

Company Registration No. 01108438 (England and Wales)

SCALDERHURST LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2008

WEDNESDAY



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SCALDERHURST LIMITED

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SCALDERHURST LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 30 JUNE 2008

The directors present their report and financial statements for the year ended 30 June 2008.

Principal activities and review of the business

The principal activity of the company continued to be that of the wholesaling of paper and board.

The company, having completed the refurbishment of its premises and modernisation of business operations in the previous year, has had an encouraging trading year with an increase in turnover of 27% in the period shown in the profit and loss account on page 5.

The results for the year and the financial position as disclosed in the balance sheet on page 6 shows that the company has continued to grow and had net current assets of £445,620 (2007 : £323,825) and overall net assets grew by £27,780 (2007 : £49,741).

Difficult trading conditions prompted the company to undertake a risk review during the year. As a result, a policy has been implemented that the company would credit insure all its trade debtors and only deal with customers on which the company can obtain credit insurance.

The results for the year are set out on page 5. Gross margins are 11.2% (2007 : 14.6%) and return on capital employed was 2.4% compared to 3.3% for 2007.

Results and dividends

The results for the year are set out on page 4.

During the year, the company has paid out an interim dividend as detailed in note 6 to the accounts.

Directors

The following directors have held office since 1 July 2007:

J L Fowler
V J Fowler
R J Fowler

Directors' interests

The directors' interests in the shares of the company were as stated below:

	Ordinary shares of £1 each	
	30 June 2008	1 July 2007
J L Fowler	56	56
V J Fowler	33	33
R J Fowler	10	10

Charitable donations	2008	2007
	£	£

During the year the company made the following payments:

Charitable donations	535	356
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SCALDERHURST LIMITED

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2008

Auditors

In accordance with the Company's Articles, a resolution proposing that Baxter & Co be reappointed as auditors of the company will be put at a General Meeting.

Directors' responsibilities

The directors are responsible for preparing 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 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 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.

Statement of disclosure to auditors

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

By order of the board



V J Fowler

Secretary

23 October 2008

SCALDERHURST LIMITED

INDEPENDENT AUDITORS' REPORT TO SCALDERHURST LIMITED UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 4 to 14, together with the financial statements of Scaldershurst Limited for the year ended 30 June 2008 prepared under section 226 of the Companies Act 1985.

This report is made solely to the company in accordance with Section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to them in an auditor's report on abbreviated accounts 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, for our work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with section 246A(3) of the Act to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with that provision and to report our opinion to you.

Basis of opinion

We conducted our work in accordance with Bulletin 2006/3 "The special auditor's report on abbreviated accounts in the United Kingdom" issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with section 246A(3) of the Companies Act 1985, and the abbreviated accounts have been properly prepared in accordance with that provision.



Baxter & Co

24 October 2008

Chartered Certified Accountants
Registered Auditor

Lynwood House
Crofton Road
Orpington
Kent BR6 8QE

SCALDERHURST LIMITED

ABBREVIATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30 JUNE 2008

	Notes	2008 £	2007 £
Gross profit		959,797	980,667
Administrative expenses		(873,402)	(897,477)
Operating profit	2	86,395	83,190
Interest payable and similar charges	3	(570)	(1,311)
Profit on ordinary activities before taxation		85,825	81,879
Tax on profit on ordinary activities	4	(50,215)	(32,138)
Profit for the year	11	35,610	49,741

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.

SCALDERHURST LIMITED

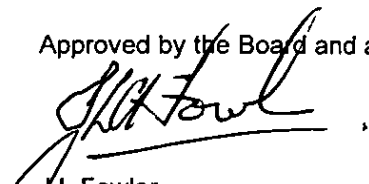
ABBREVIATED BALANCE SHEET

AS AT 30 JUNE 2008

	Notes	2008		2007	
		£	£	£	£
Fixed assets					
Tangible assets	6		1,078,185		1,172,843
Current assets					
Stocks	7	1,696,145		1,710,841	
Debtors	8	2,768,986		1,968,039	
Cash at bank and in hand		430		37,401	
		<u>4,465,561</u>		<u>3,716,281</u>	
Creditors: amounts falling due within one year	9	<u>(4,019,941)</u>		<u>(3,392,456)</u>	
Net current assets			445,620		323,825
Total assets less current liabilities			<u>1,523,805</u>		<u>1,496,668</u>
Provisions for liabilities			-		(643)
			<u>1,523,805</u>		<u>1,496,025</u>
Capital and reserves					
Called up share capital	10		99		99
Profit and loss account	11		1,523,706		1,495,926
Shareholders' funds	12		<u>1,523,805</u>		<u>1,496,025</u>

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies.

Approved by the Board and authorised for issue on 23 October 2008


J L Fowler
Director


R J Fowler
Director

SCALDERHURST LIMITED

CASH FLOW STATEMENT

FOR THE YEAR ENDED 30 JUNE 2008

	£	2008 £	£	2007 £
Net cash outflow from operating activities		(418,267)		(89,087)
Returns on investments and servicing of finance				
Interest paid	(570)		(1,311)	
Net cash outflow for returns on investments and servicing of finance		(570)		(1,311)
Taxation		(38,400)		(11,456)
Capital expenditure				
Payments to acquire tangible assets	(51,823)		(26,385)	
Receipts from sales of tangible assets	-		12,251	
Net cash outflow for capital expenditure		(51,823)		(14,134)
Equity dividends paid		(7,830)		-
Net cash outflow before management of liquid resources and financing		(516,890)		(115,988)
Financing				
Capital element of finance lease contracts	(15,465)		(6,534)	
Net cash outflow from financing		(15,465)		(6,534)
Decrease in cash in the year		(532,355)		(122,522)

SCALDERHURST LIMITED

NOTES TO THE CASH FLOW STATEMENT

FOR THE YEAR ENDED 30 JUNE 2008

1	Reconciliation of operating profit to net cash outflow from operating activities				
				2008	2007
				£	£
	Operating profit			86,395	83,190
	Depreciation of tangible assets			145,244	141,939
	Loss on disposal of tangible assets			1,237	4,535
	Decrease/(increase) in stocks			14,696	(276,960)
	Increase in debtors			(800,947)	(473,535)
	Increase in creditors within one year			132,698	416,250
	Net effect of foreign exchange differences			2,410	15,494
	Net cash outflow from operating activities			(418,267)	(89,087)
2	Analysis of net (debt)/funds	1 July 2007	Cash flow	Other non-cash changes	30 June 2008
		£	£	£	£
	Net cash:				
	Cash at bank and in hand	37,401	(36,971)	-	430
	Bank overdrafts	-	(495,384)	(2,410)	(497,794)
		<u>37,401</u>	<u>(532,355)</u>	<u>(2,410)</u>	<u>(497,364)</u>
	Bank deposits	-	-	-	-
	Debt:				
	Finance leases	(15,465)	15,465	-	-
	Net funds/(debt)	<u>21,936</u>	<u>(516,890)</u>	<u>(2,410)</u>	<u>(497,364)</u>
3	Reconciliation of net cash flow to movement in net (debt)/funds			2008	2007
				£	£
	Decrease in cash in the year			(532,355)	(122,522)
	Cash outflow/(inflow) from decrease/(increase) in debt and lease financing			15,465	(15,465)
	Net effect of foreign exchange differences			(2,410)	(15,494)
	Movement in net (debt)/funds in the year			(519,300)	(153,481)
	Opening net funds			21,936	175,417
	Closing net (debt)/funds			(497,364)	21,936

SCALDERHURST LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 30 JUNE 2008

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

1.2 Compliance with accounting standards

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

1.3 Turnover

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

1.4 Tangible fixed assets and depreciation

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

Land and buildings Leasehold	Straight line over the life of the lease
Plant and machinery	20% Reducing Balance
Fixtures, fittings & equipment	15% Reducing Balance
Motor vehicles	25% Reducing Balance

1.5 Leasing and hire purchase commitments

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

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

1.6 Stock

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

1.7 Deferred taxation

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

1.8 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.

SCALDERHURST LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2008

2	Operating profit	2008	2007
		£	£
	Operating profit is stated after charging:		
	Depreciation of tangible assets	145,244	141,939
	Loss on disposal of tangible assets	1,237	4,535
	Loss on foreign exchange transactions	6,878	15,494
	Operating lease rentals	111,875	111,875
	Auditors' remuneration	8,500	8,500
		<u> </u>	<u> </u>
3	Interest payable	2008	2007
		£	£
	Hire purchase interest	198	1,311
	On overdue tax	372	-
		<u> </u>	<u> </u>
		<u>570</u>	<u>1,311</u>

SCALDERHURST LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2008

4	Taxation	2008 £	2007 £
	Domestic current year tax		
	U.K. corporation tax	50,858	38,400
	Adjustment for prior years	-	(2,660)
	Current tax charge	<u>50,858</u>	<u>35,740</u>
	Deferred tax		
	Deferred tax charge/credit current year	(643)	(3,602)
		<u>50,215</u>	<u>32,138</u>
	Factors affecting the tax charge for the year		
	Profit on ordinary activities before taxation	<u>85,825</u>	<u>81,879</u>
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 28.00% (2007 - 30.00%)	<u>24,031</u>	<u>24,564</u>
	Effects of:		
	Non deductible expenses	4,542	6,228
	Depreciation add back	37,202	42,581
	Capital allowances	(8,374)	(21,431)
	Adjustments to previous periods	-	(2,660)
	Chargeable disposals	-	1,361
	Marginal tax relief adjustment	(6,543)	(14,903)
	Current tax charge	<u>50,858</u>	<u>35,740</u>
5	Dividends	2008 £	2007 £
	Ordinary interim paid	<u>7,830</u>	<u>-</u>

SCALDERHURST LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2008

6 Tangible fixed assets

	Land and buildings Leasehold £	Plant and machinery £	Fixtures, fittings & equipment £	Motor vehicles £	Total £
Cost					
At 1 July 2007	1,618,476	428,577	56,268	114,056	2,217,377
Additions	-	2,000	309	49,514	51,823
Disposals	-	-	(4,459)	-	(4,459)
At 30 June 2008	1,618,476	430,577	52,118	163,570	2,264,741
Depreciation					
At 1 July 2007	584,783	337,539	42,474	79,738	1,044,534
On disposals	-	-	(3,222)	-	(3,222)
Charge for the year	103,123	18,608	2,554	20,959	145,244
At 30 June 2008	687,906	356,147	41,806	100,697	1,186,556
Net book value					
At 30 June 2008	930,570	74,430	10,312	62,873	1,078,185
At 30 June 2007	1,033,693	91,038	13,794	34,318	1,172,843

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

	Motor vehicles £
Net book values	
At 30 June 2008	-
At 30 June 2007	23,064
Depreciation charge for the year	
At 30 June 2008	-
At 30 June 2007	7,688

SCALDERHURST LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2008

7	Stocks	2008	2007
		£	£
	Finished goods and goods for resale	1,696,145	1,710,841
		<u> </u>	<u> </u>
8	Debtors	2008	2007
		£	£
	Trade debtors	2,605,868	1,816,188
	Other debtors	6,871	1,500
	Prepayments and accrued income	156,247	150,351
		<u> </u>	<u> </u>
		2,768,986	1,968,039
		<u> </u>	<u> </u>
9	Creditors: amounts falling due within one year	2008	2007
		£	£
	Bank loans and overdrafts	497,794	-
	Net obligations under hire purchase contracts	-	15,465
	Trade creditors	2,411,262	2,212,992
	Corporation tax	50,858	38,400
	Other taxes and social security costs	6,324	76,218
	Directors' current accounts	971,326	-
	Other creditors	67,377	1,025,171
	Accruals and deferred income	15,000	24,210
		<u> </u>	<u> </u>
		4,019,941	3,392,456
		<u> </u>	<u> </u>

The bank overdraft and directors loan account are secured by a fixed and floating charge over the assets of the company.

Net obligations under hire purchase contracts

Repayable within one year	-	16,776
Finance charges and interest allocated to future accounting periods	-	(1,311)
	<u> </u>	<u> </u>
	-	15,465
	<u> </u>	<u> </u>

SCALDERHURST LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2008

10 Share capital	2008	2007
	£	£
Authorised		
100 Ordinary shares of £1 each	100	100
Allotted, called up and fully paid		
99 Ordinary shares of £1 each	99	99
11 Statement of movements on profit and loss account		Profit and loss account £
Balance at 1 July 2007		1,495,926
Profit for the year		35,610
Dividends paid		(7,830)
Balance at 30 June 2008		1,523,706
12 Reconciliation of movements in shareholders' funds	2008	2007
	£	£
Profit for the financial year	35,610	49,741
Dividends	(7,830)	-
Net addition to shareholders' funds	27,780	49,741
Opening shareholders' funds	1,496,025	1,446,284
Closing shareholders' funds	1,523,805	1,496,025

13 Financial commitments

At 30 June 2008 the company was committed to making the following payments under non-cancellable operating leases in the year to 30 June 2009:

	Land and buildings	
	2008	2007
	£	£
Operating leases which expire:		
In over five years	111,875	111,875

SCALDERHURST LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2008

14 Directors' emoluments	2008	2007
	£	£
Emoluments for qualifying services	<u>31,328</u>	<u>106,476</u>

15 Transactions with directors

The company paid property rents of £111,875 (2007: £111,875) to J.L. & V.J. Fowler on commercial terms. At the balance sheet date the amount outstanding was £16,391 (2007: £27,969). Additionally, J.L. and V.J. Fowler are partners in Ford Mill Fisheries from whom the company bought services to the value of £30,250 (2007: £35,628) on arms length terms.

16 Employees

Number of employees

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

	2008	2007
	Number	Number
Directors	3	3
Other employees	7	6
	<u>10</u>	<u>9</u>

Employment costs

	2008	2007
	£	£
Wages and salaries	155,078	189,943
Social security costs	14,933	19,507
	<u>170,011</u>	<u>209,450</u>