

**Heltor Limited**  
**Annual Report**  
**Year Ended 31 August 2007**

**Company Registration Number 00686375**

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# **Heltor Limited**

## **Financial Statements**

**Year Ended 31 August 2007**

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# **Heltor Limited**

## **Directors' Report**

Year Ended 31 August 2007

The directors have pleasure in presenting their report and the financial statements of the company for the year ended 31 August 2007

### **Principal Activities and Business Review**

The principal activity of the company during the year was the sale and distribution of oil and ancillary products, warehousing and distribution. The company continues to receive rental income from investment properties.

The company's turnover decreased as a result of factors outside the company's control. This included the continuous fluctuation in oil prices and the impact of a mild winter.

The results for the year and the financial position at the year end were considered satisfactory by the directors, especially in light of the mild winter, and the directors are optimistic about the forthcoming year.

### **Results and Dividends**

The profit for the year amounted to £173,183. The directors have not recommended a dividend.

### **Financial Risk Management Objectives and Policies**

The company's principal financial instruments comprise bank balances and overdrafts, trade creditors, trade debtors and finance lease/hire purchase agreements. The main purpose of these instruments is to raise funds for the company's operations and to finance those operations.

The company's approach to managing liquidity risk in respect of bank balances is managed by maintaining a balance between the continuity of funding and flexibility through the use of an overdraft and ensuring that the company works within its existing facilities.

The company is a lessee in respect of finance lease/hire purchase assets. The liquidity risk is managed by ensuring that the company has sufficient funds to meet payments due under the agreements as they fall due.

The company is exposed to price movements in the market place, both local and global. Management monitors price movements and trends closely in order to manage the risk and maintain margin.

### **Principal Risks and Uncertainties**

There are a number of risks and uncertainties which could impact the company's long-term performance. The company is largely dependent on the health of the UK economy generally.

The directors monitor change in this regard and, if necessary, would take steps to control the company's costs in the event that a long-term deterioration in the UK economy was foreseen.

### **Directors**

The directors who served the company during the year were as follows:

Mr A D Kingdon

Mr P J Kingdon

Mr N P Kingdon

Mrs L M Kingdon

# **Heltor Limited**

## **Directors' Report** *(continued)*

Year Ended 31 August 2007

### **Directors' Responsibilities**

The directors are responsible for preparing the Annual 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). The financial statements are required by law to 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 estimates that are reasonable and prudent,

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

The directors are responsible for keeping proper accounting records that 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 1985. 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.

In so far as the directors are aware

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

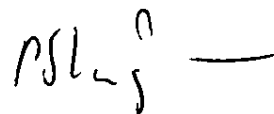
the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

### **Auditor**

A resolution to re-appoint Francis Clark as auditor for the ensuing year will be proposed at the annual general meeting in accordance with section 385 of the Companies Act 1985.

Registered office  
Heltor Business Park  
Old Newton Road  
Heathfield  
Newton Abbot  
TQ12 6RW

Signed on behalf of the directors



P J Kingdon  
Director

# **Heltor Limited**

## **Independent Auditor's Report to the Shareholders of Heltor Limited**

**Year Ended 31 August 2007**

We have audited the financial statements of Heltor Limited for the year ended 31 August 2007 which comprise the Profit and Loss Account, Balance Sheet, Cash Flow Statement and the related notes. These financial statements have been prepared on the basis of the accounting policies set out therein.

This report is made solely to the company's shareholders, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's shareholders those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

### **Respective Responsibilities of Directors and Auditor**

The directors' responsibilities for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Directors' Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you whether in our opinion the information given in the Directors' Report is consistent with the financial statements.

In addition we report to you if, in our opinion, the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

### **Basis of Opinion**

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

## **Heltor Limited**

Independent Auditor's Report to the Shareholders of Heltor Limited *(continued)*

Year Ended 31 August 2007

### **Opinion**

In our opinion

the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the company's affairs as at 31 August 2007 and of its profit for the year then ended,

the financial statements have been properly prepared in accordance with the Companies Act 1985, and

the information given in the Directors' Report is consistent with the financial statements

*Francis Clark*

**Francis Clark**  
Chartered Accountants  
Southernhay House  
36 Southernhay East  
Exeter  
EX1 1NX

21.12.07

**Registered Auditors**

## **Heltor Limited**

### **Profit and Loss Account**

**Year Ended 31 August 2007**

	<b>Note</b>	<b>2007 £</b>	<b>2006 £</b>
<b>Turnover</b>	<b>2</b>	<b>22,767,470</b>	<b>25,896,837</b>
Cost of sales		<b>(19,931,000)</b>	<b>(22,614,492)</b>
<b>Gross Profit</b>		<b>2,836,470</b>	<b>3,282,345</b>
Distribution costs		<b>(2,015,099)</b>	<b>(2,132,967)</b>
Administrative expenses		<b>(1,080,013)</b>	<b>(1,309,770)</b>
Other operating income		<b>353,599</b>	<b>360,672</b>
<b>Operating Profit</b>	<b>3</b>	<b>94,957</b>	<b>200,280</b>
Income from shares in group undertakings	<b>6</b>	<b>15,000</b>	<b>—</b>
Interest receivable		<b>5</b>	<b>6</b>
Interest payable and similar charges	<b>7</b>	<b>(44,867)</b>	<b>(50,212)</b>
<b>Profit on Ordinary Activities Before Taxation</b>		<b>65,095</b>	<b>150,074</b>
Tax on profit on ordinary activities	<b>8</b>	<b>108,088</b>	<b>(52,277)</b>
<b>Profit for the Financial Year</b>		<b>173,183</b>	<b>97,797</b>

All of the activities of the company are classed as continuing

## **Heltor Limited**

### **Statement of Total Recognised Gains and Losses**

**Year Ended 31 August 2007**

	<b>2007</b>	<b>2006</b>
	<b>£</b>	<b>£</b>
Profit for the financial year attributable to the members	<b>173,183</b>	<b>97,797</b>
Unrealised surplus on revaluation of properties	<b>–</b>	<b>872,498</b>
Total gains and losses recognised since the last annual report	<b><u>173,183</u></b>	<b><u>970,295</u></b>



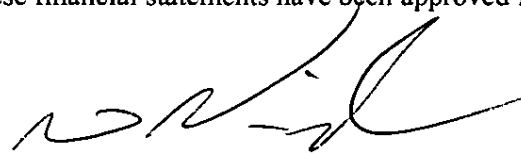
# Heltor Limited

## Balance Sheet

31 August 2007

	Note	2007 £	2006 £
<b>Fixed Assets</b>			
Intangible assets	9	265,786	324,886
Tangible assets	10	4,778,638	4,400,454
Investments	11	122,662	122,662
		<u>5,167,086</u>	<u>4,848,002</u>
<b>Current Assets</b>			
Stocks	12	151,083	132,745
Debtors	13	2,486,216	2,699,785
Cash at bank and in hand		154,435	27,127
		<u>2,791,734</u>	<u>2,859,657</u>
<b>Creditors: Amounts falling due within one year</b>	14	<u>(3,354,603)</u>	<u>(3,299,462)</u>
<b>Net Current Liabilities</b>		<u>(562,869)</u>	<u>(439,805)</u>
<b>Total Assets Less Current Liabilities</b>		<u>4,604,217</u>	<u>4,408,197</u>
<b>Creditors: Amounts falling due after more than one year</b>	15	<u>(383,675)</u>	<u>(233,669)</u>
		<u>4,220,542</u>	<u>4,174,528</u>
<b>Provisions for Liabilities</b>			
Deferred taxation	17	<u>(123,272)</u>	<u>(250,441)</u>
		<u>4,097,270</u>	<u>3,924,087</u>
<b>Capital and Reserves</b>			
Called-up equity share capital	20	2,104	2,104
Revaluation reserve	21	1,621,112	1,621,112
Profit and loss account	21	2,474,054	2,300,871
<b>Shareholders' Funds</b>	22	<u>4,097,270</u>	<u>3,924,087</u>

These financial statements have been approved for issue by the Board of Directors on 21 DEC 2007

  
Mr P J Kingdon

  
Mr N P Kingdon

# Heltor Limited

## Cash Flow Statement

Year Ended 31 August 2007

	Note	2007 £	2006 £
<b>Net Cash Inflow from Operating Activities</b>	23	1,043,227	914,942
<b>Returns on Investments and Servicing of Finance</b>			
Income from group undertakings		15,000	—
Interest received		5	6
Interest paid		(28,230)	(38,311)
Interest element of hire purchase		(16,637)	(11,901)
<b>Net Cash Outflow from Returns on Investments and Servicing of Finance</b>		(29,862)	(50,206)
<b>Taxation</b>		(58,229)	(74,668)
<b>Capital Expenditure</b>			
Payments to acquire tangible fixed assets		(409,882)	(547,581)
Receipts from sale of fixed assets		116,469	486,649
<b>Net Cash (Outflow)/Inflow from Capital Expenditure</b>		(293,413)	(60,932)
<b>Cash Inflow Before Financing</b>		671,723	429,136
<b>Financing</b>			
Repayment of other short term loans		—	(84,000)
Capital element of hire purchase		(222,351)	(144,219)
<b>Net Cash Inflow from Financing</b>		239,020	(228,219)
<b>Increase in Cash</b>	23	439,372	200,917

# **Heltor Limited**

## **Notes and Accounting Policies**

Year Ended 31 August 2007

### **1. Accounting Policies**

#### **(a) Basis of accounting**

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of properties

#### **(b) Consolidation**

In the opinion of the directors, the company and its subsidiary undertakings comprise a medium-sized group. The company has therefore taken advantage of the exemption provided by Section 248 of the Companies Act 1985 not to prepare group accounts

#### **(c) Turnover**

The turnover shown in the Profit and Loss Account represents amounts invoiced during the year

#### **(d) Goodwill**

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows

Goodwill - 5 - 15 years

#### **(e) Fixed assets**

Tangible fixed assets include investment properties valued by the directors on an existing use open market value basis. Other tangible fixed assets are stated at cost

#### **(f) Depreciation**

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows

Freehold Property	- 2% per annum on cost
Leasehold Property	- 4% per annum on cost
Plant & Machinery	- 15%-20% per annum on cost
Fixtures & Fittings	- 15% per annum on cost
Motor Vehicles	- 20% per annum on cost

#### **(g) Investment properties**

Investment properties are shown at their open market value. The surplus or deficit arising from the annual revaluation is transferred to the investment revaluation reserve unless a deficit, or its reversal, on an individual investment property is expected to be permanent, in which case it is recognised in the profit and loss account for the year

This is in accordance with SSAP 19 which, unlike Schedule 4 to the Companies Act 1985, does not require depreciation of investment properties. Investment properties are held for their investment potential and not for use by the company and so their current value is of prime importance. The departure from the provisions of the Act is required in order to give a true and fair view

# Heltor Limited

## Notes and Accounting Policies

Year Ended 31 August 2007

### 1. Accounting Policies *(continued)*

#### (h) Stocks

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

#### (i) 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.

#### (j) Pension costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

#### (k) Deferred taxation

Deferred tax is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes in accordance with FRS 19 - Deferred tax. The deferred tax balance has not been discounted.

No provision has been made for deferred tax on gains recognised on revaluing property to its market value as the company does not intend to sell the revalued assets.

#### (l) Financial instruments

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

### 2. Turnover

The turnover and profit before tax are attributable to the one principal activity of the company. An analysis of turnover is given below.

	2007 £	2006 £
United Kingdom	<u>22,767,470</u>	<u>25,896,837</u>

# Heltor Limited

## Notes and Accounting Policies

Year Ended 31 August 2007

### 3. Operating Profit

Operating profit is stated after charging/(crediting)

	2007 £	2006 £
Amortisation	59,100	59,100
Depreciation of owned fixed assets	336,669	364,193
Depreciation of assets held under hire purchase agreements	85,966	60,073
Profit on disposal of fixed assets	(46,035)	(38,398)
Auditor's remuneration		
- audit fees	10,000	10,000
- accountancy fees	7,337	4,345
Operating lease costs		
Other	<u>19,283</u>	<u>16,450</u>

#### Auditor's fees

The fees charged by the auditor can be further analysed under the following headings for services rendered

	2007 £	2006 £
Audit	10,000	10,000
Accountancy	5,337	2,345
Taxation	2,000	2,000
	<u>17,337</u>	<u>14,345</u>

# Heltor Limited

## Notes and Accounting Policies

Year Ended 31 August 2007

### 4. Particulars of Employees

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

	2007 No	2006 No
Number of distribution staff	42	47
Number of administrative staff	12	12
Number of directors	3	3
	<u>57</u>	<u>62</u>

The aggregate payroll costs of the above were

	2007 £	2006 £
Wages and salaries	1,325,699	1,465,120
Other pension costs	14,342	11,888
	<u>1,343,041</u>	<u>1,477,008</u>

### 5. Directors' Emoluments

The directors' aggregate emoluments in respect of qualifying services were

	2007 £	2006 £
Aggregate emoluments	248,127	278,392
Value of company pension contributions to money purchase schemes	6,395	6,395
	<u>254,522</u>	<u>284,787</u>

**Emoluments of highest paid director:**

	2007 £	2006 £
Total emoluments (excluding pension contributions)	170,920	200,000
Value of company pension contributions to money purchase schemes	6,395	6,395
	<u>177,315</u>	<u>206,395</u>

# Heltor Limited

## Notes and Accounting Policies

Year Ended 31 August 2007

### 5. Directors' Emoluments *(continued)*

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

	2007 No	2006 No
Money purchase schemes	<u>1</u>	<u>1</u>

### 6. Income from Shares in Group Undertakings

	2007 £	2006 £
Income from group undertakings	<u>15,000</u>	<u>-</u>

### 7. Interest Payable and Similar Charges

	2007 £	2006 £
Interest payable on bank borrowing	16,230	24,576
Finance charges	16,637	11,901
Other similar charges payable	12,000	13,735
	<u>44,867</u>	<u>50,212</u>

### 8. Taxation on Ordinary Activities

#### (a) Analysis of charge in the year

	2007 £	2006 £
Current tax		
In respect of the year		
UK Corporation tax based on the results for the year at 30% (2006 - 30%)	19,634	58,698
Total current tax	<u>19,634</u>	<u>58,698</u>
Deferred tax		
Profit and loss account movement arising during the year	9,265	(6,421)
Adjustment in respect of change in legislation	(136,987)	-
Tax on profit on ordinary activities	<u>(108,088)</u>	<u>52,277</u>

# Heltor Limited

## Notes and Accounting Policies

Year Ended 31 August 2007

### 8. Taxation on Ordinary Activities *(continued)*

#### (b) Factors affecting current tax charge

The tax assessed on the profit on ordinary activities for the year is higher than the relevant standard rate of corporation tax in the UK of 30% (2006 - 30%) The relevant standard rate is the effective rate of tax

	2007 £	2006 £
Profit on ordinary activities before taxation	<u>65,095</u>	<u>150,074</u>
Profit/(loss) on ordinary activities by rate of tax	19,529	45,022
Depreciation add back	8,290	36,957
Other tax adjustments	6,879	(23,281)
Intra group dividend received	(4,500)	-
Effect of small companies relief	<u>(10,564)</u>	-
Total current tax (note 8(a))	<u>19,634</u>	<u>58,698</u>

### 9. Intangible Fixed Assets

	Goodwill £
Cost	
At 1 September 2006 and 31 August 2007	<u>731,927</u>
Amortisation	
At 1 September 2006	407,041
Charge for the year	59,100
At 31 August 2007	<u>466,141</u>
Net Book Value	
At 31 August 2007	<u>265,786</u>
At 31 August 2006	<u>324,886</u>



# Heltor Limited

## Notes and Accounting Policies

Year Ended 31 August 2007

### 10. Tangible Fixed Assets

	<b>Brought forward 1 Sep 06 £</b>	<b>Additions £</b>	<b>Disposals £</b>	<b>Carried forward 31 Aug 07 £</b>
<b>Cost or Valuation</b>				
Freehold Property	284,608	—	—	284,608
Plant & Machinery	543,536	14,880	(72,400)	486,016
Fixtures & Fittings	164,060	21,450	(22,909)	162,601
Motor Vehicles	2,167,060	826,587	(373,706)	2,619,941
Leasehold Property	51,329	—	—	51,329
Investment Properties	3,060,000	8,336	—	3,068,336
	<u>6,270,593</u>	<u>871,253</u>	<u>(469,015)</u>	<u>6,672,831</u>

	<b>Brought forward 1 Sep 06 £</b>	<b>Charges £</b>	<b>Disposals £</b>	<b>Carried forward 31 Aug 07 £</b>
<b>Depreciation</b>				
Freehold Property	1,775	7,316	—	9,091
Plant & Machinery	399,461	46,423	(72,393)	373,491
Fixtures & Fittings	80,181	27,463	(22,909)	84,735
Motor Vehicles	1,367,986	338,217	(303,279)	1,402,924
Leasehold Property	20,736	3,216	—	23,952
Investment Properties	—	—	—	—
	<u>1,870,139</u>	<u>422,635</u>	<u>(398,581)</u>	<u>1,894,193</u>

	<b>Brought forward 1 Sep 06 £</b>	<b>Carried forward 31 Aug 07 £</b>
<b>Net Book Value</b>		
Freehold Property	282,833	275,517
Plant & Machinery	144,075	112,525
Fixtures & Fittings	83,879	77,866
Motor Vehicles	799,074	1,217,017
Leasehold Property	30,593	27,377
Investment Properties	3,060,000	3,068,336
	<u>4,400,454</u>	<u>4,778,638</u>

# Heltor Limited

## Notes and Accounting Policies

Year Ended 31 August 2007

### 10. Tangible Fixed Assets *(continued)*

The valuation of investment properties were made as at 31 August 2006 by the directors, on an open market basis. The directors do not consider that a further revaluation is necessary this year. No depreciation is shown in accordance with SSAP 19.

The historical cost of the properties at 31 August 2007 is £1,564,108 (2006 £1,555,772).

#### Hire purchase agreements

Included within the net book value of £4,778,638 is £533,773 (2006 - £235,432) relating to assets held under hire purchase agreements. The depreciation charged to the financial statements in the year in respect of such assets amounted to £85,966 (2006 - £60,073).

#### Capital commitments

	2007 £	2006 £
Contracted but not provided for in the financial statements	-	305,291

### 11. Investments

	£
<b>Cost</b>	
At 1 September 2006 and 31 August 2007	<u>122,662</u>
<b>Net Book Value</b>	
At 31 August 2007	<u>122,662</u>
At 31 August 2006	<u>122,662</u>

# Heltor Limited

## Notes and Accounting Policies

Year Ended 31 August 2007

### 11. Investments *(continued)*

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

#### Aggregate capital and reserves

Heathfield Terminal Company Limited	<b>£810,496</b>	£803,798
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#### Profit and (loss) for the year

Heathfield Terminal Company Limited	<b>£6,698</b>	£24,880
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Heltor Limited also holds the entire issued share capital of Hop Oils Limited, which is dormant

Under the provision of section 248 of the Companies Act 1985 the company is exempt from preparing consolidated accounts and has not done so, therefore the accounts show information about the company as an individual entity

### 12. Stocks

	<b>2007</b> <b>£</b>	<b>2006</b> <b>£</b>
Raw materials and consumables	<b><u>151,083</u></b>	<b><u>132,745</u></b>

### 13. Debtors

	<b>2007</b> <b>£</b>	<b>2006</b> <b>£</b>
Trade debtors	<b>2,071,957</b>	2,289,374
Amounts owed by group undertakings	<b>15,000</b>	18,832
Other debtors	<b>230,311</b>	219,914
Prepayments and accrued income	<b>168,948</b>	171,665
	<b><u>2,486,216</u></b>	<b><u>2,699,785</u></b>

# Heltor Limited

## Notes and Accounting Policies

Year Ended 31 August 2007

### 14. Creditors: Amounts falling due within one year

	2007 £	2006 £
Bank loans and overdrafts	53,008	365,072
Trade creditors	2,580,809	2,186,010
Amounts owed to group undertakings	85,378	62,614
Corporation tax	19,550	58,698
PAYE and social security	46,753	38,624
Hire purchase agreements	222,476	133,462
Other creditors	—	87,192
Directors current accounts	41,108	613
Accruals and deferred income	305,521	367,177
	<u>3,354,603</u>	<u>3,299,462</u>

Net obligations under finance leases and hire purchase contracts are secured by fixed charges on the assets concerned

### 15. Creditors: Amounts falling due after more than one year

	2007 £	2006 £
Hire purchase agreements	183,675	33,669
Shares classed as financial liabilities	200,000	200,000
	<u>383,675</u>	<u>233,669</u>

The 200,000 6% cumulative redeemable preference shares of £1 each have been treated as non equity in accordance with FRS 25 and have the following rights attaching to the shares concerned

- 1 The company may redeem all or any of the preference shares at any time and shall redeem any preference shares in issue on 31 August 2015
- 2 The right to dividend is 6% per annum
- 3 On a return of assets on liquidation, reduction of capital or otherwise, the surplus assets shall first be applied in paying to the holders of the preference shares an amount equal to the amount paid up together with a sum equal to all arrears and accruals of the preference dividend
- 4 No entitlement to vote at general meetings, except in exceptional circumstances as detailed in the Articles of Association

Net obligations under finance leases and hire purchase contracts are secured by fixed charges on the assets concerned

## Heltor Limited

### Notes and Accounting Policies

Year Ended 31 August 2007

#### 15. Creditors: Amounts falling due after more than one year *(continued)*

The following aggregate liabilities disclosed under creditors falling due after more than one year are due for repayment after more than five years from the balance sheet date

	2007 £	2006 £
Shares classed as financial liabilities	<u>200,000</u>	<u>200,000</u>

#### 16. Commitments under Hire Purchase Agreements

Future commitments under hire purchase agreements are as follows

	2007 £	2006 £
Amounts payable within 1 year	222,476	133,462
Amounts payable between 1 and 2 years	183,675	33,669
	<u>406,151</u>	<u>167,131</u>
Hire purchase agreements are analysed as follows		
Current obligations	222,476	133,462
Non-current obligations	183,675	33,669
	<u>406,151</u>	<u>167,131</u>

#### 17. Deferred Taxation

The movement in the deferred taxation provision during the year was

	2007 £	2006 £
Provision brought forward	250,441	256,862
Profit and loss account movement arising during the year	(127,722)	(6,421)
Provision carried forward	<u>122,719</u>	<u>(250,441)</u>

# Heltor Limited

## Notes and Accounting Policies

Year Ended 31 August 2007

### 17. Deferred Taxation *(continued)*

The provision for deferred taxation consists of the tax effect of timing differences in respect of

	2007 £	2006 £
Excess of taxation allowances over depreciation on fixed assets	123,272	250,441
	<u>123,272</u>	<u>250,441</u>

No provision has been made for deferred tax gains recognised on revaluing investment properties to their open market value as the company does not intend to sell the revalued assets the potential tax liability is estimated at £156,277 (2006 £153,776)

### 18. Commitments under Operating Leases

At 31 August 2007 the company had annual commitments under non-cancellable operating leases as set out below

	2007		2006	
	Land & Buildings £	Other Items £	Land & Buildings £	Other Items £
Operating leases which expire				
Within 1 year	-	57,248	-	32,632
Within 2 to 5 years	2,080	98,744	-	98,744
After more than 5 years	21,450	1,740	15,450	99,840
	<u>23,530</u>	<u>157,732</u>	<u>15,450</u>	<u>231,216</u>

# **Heltor Limited**

## **Notes and Accounting Policies**

**Year Ended 31 August 2007**

### **19. Related Party Transactions**

#### **Wessex GS Limited**

Mr A D Kingdon, Mr P J Kingdon and Mr N P Kingdon, directors of this company, are also directors and shareholders of that company. During the year the company made sales of £207,723 (2006 £231,640) to, and purchased goods and services of £556,346 (2006 £103,856) from Wessex GS Limited. At the balance sheet date £458,522 (2006 £6,896) was owed by Heltor Limited.

#### **Heathfield Rentals Limited**

Mr N P Kingdon, a director of this company, is also a director of that company. During the year the company made sales of £3,099 (2006 £3,496) to, and purchased goods and services of £nil (2006 £36,720) from Heathfield Rentals Limited. At the balance sheet date £1,021 (2006 £2,271) was owed by Heltor Limited.

#### **Heathfield Management (South West) Limited**

Mr P J Kingdon, a director of this company, is also a director and major shareholder of that company. During the year the company made sales of £64,378 (2006 £13,458) to, and purchased goods and services of £148,316 (2006 £189,818) from Heathfield Management (South West) Limited. At the balance sheet date £6,560 (2006 £36,829) was owed to Heltor Limited.

#### **Heathfield Terminal Company Limited**

Heathfield Terminal Company Limited is a 100% subsidiary of Heltor Limited. Mr A D Kingdon, Mr P J Kingdon and Mr N P Kingdon, directors of this company, are also directors of that company. During the year the company made sales of £11,807 (2006 £44,443) and purchased goods and services of £26,651 (2006 £8,389) from Heathfield Terminal Company Limited. At the balance sheet date £85,378 (2006 £73,173) was owed by Heltor Limited.

#### **Whidley Holdings Limited**

Mr A D Kingdon, a director of this company, is also a director of that company. During the year Heltor Limited provided services of £22,537 (2006 £19,762) and paid rent of £19,283 (2006 £15,450) to Whidley Holdings Limited. At the balance sheet date £4,785 (2006 £11,869) was owed by Heltor Limited.

# Heltor Limited

## Notes and Accounting Policies

Year Ended 31 August 2007

### 20. Share Capital

#### Authorised share capital:

	2007 £	2006 £
<b>Equity shares</b>		
10,200 Ordinary shares of £1 each	10,200	10,200
<b>Non-equity shares</b>		
200,000 Preference shares of £1 each	200,000	200,000
	<u>210,200</u>	<u>210,200</u>

#### Allotted, called up and fully paid:

	2007 No	£	2006 No	£
<b>Equity shares</b>				
Ordinary shares of £1 each	2,104	2,104	2,104	2,104
<b>Non-equity shares</b>				
Preference shares of £1 each	200,000	200,000	200,000	200,000
	<u>202,104</u>	<u>202,104</u>	<u>202,104</u>	<u>202,104</u>

	2007 £	2006 £
<b>Amounts presented in equity:</b>		
Ordinary shares of £1 each	<u>2,104</u>	<u>2,104</u>

	2007 £	2006 £
<b>Amounts presented in liabilities:</b>		
Preference shares of £1 each	<u>200,000</u>	<u>200,000</u>

### 21. Reserves

	Revaluation reserve £	Profit and loss account £
Balance brought forward	1,621,112	2,300,871
Profit for the year	—	173,183
Balance carried forward	<u>1,621,112</u>	<u>2,474,054</u>



## Heltor Limited

### Notes and Accounting Policies

Year Ended 31 August 2007

#### 22. Reconciliation of Movements in Shareholders' Funds

	2007 £	2006 £
Profit for the financial year	173,183	97,797
Opening shareholders' funds	3,924,087	3,826,290
Closing shareholders' funds	<u>4,097,270</u>	<u>3,924,087</u>

#### 23. Notes to the Statement of Cash Flows

##### Reconciliation of Operating Profit to Net Cash Inflow from Operating Activities

	2007 £	2006 £
Operating profit	94,957	200,280
Amortisation	59,100	59,100
Depreciation	422,635	424,266
Profit on disposal of fixed assets	(46,035)	(38,398)
(Increase)/ Decrease in stock	(18,338)	195,239
Decrease in debtors	213,569	48,625
Increase/ (Decrease) in creditors	317,339	(274,170)
Net cash inflow from operating activities	<u>1,043,227</u>	<u>614,942</u>

##### Reconciliation of Net Cash Flow to Movement in Net Debt

	2007 £	2006 £
Increase in cash in the period	439,372	200,917
Cash outflow from decrease in debt and finance leasing	222,351	228,219
Cash outflow in respect of hire purchase	(461,371)	(257,673)
Change in net debt	200,352	171,463
Net debt at 1 September 2006	(705,076)	(876,539)
Net debt at 31 August 2007	<u>(504,724)</u>	<u>(705,076)</u>

## Heltor Limited

### Notes and Accounting Policies

Year Ended 31 August 2007

#### 23. Notes to the Statement of Cash Flows *(continued)*

##### Analysis of Changes in Net Debt

	At 31 Sept 2006 £	Cash flows £	Other non- cash changes £	At 31 Aug 2007 £
Net cash				
Cash in hand and at bank	27,127	127,308	-	154,435
Overdrafts	(365,072)	312,064	-	(53,008)
	<u>(337,945)</u>	<u>439,372</u>	<u>-</u>	<u>101,427</u>
Debt				
Debt due after 1 year	(200,000)	-	-	(200,000)
Hire purchase agreements	(167,131)	222,351	(461,371)	(406,151)
	<u>(367,131)</u>	<u>222,351</u>	<u>(461,371)</u>	<u>(606,151)</u>
Net debt	<u>(705,076)</u>	<u>661,723</u>	<u>(461,371)</u>	<u>(504,724)</u>

#### 24. Control

The company was controlled throughout the period by its directors, by virtue of the fact that between them they own all of the company's issued ordinary share capital