

'CRO'

Company Registration No 4070786 (England and Wales)

SUTTON VENTURE GROUP LIMITED
ANNUAL REPORT
FOR THE YEAR ENDED 30 JUNE 2011

WEDNESDAY



A15NXGCZ

A38

28/03/2012

#227

COMPANIES HOUSE

SUTTON VENTURE GROUP LIMITED

DIRECTOR AND ADVISERS

Director	R Sutton
Secretary	S Sutton
Company number	4070786
Registered office	Sutton House Berry Hill Road Fenton Stoke on Trent Staffordshire ST4 2NL
Registered auditors	DJH Accountants Limited Porthill Lodge High Street Wolstanton Newcastle under Lyme Staffordshire ST5 0EZ

SUTTON VENTURE GROUP LIMITED

CONTENTS

	Page
Director's report	1 - 2
Independent auditors' report	3 - 4
Consolidated profit and loss account	5
Balance sheets	6
Consolidated cash flow statement	7
Notes to the consolidated cash flow statement	8
Notes to the financial statements	9 - 21

SUTTON VENTURE GROUP LIMITED

DIRECTOR'S REPORT

FOR THE YEAR ENDED 30 JUNE 2011

The director presents his report and financial statements for the year ended 30 June 2011

Principal activities and review of the business

The principle activity of the company continued to be that of a holding company to electrical wholesalers

The results for the year and the financial position at the year end were considered satisfactory by the director

The increase in turnover in a very challenging market is the realisation of the purchase of the new site in year ended June 10 providing the ability to address changing market opportunities

As economic trading conditions continue to be challenging the diversity of both product lines and suppliers is under constant review

Financial risk is constantly monitored and managed

We are influenced by increasing changes in the retail industry and with the loss and replacement of several significant customers towards the end of the financial year, although not effecting the year ended June 2011 performance, will require the business to monitor its strategy for the future

Key performance indicators are not used to monitor the business on a formal basis and are not regarded as necessary to the overall management of the business

Results and dividends

The consolidated profit and loss account for the year is set out on page 5

The director does not recommend payment of a final ordinary dividend

Director

The following director has held office since 1 July 2010

R Sutton

Auditors

In accordance with the company's articles, a resolution proposing that DJH Accountants Limited be reappointed as auditors of the company will be put at a General Meeting

SUTTON VENTURE GROUP LIMITED

DIRECTOR'S REPORT (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2011

Statement of director's responsibilities

The director is responsible for preparing the Director's Report and the financial statements in accordance with applicable law and regulations

Company law requires the director to prepare financial statements for each financial year. Under that law the director has 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 director must not approve the financial statements unless he is 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 director is 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 director is 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 him to ensure that the financial statements comply with the Companies Act 2006. He is 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 director is aware, there is no relevant audit information of which the group's auditors are unaware. Additionally, the director has taken all the necessary steps that he ought to have taken as director in order to make himself aware of all relevant audit information and to establish that the group's auditors are aware of that information.

By order of the board



S Sutton
Secretary

Date

22/06/12

SUTTON VENTURE GROUP LIMITED

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF SUTTON VENTURE GROUP LIMITED

We have audited the group and parent company financial statements (the "financial statements") of Sutton Venture Group Limited for the year ended 30 June 2011 set out on pages 5 to 21. 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 director and auditors

As explained more fully in the Director's Responsibilities Statement set out on pages 1 - 2, the director is 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 director, 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 2011 and of the group's loss 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 director's report is consistent with the financial statements.

SUTTON VENTURE GROUP LIMITED

INDEPENDENT AUDITORS' REPORT (CONTINUED)

TO THE MEMBERS OF SUTTON VENTURE GROUP LIMITED

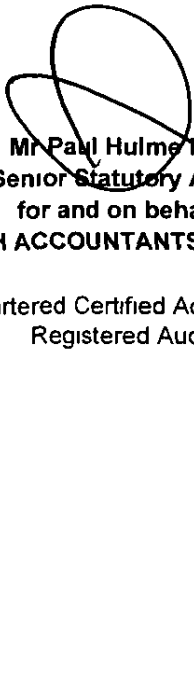
Matters on which we are required to report by exception

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

Porthill Lodge
High Street
Wolstanton
Newcastle under Lyme
Staffordshire
ST5 0EZ

26/3/12



Mr Paul Hulme FCCA
(Senior Statutory Auditor)
for and on behalf of
DJH ACCOUNTANTS LIMITED

Chartered Certified Accountants
Registered Auditor

SUTTON VENTURE GROUP LIMITED

CONSOLIDATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30 JUNE 2011

	Notes	2011 £	2010 £
Turnover	2	33,469,608	30,487,629
Cost of sales		(28,681,403)	(26,520,196)
Gross profit		4,788,205	3,967,433
Administrative expenses		(4,546,364)	(3,517,916)
Other operating income		91,334	73,482
Operating profit	3	333,175	522,999
Other interest receivable and similar income		258	66
Interest payable and similar charges	4	(248,040)	(189,243)
Profit on ordinary activities before taxation		85,393	333,822
Tax on profit on ordinary activities	5	(195,190)	(70,281)
(Loss)/profit on ordinary activities after taxation		(109,797)	263,541

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

There are no recognised gains and losses other than those passing through the profit and loss account

Note of historical cost profits and losses

	2011 £	2010 £
Reported profit on ordinary activities before taxation	85,393	333,822
Difference between an historical cost depreciation charge and the actual depreciation charge of the year calculated on the revalued amount	30,000	30,000
Historical cost profit on ordinary activities before taxation	115,393	363,822
Historical cost (loss)/profit for the year retained after taxation, extraordinary items and dividends	(132,352)	32,209

SUTTON VENTURE GROUP LIMITED

BALANCE SHEETS

AS AT 30 JUNE 2011

		2011	Group	2010	Company	2011	2010
	Notes	£		£		£	£
Fixed assets							
Tangible assets	8	5,133,171	5,345,317	4,386,679	4,480,159		
Investments	9	-	-	195,270	195,270		
		<u>5,133,171</u>	<u>5,345,317</u>	<u>4,581,949</u>	<u>4,675,429</u>		
Current assets							
Stocks	10	5,337,417	6,500,694	-	-		
Debtors	11	9,039,419	7,346,257	2,595,414	2,170,182		
Cash at bank and in hand		29,916	123,994	2,028	3,024		
		<u>14,406,752</u>	<u>13,970,945</u>	<u>2,597,442</u>	<u>2,173,206</u>		
Creditors, amounts falling due within one year	12	(13,365,975)	(13,000,829)	(2,668,927)	(2,070,722)		
Net current assets		<u>1,040,777</u>	<u>970,116</u>	<u>(71,485)</u>	<u>102,484</u>		
Total assets less current liabilities		<u>6,173,948</u>	<u>6,315,433</u>	<u>4,510,464</u>	<u>4,777,913</u>		
Creditors amounts falling due after more than one year	13	(2,641,380)	(2,620,513)	(2,422,987)	(2,421,282)		
		<u>3,532,568</u>	<u>3,694,920</u>	<u>2,087,477</u>	<u>2,356,631</u>		
Capital and reserves							
Called up share capital	15	25,100	25,100	25,100	25,100		
Revaluation reserve	16	1,441,501	1,471,501	1,441,501	1,471,501		
Profit and loss account	16	2,065,967	2,198,319	620,876	860,030		
Shareholders' funds	17	<u>3,532,568</u>	<u>3,694,920</u>	<u>2,087,477</u>	<u>2,356,631</u>		

Approved by the Board and authorised for issue on

23/03/12

R Sutton
Director

Company Registration No 04070786

SUTTON VENTURE GROUP LIMITED

CONSOLIDATED CASH FLOW STATEMENT

FOR THE YEAR ENDED 30 JUNE 2011

	2011		2010	
	£	£	£	£
Net cash inflow from operating activities		1,974,156		931,432
Returns on investments and servicing of finance				
Interest received	258		66	
Interest paid	(248,040)		(189,243)	
Net cash outflow for returns on investments and servicing of finance		(247,782)		(189,177)
Taxation		(138,302)		(144,572)
Capital expenditure				
Payments to acquire tangible assets	(75,657)		(2,214,089)	
Receipts from sales of tangible assets	131,750		64,948	
Net cash inflow/(outflow) for capital expenditure		56,093		(2,149,141)
Equity dividends paid		(52,555)		(261,332)
Net cash inflow/(outflow) before management of liquid resources and financing		1,591,610		(1,812,790)
Financing				
New long term bank loan	250,000		2,479,354	
Other new long term loans	48,463		-	
Other new short term loans	24,216		120,646	
Repayment of long term bank loan	(160,086)		(805,170)	
Repayment of other long term loans	(6,085)		-	
Repayment of other short term loans	-		(67,053)	
Capital element of hire purchase contracts	(139,010)		(73,820)	
Net cash inflow from financing		17,498		1,653,957
Increase/(decrease) in cash in the year		1,609,108		(158,833)

SUTTON VENTURE GROUP LIMITED

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT

FOR THE YEAR ENDED 30 JUNE 2011

1	Reconciliation of operating profit to net cash inflow from operating activities	2011		2010	
		£		£	
	Operating profit	333,175		522,999	
	Depreciation of tangible assets	342,347		234,668	
	(Loss)/profit on disposal of tangible assets	9,014		(2,345)	
	Decrease in stocks	1,163,277		33,148	
	Increase in debtors	(1,693,162)		(924,604)	
	Increase in creditors within one year	1,819,505		1,067,566	
	Net cash inflow from operating activities	1,974,156		931,432	
2	Analysis of net debt	1 July 2010	Cash flow	Other non-cash changes	30 June 2011
		£	£	£	£
	Net cash				
	Cash at bank and in hand	123,994	(94,078)	-	29,916
	Bank overdrafts	(5,020,691)	1,703,186	-	(3,317,505)
		(4,896,697)	1,609,108	-	(3,287,589)
	Finance leases	(306,278)	(56,298)	-	(362,576)
	Debts falling due within one year	(120,646)	(112,425)	-	(233,071)
	Debts falling due after one year	(2,421,282)	(44,083)	-	(2,465,365)
		(2,848,206)	(212,806)	-	(3,061,012)
	Net debt	(7,744,903)	1,396,302	-	(6,348,601)
3	Reconciliation of net cash flow to movement in net debt	2011		2010	
		£		£	
	Increase/(decrease) in cash in the year	1,609,108		(158,833)	
	Cash inflow from increase in debt	(212,806)		(1,963,609)	
	Movement in net debt in the year	1,396,302		(2,122,442)	
	Opening net debt	(7,744,903)		(5,622,461)	
	Closing net debt	(6,348,601)		(7,744,903)	

SUTTON VENTURE GROUP LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2011

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention modified to include the revaluation of freehold land and buildings

1.2 Basis of consolidation

The group's share of profits less losses of associated undertakings is included in the consolidated profit and loss account, and the group's share of their net assets is included in the consolidated balance sheet. These amounts are taken from the latest audited financial statements of the undertakings concerned.

1.3 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.4 Goodwill

Acquired goodwill is written off in equal annual instalments over its estimated useful economic life.

1.5 Tangible fixed assets and depreciation

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

Freehold property	2% per annum on cost
Plant and machinery	15% per annum of net book value
Computer equipment	33% per annum on cost
Fixtures, fittings and equipment	15% per annum of net book value
Motor vehicles	25% per annum of net book value

1.6 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.

1.7 Investments

Fixed asset investments are stated at cost less provision for diminution in value.

1.8 Stock

Stock is valued at the lower of cost and net realisable value.

1.9 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.

1.10 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.

SUTTON VENTURE GROUP LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2011

1 Accounting policies

(continued)

1 11 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.

2 Turnover

The total turnover of the group for the year has been derived from its principal activity.

Segmental analysis by geographical area

The analysis by geographical area of the group's turnover is set out as below:

	2011 £	2010 £
Geographical segment		
United Kingdom	31,786,127	28,272,872
European Union	1,593,335	2,129,473
Rest of the world	90,146	85,284
	<u>33,469,608</u>	<u>30,487,629</u>

3 Operating profit

Operating profit is stated after charging:

	2011 £	2010 £
Depreciation of tangible assets	342,347	234,668
Loss on disposal of tangible assets	9,014	-
Loss on foreign exchange transactions	376	295
Fees payable to the group's auditor for the audit of the group's annual accounts (company £2,875, 2010 £2,875)	20,375	20,375
and after crediting:		
Profit on disposal of tangible assets	-	(2,345)
	<u>-</u>	<u>(2,345)</u>

SUTTON VENTURE GROUP LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2011

4	Interest payable	2011	2010
		£	£
	Bank overdraft interest	57,531	69,128
	Bank loan interest	112,878	63,305
	Hire purchase interest	15,274	8,011
	Interest on overdue tax	2,599	2,960
	Discounting interest	59,758	45,839
		<u>248,040</u>	<u>189,243</u>
5	Taxation	2011	2010
		£	£
	Domestic current year tax		
	U K corporation tax	186,897	67,309
	Adjustment for prior years	8,293	2,972
	Total current tax	<u>195,190</u>	<u>70,281</u>
	Factors affecting the tax charge for the year		
	Profit on ordinary activities before taxation	<u>85,393</u>	<u>333,822</u>
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 26.93% (2010 - 24.60%)	<u>22,996</u>	<u>82,120</u>
	Effects of		
	Non deductible expenses	151,674	2,919
	Depreciation add back	92,194	57,728
	Capital allowances	(82,420)	(75,682)
	Adjustments to previous periods	8,293	2,972
	Other tax adjustments	2,453	224
		<u>172,194</u>	<u>(11,839)</u>
	Current tax charge for the year	<u>195,190</u>	<u>70,281</u>

SUTTON VENTURE GROUP LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2011

6 (Loss)/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 (loss)/profit for the financial year is made up as follows:

	2011 £	2010 £
Holding company's (loss)/profit for the financial year	(216,599)	339,899

7 Dividends

	2011 £	2010 £
Ordinary interim paid	52,555	261,332

SUTTON VENTURE GROUP LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2011

8 Tangible fixed assets Group

	Freehold property	Plant and machinery	Fixtures, fittings and equipment	Motor vehicles	Total
	£	£	£	£	£
Cost or valuation					
At 1 July 2010	4,672,439	511,394	585,136	661,061	6,430,030
Additions	-	-	189,365	81,600	270,965
Disposals	-	(318,942)	(73,054)	(319,201)	(711,197)
At 30 June 2011	4,672,439	192,452	701,447	423,460	5,989,798
Depreciation					
At 1 July 2010	192,280	446,275	184,156	262,002	1,084,713
On disposals	-	(318,943)	(64,768)	(186,722)	(570,433)
Charge for the year	93,480	24,148	129,737	94,982	342,347
At 30 June 2011	285,760	151,480	249,125	170,262	856,627
Net book value					
At 30 June 2011	4,386,679	40,972	452,322	253,198	5,133,171
At 30 June 2010	4,480,159	65,119	400,980	399,059	5,345,317

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

	Plant and machinery	Fixtures, fittings and equipment	Motor vehicles	Total
	£	£	£	£
Net book values				
At 30 June 2011	-	308,626	158,392	467,018
At 30 June 2010	-	201,096	188,003	389,099
Depreciation charge for the year				
30 June 2011	-	81,835	46,733	128,568
30 June 2010	-	23,383	31,169	54,552

The freehold properties were valued on 25 March 2011 by Mark D Weller MRICS of Lambert Smith Hampton

SUTTON VENTURE GROUP LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2011

Tangible fixed assets (continued) Company

	Freehold property £	Plant and machinery £	Total £
Cost or valuation			
At 1 July 2010 & at 30 June 2011	4,672,439	120,000	4,792,439
Depreciation			
At 1 July 2010	192,280	120,000	312,280
Charge for the year	93,480	-	93,480
At 30 June 2011	285,760	120,000	405,760
Net book value			
At 30 June 2011	4,386,679	-	4,386,679
At 30 June 2010	4,480,159	-	4,480,159

The freehold properties were valued on 25 March 2011 by Mark D Weller MRICS of Lambert Smith Hampton

SUTTON VENTURE GROUP LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2011

9 Fixed asset investments

Company	Shares in group undertakings £
Cost or valuation	
At 1 July 2010 & at 30 June 2011	195,270
Net book value	
At 30 June 2011	195,270
At 30 June 2010	195,270

In the opinion of the director, 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	Class	Shares held %
Subsidiary undertakings			
R K Wholesale Limited	England and Wales	Ordinary	100
Powerforce Distribution Limited	England and Wales	Ordinary	100
Powerforce Homewares Limited	England and Wales	Ordinary	100
Connexions Logistics Limited	England and Wales	Ordinary	100

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

	Principal activity
R K Wholesale Limited	Electrical wholesalers
Powerforce Distribution Limited	Electrical wholesalers
Powerforce Homewares Limited	Dormant company
Connexions Logistics Limited	Dormant company

SUTTON VENTURE GROUP LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2011

10 Stocks

	Group 2011 £	2010 £	Company 2011 £	2010 £
Finished goods and goods for resale	5,337,417	6,500,694	-	-

11 Debtors

	Group 2011 £	2010 £	Company 2011 £	2010 £
Trade debtors	5,540,365	5,422,804	15,353	13,468
Amounts owed by group undertakings	-	-	2,580,061	2,156,714
Corporation tax	32,440	32,440	-	-
Other debtors	3,079,803	1,693,879	-	-
Prepayments and accrued income	386,811	197,134	-	-
	9,039,419	7,346,257	2,595,414	2,170,182

SUTTON VENTURE GROUP LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2011

12 Creditors amounts falling due within one year

	Group 2011 £	2010 £	Company 2011 £	2010 £
Bank loans and overdrafts	3,526,360	5,141,337	208,855	120,646
Net obligations under finance lease and hire purchase contracts	186,561	107,047	-	-
Trade creditors	6,810,581	5,301,606	9,844	7,572
Amounts owed to group undertakings	-	-	2,193,573	1,728,364
Corporation tax	238,456	181,568	203,463	140,695
Taxes and social security costs	951,802	510,217	-	-
Directors current accounts	16,903	170	170	170
Other creditors	73,507	73,370	25,000	50,000
Accruals and deferred income	1,561,805	1,685,514	28,022	23,275
	<u>13,365,975</u>	<u>13,000,829</u>	<u>2,668,927</u>	<u>2,070,722</u>

The bank overdrafts and loans are secured by a fixed and floating charge over the assets of the company. There is also a composite guarantee in place for an unlimited amount dated 13 August 2003 between Sutton Venture Group Limited, R K Wholesale Limited and Powerforce Distribution Limited.

SUTTON VENTURE GROUP LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2011

13 Creditors amounts falling due after more than one year

	Group 2011 £	2010 £	Company 2011 £	2010 £
Bank loans	2,422,987	2,421,282	2,422,987	2,421,282
Other loans	42,378	-	-	-
Net obligations under finance leases and hire purchase agreements	176,015	199,231	-	-
	<u>2,641,380</u>	<u>2,620,513</u>	<u>2,422,987</u>	<u>2,421,282</u>
Analysis of loans				
Not wholly repayable within five years by instalments				
Bank loan	1,713,490	1,870,088	1,713,490	1,870,088
Wholly repayable within five years	984,946	671,840	918,352	671,840
	<u>2,698,436</u>	<u>2,541,928</u>	<u>2,631,842</u>	<u>2,541,928</u>
Included in current liabilities	(233,071)	(120,646)	(208,855)	(120,646)
	<u>2,465,365</u>	<u>2,421,282</u>	<u>2,422,987</u>	<u>2,421,282</u>
Instalments not due within five years	<u>1,713,490</u>	<u>1,870,088</u>	<u>1,713,490</u>	<u>1,870,088</u>
Loan maturity analysis				
In more than one year but not more than two years	243,123	127,147	218,907	127,147
In more than two years but not more than five years	508,752	424,047	490,590	424,047
In more than five years	<u>1,713,490</u>	<u>1,870,088</u>	<u>1,713,490</u>	<u>1,870,088</u>
Net obligations under finance leases and hire purchase contracts				
Repayable within one year	186,561	107,047	-	-
Repayable between one and five years	176,015	199,231	-	-
	<u>362,576</u>	<u>306,278</u>	<u>-</u>	<u>-</u>
Included in liabilities falling due within one year	<u>(186,561)</u>	<u>(107,047)</u>	<u>-</u>	<u>-</u>
	<u>176,015</u>	<u>199,231</u>	<u>-</u>	<u>-</u>

SUTTON VENTURE GROUP LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2011

14 Pension and other post-retirement benefit commitments

Defined contribution

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.

	2011 £	2010 £
Contributions payable by the group for the year	22,516	19,618

15 Share capital

	2011 £	2010 £
Allotted, called up and fully paid		
25,100 Ordinary shares of £1 each	25,100	25,100

16 Statement of movements on reserves Group

	Revaluation reserve £	Profit and loss account £
Balance at 1 July 2010	1,471,501	2,198,319
Loss for the year	-	(109,797)
Dividends paid	-	(52,555)
Depreciation written back	(30,000)	30,000
Balance at 30 June 2011	1,441,501	2,065,967

Company

	Revaluation reserve £	Profit and loss account £
Balance at 1 July 2010	1,471,501	860,030
Loss for the year	-	(216,599)
Dividends paid	-	(52,555)
Depreciation written back	(30,000)	30,000
Balance at 30 June 2011	1,441,501	620,876

SUTTON VENTURE GROUP LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2011

17 Reconciliation of movements in shareholders' funds	2011	2010
Group	£	£
(Loss)/Profit for the financial year	(109,797)	263,541
Dividends	(52,555)	(261,332)
Net (depletion in)/addition to shareholders' funds	(162,352)	2,209
Opening shareholders' funds	3,694,920	3,692,711
Closing shareholders' funds	3,532,568	3,694,920
	2011	2010
Company	£	£
(Loss)/Profit for the financial year	(216,599)	339,899
Dividends	(52,555)	(261,332)
Net (depletion in)/addition to shareholders' funds	(269,154)	78,567
Opening shareholders' funds	2,356,631	2,278,064
Closing shareholders' funds	2,087,477	2,356,631
18 Director's remuneration	2011	2010
	£	£
Group		
Remuneration for qualifying services	4,806	-
Company pension contributions to defined contribution schemes	9,000	9,000
	13,806	9,000

The number of directors for whom retirement benefits are accruing under defined contribution schemes amounted to 1 (2010 - 1)

SUTTON VENTURE GROUP LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2011

19 Transactions with directors

The following directors had interest free loans during the year. The movement on these loans are as follows

	Amount outstanding 2011 £	2010 £	Maximum in year £
Director's current account	-	250,141	307,081

R Sutton has entered into personal guarantees totalling £500,000 (2010 - £500,000) in order to secure bank lending facilities for the group

20 Employees

Number of employees

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

	2011 Number	2010 Number
Management and administration	20	19
Warehouse, distribution and drivers	76	76
Sales	14	15
	<u>110</u>	<u>110</u>

Employment costs

	2011 £	2010 £
Wages and salaries	2,159,957	1,985,760
Social security costs	202,950	181,115
Other pension costs	22,516	19,618
	<u>2,385,423</u>	<u>2,186,493</u>

21 Control

The ultimate controlling party is R Sutton by virtue of his majority shareholding