Advanced Processing Limited

Registered number 3373894

Directors' report and consolidated financial statements

For the year ended 30 June 2010



ADVANCED PROCESSING LIMITED

COMPANY INFORMATION

Directors	D G Rogan M D Danby S B Butt
Company secretary	M D Danby
Company number	3373894
Registered office	606 Building Wharfedale Road Euroway Industrial Estate Bradford West Yorkshire BD4 6SG
Auditors	Mazars LLP Chartered Accountants & Statutory Auditors Mazars House Gelderd Road Gildersome Leeds LS27 7JN
Bankers	Barclays Bank Plc 39/47 Commercial Street Halifax West Yorkshire HX1 1BG

ADVANCED PROCESSING LIMITED

CONTENTS

	Page
Directors' Report	1 - 3
Independent Auditors' Report	4 - 5
Consolidated Profit and Loss Account	6
Consolidated Balance Sheet	7
Company Balance Sheet	8
Consolidated Cash Flow Statement	9
Notes to the Financial Statements	10 - 20

ADVANCED PROCESSING LIMITED

DIRECTORS' REPORT
FOR THE YEAR ENDED 30 JUNE 2010

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

Statement of directors' responsibilities

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

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

- select suitable accounting policies and then apply them consistently,
- make judgments 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

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

Principal activities

The principal activity of the group is that of garment processing and distribution

Business review

We aim to provide a balanced and comprehensive review of the development and performance of the group during the year and its position at the year end Our review is consistent with the size and complex nature of the group and is written in the context of the risks and uncertainties we face The company continues to provide garment processing, supply chain management, warehousing and distribution services to the retail industry

We consider our key financial performance indicators are those that communicate the financial performance and strength of the group as a whole, these being turnover, gross margin and net margin

The turnover of the company increased to £15 8 million from £13 6 million The gross profit has also increased during the year from £4 1 million to £4 7 million This was due to the group securing new contracts and working extremely hard to protect margin, through improved efficiencies and cost control Overall operating profit is £384,637

During the year the group incurred one-off costs relating to the transfer of some of its operations to a new bespoke site

We remain confident that the group is well placed to grow over the next twelve months and will respond well to the challenges ahead, which are presented due to a challenging economic environment We expect to increase sales, gross margin and net margin in the next twelve months

ADVANCED PROCESSING LIMITED

DIRECTORS' REPORT
FOR THE YEAR ENDED 30 JUNE 2010

Results

The profit for the year, after taxation, amounted to £294,450 (2009 - £223,030)

Directors

The directors who served during the year were

D G Rogan
M D Danby
S B Butt

Political and charitable contributions

During the year the group made charitable donations of £2,920 (2009 £2 658)

Principal risks and uncertainties

Financial risk
Price risk, credit risk, liquidity risk and cash flow risk

The group's principal financial instruments comprise bank balances, trade debtors, trade creditors and finance lease agreements The main purpose of these instruments is to finance the group's working capital requirements

In respect of bank balances, the liquidity risk is managed by maintaining a balance between the continuity of funding and flexibility through the use of overdrafts at floating rates of interest All of the group's cash balances are held in such a way that maximises the rate of interest The group will make use of money market facilities as appropriate

Trade debtors are managed in respect of credit and cash flow risk by policies concerning the credit offered to customers and the regular monitoring of amounts outstanding for both time and credit limits The amounts presented in the balance sheet are net of allowances for doubtful debts

Trade creditors' liquidity risk is managed by ensuring sufficient funds are available to meet amounts due

The group is a lessee in respect of financed leased assets The liquidity risk in respect of these is managed by ensuring that there are sufficient funds to meet the payments

Disabled employees

The company's policy is to give full and fair consideration to applications for employment made by disabled persons, having regard to their particular aptitudes and abilities

Disabled employees receive appropriate training to promote their career development within the company Employees who become disabled are retained in their existing posts where possible or retrained for suitable alternative posts

ADVANCED PROCESSING LIMITED

DIRECTORS' REPORT
FOR THE YEAR ENDED 30 JUNE 2010

Provision of information to auditors

Each of the persons who are directors at the time when this Directors' Report is approved has confirmed that

- so far as that director is aware, there is no relevant audit information of which the company and the group's auditors are unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any information needed by the company and the group's auditors in connection with preparing their report and to establish that the company and the group's auditors are aware of that information

Auditors

The auditors, Mazars LLP, having been appointed in the year indicated their willingness to continue in office and a resolution concerning their reappointment will be proposed at the Annual General Meeting

This report was approved by the board on 9th February 2011 and signed on its behalf

D Glen Rogan

D G Rogan
Director

ADVANCED PROCESSING LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF ADVANCED PROCESSING LIMITED

We have audited the financial statements of Advanced Processing Limited for the year ended 30 June 2010, which comprise the group Profit and Loss Account, the group and company Balance Sheets, the group Cash Flow Statement and the related notes 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)

Respective responsibilities of directors and auditors

As explained more fully in the Statement of Directors' Responsibilities set out on page 1, 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 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

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the APB's website at www frc org uk/apb/scope/UKNP

Opinion on the financial statements

In our opinion the financial statements

- give a true and fair view of the state of the group's and the parent company's affairs as at 30 June 2010 and of the group's profit for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006

Opinion on the other matter prescribed by the Companies Act 2006

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

ADVANCED PROCESSING LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF ADVANCED PROCESSING 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

Mazars LLP

Mazars LLP, Chartered Accountants (Statutory Auditors)

J C Holroyd (Senior Statutory Auditor)

Mazars House
Gelderd Road
Gildersome
Leeds
LS27 7JN

Date 9th February 2011

ADVANCED PROCESSING LIMITED

CONSOLIDATED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30 JUNE 2010

	Note	2010 £	2009 £
Turnover	**1,2**	15,788,305	13,638,748
Cost of sales		(11,063,228)	(9,575,802)
Gross profit		4,725,077	4,062,946
Administrative expenses		(4,340,440)	(3,711,361)
Operating profit	**3**	384,637	351,585
Interest payable and similar charges	**6**	(45,105)	(45,163)
Profit on ordinary activities before taxation		339,532	306,422
Tax on profit on ordinary activities	**7**	(45,082)	(83,392)
Profit for the financial year	**17**	294,450	223,030

All amounts relate to continuing operations

There were no recognised gains and losses for 2010 or 2009 other than those included in the Profit and Loss Account

The notes on pages 10 to 20 form part of these financial statements

ADVANCED PROCESSING LIMITED

Registered number 3373894

CONSOLIDATED BALANCE SHEET

AS AT 30 JUNE 2010

	Note	£	2010 £	£	2009 £
Fixed assets					
Intangible assets	8		45,098		47,603
Tangible assets	9		1,131,167		1,271,427
			1,176,265		1,319,030
Current assets					
Stocks	11	231,343		308,481	
Debtors	12	2,250,036		1,898,383	
Cash at bank and in hand		526,175		548,632	
		3,007,554		2,755,496	
Creditors. amounts falling due within one year	13	(2,302,446)		(2,491,605)	
Net current assets			705,108		263,891
Total assets less current liabilities			1,881,373		1,582,921
Creditors: amounts falling due after more than one year	14		(205,553)		(165,384)
Provisions for liabilities					
Deferred tax	15		(107,899)		(132,954)
Net assets			1,567,921		1,284,583
Capital and reserves					
Called up share capital	16		106,242		106,242
Share premium account	17		5,658		5,658
Capital redemption reserve	17		33,104		33,104
Profit and loss account	17		1,422,917		1,139,579
Shareholders' funds	18		1,567,921		1,284,583

The financial statements were approved and authorised for issue by the board and were signed on its behalf on

9th February 2011

D Glen Rogan

D G Rogan
Director

The notes on pages 10 to 20 form part of these financial statements

ADVANCED PROCESSING LIMITED

COMPANY BALANCE SHEET
AS AT 30 JUNE 2010

	Note	£	2010 £	£	2009 £
Fixed assets					
Tangible assets	9		1,131,167		1,271,427
Investments	10		80,900		80,900
			1,212,067		1,352,327
Current assets					
Stocks	11	231,343		308,481	
Debtors	12	2,115,311		1,827,619	
Cash at bank and in hand		511,425		490,091	
		2,858,079		2,626,191	
Creditors: amounts falling due within one year	13	(2,665,813)		(2,754,321)	
Net current assets/(liabilities)			192,266		(128,130)
Total assets less current liabilities			1,404,333		1,224,197
Creditors: amounts falling due after more than one year	14		(205,553)		(165,384)
Provisions for liabilities					
Deferred tax	15		(107,899)		(132,954)
Net assets			1,090,881		925,859
Capital and Reserves					
Called up share capital	16		106,242		106,242
Share premium account	17		5,658		5,658
Capital redemption reserve	17		33,104		33,104
Profit and loss account	17		945,877		780,855
Shareholders' funds	18		1,090,881		925,859

The financial statements were approved and authorised for issue by the board and were signed on its behalf on
9th February 2011

D Glen Rogan

D G Rogan
Director

The notes on pages 10 to 20 form part of these financial statements

ADVANCED PROCESSING LIMITED

CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 JUNE 2010

	Note	2010 £	2009 £
Net cash flow from operating activities	20	446,847	1,044,173
Returns on investments and servicing of finance	21	(45,105)	(45,163)
Taxation		(273,551)	(48,068)
Capital expenditure and financial investment	21	(259,604)	(77,904)
Acquisitions and disposals	21	-	(80,000)
Equity dividends paid		(11,112)	-
Cash (outflow)/inflow before financing		(142,525)	793,038
Financing	21	120,068	(233,440)
(Decrease)/Increase in cash in the year		(22,457)	559,598

RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET FUNDS/DEBT
FOR THE YEAR ENDED 30 JUNE 2010

	2010 £	2009 £
(Decrease)/Increase in cash in the year	(22,457)	559,598
Cash (inflow)/outflow from (increase)/decrease in debt and lease financing	(120,068)	233,440
Movement in net debt in the year	(142,525)	793,038
Net funds/(debt) at 1 July 2009	220,858	(572,180)
Net funds at 30 June 2010	78,333	220,858

The notes on pages 10 to 20 form part of these financial statements

ADVANCED PROCESSING LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2010

1. Accounting Policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards

1 2 Basis of consolidation

The financial statements consolidate the accounts of Advanced Processing Limited and all of its subsidiary undertakings ('subsidiaries')

The results of subsidiaries acquired during the year are included from the effective date of acquisition

1.3 Turnover

Turnover comprises revenue recognised by the company in respect of goods and services supplied, exclusive of Value Added Tax and trade discounts

1.4 Intangible fixed assets and amortisation

Goodwill is the difference between amounts paid on the acquisition of a business and the fair value of the identifiable assets and liabilities It is amortised to the Profit and Loss Account over its estimated economic life

1.5 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 of fixed assets, less their estimated residual value, over their expected useful lives on the following bases

Plant & machinery	-	10% - 50% straight line
Transport equipment	-	20% - 33 33% straight line
Fixtures & fittings	-	20% - 33 33% straight line

1.6 Investments

Investments in subsidiaries are valued at cost less provision for impairment

1.7 Leasing and hire purchase

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives Assets acquired by hire purchase are depreciated over their useful lives Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company 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. Accounting Policies (continued)

1.8 Operating leases

Rentals under operating leases are charged to the Profit and Loss Account on a straight line basis over the lease term

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the period until the date the rent is expected to be adjusted to the prevailing market rate

1 9 Stocks and work in progress

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks Cost includes all direct costs

1.10 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation

A net deferred tax asset is recognised only if it can be regarded as 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 assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse

Deferred tax assets and liabilities are not discounted

2 Turnover

The whole of the turnover is attributable to the principal activities of the company

3. Operating profit

The operating profit is stated after charging

	2010 £	2009 £
Amortisation - intangible fixed assets	2,505	2,505
Depreciation of tangible fixed assets		
- owned by the group	248,598	225,226
- held under finance leases	151,266	105,153
Auditors' remuneration	9,000	12,172
Operating lease rentals		
- plant and machinery	-	1,334
- other operating leases	798,379	612,530

Auditors fees for the company were £9,000 (2009 - £12,172)

4. Staff costs

Staff costs, including directors' remuneration, were as follows

	2010 £	2009 £
Wages and salaries	6,831,454	6,404,100
Social security costs	599,281	546,129
	7,430,735	6,950,229

The average monthly number of employees, including the directors, during the year was as follows

	2010 No.	2009 No.
Production and Other	406	353
Administration	18	18
	424	371

5 Directors' remuneration

	2010 £	2009 £
Emoluments	235,730	258,375

6. Interest payable

	2010 £	2009 £
On finance leases and hire purchase contracts	45,105	45,163

7. Taxation

	2010 £	2009 £
Analysis of tax charge in the year		
Current tax (see note below)		
UK corporation tax charge on profit for the year	122,275	121,579
Adjustments in respect of prior periods	(52,138)	-
Total current tax	70,137	121,579
Deferred tax (see note 15)		
Origination and reversal of timing differences	(25,055)	(38,187)
Tax on profit on ordinary activities	45,082	83,392

The tax assessed for the year is higher than (2009 - higher than) the standard rate of corporation tax in the UK of 28% (2009 - 28%) The differences are explained below

	2010 £	2009 £
Profit on ordinary activities before tax	339,532	306,422
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 28% (2009 - 28%)	95,069	85,798
Effects of.		
Non-tax deductible amortisation of goodwill and impairment	701	10,324
Expenses not deductible for tax purposes, other than goodwill amortisation and impairment	17,398	-
Depreciation for year in excess of capital allowances	55,432	41,156
Change in tax rates	-	(8,242)
Marginal relief	(17,513)	(6,657)
Adjustments to tax charge in respect of prior periods	(52,138)	(800)
Adjustment in research and development tax credit leading to an increase (decrease) in the tax charge	(28,812)	-
Current tax charge for the year (see note above)	70,137	121,579

Factors that may affect future tax charges

There were no factors that may affect future tax charges

8 Intangible fixed assets

Group	Goodwill £
Cost	
At 1 July 2009 and 30 June 2010	50,108
Amortisation	
At 1 July 2009	2,505
Charge for the year	2,505
At 30 June 2010	5,010
Net book value	
At 30 June 2010	45,098
At 30 June 2009	47,603

9. Tangible fixed assets

Group	Plant & machinery £	Motor vehicles £	Fixtures & fittings £	Total £
Cost				
At 1 July 2009	2,799,929	237,720	357,795	3,395,444
Additions	140,183	169,438	62,856	372,477
Disposals	(542,712)	(35,226)	(26,679)	(604,617)
At 30 June 2010	2,397,400	371,932	393,972	3,163,304
Depreciation				
At 1 July 2009	1,733,039	139,499	251,479	2,124,017
Charge for the year	270,303	77,378	52,183	399,864
On disposals	(431,550)	(35,226)	(24,968)	(491,744)
At 30 June 2010	1,571,792	181,651	278,694	2,032,137
Net book value				
At 30 June 2010	825,608	190,281	115,278	1,131,167
At 30 June 2009	1,066,890	98,221	106,316	1,271,427

The net book value of assets held under finance leases or hire purchase contracts, included above, are as follows

Group	2010 £	2009 £
Plant and machinery	516,260	569,699

9 Tangible fixed assets (continued)

Company	Plant & machinery £	Motor vehicles £	Fixtures & fittings £	Total £
Cost				
At 1 July 2009	2,799,929	237,720	357,795	3,395,444
Additions	140,183	169,438	62,856	372,477
Disposals	(542,712)	(35,226)	(26,679)	(604,617)
At 30 June 2010	2,397,400	371,932	393,972	3,163,304
Depreciation				
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Charge for the year	270,303	77,378	52,183	399,864
On disposals	(431,550)	(35,226)	(24,968)	(491,744)
At 30 June 2010	1,571,792	181,651	278,694	2,032,137
Net book value				
At 30 June 2010	825,608	190,281	115,278	1,131,167
At 30 June 2009	1,066,890	98,221	106,316	1,271,427

10. Fixed asset investments

Company	Investments in subsidiary companies £
Cost or valuation	
At 1 July 2009 and 30 June 2010	80,900
Net book value	
At 30 June 2010	80,900
At 30 June 2009	80,900

11. Stocks

	Group		Company	
	2010 £	2009 £	2010 £	2009 £
Raw materials	171,418	200,049	171,418	200,049
Work in progress	59,925	108,432	59,925	108,432
	231,343	308,481	231,343	308,481

12. Debtors

	Group		Company	
	2010 £	2009 £	2010 £	2009 £
Trade debtors	2,123,157	1,806,754	1,988,485	1,735,990
Other debtors	62,444	3,936	62,391	3,936
Prepayments and accrued income	64,435	87,693	64,435	87,693
	2,250,036	1,898,383	2,115,311	1,827,619

13. Creditors: Amounts falling due within one year

	Group		Company	
	2010 £	2009 £	2010 £	2009 £
Net obligations under finance leases and hire purchase contracts	242,288	162,390	242,288	162,390
Trade creditors	1,079,638	1,184,369	1,079,638	1,184,369
Amounts owed to group undertakings	-	-	395,848	318,654
Corporation tax	122,275	273,551	89,792	215,821
Social security and other taxes	571,045	450,974	571,045	452,767
Other creditors	75,960	78,030	75,960	78,030
Accruals and deferred income	211,240	342,291	211,242	342,290
	2,302,446	2,491,605	2,665,813	2,754,321

Liabilities under finance leases and hire purchase contracts are secured on the financed assets

14. Creditors.
Amounts falling due after more than one year

	Group		Company	
	2010 £	2009 £	2010 £	2009 £
Net obligations under finance leases and hire purchase contracts	205,553	165,384	205,553	165,384

Obligations under finance leases and hire purchase contracts, included above, are payable as follows

	Group		Company	
	2010 £	2009 £	2010 £	2009 £
Between one and five years	205,553	165,384	205,553	165,384

Liabilities under finance leases and hire purchase contracts are secured on the financed assets

15. Deferred taxation

	Group		Company	
	2010 £	2009 £	2010 £	2009 £
At beginning of year	132,954	132,954	132,954	132,954
(Released during)/charge for the year	(25,055)	-	(25,055)	-
At end of year	107,899	132,954	107,899	132,954

The provision for deferred taxation is made up as follows

	Group		Company	
	2010 £	2009 £	2010 £	2009 £
Accelerated capital allowances	107,899	132,954	107,899	132,954

16 Share capital

	2010 £	2009 £
Allotted, called up and fully paid		
106,242 Ordinary shares of £1 each	106,242	106,242

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2010

17. Reserves

Group	Share premium account £	Capital redempt'n reserve £	Profit and loss account £
At 1 July 2009	5,658	33,104	1,139,579
Profit for the year			294,450
Dividends Equity capital			(11,112)
At 30 June 2010	5,658	33,104	1,422,917

Company	Share premium account £	Capital redempt'n reserve £	Profit and loss account £
At 1 July 2009	5,658	33,104	780,855
Profit for the year			176,134
Dividends Equity capital			(11,112)
At 30 June 2010	5,658	33,104	945,877

18 Reconciliation of movement in shareholders' funds

Group	2010 £	2009 £
Opening shareholders' funds	1,284,583	1,061,553
Profit for the year	294,450	223,030
Dividends (Note 19)	(11,112)	-
Closing shareholders' funds	1,567,921	1,284,583

Company	2010 £	2009 £
Opening shareholders' funds	925,859	793,139
Profit for the year	176,134	132,720
Dividends (Note 19)	(11,112)	-
Closing shareholders' funds	1,090,881	925,859

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

The profit for the year dealt with in the accounts of the company was £176,134 (2009 - £132,720)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2010

19. Dividends

	2010 £	2009 £
Dividends paid on equity capital	11,112	-

20. Net cash flow from operating activities

	2010 £	2009 £
Operating profit	384,637	351,585
Amortisation of intangible fixed assets	2,505	-
Depreciation of tangible fixed assets	399,864	332,884
Decrease/(increase) in stocks	77,138	(43,490)
Increase in debtors	(299,517)	(230,136)
(Decrease)/increase in creditors	(117,780)	633,330
Net cash inflow from operating activities	446,847	1,044,173

21. Analysis of cash flows for headings netted in cash flow statement

	2010 £	2009 £
Returns on investments and servicing of finance		
Hire purchase interest	(45,105)	(45,163)

	2010 £	2009 £
Capital expenditure and financial investment		
Purchase of tangible fixed assets	(372,477)	(77,904)
Sale of tangible fixed assets	112,873	-
Net cash outflow from capital expenditure	(259,604)	(77,904)

	2010 £	2009 £
Acquisitions and disposals		
Acquisition of minority interest in subsidiary undertaking	-	(80,000)

	2010 £	2009 £
Financing		
New/(repayment of) finance leases	120,068	(233,440)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2010

22 Analysis of changes in net debt

	1 July 2009 £	Cash flow £	Other non-cash changes £	30 June 2010 £
Cash at bank and in hand	548,632	(22,457)	-	526,175
Debt:				
Debts due within one year	(162,390)	(120,068)	40,169	(242,289)
Debts falling due after more than one year	(165,384)	-	(40,169)	(205,553)
Net funds	220,858	(142,525)	-	78,333

23. Operating lease commitments

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

	Land and buildings		Other	
	2010	2009	2010	2009
Group	£	£	£	£
Expiry date:				
Within 1 year	-	237,500	23,852	-
Between 2 and 5 years	518,666	-	335,003	23,182
After more than 5 years	-	-	-	143,448

24. Principal subsidiaries

Company name	Percentage Shareholding
Advanced Processing (Holmfield) Limited	100%