

COMPANY REGISTRATION NUMBER 2228038

THE STRONG GROUP LIMITED

FINANCIAL STATEMENTS

30TH APRIL 2009



MOORE STEPHENS

Chartered Accountants & Statutory Auditor
110 - 114 Duke Street
Liverpool
L1 5AG

THE STRONG GROUP LIMITED

FINANCIAL STATEMENTS

YEAR ENDED 30TH APRIL 2009

CONTENTS	PAGES
Officers and professional advisers	1
The directors' report	2 to 3
Independent auditor's report to the shareholders	4 to 5
Profit and loss account	6
Balance sheet	7
Cash flow statement	8 to 10
Notes to the financial statements	11 to 20
The following pages do not form part of the financial statements	
Detailed profit and loss account	22
Notes to the detailed profit and loss account	23 to 24

THE STRONG GROUP LIMITED

OFFICERS AND PROFESSIONAL ADVISERS

The board of directors

A Strong
L Martin
R Spencer
S Wadkins

Company secretary

A Strong

Registered office

Villiers Court
Villiers Road
Knowsley Business Park
Liverpool
L34 9ET

Auditor

Moore Stephens
Chartered Accountants
& Statutory Auditor
110 - 114 Duke Street
Liverpool
L1 5AG

THE STRONG GROUP LIMITED

THE DIRECTORS' REPORT

YEAR ENDED 30TH APRIL 2009

The directors have pleasure in presenting their report and the financial statements of the company for the year ended 30th April 2009

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The principal activity of the company during the year was plumbing, electrical and building services

The directors consider the state of the company's affairs to be satisfactory

During the year the company's turnover decreased by £1.1 Million to £11 Million, a decrease of 10%, with Raw Materials and Sub Contractor Costs decreasing by £0.7 Million to £7.6 Million, a decrease of 8%, and Staff Costs decreasing by £0.4 Million to £2.7 Million a decrease of 14%. This enabled the company to produce a profit before tax for the year of £34,000 against a previous year's profit of £63,000. The balance sheet has improved by an increase in Net Current Assets from £200,000 to £253,000 together with an increase in shareholder funds from £489,000 to £500,000.

RESULTS AND DIVIDENDS

The profit for the year, after taxation, amounted to £11,234. The directors have not recommended a dividend.

FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The main risks arising from the company's financial instruments are market risk, liquidity risk, interest rate risk, cash flow and credit risk. The directors review and agree policies for managing each of these risks and they are summarised below. These policies have remained unchanged from previous years.

Market risk

The company operates in the construction and infrastructure support industries by providing plumbing, electrical and building services. The services are provided under contractual arrangements with the company acting as a subcontractor.

Liquidity and interest rate risk

The company seeks to manage financial risk by ensuring sufficient liquidity is available to meet foreseeable needs and to invest cash assets safely and profitably.

Short term flexibility is achieved by overdraft facilities. There are currently no bank borrowings.

Credit risk

The company's principal financial assets are cash, trade debtors and work in progress. The principal credit risk arises from its work in progress.

In order to manage credit risk the directors set limits for contractors based on a combination of trading and payment history, market knowledge and third party credit references. Credit limits are reviewed by the credit manager on a regular basis in conjunction with debt ageing and collection history.

DIRECTORS

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

A Strong
L Martin
K Roberts
R Spencer
S Wadkins

Resigned as a director 25th June 2009
Appointed 30th November 2009
Appointed 30th November 2009

THE STRONG GROUP LIMITED

THE DIRECTORS' REPORT *(continued)*

YEAR ENDED 30TH APRIL 2009

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 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 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 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 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

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

Registered office
Villiers Court
Villiers Road
Knowsley Business Park
Liverpool
L34 9ET

Signed by order of the directors



Director – Mr L Martin

Approved by the directors on 23/4/10

THE STRONG GROUP LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF THE STRONG GROUP LIMITED

YEAR ENDED 30TH APRIL 2009

We have audited the financial statements of The Strong Group Limited for the year ended 30th April 2009 on pages 6 to 20. 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 Sections 495 and 496 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 page 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 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 company's affairs as at 30th April 2009 and of its 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.

THE STRONG GROUP LIMITED

**INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF THE
STRONG GROUP LIMITED (continued)**

YEAR ENDED 30TH APRIL 2009

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

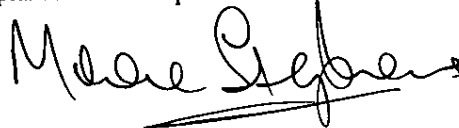
We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or

the 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



**BRIAN McGAIN (Senior Statutory
Auditor)**

For and on behalf of
MOORE STEPHENS
Chartered Accountants
& Statutory Auditor

110 - 114 Duke Street
Liverpool
L1 5AG

23.4.2010

THE STRONG GROUP LIMITED**PROFIT AND LOSS ACCOUNT****YEAR ENDED 30TH APRIL 2009**

	Note	2009 £	2008 £
TURNOVER	2	10,961,978	12,128,788
OPERATING COSTS:			
Raw materials and consumables		7,610,211	8,275,589
Staff costs	3	2,662,169	3,104,068
Depreciation written off fixed assets	4	74,147	80,157
Other operating charges		547,299	554,051
OPERATING PROFIT	4	68,152	114,923
Profit/(loss) on disposal of fixed assets	6	623	(497)
		68,775	114,426
Interest receivable	7	3,182	7,386
Interest payable and similar charges	8	(37,770)	(58,443)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		34,187	63,369
Tax on profit on ordinary activities	9	22,953	32,995
PROFIT FOR THE FINANCIAL YEAR		11,234	30,374

All of the activities of the company are classed as continuing

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

THE STRONG GROUP LIMITED

BALANCE SHEET

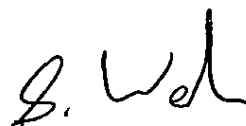
30TH APRIL 2009

	Note	2009		2008	
		£	£	£	£
FIXED ASSETS					
Tangible assets	10		285,116		363,057
Investments	11		<u>11,502</u>		<u>11,502</u>
			296,618		374,559
CURRENT ASSETS					
Stocks	12	1,257,900		1,712,694	
Debtors	13	1,023,401		819,944	
Cash at bank		—		<u>281,789</u>	
		<u>2,281,301</u>		2,814,427	
CREDITORS: Amounts falling due within one year	14	<u>2,027,578</u>		<u>2,614,330</u>	
NET CURRENT ASSETS			<u>253,723</u>		<u>200,097</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			550,341		574,656
CREDITORS: Amounts falling due after more than one year	15		28,306		59,203
PROVISIONS FOR LIABILITIES					
Deferred taxation	17		11,029		10,081
Government grants	18		<u>10,600</u>		<u>16,200</u>
			<u>500,406</u>		<u>489,172</u>
CAPITAL AND RESERVES					
Called-up equity share capital	21		163,000		163,000
Profit and loss account	22		<u>337,406</u>		<u>326,172</u>
SHAREHOLDERS' FUNDS	23		<u>500,406</u>		<u>489,172</u>

These financial statements were approved by the directors and authorised for issue on 23/4/10, and are signed on their behalf by:



Director – Mr L Martin



Director – Mr S Wadkins

Company Registration Number 2228038

THE STRONG GROUP LIMITED**CASH FLOW STATEMENT****YEAR ENDED 30TH APRIL 2009**

	Note	2009		2008	
		£	£	£	£
NET CASH INFLOW FROM OPERATING ACTIVITIES			23,605		296,972
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE					
Interest received		3,182		7,386	
Interest paid		(1,088)		(2,619)	
Interest element of hire purchase and finance lease		(12,682)		(15,824)	
Dividends on shares classed as financial liabilities		<u>(24,000)</u>		<u>(40,000)</u>	
NET CASH OUTFLOW FROM RETURNS ON INVESTMENTS AND SERVICING OF FINANCE			(34,588)		(51,057)
TAXATION			-		(48,873)
CAPITAL EXPENDITURE					
Payments to acquire tangible fixed assets		(7,993)		(5,618)	
Receipts from sale of fixed assets		<u>6,810</u>		<u>8,499</u>	
NET CASH (OUTFLOW)/INFLOW FROM CAPITAL EXPENDITURE			(1,183)		2,881
CASH (OUTFLOW)/INFLOW BEFORE FINANCING			(12,166)		199,923
FINANCING					
Net (outflow)/inflow from other short-term creditors		(295,530)		265,771	
Capital element of hire purchase and finance lease		<u>(58,271)</u>		<u>(77,347)</u>	
NET CASH (OUTFLOW)/INFLOW FROM FINANCING			(353,801)		188,424
(DECREASE)/INCREASE IN CASH			<u>(365,967)</u>		<u>388,347</u>

THE STRONG GROUP LIMITED**CASH FLOW STATEMENT** *(continued)***YEAR ENDED 30TH APRIL 2009****RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES**

	2009 £	2008 £
Operating profit	68,152	114,923
Depreciation	79,747	85,757
Amortisation of government grants	(5,600)	(5,600)
Decrease in stocks	454,794	359,833
Increase in debtors	(203,457)	(16,183)
Decrease in creditors	(370,031)	(241,758)
Net cash inflow from operating activities	<u>23,605</u>	<u>296,972</u>

RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET DEBT

	2009 £	2008 £
(Decrease)/increase in cash in the period	(365,967)	388,347
Net outflow from/(inflow) from other short-term creditors	295,530	(265,771)
Cash outflow in respect of hire purchase and finance lease	<u>58,271</u>	<u>77,347</u>
Change in net debt resulting from cash flows	(12,166)	199,923
New finance leases	—	(77,658)
Movement in net debt in the period	<u>(12,166)</u>	<u>122,265</u>
Net debt at 1 May 2008	(134,853)	(257,118)
Net debt at 30 April 2009	<u>(147,019)</u>	<u>(134,853)</u>

The notes on pages 11 to 20 form part of these financial statements

THE STRONG GROUP LIMITED

CASH FLOW STATEMENT *(continued)*

YEAR ENDED 30TH APRIL 2009

ANALYSIS OF CHANGES IN NET DEBT

	At 1 May 2008 £	Cash flows £	At 30 Apr 2009 £
Net cash			
Cash in hand and at bank	281,789	(281,789)	–
Overdrafts	(161)	(84,178)	(84,339)
	<u>281,628</u>	<u>(365,967)</u>	<u>(84,339)</u>
Debt			
Debt due within 1 year	(299,164)	295,530	(3,634)
Debt due after 1 year	(690)	–	(690)
Hire purchase and finance lease agreements	(116,627)	58,271	(58,356)
	<u>(416,481)</u>	<u>353,801</u>	<u>(62,680)</u>
Net debt	<u>(134,853)</u>	<u>(12,166)</u>	<u>(147,019)</u>

The notes on pages 11 to 20 form part of these financial statements

THE STRONG GROUP LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30TH APRIL 2009

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention

Turnover

The turnover shown in the Profit and Loss Account represents amounts assessed on a contract by contract basis, exclusive of Value Added Tax, adjusted by movement in work in progress

Fixed assets

All fixed assets are initially recorded at cost

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

Improvements and leasehold	- over the period of the lease
Plant & equipment	- 20% reducing balance basis
Motor vehicles	- 25% reducing balance basis
Computers/office equipment	- 20% straight line/10% reducing balance basis

Leased assets are depreciated over the period of the lease

Work in progress

Short Term

Work in progress is valued on the basis of direct costs plus attributable overheads based on normal level of activity. Provision is made for any foreseeable losses where appropriate

Long Term

These are assessed on a contract by contract basis and reflected in the profit and loss account by recording turnover and related costs as contract activity progresses. Where appropriate, attributable profits and anticipated losses are recognised

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

THE STRONG GROUP LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30TH APRIL 2009

1. ACCOUNTING POLICIES *(continued)*

Finance lease agreements

Where the company enters into a lease which entails taking substantially all the risks and rewards of ownership of an asset, the lease is treated as a finance lease. The asset is recorded in the balance sheet as a tangible fixed asset and is depreciated in accordance with the above depreciation policies. Future instalments under such leases, net of finance charges, are included within creditors. Rentals payable are apportioned between the finance element, which is charged to the profit and loss account on a straight line basis, and the capital element which reduces the outstanding obligation for future instalments.

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.

Pension costs

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

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.

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.

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.

Deferred government grants

Deferred government grants in respect of capital expenditure are treated as deferred income and are credited to the profit and loss account over the estimated useful life of the assets to which they relate.

Grants received in respect of jobs related expenditure are credited to the profit and loss account on receipt.

THE STRONG GROUP LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30TH APRIL 2009

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

	2009 £	2008 £
United Kingdom	<u>10,961,978</u>	<u>12,128,788</u>

3. PARTICULARS OF EMPLOYEES

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

	2009 No	2008 No
Number of production staff	55	62
Number of administrative staff	<u>18</u>	<u>19</u>
	<u>73</u>	<u>81</u>

The aggregate payroll costs of the above were

	2009 £	2008 £
Wages and salaries	2,320,346	2,716,195
Social security costs	237,678	280,149
Staff pension costs	85,825	87,014
Directors' pension costs	<u>18,320</u>	<u>20,710</u>
	<u>2,662,169</u>	<u>3,104,068</u>

4. OPERATING PROFIT

Operating profit is stated after charging/(crediting)

	2009 £	2008 £
Amortisation of government grants re fixed assets	(5,600)	(5,600)
Depreciation of owned fixed assets	26,943	32,281
Depreciation of assets held under hire purchase and finance lease agreements	52,804	53,476
Auditor's remuneration	-	-
- as auditor	12,500	12,500
- for other services	8,183	10,068
Operating lease costs	-	-
- Other	<u>40,417</u>	<u>45,158</u>

THE STRONG GROUP LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30TH APRIL 2009

5. DIRECTORS' REMUNERATION

The directors' aggregate remuneration in respect of qualifying services were

	2009 £	2008 £
Remuneration receivable	<u>388,065</u>	<u>347,880</u>

Remuneration of highest paid director:

	2009 £	2008 £
Total remuneration (excluding pension contributions)	188,520	181,005
Value of company pension contributions to money purchase schemes	<u>10,000</u>	<u>10,000</u>
	<u>198,520</u>	<u>191,005</u>

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

	2009 No	2008 No
Money purchase schemes	<u>3</u>	<u>3</u>

6 PROFIT/LOSS ON DISPOSAL OF FIXED ASSETS

	2009 £	2008 £
Profit/(loss) on disposal of fixed assets	<u>623</u>	<u>(497)</u>

7. INTEREST RECEIVABLE

	2009 £	2008 £
Bank interest receivable	<u>3,182</u>	<u>7,386</u>

8. INTEREST PAYABLE AND SIMILAR CHARGES

	2009 £	2008 £
Interest payable on bank borrowing	1,088	2,619
Finance charges	12,682	15,824
Other similar charges payable	<u>24,000</u>	<u>40,000</u>
	<u>37,770</u>	<u>58,443</u>

THE STRONG GROUP LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30TH APRIL 2009

9. TAXATION ON ORDINARY ACTIVITIES

(a) Analysis of charge in the year

	2009 £	2008 £
Current tax		
In respect of the year		
UK Corporation tax based on the results for the year	<u>22,005</u>	<u>33,775</u>
Total current tax	22,005	33,775
Deferred tax		
Origination and reversal of timing differences	<u>948</u>	<u>(780)</u>
Tax on profit on ordinary activities	<u>22,953</u>	<u>32,995</u>

(b) Factors affecting current tax charge

The tax assessed on the profit on ordinary activities for the year is higher than the standard rate of corporation tax in the UK of 21% (2008 - 20%)

	2009 £	2008 £
Profit on ordinary activities before taxation	<u>34,187</u>	<u>63,369</u>
Profit on ordinary activities by rate of tax	7,179	12,674
Disallowable items	11,773	16,203
Other items	<u>3,053</u>	<u>4,898</u>
Total current tax (note 9(a))	<u>22,005</u>	<u>33,775</u>

THE STRONG GROUP LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30TH APRIL 2009

10. TANGIBLE FIXED ASSETS

	Leasehold Property £	Plant & equipment £	Motor vehicles £	Office equipment £	Total £
COST					
At 1 May 2008	166,964	119,277	335,958	191,885	814,084
Additions	–	4,781	–	3,212	7,993
Disposals	–	–	(16,000)	–	(16,000)
At 30 April 2009	<u>166,964</u>	<u>124,058</u>	<u>319,958</u>	<u>195,097</u>	<u>806,077</u>
DEPRECIATION					
At 1 May 2008	75,331	85,143	149,869	140,684	451,027
Charge for the year	19,263	6,316	45,498	8,670	79,747
On disposals	–	–	(9,813)	–	(9,813)
At 30 April 2009	<u>94,594</u>	<u>91,459</u>	<u>185,554</u>	<u>149,354</u>	<u>520,961</u>
NET BOOK VALUE					
At 30 April 2009	<u>72,370</u>	<u>32,599</u>	<u>134,404</u>	<u>45,743</u>	<u>285,116</u>
At 30 April 2008	<u>91,633</u>	<u>34,134</u>	<u>186,089</u>	<u>51,201</u>	<u>363,057</u>

Hire purchase and finance lease agreements

Included within the net book value of £285,116 is £15,450 (2008 - £20,075) relating to assets held under hire purchase agreements, and £126,328 (2008 - £181,257) relating to assets held under finance lease agreements. The depreciation charged in the year in respect of assets held under hire purchase agreements amounted to £4,624 (2008 - £6,034), and £48,180 (2008 - £47,442) in respect of assets held under finance lease agreements.

11. INVESTMENTS

Investments in group undertakings

	£
COST	
At 1st May 2008 and 30th April 2009	<u>163,000</u>
AMOUNTS WRITTEN OFF	
At 1st May 2008 and 30th April 2009	<u>151,498</u>
NET BOOK VALUE	
At 30th April 2009 and 30th April 2008	<u>11,502</u>

This represents a 100% holding in the company's subsidiaries Strong Mechanical Services Limited, Strong's Limited and Brocken and Pringle (Building Services) Limited. The subsidiaries are all incorporated in England and were dormant throughout the year.

THE STRONG GROUP LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30TH APRIL 2009

12. STOCKS

	2009 £	2008 £
Work in progress	<u>1,257,900</u>	<u>1,712,694</u>

13. DEBTORS

	2009 £	2008 £
Trade debtors	944,542	800,463
Other debtors	58,540	-
Directors current accounts	-	1,802
Prepayments and accrued income	20,319	17,679
	<u>1,023,401</u>	<u>819,944</u>

The maximum balances that Directors current accounts were overdrawn during the year was Mr K Roberts £1,802

14. CREDITORS. Amounts falling due within one year

	2009		2008	
	£	£	£	£
Overdrafts		84,339		161
Trade creditors		1,549,149		1,780,668
Amounts owed to group undertakings		11,502		11,502
Other creditors including taxation and social security				
Corporation tax	55,780		33,775	
Other taxation and social security	73,629		196,276	
Hire purchase and finance lease agreements	30,740		58,114	
Other creditors	24,926		67,850	
Other Creditors	-		298,181	
Directors current accounts	3,634		983	
		<u>188,709</u>		<u>655,179</u>
Accruals and deferred income		193,879		166,820
		<u>2,027,578</u>		<u>2,614,330</u>

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

	2009 £	2008 £
Overdrafts	84,169	-
Hire purchase/Finance lease	30,740	58,114
	<u>114,909</u>	<u>58,114</u>

THE STRONG GROUP LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30TH APRIL 2009

15 CREDITORS: Amounts falling due after more than one year

	2009 £		2008 £
Other creditors			
Hire purchase and finance lease agreements	27,616	58,513	
Shares classed as financial liabilities	<u>690</u>	<u>690</u>	
	<u>28,306</u>		<u>59,203</u>

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

	2009 £		2008 £
Hire purchase/Finance lease	<u>27,616</u>		<u>58,513</u>

16. COMMITMENTS UNDER HIRE PURCHASE AND FINANCE LEASE AGREEMENTS

Future commitments under hire purchase and finance lease agreements are as follows

	2009 £		2008 £
Amounts payable within 1 year	30,740		58,114
Amounts payable between 2 to 5 years	<u>27,616</u>		<u>58,513</u>
	<u>58,356</u>		<u>116,627</u>

17. DEFERRED TAXATION

The movement in the deferred taxation provision during the year was

	2009 £		2008 £
Provision brought forward	10,081		10,861
Profit and loss account movement arising during the year	<u>948</u>		<u>(780)</u>
Provision carried forward	<u>11,029</u>		<u>10,081</u>

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

	2009 £		2008 £
Excess of taxation allowances over depreciation on fixed assets	<u>11,029</u>		<u>10,081</u>
	<u>11,029</u>		<u>10,081</u>

THE STRONG GROUP LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30TH APRIL 2009

18. GOVERNMENT GRANTS

	2009 £	2008 £
Received and receivable:		
At 1st May 2008	<u>60,000</u>	<u>60,000</u>
At 30th April 2009	<u>60,000</u>	<u>60,000</u>
Amortisation:		
At 1st May 2008	43,800	38,200
Credit to profit and loss account	<u>5,600</u>	<u>5,600</u>
At 30th April 2009	<u>49,400</u>	<u>43,800</u>
Net balance at 30th April 2009	<u>10,600</u>	<u>16,200</u>

19 COMMITMENTS UNDER OPERATING LEASES

At 30th April 2009 the company had annual commitments under non-cancellable operating leases as set out below

	2009		2008	
	Land and buildings £	Other Items £	Land and buildings £	Other Items £
Operating leases which expire				
Within 2 to 5 years	<u>40,000</u>	<u>7,524</u>	<u>37,100</u>	<u>7,524</u>

20. RELATED PARTY TRANSACTIONS

The company is under the control of Mr A Strong and engaged in the following related party transactions during the year

Mr K Roberts, a director, had an overdrawn current account of £1,802 during the year

Mr A Strong and Mrs C Strong are members of the Directors Pension Scheme from which the company leases its premises from June 2003, on an eight year lease Rent charged for the year ended 30th April 2009 was £40,417

21. SHARE CAPITAL

Authorised share capital.

	2009 £	2008 £
163,000 Ordinary shares of £1 each	<u>163,000</u>	<u>163,000</u>

THE STRONG GROUP LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30TH APRIL 2009

21. SHARE CAPITAL *(continued)*

Allotted and called up:

	2009		2008	
	No	£	No	£
Ordinary shares of £1 each	<u>163,000</u>	<u>163,000</u>	<u>163,000</u>	<u>163,000</u>

22. PROFIT AND LOSS ACCOUNT

	2009	2008
	£	£
Balance brought forward	326,172	295,798
Profit for the financial year	<u>11,234</u>	<u>30,374</u>
Balance carried forward	<u>337,406</u>	<u>326,172</u>

23. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2009	2008
	£	£
Profit for the financial year	11,234	30,374
Opening shareholders' funds	<u>489,172</u>	<u>458,798</u>
Closing shareholders' funds	<u>500,406</u>	<u>489,172</u>