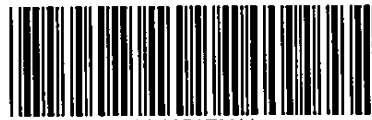


COMPANY REGISTRATION NUMBER 1680405

BRI-STOR SYSTEMS LIMITED
GROUP FINANCIAL STATEMENTS
FOR
31 MAY 2010

FRIDAY



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25/02/2011

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COMPANIES HOUSE

HW
Chartered Accountants & Statutory Auditor
Keepers Lane
The Wergs
Wolverhampton
WV6 8UA

BRI-STOR SYSTEMS LIMITED

GROUP FINANCIAL STATEMENTS

YEAR ENDED 31 MAY 2010

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BRI-STOR SYSTEMS LIMITED

OFFICERS AND PROFESSIONAL ADVISERS COMPANY INFORMATION

The board of directors	S G E Smith A P Humphrey R R Issit M Smith
Company secretary	S G E Smith
Registered office	Church Lane Hixon Stafford Staffordshire ST18 0PF
Auditor	HW Chartered Accountants & Statutory Auditor Keepers Lane The Wergs Wolverhampton WV6 8UA

BRI-STOR SYSTEMS LIMITED

THE DIRECTORS' REPORT

YEAR ENDED 31 MAY 2010

The directors have pleasure in presenting their report and the financial statements of the group for the year ended 31 May 2010

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The principal activities of the group during the year was that of purveyors of handling and storage equipment and property rental

In the current economic climate the group achieved satisfactory results for the year. Sales increased towards the end of the year and should continue at this increased level during the current year. The Directors are confident that trading profits will improve significantly in the current year.

RESULTS AND DIVIDENDS

The profit for the year, after taxation, amounted to £228,405. The directors have not recommended a dividend.

FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The directors have not included any objectives or policies on Financial Risk Management as such information is not considered material for the assessment of the assets, liabilities, financial position and the profit or loss of the company.

RESEARCH AND DEVELOPMENT

Research and development expenditure is written off in the year in which it is incurred.

DIRECTORS

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

S G E Smith
A P Humphrey
R R Issit
M Smith

DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and the group and of the profit or loss of the group for that year. In preparing those financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and estimates that are reasonable and prudent,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the group will continue in business.

BRI-STOR SYSTEMS LIMITED

THE DIRECTORS' REPORT *(continued)*

YEAR ENDED 31 MAY 2010

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the group's and company's transactions and disclose with reasonable accuracy at any time the financial position of the group and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

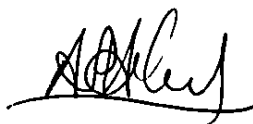
In so far as the directors are aware

- there is no relevant audit information of which the group's auditor is unaware, and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

AUDITOR

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

Signed on behalf of the directors



Director
Mr A P Humphrey

Approved by the directors on 11/05/10

BRI-STOR SYSTEMS LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF BRI-STOR SYSTEMS LIMITED (continued)

YEAR ENDED 31 MAY 2010

We have audited the group and parent company financial statements ("the financial statements") of Bri-Stor Systems Limited for the year ended 31 May 2010 on pages 6 to 22. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's shareholders, as a body, in accordance with Chapter 3 of Section 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's shareholders those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITOR

As explained more fully in the Directors' Responsibilities Statement set out on pages 2 to 3, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

SCOPE OF THE AUDIT OF THE FINANCIAL STATEMENTS

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

OPINION ON FINANCIAL STATEMENTS

In our opinion the financial statements

- give a true and fair view of the state of the group's and parent company's affairs as at 31 May 2010 and of the group's profit for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

OPINION ON OTHER MATTERS PRESCRIBED BY THE COMPANIES ACT 2006

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

BRI-STOR SYSTEMS LIMITED

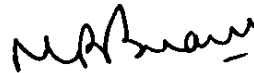
INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF BRI-STOR SYSTEMS LIMITED *(continued)*

YEAR ENDED 31 MAY 2010

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



MARK BROWN BA FCA (Senior
Statutory Auditor)
For and on behalf of
HW
Chartered Accountants
& Statutory Auditor

Keepers Lane
The Wergs
Wolverhampton
WV6 8UA

24/2/2011

BRI-STOR SYSTEMS LIMITED

PROFIT AND LOSS ACCOUNT

YEAR ENDED 31 MAY 2010

	Note	2010 £	2009 £
GROUP TURNOVER	2	9,237,313	13,670,499
Cost of sales		<u>6,805,080</u>	<u>10,084,827</u>
GROSS PROFIT		2,432,233	3,585,672
Distribution costs		332,160	444,780
Administrative expenses		<u>1,779,870</u>	<u>2,362,213</u>
OPERATING PROFIT	3	320,203	778,679
Interest receivable		–	12,020
Amounts written off investments	6	(2,988)	(1,584)
Interest payable and similar charges	7	(43,828)	(127,302)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		<u>273,387</u>	661,813
Tax on profit on ordinary activities	8	44,982	154,096
PROFIT FOR THE FINANCIAL YEAR	9	<u>228,405</u>	<u>507,717</u>

All of the activities of the group are classed as continuing

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

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

The notes on pages 11 to 22 form part of these financial statements.

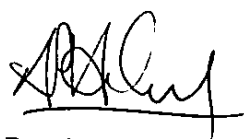
BRI-STOR SYSTEMS LIMITED

GROUP BALANCE SHEET

31 MAY 2010

	Note	2010		2009	
		£	£	£	£
FIXED ASSETS					
Intangible assets	10		374,000		397,375
Tangible assets	11		5,382,997		5,461,221
Investments	12		—		—
			<u>5,756,997</u>		<u>5,858,596</u>
CURRENT ASSETS					
Stocks	13	979,805		679,500	
Debtors	14	1,684,322		1,679,264	
Cash at bank and in hand		489,879		325,856	
		<u>3,154,006</u>		<u>2,684,620</u>	
CREDITORS. Amounts falling due within one year	15	<u>3,206,629</u>		<u>2,798,042</u>	
NET CURRENT LIABILITIES			<u>(52,623)</u>		<u>(113,422)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>5,704,374</u>		<u>5,745,174</u>
CREDITORS. Amounts falling due after more than one year	16		2,066,129		2,332,497
PROVISIONS FOR LIABILITIES					
Deferred taxation	18		20,791		23,628
			<u>3,617,454</u>		<u>3,389,049</u>
CAPITAL AND RESERVES					
Called-up equity share capital	20		52,768		52,768
Profit and loss account	21		3,564,686		3,336,281
SHAREHOLDERS' FUNDS	22		<u>3,617,454</u>		<u>3,389,049</u>

These financial statements were approved by the directors and authorised for issue on 16/5/10, and are signed on their behalf by



Director
Mr A P Humphrey

The notes on page 11 to 22 form part of these financial statements.

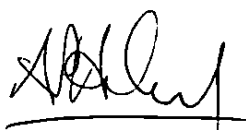
BRI-STOR SYSTEMS LIMITED

BALANCE SHEET

YEAR ENDED 31 MAY 2010

		2010		2009	
		£	£	£	£
FIXED ASSETS					
Tangible assets	11		332,997		411,221
Investments	12		515,205		515,205
			<u>848,202</u>		<u>926,426</u>
CURRENT ASSETS					
Stocks	13	979,805		679,500	
Debtors	14	2,731,145		2,777,867	
Cash at bank and in hand		457,023		296,031	
		<u>4,167,973</u>		<u>3,753,398</u>	
CREDITORS. Amounts falling due within one year	15	<u>2,609,104</u>		<u>2,297,501</u>	
NET CURRENT ASSETS			<u>1,558,869</u>		<u>1,455,897</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>2,407,071</u>		<u>2,382,323</u>
CREDITORS. Amounts falling due after more than one year	16		232,796		249,164
PROVISIONS FOR LIABILITIES					
Deferred taxation	18		20,791		23,628
			<u>2,153,484</u>		<u>2,109,531</u>
CAPITAL AND RESERVES					
Called-up equity share capital	20		52,768		52,768
Profit and loss account	21		2,100,716		2,056,763
SHAREHOLDERS' FUNDS			<u>2,153,484</u>		<u>2,109,531</u>

These financial statements were approved by the directors and authorised for issue on 16/5/10, and are signed on their behalf by



Director
Mr A P Humphrey

Company Registration Number 1680405

The notes on page 11 to 22 form part of these financial statements.

BRI-STOR SYSTEMS LIMITED

GROUP CASH FLOW CASH FLOW STATEMENT

YEAR ENDED 31 MAY 2010

	Note	2010	2009
		£	£
NET CASH INFLOW FROM OPERATING ACTIVITIES		650,243	1,147,405
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE			
Interest received		–	12,020
Interest paid		(40,828)	(123,981)
Interest element of hire purchase		(3,000)	(3,321)
NET CASH OUTFLOW FROM RETURNS ON INVESTMENTS AND SERVICING OF FINANCE		(43,828)	(115,282)
TAXATION		(164,851)	(211,640)
CAPITAL EXPENDITURE AND FINANCIAL INVESTMENT			
Payments to acquire tangible fixed assets		(8,399)	(180,409)
Receipts from sale of fixed assets		214	266
Acquisition of investments		(2,988)	(1,584)
NET CASH OUTFLOW FOR CAPITAL EXPENDITURE AND FINANCIAL INVESTMENT		(11,173)	(181,727)
CASH INFLOW BEFORE FINANCING		430,391	638,756
FINANCING			
Repayment of bank loans		(250,000)	(1,166,667)
Repayment of long-term amounts owed to group undertakings		–	45,206
Capital element of hire purchase		(16,368)	61,830
NET CASH OUTFLOW FROM FINANCING		(266,368)	(1,059,631)
INCREASE/(DECREASE) IN CASH		164,023	(420,875)

The notes on pages 11 to 22 form part of these financial statements.

BRI-STOR SYSTEMS LIMITED

GROUP CASH FLOW CASH FLOW STATEMENT

YEAR ENDED 31 MAY 2010

RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	2010 £	2009 £
Operating profit	320,203	778,679
Amortisation	23,375	23,375
Depreciation	86,267	101,251
Loss on disposal of fixed assets	142	335
(Increase)/decrease in stocks	(300,305)	332,492
(Increase)/decrease in debtors	(5,058)	684,952
Increase/(decrease) in creditors	525,619	(773,679)
Net cash inflow from operating activities	<u>650,243</u>	<u>1,147,405</u>

RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET DEBT

	2010		2009	
	£	£	£	£
Increase/(decrease) in cash in the period	164,023		(420,875)	
Net cash outflow from bank loans	250,000		1,166,667	
Net cash (inflow) from long-term amounts owed to group undertakings	—		(45,206)	
Cash outflow in respect of hire purchase	<u>16,368</u>		<u>(61,830)</u>	
		430,391		638,756
Change in net debt		430,391		638,756
Net debt at 1 June 2009		<u>(2,273,009)</u>		<u>(2,911,765)</u>
Net debt at 31 May 2010		<u>(1,842,618)</u>		<u>(2,273,009)</u>

ANALYSIS OF CHANGES IN NET DEBT

	At 1 Jun 2009 £	Cash flows £	At 31 May 2010 £
Net cash			
Cash in hand and at bank	<u>325,856</u>	<u>164,023</u>	<u>489,879</u>
Debt			
Debt due within 1 year	(250,000)	—	(250,000)
Debt due after 1 year	(2,283,333)	250,000	(2,033,333)
Hire purchase agreements	(65,532)	16,368	(49,164)
	<u>(2,598,865)</u>	<u>266,368</u>	<u>(2,332,497)</u>
Net debt	<u>(2,273,009)</u>	<u>430,391</u>	<u>(1,842,618)</u>

The notes on pages 11 to 22 form part of these financial statements.

BRI-STOR SYSTEMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MAY 2010

1. ACCOUNTING POLICIES

1 Basis of accounting

The financial statements have been prepared under the historical cost convention

2 Basis of consolidation

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

3 Turnover

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

4 Research and development

Research and development expenditure is written off in the year in which it is incurred.

5 Goodwill

Positive purchased goodwill arising on acquisitions is capitalised, classified as an asset on the Balance Sheet and amortised over its estimated useful life up to a maximum of 20 years. This length of time is presumed to be the maximum useful life of purchased goodwill because it is difficult to make projections beyond this period. Goodwill is reviewed for impairment at the end of the first full financial year following each acquisition and subsequently as and when necessary if circumstances emerge that indicate that the carrying value may not be recoverable.

6 Amortisation

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 - 20 years

7 Fixed assets

All fixed assets are initially recorded at cost.

8 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:

Leasehold Property Additions	- 25% reducing balance
Plant and Machinery	- 15% reducing balance
Fixtures & Fittings	- 15% reducing balance
Motor Vehicles	- 25% reducing balance
Computer software & equipment	- 25% straight line

BRI-STOR SYSTEMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MAY 2010

1. ACCOUNTING POLICIES *(continued)*

9 Stocks

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

10 Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account on a straight line basis.

11 Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

12 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.

13 Deferred taxation

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

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold.

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

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

14 Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date or, where appropriate, at matching forward contract rates. Transactions in foreign currencies are translated into sterling at the average exchange rate for the year. Exchange differences are taken into account in arriving at the operating profit.

BRI-STOR SYSTEMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MAY 2010

1. ACCOUNTING POLICIES *(continued)*

15 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 group.

An analysis of turnover is given below.

	2010	2009
	£	£
United Kingdom	9,222,834	13,658,725
Overseas	14,479	11,774
	<u>9,237,313</u>	<u>13,670,499</u>

3. OPERATING PROFIT

Operating profit is stated after charging

	2010	2009
	£	£
Amortisation of intangible assets	23,375	23,375
Depreciation of owned fixed assets	70,406	82,667
Depreciation of assets held under hire purchase agreements	15,861	18,584
Loss on disposal of fixed assets	142	335
Auditor's remuneration		
- as auditor	16,065	16,425
Operating lease costs		
- Plant and equipment	41,735	56,313
- Other	60,240	65,303
	<u>60,240</u>	<u>65,303</u>

BRI-STOR SYSTEMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MAY 2010

4. PARTICULARS OF EMPLOYEES

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

	2010	2009
	No	No
Number of staff	<u>106</u>	<u>129</u>

The aggregate payroll costs of the above were

	2010	2009
	£	£
Wages and salaries	2,178,043	3,101,178
Social security costs	205,451	264,725
Other pension costs	18,845	28,389
	<u>2,402,339</u>	<u>3,394,292</u>

5. DIRECTORS' REMUNERATION

The directors' aggregate remuneration in respect of qualifying services were

	2010	2009
	£	£
Aggregate remuneration	437,252	679,126
Value of company pension contributions to money purchase schemes	<u>12,303</u>	<u>21,566</u>
	<u>449,555</u>	<u>700,692</u>

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

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

6. AMOUNTS WRITTEN OFF INVESTMENTS

	2010	2009
	£	£
Amount written off investments	<u>2,988</u>	<u>1,584</u>

7. INTEREST PAYABLE AND SIMILAR CHARGES

	2010	2009
	£	£
Interest payable on bank borrowing	27,628	104,173
Finance charges	3,000	3,321
Other similar charges payable	<u>13,200</u>	<u>19,808</u>
	<u>43,828</u>	<u>127,302</u>

BRI-STOR SYSTEMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MAY 2010

8. TAXATION ON ORDINARY ACTIVITIES

(a) Analysis of charge in the year

	2010 £	2009 £
Current tax		
In respect of the year		
UK Corporation tax based on the results for the year at 26.57% (2009 - 27.52%)	<u>47,819</u>	<u>153,890</u>
Total current tax	<u>47,819</u>	<u>153,890</u>
Deferred tax		
Origination and reversal of timing differences (note 18)		
Capital allowances	<u>(2,837)</u>	<u>206</u>
Tax on profit on ordinary activities	<u>44,982</u>	<u>154,096</u>

(b) Factors affecting current tax charge

The tax assessed on the profit on ordinary activities for the year is lower than the standard rate of corporation tax in the UK of 26.57% (2009 - 27.52%)

	2010 £	2009 £
Profit on ordinary activities before taxation	<u>273,387</u>	<u>661,813</u>
Profit on ordinary activities by rate of tax	<u>72,639</u>	182,131
Expenses not deductible for tax purposes	<u>14,836</u>	43,337
Depreciation for period in excess of capital allowances	<u>1,212</u>	(13,269)
Research & Development claim	<u>(40,868)</u>	(58,309)
Total current tax (note 8(a))	<u>47,819</u>	<u>153,890</u>

9. PROFIT ATTRIBUTABLE TO MEMBERS OF THE PARENT COMPANY

The profit dealt with in the financial statements of the parent company was £43,953 (2009 - £203,476)

BRI-STOR SYSTEMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MAY 2010

10. INTANGIBLE FIXED ASSETS

Group	Goodwill £
COST	
At 1 June 2009 and 31 May 2010	<u>467,500</u>
AMORTISATION	
At 1 June 2009	70,125
Charge for the year	<u>23,375</u>
At 31 May 2010	<u>93,500</u>
NET BOOK VALUE	
At 31 May 2010	<u>374,000</u>
At 31 May 2009	<u>397,375</u>

11. TANGIBLE FIXED ASSETS

Group	Freehold & Leasehold Property Improve'ts £	Plant & Machinery £	Fixtures & Fittings £	Motor Vehicles £	Computer Equipment £	Total £
COST						
At 1 Jun 2009	5,225,912	304,684	112,491	19,196	135,228	5,797,511
Additions	40	-	3,550	-	4,809	8,399
Disposals	-	-	(275)	-	(784)	(1,059)
At 31 May 2010	<u>5,225,952</u>	<u>304,684</u>	<u>115,766</u>	<u>19,196</u>	<u>139,253</u>	<u>5,804,851</u>
DEPRECIATION						
At 1 Jun 2009	79,232	121,266	34,520	6,096	95,176	336,290
Charge for the year	24,179	27,516	11,762	3,276	19,534	86,267
On disposals	-	-	(133)	-	(570)	(703)
At 31 May 2010	<u>103,411</u>	<u>148,782</u>	<u>46,149</u>	<u>9,372</u>	<u>114,140</u>	<u>421,854</u>
NET BOOK VALUE						
At 31 May 2010	<u>5,122,541</u>	<u>155,902</u>	<u>69,617</u>	<u>9,824</u>	<u>25,113</u>	<u>5,382,997</u>
At 31 May 2009	<u>5,146,680</u>	<u>183,418</u>	<u>77,971</u>	<u>13,100</u>	<u>40,052</u>	<u>5,461,221</u>

Hire purchase agreements

Included within the net book value of £5,382,997 is £89,882 (2009 - £105,743) 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 £15,861 (2009 - £18,584).

BRI-STOR SYSTEMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MAY 2010

11. TANGIBLE FIXED ASSETS *(continued)*

Company	Leasehold Property Improve'ts £	Plant & Machinery £	Fixtures & Fittings £	Motor Vehicles £	Computer Equipment £	Total £
COST						
At 1 Jun 2009	175,912	304,684	112,491	19,196	135,228	747,511
Additions	40	–	3,550	–	4,809	8,399
Disposals	–	–	(275)	–	(784)	(1,059)
At 31 May 2010	175,952	304,684	115,766	19,196	139,253	754,851
DEPRECIATION						
At 1 Jun 2009	79,232	121,266	34,520	6,096	95,176	336,290
Charge for the year	24,179	27,516	11,762	3,276	19,534	86,267
On disposals	–	–	(133)	–	(570)	(703)
At 31 May 2010	103,411	148,782	46,149	9,372	114,140	421,854
NET BOOK VALUE						
At 31 May 2010	72,541	155,902	69,617	9,824	25,113	332,997
At 31 May 2009	96,680	183,418	77,971	13,100	40,052	411,221

Hire purchase agreements

Included within the net book value of £332,997 is £89,882 (2009 - £105,743) 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 £15,861 (2009 - £18,584).

12. INVESTMENTS

Group	Top Fit France £
COST	
At 1 June 2009	10,759
Additions	2,988
At 31 May 2010	13,747
AMOUNTS WRITTEN OFF	
At 1 June 2009	10,759
Written off in year	2,988
At 31 May 2010	13,747
NET BOOK VALUE	
At 31 May 2010	–
At 31 May 2009	–

BRI-STOR SYSTEMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MAY 2010

12 INVESTMENTS *(continued)*

Top Fit France is a related undertaking. No accounts are available for this business and the directors have consequently fully provided against this investment.

Company	Victoria Heights Corporation and Top Fit France £
COST	
At 1 June 2009	525,964
Additions	2,988
At 31 May 2010	<u>528,952</u>
AMOUNTS WRITTEN OFF	
At 1 June 2009	10,759
Written off in year	2,988
At 31 May 2010	<u>13,747</u>
NET BOOK VALUE	
At 31 May 2010	<u>515,205</u>
At 31 May 2009	<u>515,205</u>

13 STOCKS

	Group		Company	
	2010	2009	2010	2009
	£	£	£	£
Stock	<u>979,805</u>	<u>679,500</u>	<u>979,805</u>	<u>679,500</u>

14 DEBTORS

	Group		Company	
	2010	2009	2010	2009
	£	£	£	£
Trade debtors	1,667,288	1,643,800	1,667,288	1,643,800
Amounts owed by group undertakings	–	–	1,040,751	1,099,594
Corporation tax repayable	–	–	6,516	–
Other debtors	57	244	57	244
Called up share capital not paid	2,638	2,638	2,638	2,638
Prepayments and accrued income	14,339	32,582	13,895	31,591
	<u>1,684,322</u>	<u>1,679,264</u>	<u>2,731,145</u>	<u>2,777,867</u>

BRI-STOR SYSTEMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MAY 2010

15. CREDITORS: Amounts falling due within one year

	Group		Company	
	2010	2009	2010	2009
	£	£	£	£
Bank loans	250,000	250,000	-	-
Trade creditors	1,015,086	633,656	1,015,084	633,655
Amounts owed to undertakings in which the company has a participating interest	1,156,242	898,431	856,242	790,792
Hire purchase agreements	16,368	16,368	16,368	16,368
Directors' loan accounts	59,330	75,829	59,330	75,829
Other creditors including taxation and social security				
Corporation tax	36,858	153,890	-	20,240
PAYE and social security	71,761	69,074	71,761	69,074
VAT	249,706	218,549	239,041	209,298
Other creditors	112,978	140,540	112,978	140,540
Accruals and deferred income	238,300	341,705	238,300	341,705
	<u>3,206,629</u>	<u>2,798,042</u>	<u>2,609,104</u>	<u>2,297,501</u>

The following liabilities disclosed under creditors falling due within one year are secured by the company

	Group		Company	
	2010	2009	2010	2009
	£	£	£	£
Bank loans	250,001	250,000	-	-
Hire purchase	16,368	16,368	16,368	16,368
	<u>266,369</u>	<u>266,368</u>	<u>16,368</u>	<u>16,368</u>

The hire purchase contracts are secured on the assets concerned

16 CREDITORS: Amounts falling due after more than one year

	Group		Company	
	2010	2009	2010	2009
	£	£	£	£
Bank loans and overdrafts	1,833,333	2,083,333	-	-
Hire purchase agreements	32,796	49,164	32,796	49,164
Directors' loan accounts	200,000	200,000	200,000	200,000
	<u>2,066,129</u>	<u>2,332,497</u>	<u>232,796</u>	<u>249,164</u>

The following liabilities disclosed under creditors falling due after more than one year are secured by the company

	Group		Company	
	2010	2009	2010	2009
	£	£	£	£
Bank loans and overdrafts	1,833,333	2,083,333	-	-
Hire purchase	32,796	49,164	32,796	49,164
	<u>1,866,129</u>	<u>2,132,497</u>	<u>32,796</u>	<u>49,164</u>

BRI-STOR SYSTEMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MAY 2010

17. COMMITMENTS UNDER HIRE PURCHASE AGREEMENTS

Future commitments under hire purchase agreements are as follows

	2010 £	2009 £
Group and Company		
Amounts payable within 1 year	16,368	16,368
Amounts payable between 2 to 5 years	32,796	49,164
	<u>49,164</u>	<u>65,532</u>

18 DEFERRED TAXATION

The movement in the deferred taxation provision during the year was

	Group		Company	
	2010 £	2009 £	2010 £	2009 £
Provision brought forward	23,628	23,422	23,628	23,422
(Decrease)/Increase in provision	(2,837)	206	(2,837)	206
Provision carried forward	<u>20,791</u>	<u>23,628</u>	<u>20,791</u>	<u>23,628</u>

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

Group	2010		2009	
	Provided £	Unprovided £	Provided £	Unprovided £
Excess of taxation allowances over depreciation on fixed assets	<u>20,791</u>	-	<u>23,628</u>	-

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

Company	2010		2009	
	Provided £	Unprovided £	Provided £	Unprovided £
Excess of taxation allowances over depreciation on fixed assets	<u>20,791</u>	-	<u>23,628</u>	-

BRI-STOR SYSTEMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MAY 2010

19. RELATED PARTY TRANSACTIONS

Throughout the year the ultimate controlling party was Mrs S Smith, the majority shareholder and a Director of Bri-Stor Systems Limited

The Group has two related undertakings, Alpha Manufacturing (Hixon) Limited and Atlas Coating Limited, which are related by common ownership

Transactions between these companies are done at an arms length basis

The Group made purchase transactions during the year with its related companies to the value of £2,476,283 (2009 - £3,038,724)

Recharges of expenses amounting to £343,326 (2009- £369,089) were charged to the related companies at the same rate as they are incurred, and therefore no profit is made

	Group 2010 £	Company 2010 £	Group 2009 £	Company 2009 £
Monies owed to these Companies are	<u>1,156,242</u>	<u>856,242</u>	<u>898,431</u>	<u>790,792</u>

The Group also has a self administered pension scheme, Bri-Stor Systems Limited Retirement Benefit Scheme No pension contributions were made to the scheme during the year (2009- nil)

In the year, the directors lent money to the company on a commercial interest basis The amounts outstanding on the loans were as follows -

	2010 £	2009 £
Mrs S G E Smith	<u>259,330</u>	<u>275,829</u>

20. SHARE CAPITAL

Authorised share capital:

	2010 £	2009 £
250,000 Ordinary shares of £1 each	<u>250,000</u>	<u>250,000</u>

Allotted and called up:

	2010 No	£	2009 No	£
52,768 Ordinary shares of £1 each	<u>52,768</u>	<u>52,768</u>	<u>52,768</u>	<u>52,768</u>

The amounts of paid up share capital for the following categories of shares differed from the called up share capital stated above due to unpaid calls and were as follows

	2010 £	2009 £
Ordinary shares	<u>2,638</u>	<u>2,638</u>

BRI-STOR SYSTEMS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MAY 2010

21. RESERVES

Group	Profit and loss account £
Balance brought forward	3,336,281
Profit for the year	<u>228,405</u>
Balance carried forward	<u>3,564,686</u>
Company	Profit and loss account £
Balance brought forward	2,056,763
Profit for the year	<u>43,953</u>
Balance carried forward	<u>2,100,716</u>

22. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2010 £	2009 £
Profit for the financial year	228,405	507,717
Opening shareholders' funds	<u>3,389,049</u>	<u>2,881,332</u>
Closing shareholders' funds	<u>3,617,454</u>	<u>3,389,049</u>