mrs M Instone
S Ewles
I Barnes
D Hills (Appointed 13 January 2010)

Secretary**Company number**

01589762

Registered office

Blackwater Trading Estate
The Causeway
Maldon
Essex
CM9 4GG

Registered auditors

Bird Luckin Limited
Aquila House
Waterloo Lane
Chelmsford
Essex
CM1 1BN

Business address

Blackwater Trading Estate
The Causeway
Maldon
Essex
CM9 4GG

BODDINGTONS LIMITED

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BODDINGTONS LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 30 JUNE 2010

The directors present their report and financial statements for the year ended 30 June 2010

Principal activities and review of the business

The principal activities of the group during the year were those of the manufacture and sale of extruded plastic net and printed film

The results for the year and financial position of the group are as shown in the annexed financial statements

Boddingtons have seen good growth of the group over the past twelve months which has seen the turnover increase by 22.7% compared with last year, due to the continued market penetration of our overseas sites as well as the UK. This growth has been reflected in the results of the Gross Profit and Profit Before Tax with increases of 21.8% and 15.8% respectively

The board took the decision to increase the depreciation rate on the assets which has been disclosed under note 1.7. The effect of this was to increase the annual depreciation charge by £202,000 compared with last year and therefore reduces the operating profit

The key performance indicators (KPI's) of the business are net assets, sales, gross margin and cash flow. Regular inspection and assessment of these through timely accurate management information enables the company to monitor its exposure to financially originated risk. Non-financially originated risk is assessed by the Directors at regular Board meetings

Boddingtons continues to monitor the pricing of the raw materials and it recognises that these movements present a risk to the business. The company continually monitors these fluctuations and as a board takes appropriate actions as necessary

Results and dividends

The consolidated profit and loss account for the year is set out on page 6

An interim ordinary dividend was paid amounting to £150,000 (2009: £80,000). The directors do not recommend payment of a final dividend

Directors

The following directors have held office since 1 July 2009

J Warner

Mrs M Instone

S Ewles

I Barnes

D Hills

(Appointed 13 January 2010)

	2010 £	2009 £
During the year the group made the following payments		
Charitable donations	2,671	4,519

The charitable donations were made principally to local charities, including £2,120 (2009: £1,250) to the Farleigh Hospice

BODDINGTONS LIMITED

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2010

Financial instruments

Treasury operations and financial instruments

The group operates a treasury function which is responsible for managing the liquidity, interest and foreign currency risks associated with the group's activities

The group manages currency risks and interest rate risks arising from the group's activities, and bank overdrafts and loans, the main purpose of which is to raise finance for the group's operations. In addition, the group has various other financial assets and liabilities such as trade debtors and trade creditors arising directly from its operations. In accordance with the group's treasury policy, derivative instruments are not entered into for speculative purposes

Liquidity risk

The group manages its cash and borrowing requirements in order to maximise interest income and minimise interest expense, whilst ensuring the group has sufficient liquid resources to meet the operating needs of the business

Interest rate risk

The group is exposed to fair value interest rate risk on its fixed rate borrowings and cash flow interest rate risk on floating rate deposits, bank overdrafts and loans. The group uses interest rate derivatives to manage the mix of fixed and variable rate debt so as to reduce its exposure to changes in interest rates

Foreign currency risk

The group's principal foreign currency exposures arise from trading with overseas companies. The group manages this risk by maintaining foreign currency bank accounts to minimise the short term risk of any fall in exchange rates

Credit risk

Investments of cash surpluses and borrowings are made through banks and companies which must fulfil credit rating criteria approved by the Board

All customers who wish to trade on credit terms are subject to credit verification procedures. Trade debtors are monitored on an ongoing basis and provision is made for doubtful debts where necessary

BODDINGTONS LIMITED

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2010

Statement of 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 of the group and of the profit or loss of the group 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,
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements,
- 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 company's transactions and disclose with reasonable accuracy at any time the financial position of the company and 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 company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Statement of disclosure to auditors

So far as the directors are aware, there is no relevant audit information of which the group's auditors are unaware. Additionally, the directors have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the group's auditors are aware of that information.

On behalf of the board



J Warner
Director
151110

BODDINGTONS LIMITED

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF BODDINGTONS LIMITED

We have audited the group and parent company financial statements (the "financial statements") of Boddingtons Limited for the year ended 30 June 2010 set out on pages 6 to 28. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an 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 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 Directors' Responsibilities Statement set out on pages 1 - 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 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 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 group's and parent company's affairs as at 30 June 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 matter 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.

BODDINGTONS LIMITED

INDEPENDENT AUDITORS' REPORT (CONTINUED)

TO THE MEMBERS OF BODDINGTONS LIMITED

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

Janis Osborne (Senior Statutory Auditor)
for and on behalf of Bird Luckin Limited

15 11 10

Chartered Accountants
Statutory Auditor

Aquila House
Waterloo Lane
Chelmsford
Essex
CM1 1BN

BODDINGTONS LIMITED

CONSOLIDATED PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 30 JUNE 2010

		Year ended 30 June 2010 £	Year ended 30 June 2009 £
	Notes		
Turnover	3	14,251,700	11,610,941
Cost of sales		(8,574,494)	(6,949,121)
Gross profit		5,677,206	4,661,820
Administrative expenses		(4,752,214)	(3,865,040)
Other operating income		892	16,327
Operating profit	4	925,884	813,107
Other interest receivable and similar income		553	5,500
Interest payable and similar charges	5	(109,912)	(113,592)
Profit on ordinary activities before taxation		816,525	705,015
Tax on profit on ordinary activities	6	(237,930)	(136,000)
Profit on ordinary activities after taxation		578,595	569,015

The profit and loss account has been prepared on the basis that all operations are continuing operations

BODDINGTONS LIMITED

STATEMENT OF RECOGNISED GAINS AND LOSSES FOR THE YEAR ENDED 30 JUNE 2010

	Year ended 30 June 2010 £	Year ended 30 June 2009 £
Profit for the financial year	578,595	569,015
Currency translation differences on foreign currency net investments	34,128	2,143
Total recognised gains and losses relating to the year	<u>612,723</u>	<u>571,158</u>

BODDINGTONS LIMITED

BALANCE SHEETS

AS AT 30 JUNE 2010

	Notes	Group 2010 £	2009 £	Company 2010 £	2009 £
Fixed assets					
Intangible assets	9	179,180	78,674	-	-
Tangible assets	10	2,452,859	2,429,335	2,333,874	2,350,264
Investments	11	-	-	141,355	20,327
		<u>2,632,039</u>	<u>2,508,009</u>	<u>2,475,229</u>	<u>2,370,591</u>
Current assets					
Stocks	12	1,359,130	692,953	1,186,709	491,412
Debtors	13	3,047,147	1,941,879	2,841,467	1,770,072
Cash at bank and in hand		1,009,106	113,058	878,172	77,180
		<u>5,415,383</u>	<u>2,747,890</u>	<u>4,906,348</u>	<u>2,338,664</u>
Creditors: amounts falling due within one year	14	<u>(4,907,832)</u>	<u>(2,391,405)</u>	<u>(4,493,377)</u>	<u>(2,043,442)</u>
Net current assets		<u>507,551</u>	<u>356,485</u>	<u>412,971</u>	<u>295,222</u>
Total assets less current liabilities		<u>3,139,590</u>	<u>2,864,494</u>	<u>2,888,200</u>	<u>2,665,813</u>
Creditors: amounts falling due after more than one year	15	<u>(433,250)</u>	<u>(652,877)</u>	<u>(392,868)</u>	<u>(639,245)</u>
Provisions for liabilities	16	<u>(341,000)</u>	<u>(309,000)</u>	<u>(341,000)</u>	<u>(309,000)</u>
		<u>2,365,340</u>	<u>1,902,617</u>	<u>2,154,332</u>	<u>1,717,568</u>
Capital and reserves					
Called up share capital	18	28,461	28,461	28,461	28,461
Share premium account	19	29,695	29,695	29,695	29,695
Other reserves	19	303	303	303	303
Profit and loss account	19	2,306,881	1,844,158	2,095,873	1,659,109
Shareholders' funds	20	<u>2,365,340</u>	<u>1,902,617</u>	<u>2,154,332</u>	<u>1,717,568</u>

Approved by the Board and authorised for issue on 15/11/10



J Warner
Director

Company Registration No 01589762

BODDINGTONS LIMITED

CONSOLIDATED CASH FLOW STATEMENT

FOR THE YEAR ENDED 30 JUNE 2010

		Year ended 30 June 2010 £'000		Year ended 30 June 2009 £'000
	£'000	£'000	£'000	£'000
Net cash inflow from operating activities		902		1,099
Returns on investments and servicing of finance			-	
Interest received	1		6	
Interest paid	(110)		(114)	
Net cash outflow for returns on investments and servicing of finance		(109)		(108)
Taxation		(29)		1
Capital expenditure				
Payments to acquire intangible assets	-		(1)	
Payments to acquire tangible assets	(318)		(111)	
Receipts from sales of tangible assets	20		6	
Net cash outflow for capital expenditure		(298)		(106)
Acquisitions and disposals				
Purchase of subsidiary undertakings (net of cash acquired)	(514)		-	
Net cash inflow/(outflow) for acquisitions and disposals		(514)		-
Equity dividends paid		(150)		(80)
Net cash (outflow)/inflow before management of liquid resources and financing		(198)		806
Financing				
Purchase of own shares	-		(16)	
New bank loan	400		-	
Repayment of bank loan	(75)		-	
Capital element of hire purchase contracts	(240)		(224)	
Net cash inflow/(outflow) from financing		85		(240)
(Decrease)/increase in cash in the year		(113)		566

BODDINGTONS LIMITED

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT

FOR THE YEAR ENDED 30 JUNE 2010

1	Reconciliation of operating profit to net cash inflow from operating activities	2010	2009
		£'000	£'000
	Operating profit	926	813
	Depreciation of tangible assets	443	215
	Amortisation of intangible assets	11	5
	Loss on disposal of tangible assets	5	16
	Increase in stocks	(432)	186
	Increase in debtors	(968)	185
	Increase/(decrease) in creditors within one year	911	(313)
	Net effect of foreign exchange differences	6	(8)
	Net cash inflow from operating activities	902	1,099

2	Analysis of net debt	1 July 2009	Cash flow	Other non-cash changes	30 June 2010
		£'000	£'000	£'000	£'000
	Net cash				
	Cash at bank and in hand	113	896	-	1,009
	Bank overdrafts	(378)	(1,009)	-	(1,387)
		(265)	(113)	-	(378)
	Finance leases	(907)	240	-	(667)
	Debts falling due within one year	-	(325)	-	(325)
		(907)	(85)	-	(992)
	Net debt	(1,172)	(198)	-	(1,370)

3	Reconciliation of net cash flow to movement in net debt	2010	2009
		£'000	£'000
	Increase/(decrease) in cash in the year	(113)	566
	Cash (inflow)/outflow from (increase)/decrease in debt	(85)	224
	Change in net debt resulting from cash flows	(198)	790
	New finance lease	-	(20)
	Movement in net debt in the year	(198)	770
	Opening net debt	(1,172)	(1,942)
	Closing net debt	(1,370)	(1,172)

BODDINGTONS LIMITED

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2010

4 Acquisition of subsidiary undertaking

During the year, the company acquired the issued share capital in Acorn Planting Products Limited as follows

	£'000
Net assets	576
Goodwill	120
	<hr/>
	696
	<hr/>
Satisfied by	
Cash	696
	<hr/>

5 Major non-cash transactions

During the prior year, the group entered into £20,000 of new finance lease arrangements

During the prior year, the company set up a new subsidiary undertaking in Germany, Boddingtons GmbH and the results of this company are consolidated into these financial statements

In the current year, the company set up a new subsidiary undertaking in the U S A , Boddingtons, Inc and the results of this company are consolidated into these financial statements

In the current year, the company struck off one of its subsidiary undertakings, Plastic Mesh Specialist PTY Ltd This company was dormant

BODDINGTONS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2010

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated)

1.2 Basis of consolidation

The consolidated profit and loss account and balance sheet include the financial statements of the company and its subsidiary undertakings made up to 30 June 2010. The results of subsidiaries sold or acquired are included in the profit and loss account up to, or from the date control passes. Intra-group sales and profits are eliminated fully on consolidation.

1.3 Turnover

Turnover represents amounts receivable for goods and services net of VAT and other sales related taxes and trade discounts. It is recognised at the point of despatch from the company.

1.4 Goodwill

Goodwill represents the excess of the consideration for an acquired undertaking compared to the fair value of net assets acquired.

Group policy is that purchased goodwill on consolidation is written off over a period of 20 years as in the opinion of the directors this represents the period over which the goodwill is effective. Goodwill is reviewed for impairment at the end of each period if events or changes in circumstances indicate that the carrying value may not be recoverable.

1.5 Patents

Patents are valued at cost less accumulated amortisation. Amortisation is calculated to write off the cost in equal annual instalments over their estimated useful lives.

1.6 Research and development

Research expenditure is written off to the profit and loss account in the year in which it is incurred. Development expenditure is written off in the same way unless the directors are satisfied as to the technical, commercial and financial viability of individual projects. In this situation, the expenditure is deferred and amortised over the period during which the company is expected to benefit.

1.7 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Land and buildings Leasehold	over the period of the lease
Plant and machinery	6% to 25% straight line
Motor vehicles	15% to 25% straight line

During the year the directors have changed the rate at which plant and machinery and motor vehicles are depreciated. The decision has been made as directors feel that the new rates represent a fairer reflection of useful economic lives of the assets. Plant and machinery was previously depreciated on a 5% straight line basis and motor vehicles on a 25% reducing balance basis. The effect of this change in estimation of the useful economic lives of the assets has been to increase the depreciation charge for the year by £201,560.

BODDINGTONS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2010

1 Accounting policies

(continued)

1.8 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.9 Investments

Fixed asset investments are stated at cost less provision for impairment.

1.10 Stock and work in progress

Stock and work in progress are valued at the lower of cost and net realisable value. Provision is made for obsolete and slow moving items.

In accordance with Financial Reporting Standard Number 5, consignment stock is recognised as an asset on the balance sheet, together with a corresponding liability to the supplier.

1.11 Pensions

The Group operates a defined contribution scheme for the benefit of its employees. Contributions payable are charged to the profit and loss account in the year they are payable.

1.12 Deferred taxation

Deferred taxation is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

1.13 Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

Assets, liabilities and results of overseas subsidiaries are translated at the rate ruling at the balance sheet date. Exchange differences arising are dealt with through reserves.

BODDINGTONS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2010

2 Acquisition

On the 13 August 2009, the group acquired a new subsidiary, Acorn Planting Products Limited. The company's trade and assets were subsequently incorporated into Boddingtons Limited and as a result, it is not possible to separately identify the full results of this subsidiary.

Set out below are the results that have been attributed to the trade of the new subsidiary

	£
Turnover	1,312,578
Operating Profit	147,393

Discontinued activities

Boddingtons Asia PTY Ltd ceased trading in the year and its activities will now be undertaken by Boddingtons Australia PTY Ltd. For this reason, the results of this subsidiary have not been shown as a discontinued activity.

During the year, the group arranged to have Plastic Mesh Specialist PTY Ltd struck off. This company was dormant.

3 Segmental analysis by class of business

The analysis by class of business of the company's turnover and profit before taxation is set out as below.

Turnover

	2010 £	2009 £
Class of business		
United Kingdom	9,098,931	6,969,473
Europe	1,766,754	1,374,097
Rest of world	3,386,015	3,267,371
	<u>14,251,700</u>	<u>11,610,941</u>

BODDINGTONS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2010

4	Operating profit	2010	2009
		£	£
	Operating profit is stated after charging		
	Amortisation of intangible assets	11,227	5,200
	Depreciation of tangible assets	442,942	214,406
	Loss on disposal of tangible assets	5,344	16,454
	Loss on foreign exchange transactions	-	21,856
	Research and development	35,852	28,272
	Operating lease rentals		
	- Plant and machinery	40,465	21,777
	- Other assets	432,580	372,343
	Auditors' remuneration parent company	15,800	15,000
	Auditors' remuneration subsidiary companies	12,358	9,663
	and after crediting		
	Profit on foreign exchange transactions	(69,734)	-
		<u> </u>	<u> </u>
5	Interest payable	2010	2009
		£	£
	On bank loans and overdrafts	28,920	101
	Hire purchase interest	54,209	77,338
	On amounts payable to factors	16,376	26,311
	Other interest	10,407	9,842
		<u> </u>	<u> </u>
		<u>109,912</u>	<u>113,592</u>

BODDINGTONS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2010

6	Taxation	2010 £	2009 £
	Domestic current year tax		
	U K corporation tax	205,858	16,000
	Adjustment for prior years	(13,781)	-
		<u>192,077</u>	<u>16,000</u>
	Foreign corporation tax		
	Foreign corporation tax	13,853	-
		<u>205,930</u>	<u>16,000</u>
	Current tax charge		
	Deferred tax		
	Deferred tax charge/credit current year	32,000	120,000
		<u>237,930</u>	<u>136,000</u>
	Factors affecting the tax charge for the year		
	Profit on ordinary activities before taxation	<u>816,525</u>	<u>705,015</u>
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 28.00% (2009 - 21.00%)	<u>228,627</u>	<u>148,053</u>
	Effects of		
	Non deductible expenses	3,771	1,474
	Depreciation add back	119,779	45,531
	Capital allowances	(80,467)	(53,695)
	Tax losses utilised or carried forward	9,443	(96,212)
	Foreign tax adjustments	1,487	-
	Adjustments to previous periods	(13,781)	-
	Research and development enhancement	(60,367)	(30,517)
	Other tax adjustments	(2,562)	1,366
		<u>(22,697)</u>	<u>(132,053)</u>
	Current tax charge	<u>205,930</u>	<u>16,000</u>

BODDINGTONS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2010

7 Profit for the financial year

As permitted by section 408 Companies Act 2006, the holding company's profit and loss account has not been included in these financial statements. The profit for the financial year is made up as follows

	2010 £	2009 £
Holding company's profit for the financial year	586,764	603,170

8 Dividends

	2010 £	2009 £
Ordinary interim paid	150,000	80,000

9 Intangible fixed assets Group

	Purchased Goodwill £	Other Intangibles £	Total £
Cost			
At 1 July 2009	103,776	1,267	105,043
Exchange differences	(8,325)	-	(8,325)
Additions	120,101	-	120,101
At 30 June 2010	215,552	1,267	216,819
Amortisation			
At 1 July 2009	26,200	212	26,412
Charge for the year	10,805	422	11,227
At 30 June 2010	37,005	634	37,639
Net book value			
At 30 June 2010	178,547	633	179,180
At 30 June 2009	77,576	1,055	78,631

BODDINGTONS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2010

10 Tangible fixed assets

Group

	Land and buildings Leasehold	Plant and machinery	Motor vehicles	Total
	£	£	£	£
Cost				
At 1 July 2009	131,893	3,619,285	58,213	3,809,391
Additions	-	421,080	57,616	478,696
Exchange differences	-	51,280	9,258	60,538
Disposals	-	(2,089)	(44,721)	(46,810)
At 30 June 2010	131,893	4,089,556	80,366	4,301,815
Depreciation				
At 1 July 2009	58,033	1,303,165	18,858	1,380,056
Exchange differences	-	43,033	4,785	47,818
On disposals	-	(730)	(21,130)	(21,860)
Charge for the year	5,275	425,726	11,941	442,942
At 30 June 2010	63,308	1,771,194	14,454	1,848,956
Net book value				
At 30 June 2010	68,585	2,318,362	65,912	2,452,859
At 30 June 2009	73,860	2,316,120	39,355	2,429,335

Included above are assets held under finance leases or hire purchase contracts as follows

	Plant and machinery	Motor vehicles	Total
	£	£	£
Net book values			
At 30 June 2010	693,090	60,076	753,166
At 30 June 2009	932,727	17,063	949,790
Depreciation charge for the year			
30 June 2010	115,841	7,048	122,889
30 June 2009	69,144	5,687	74,831

BODDINGTONS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2010

Tangible fixed assets

Company

	Land and buildings Leasehold	Plant and machinery	Motor vehicles	Total
	£	£	£	£
Cost				
At 1 July 2009	131,893	3,322,633	22,750	3,477,276
Additions	-	394,692	7,556	402,248
Disposals	-	(2,089)	-	(2,089)
At 30 June 2010	131,893	3,715,236	30,306	3,877,435
Depreciation				
At 1 July 2009	58,033	1,063,292	5,687	1,127,012
On disposals	-	(730)	-	(730)
Charge for the year	5,275	404,598	7,406	417,279
At 30 June 2010	63,308	1,467,160	13,093	1,543,561
Net book value				
At 30 June 2010	68,585	2,248,076	17,213	2,333,874
At 30 June 2009	73,860	2,259,341	17,063	2,350,264

Included above are assets held under finance leases or hire purchase contracts as follows

	Plant and machinery	Motor vehicles	Total
	£	£	£
Net book values			
At 30 June 2010	693,090	11,376	704,466
At 30 June 2009	932,727	17,063	949,790
Depreciation charge for the year			
30 June 2010	115,841	5,687	121,528
30 June 2009	69,144	5,687	74,831

BODDINGTONS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2010

11 Fixed asset investments

Company

	Shares in group undertakings £
Cost	
At 1 July 2009	20,327
Additions	696,282
At 30 June 2010	716,609
Provisions for diminution in value	
At 1 July 2009	-
Charge for the year	575,254
At 30 June 2010	575,254
Net book value	
At 30 June 2010	141,355
At 30 June 2009	20,327

In the opinion of the directors, the aggregate value of the company's investment in subsidiary undertakings is not less than the amount included in the balance sheet

Holdings of more than 20%

The company holds more than 20% of the share capital of the following companies

Company	Country of registration or incorporation	Shares held Class	%
Subsidiary undertakings			
Boddingtons International Holdings Ltd	England	Ordinary	100
Boddingtons Australia PTY Ltd	Australia	Ordinary	100
Boddingtons Asia PTY Ltd	Australia	Ordinary	100
Boddingtons BrandCo PTY Ltd	Australia	Ordinary	100
Boddingtons GmbH	Germany	Ordinary	100
Boddingtons, Inc	U S A	Ordinary	100
Acorn Planting Products Ltd	England	Ordinary	100

The principal activity of these undertakings for the last relevant financial year was as follows

	Principal activity
Boddingtons International Holdings Ltd	Holding company
Boddingtons Australia PTY Ltd	Manufacturing

BODDINGTONS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2010

11 Fixed asset investments

(continued)

Boddingtons Asia PTY Ltd	Sale of plastic products
Boddingtons BrandCo PTY Ltd	Dormant
Boddingtons GmbH	Sale of plastic products
Boddingtons, Inc	Sale of plastic products
Acorn Planting Products Ltd	Sale of horticultural products

12 Stocks and work in progress

	Group 2010 £	2009 £	Company 2010 £	2009 £
Raw materials and consumables	478,301	184,281	452,651	162,674
Work in progress	90,109	59,598	80,499	46,200
Finished goods and goods for resale	790,720	449,074	653,559	282,538
	<u>1,359,130</u>	<u>692,953</u>	<u>1,186,709</u>	<u>491,412</u>

Included within raw materials is consignment stock of £165,828

13 Debtors

	Group 2010 £	2009 £	Company 2010 £	2009 £
Trade debtors	2,648,418	1,590,261	2,151,120	1,331,636
Amounts owed by group undertakings	-	-	462,883	292,135
Other debtors	176,186	205,093	11,943	-
Prepayments and accrued income	222,543	146,525	215,521	146,301
	<u>3,047,147</u>	<u>1,941,879</u>	<u>2,841,467</u>	<u>1,770,072</u>

BODDINGTONS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2010

14 Creditors : amounts falling due within one year

	Group 2010 £	2009 £	Company 2010 £	2009 £
Bank loans and overdrafts	1,711,828	378,056	1,488,892	225,169
Net obligations under finance lease and hire purchase contracts	233,621	253,899	223,024	228,799
Trade creditors	2,225,855	979,721	2,135,707	918,563
Corporation tax	216,216	26,672	205,858	16,000
Taxes and social security costs	90,431	161,792	86,089	142,266
Other creditors	32,619	96,292	3,758	45,434
Accruals and deferred income	397,262	494,973	350,049	467,211
	<u>4,907,832</u>	<u>2,391,405</u>	<u>4,493,377</u>	<u>2,043,442</u>

The invoice discounting facility is secured by a fixed charge on the book debts of the business and a floating charge on all other assets loaned. The bank overdrafts and loans are secured by a charge over all leasehold property and a floating charge over all assets of the company and a cross guarantee with Boddingtons International Limited.

J Warner, a company director, has a personal guarantee of £80,000 over the NatWest bank loan.

Hire purchase and finance creditors are secured against the assets to which they relate.

15 Creditors : amounts falling due after more than one year

	Group 2010 £	2009 £	Company 2010 £	2009 £
Net obligations under finance leases and hire purchase agreements	<u>433,250</u>	<u>652,877</u>	<u>392,868</u>	<u>639,245</u>
Net obligations under finance leases and hire purchase contracts				
Repayable within one year	233,621	253,899	223,024	228,799
Repayable between one and five years	<u>433,250</u>	<u>652,877</u>	<u>392,868</u>	<u>639,245</u>
	666,871	906,776	615,892	868,044
Included in liabilities falling due within one year	<u>(233,621)</u>	<u>(253,899)</u>	<u>(223,024)</u>	<u>(228,799)</u>
	<u>433,250</u>	<u>652,877</u>	<u>392,868</u>	<u>639,245</u>

BODDINGTONS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2010

16 Provisions for liabilities Group

Deferred taxation £

Balance at 1 July 2009	309,000
Profit and loss account	32,000
Balance at 30 June 2010	<u>341,000</u>

Company

Balance at 1 July 2009	309,000
Profit and loss account	32,000
Balance at 30 June 2010	<u>341,000</u>

The deferred tax liability is made up as follows:

	Group		Company	
	2010	2009	2010	2009
	£	£	£	£
Accelerated capital allowances	<u>341,000</u>	<u>309,000</u>	<u>341,000</u>	<u>309,000</u>

17 Pension and other post-retirement benefit commitments

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £65,914 (2009- £76,610). Contributions totalling £nil (2009- £nil) were payable to the fund at the year end and are included in creditors.

Defined contribution

	2010	2009
	£	£
Contributions payable by the group for the year	<u>65,914</u>	<u>76,610</u>

BODDINGTONS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2010

18 Share capital	2010 £	2009 £
Allotted, called up and fully paid		
28,461 Ordinary shares of £1 each	28,461	28,461

During the prior year, the company purchased 303 of its own shares. Each with a nominal value of £1, for a total consideration of £16,000. These shares were cancelled. The reason for this was to buy out an existing shareholder.

19 Statement of movements on reserves Group

	Share premium account £	Other reserves (see below) £	Profit and loss account £
Balance at 1 July 2009	29,695	303	1,844,158
Profit for the period	-	-	578,595
Foreign currency translation differences	-	-	34,128
Dividends paid	-	-	(150,000)
Balance at 30 June 2010	29,695	303	2,306,881

Other reserves

Capital redemption reserve

Balance at 1 July 2009 & at 30 June 2010

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Company

	Share premium account £	Other reserves (see below) £	Profit and loss account £
Balance at 1 July 2009	29,695	303	1,659,109
Profit for the year	-	-	586,764
Dividends paid	-	-	(150,000)
Balance at 30 June 2010	29,695	303	2,095,873

Other reserves

Capital redemption reserve

Balance at 1 July 2009 & at 30 June 2010

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BODDINGTONS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2010

20	Reconciliation of movements in shareholders' funds Group	2010	2009
		£	£
	Profit for the financial year	578,595	569,015
	Dividends	(150,000)	(80,000)
		<hr/>	<hr/>
		428,595	489,015
	Other recognised gains and losses	34,128	2,143
	Purchase of own shares	-	(16,000)
		<hr/>	<hr/>
	Net addition to shareholders' funds	462,723	475,158
	Opening shareholders' funds	1,902,617	1,427,459
		<hr/>	<hr/>
	Closing shareholders' funds	2,365,340	1,902,617
		<hr/>	<hr/>
		2010	2009
		£	£
	Profit for the financial year	586,764	603,170
	Dividends	(150,000)	(80,000)
	Purchase of own shares	-	(16,000)
		<hr/>	<hr/>
	Net addition to shareholders' funds	436,764	507,170
	Opening shareholders' funds	1,717,568	1,210,398
		<hr/>	<hr/>
	Closing shareholders' funds	2,154,332	1,717,568
		<hr/>	<hr/>

BODDINGTONS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2010

21 Financial commitments

At 30 June 2010 the group had annual commitments under non-cancellable operating leases as follows

	Land and buildings		Other	
	2010	2009	2010	2009
	£	£	£	£
Expiry date				
Within one year	-	56,000	76,379	4,208
Between two and five years	45,730	-	51,937	23,253
In over five years	401,468	401,468	-	-
	<u>447,198</u>	<u>457,468</u>	<u>128,316</u>	<u>27,461</u>

At 30 June 2010 the company had annual commitments under non-cancellable operating leases as follows

	Land and buildings		Other	
	2010	2009	2010	2009
	£	£	£	£
Expiry date				
Within one year	-	-	8,101	4,208
Between two and five years	-	-	51,937	23,253
In over five years	401,468	401,468	-	-
	<u>401,468</u>	<u>401,468</u>	<u>60,038</u>	<u>27,461</u>

22 Capital commitments

	Group		Company	
	2010	2009	2010	2009
	£	£	£	£
Contracted for but not provided in the financial statements	<u>15,341</u>	<u>14,700</u>	<u>15,341</u>	<u>14,700</u>

BODDINGTONS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2010

23 Directors' remuneration	2010 £	2009 £
Remuneration for qualifying services	444,324	365,432
Company pension contributions to defined contribution schemes	38,868	43,630
	<u>483,192</u>	<u>409,062</u>

Remuneration disclosed above include the following amounts paid to the highest paid director

Remuneration for qualifying services	192,305	156,947
Company pension contributions to defined contribution schemes	9,859	14,670
	<u>192,305</u>	<u>156,947</u>

24 Employees

Number of employees

The average monthly number of employees (including directors) during the year was

	2010 Number	2009 Number
Production	54	36
Administration	35	24
	<u>89</u>	<u>60</u>

Employment costs

	2010 £	2009 £
Wages and salaries	2,756,176	2,268,861
Social security costs	238,033	227,418
Other pension costs	65,914	76,610
	<u>3,060,123</u>	<u>2,572,889</u>

25 Control

There is no ultimate controlling party in both this and the preceeding year

BODDINGTONS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2010

26 Related party transactions

Group

The company has taken advantage of the exemption in Financial Reporting Standard Number 8 from the requirement to disclose transactions with group companies on the grounds that consolidated financial statements are prepared by the ultimate parent company

During the year the company paid rent totalling £1,753 (2009 £15,500) to R Boddington, a shareholder. Dividends were paid to R Boddington totalling £45,742

At the balance sheet date the company was owed £120,153 (2009 £119,933) by Boddingtons International Limited. During the year the company paid dividends totalling £75,535 to Boddingtons International Limited

During the year, the company paid dividends of £7,242 to J Warner, a director and shareholder of the company

At the 30 June 2010 the company owed £14,500 (2009 £15,000) to the Boddingtons Limited Unapproved Employee Share Ownership Trust

The Trust was set up for the benefit of the current and future employees and held for their specific benefit. Shares not allocated are held for the benefit of employees generally. At 30 June 2010 the Boddingtons Limited Unapproved Share Ownership Trust owns 3,202 shares of Boddingtons Limited

27 Post Balance Sheet Events

Group

After the year end, the company set up a subsidiary undertaking in Bulgaria