

COMPANY REGISTRATION NUMBER 3233431

ANDERSONS (DENTON HOLME) LIMITED

FINANCIAL STATEMENTS

For the year ended

31 December 2004



HORWATH CLARK WHITEHILL (YORKSHIRE) LLP

Chartered Accountants & Registered Auditors

Pelican House
10 Currer Street
Bradford
BD1 5BA

ANDERSONS (DENTON HOLME) LIMITED

FINANCIAL STATEMENTS

Year ended 31 December 2004

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ANDERSONS (DENTON HOLME) LIMITED

OFFICERS AND PROFESSIONAL ADVISERS

The board of directors

M Barker
V Woods

Company secretary

C Barker

Registered office

Denton Holme Sawmills
Denton Street
Carlisle
Cumbria
CA2 5EQ

Auditors

Horwath Clark Whitehill (Yorkshire) LLP
Chartered Accountants
& Registered Auditors
Pelican House
10 Currer Street
Bradford
BD1 5BA

Bankers

National Westminster Bank plc
PO Box 666
Ashton House
Waterloo Street
Bolton
BL1 8FH

ANDERSONS (DENTON HOLME) LIMITED

DIRECTORS' REPORT

Year ended 31 December 2004

The directors have pleasure in presenting their report and the financial statements of the company for the year ended 31 December 2004.

Principal activities and review of the business

The principal activity of the company during the year was that of timber merchants and kitchen furniture suppliers.

The company's balance sheet as detailed on page 9 shows a satisfactory position, shareholders' funds amounting to £623,134.

Results and dividends

The trading results for the year and the company's financial position at the end of the year are shown in the attached financial statements.

The directors have not recommended a dividend.

The directors and their interests in the shares of the company

The directors who served the company during the year together with their beneficial interests in the shares of the company were as follows:

	Ordinary Shares of £1 each	
	At 31 December 2004	At 1 January 2004
M Barker	50,000	50,000
V Woods	—	—

ANDERSONS (DENTON HOLME) LIMITED

DIRECTORS' REPORT *(continued)*

Year ended 31 December 2004

Auditors

A resolution to re-appoint Horwath Clark Whitehill (Yorkshire) LLP as auditors for the ensuing year will be proposed at the annual general meeting in accordance with section 385 of the Companies Act 1985.

Signed on behalf of the directors

A handwritten signature in black ink, appearing to read 'M Barker', written over a horizontal line.

M Barker
Director

31 March 2005

ANDERSONS (DENTON HOLME) LIMITED
STATEMENT OF DIRECTORS' RESPONSIBILITIES

Year ended 31 December 2004

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company at the end of the year and of the profit or loss for the year then ended. In preparing those financial statements, the directors are required to:

select suitable accounting policies, as described on pages 12 to 13, and then apply them consistently;

make judgements and estimates that are reasonable and prudent; and

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 which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. The directors 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.

ANDERSONS (DENTON HOLME) LIMITED
INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF
ANDERSONS (DENTON HOLME) LIMITED

Year ended 31 December 2004

We have audited the financial statements of Andersons (Denton Holme) Limited for the year ended 31 December 2004 on pages 7 to 21 which have been prepared under the historical cost convention, as modified by the revaluation of certain fixed assets and the accounting policies set out on pages 12 to 13.

This report is made solely to the company's shareholders, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's shareholders those matters we are required to state to them in an 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 shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As described in the Statement of Directors' Responsibilities the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Directors' Report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

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

Basis of audit opinion

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

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

ANDERSONS (DENTON HOLME) LIMITED

**INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF
ANDERSONS (DENTON HOLME) LIMITED *(continued)***

Year ended 31 December 2004

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 December 2004 and of its profit for the year then ended, and have been properly prepared in accordance with the Companies Act 1985.

Horwath Clark Whitehill (Yorkshire) LLP

Bradford
31 March 2005

**HORWATH CLARK WHITEHILL
(YORKSHIRE) LLP**
Chartered Accountants
& Registered Auditors

ANDERSONS (DENTON HOLME) LIMITED

PROFIT AND LOSS ACCOUNT

Year ended 31 December 2004

	Note	2004 £	2003 £
Turnover	2	7,892,018	5,563,696
Cost of sales		<u>5,583,858</u>	<u>3,928,820</u>
Gross profit		2,308,160	1,634,876
Administrative expenses		2,003,627	1,654,584
Other operating income		—	(507)
Operating profit/(loss)	3	<u>304,533</u>	<u>(19,201)</u>
Interest receivable		2,360	122
Interest payable and similar charges	6	(24,210)	(31,977)
Profit/(loss) on ordinary activities before taxation		<u>282,683</u>	<u>(51,056)</u>
Tax on profit/(loss) on ordinary activities	7	91,000	(790)
Retained profit/(loss) for the financial year		<u>191,683</u>	<u>(50,266)</u>

All of the activities of the company are classed as continuing.

The notes on pages 12 to 21 form part of these financial statements.

ANDERSONS (DENTON HOLME) LIMITED
STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES

Year ended 31 December 2004

	2004 £	2003 £
Profit/(Loss) for the financial year attributable to the shareholders	191,683	(50,266)
Unrealised profit on revaluation of certain fixed assets	<u>167,214</u>	<u>258,917</u>
Total gains and losses recognised since the last annual report	<u>358,897</u>	<u>208,651</u>

The notes on pages 12 to 21 form part of these financial statements.

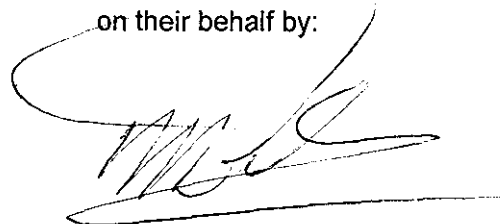
ANDERSONS (DENTON HOLME) LIMITED

BALANCE SHEET

31 December 2004

	Note	2004	£	2003	£
Fixed assets					
Tangible assets	8		1,705,493		1,352,285
Current assets					
Stocks	9	681,667		529,880	
Debtors	10	944,635		884,408	
Cash at bank and in hand		84,782		200	
		<u>1,711,084</u>		<u>1,414,488</u>	
Creditors: Amounts falling due within one year	11	<u>2,543,928</u>		<u>2,272,714</u>	
Net current liabilities			(832,844)		(858,226)
Total assets less current liabilities			<u>872,649</u>		<u>494,059</u>
Creditors: Amounts falling due after more than one year	12		<u>183,515</u>		<u>229,822</u>
			<u>689,134</u>		<u>264,237</u>
Provisions for liabilities and charges					
Deferred taxation	14		66,000		-
			<u>623,134</u>		<u>264,237</u>
Capital and reserves					
Called-up equity share capital	17		50,000		50,000
Revaluation reserve	18		426,131		258,917
Profit and loss account	19		147,003		(44,680)
Shareholders' funds	20		<u>623,134</u>		<u>264,237</u>

These financial statements were approved by the directors on the 31 March 2005 and are signed on their behalf by:



M Barker

The notes on pages 12 to 21 form part of these financial statements.

ANDERSONS (DENTON HOLME) LIMITED

CASH FLOW STATEMENT

Year ended 31 December 2004

	2004	£	2003	£
Net cash inflow from operating activities		527,970		160,878
Returns on investments and servicing of finance				
Interest received	2,360		122	
Interest paid	(14,932)		(20,338)	
Interest element of hire purchase	(9,278)		(11,639)	
Net cash outflow from returns on investments and servicing of finance		(21,850)		(31,855)
Taxation		-		(18,387)
Capital expenditure				
Payments to acquire tangible fixed assets	(364,333)		(72,857)	
Receipts from sale of fixed assets	13,499		9,465	
Net cash outflow from capital expenditure		(350,834)		(63,392)
Cash inflow before financing		<u>155,286</u>		<u>47,244</u>
Financing				
(Repayment) of bank loans	(37,087)		(36,907)	
Capital element of hire purchase	(1,159)		(57,572)	
Net cash outflow from financing		(38,246)		(94,479)
Increase/(decrease) in cash		<u>117,040</u>		<u>(47,235)</u>
Reconciliation of operating profit/(loss) to net cash inflow from operating activities				
		2004		2003
		£		£
Operating profit/(loss)		304,533		(19,201)
Depreciation		162,312		116,564
Loss on disposal of fixed assets		2,528		2,305
Increase in stocks		(151,787)		(93,135)
Increase in debtors		(60,227)		(332,612)
Increase in creditors		270,611		486,957
Net cash inflow from operating activities		<u>527,970</u>		<u>160,878</u>

ANDERSONS (DENTON HOLME) LIMITED

CASH FLOW STATEMENT *(continued)*

Year ended 31 December 2004

Reconciliation of net cash flow to movement in net debt

	2004		2003	
	£	£	£	£
Increase/(decrease) in cash in the period	117,040		(47,235)	
Net cash outflow from bank loans	37,087		36,907	
Cash outflow in respect of hire purchase	1,159		57,572	
		<u>155,286</u>		<u>47,244</u>
Change in net debt		155,286		47,244
Net debt at 1 January 2004		(358,804)		(406,048)
Net debt at 31 December 2004		(203,518)		(358,804)

Analysis of changes in net debt

	At 1 Jan 2004 £	Cash flows £	At 31 Dec 2004 £
Net cash:			
Cash in hand and at bank	200	84,582	84,782
Overdrafts	(32,458)	32,458	-
	<u>(32,258)</u>	<u>117,040</u>	<u>84,782</u>
Debt:			
Debt due within 1 year	(37,685)	(2,000)	(39,685)
Debt due after 1 year	(170,880)	39,087	(131,793)
Hire purchase agreements	(117,981)	1,159	(116,822)
	<u>(326,546)</u>	<u>38,246</u>	<u>(288,300)</u>
Net debt	(358,804)	155,286	(203,518)

ANDERSONS (DENTON HOLME) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2004

1. Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain fixed assets.

Turnover

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

Fixed assets

All fixed assets are initially recorded at cost.

The company has adopted a policy of regular property revaluations in accordance with FRS15.

Depreciation

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

Freehold Property	- 2% straight line
Leasehold Property	- over the period of the lease
Plant & Machinery	- 4% - 10% straight line
Fixtures & Fittings	- 10% - 25% straight line
Motor Vehicles	- 25% straight line

Stocks

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

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 at a constant rate of charge on the balance of capital repayments outstanding.

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 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.

ANDERSONS (DENTON HOLME) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2004

1. Accounting policies *(continued)*

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.

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:

	2004 £	2003 £
United Kingdom	<u>7,892,018</u>	<u>5,563,696</u>

3. Operating profit/(loss)

Operating profit/(loss) is stated after charging:

	2004 £	2003 £
Depreciation of owned fixed assets	125,380	78,581
Depreciation of assets held under hire purchase agreements	36,932	37,983
Loss on disposal of fixed assets	2,528	2,305
Auditors' remuneration		
- as auditors	7,190	8,000
Operating lease costs:		
Land and buildings	89,968	90,034
Plant and equipment	32,129	24,192
Exceptional item - bad debt	-	<u>96,273</u>

ANDERSONS (DENTON HOLME) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2004

4. Particulars of employees

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

	2004 No	2003 No
Number of production staff	36	35
Number of administrative staff	13	8
Number of management staff	2	2
	<u>51</u>	<u>45</u>

The aggregate payroll costs of the above were:

	2004 £	2003 £
Wages and salaries	1,023,835	763,602
Social security costs	90,967	69,763
Other pension costs	17,037	17,315
	<u>1,131,839</u>	<u>850,680</u>

5. Directors' emoluments

The directors' aggregate emoluments in respect of qualifying services were:

	2004 £	2003 £
Emoluments receivable	55,444	54,665
Value of company pension contributions to money purchase schemes	11,061	11,098
	<u>66,505</u>	<u>65,763</u>

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

	2004 No	2003 No
Money purchase schemes	<u>2</u>	<u>2</u>

ANDERSONS (DENTON HOLME) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2004

6. Interest payable and similar charges

	2004 £	2003 £
Interest payable on bank borrowing	14,600	17,063
Finance charges	9,278	11,639
Other similar charges payable	332	3,275
	<u>24,210</u>	<u>31,977</u>

7. Taxation on ordinary activities

(a) Analysis of charge in the year

	2004 £	2003 £
Current tax:		
UK Corporation tax based on the results for the year	25,000	—
Over/under provision in prior year	—	(790)
Total current tax	<u>25,000</u>	<u>(790)</u>
Deferred tax:		
Origination and reversal of timing differences	66,000	—
Tax on profit/(loss) on ordinary activities	<u>91,000</u>	<u>(790)</u>

(b) Factors affecting current tax charge

The tax assessed on the profit/(loss) on ordinary activities for the year is lower than the standard rate of corporation tax in the UK of 19% (2003 - 19%).

	2004 £	2003 £
Profit/(loss) on ordinary activities before taxation	<u>282,683</u>	<u>(51,056)</u>
Profit/(loss) on ordinary activities by rate of tax	53,710	(9,701)
Capital allowances in excess of depreciation	(1,390)	554
Permanent differences	1,981	18,923
Losses utilised	(30,823)	(9,776)
Other differences	1,522	—
(Under)/overprovision in prior years	—	(790)
Total current tax (note 7(a))	<u>25,000</u>	<u>(790)</u>

ANDERSONS (DENTON HOLME) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2004

8. Tangible fixed assets

	Freehold & Leasehold Property £	Plant & Machinery £	Fixtures & Fittings £	Motor Vehicles £	Total £
Cost or valuation					
At 1 January 2004	750,000	162,884	542,001	142,403	1,597,288
Additions	75,601	34,707	161,556	92,469	364,333
Disposals	-	-	(1,363)	(29,000)	(30,363)
Revaluation	167,214	-	-	-	167,214
At 31 December 2004	<u>992,815</u>	<u>197,591</u>	<u>702,194</u>	<u>205,872</u>	<u>2,098,472</u>
Depreciation					
At 1 January 2004	-	46,752	144,772	53,479	245,003
Charge for the year	1,769	17,106	99,966	43,471	162,312
On disposals	-	-	(957)	(13,379)	(14,336)
At 31 December 2004	<u>1,769</u>	<u>63,858</u>	<u>243,781</u>	<u>83,571</u>	<u>392,979</u>
Net book value					
At 31 December 2004	<u>991,046</u>	<u>133,733</u>	<u>458,413</u>	<u>122,301</u>	<u>1,705,493</u>
At 31 December 2003	<u>750,000</u>	<u>116,132</u>	<u>397,229</u>	<u>88,924</u>	<u>1,352,285</u>

The company's freehold property was revalued on an open market basis by Sanderson Weatherall, Chartered Surveyors as at the year end date as being £950,000 and this value has been incorporated in the accounts.

In respect of certain fixed assets stated at valuations, the comparable historical cost and depreciation values are as follows:

	2004 £	2003 £
Historical cost	<u>669,277</u>	<u>669,277</u>
Depreciation:		
At 1 January 2004	<u>191,580</u>	178,194
At 31 December 2004	<u>191,580</u>	<u>178,194</u>
Net historical cost value:		
At 31 December 2004	<u>477,697</u>	491,083
At 1 January 2004	<u>477,697</u>	<u>491,083</u>

Hire purchase agreements

Included within the net book value of £1,705,493 is £153,735 (2003 - £185,338) 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 £36,932 (2003 - £37,983).

ANDERSONS (DENTON HOLME) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2004

9. Stocks

	2004 £	2003 £
Stock	<u>681,667</u>	<u>529,880</u>

10. Debtors

	2004 £	2003 £
Trade debtors	872,614	807,383
Director's current account	-	14,950
Prepayments and accrued income	<u>72,021</u>	<u>62,075</u>
	<u>944,635</u>	<u>884,408</u>

During the year ended 31 December 2004 the company loaned monies to V Woods, a director, on an interest free basis. The balance at 31 December 2004 was £Nil (2003: £14,950) and the maximum balance outstanding during the year was £54,968.

11. Creditors: Amounts falling due within one year

	2004 £	2003 £
Bank loans and overdrafts	39,685	70,143
Trade creditors	1,131,473	989,262
Amounts owed to related undertakings	452,559	136,499
Corporation tax	25,000	-
Other taxation and social security	80,191	98,911
Hire purchase agreements	65,100	59,039
Factoring account	393,210	287,364
Other creditors	12,034	96,227
Director's current accounts	188,059	255,160
Accruals and deferred income	<u>156,617</u>	<u>280,109</u>
	<u>2,543,928</u>	<u>2,272,714</u>

ANDERSONS (DENTON HOLME) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2004

11. Creditors: Amounts falling due within one year *(continued)*

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

	2004 £	2003 £
Bank loans and overdrafts	39,685	37,685
Other creditors including taxation and social security	393,210	287,364
Hire purchase contracts	65,100	59,039
	<u>497,995</u>	<u>384,088</u>

In order to provide security over the bank facilities enjoyed by the company there is a first legal mortgage dated 20 April 2001 over the freehold property at Denton Holme Sawmills, Carlisle.

12. Creditors: Amounts falling due after more than one year

	2004 £	2003 £
Bank loans and overdrafts	131,793	170,880
Hire purchase agreements	51,722	58,942
	<u>183,515</u>	<u>229,822</u>

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

	2004 £	2003 £
Bank loans and overdrafts	131,793	170,880
Hire purchase contracts	51,722	58,942
	<u>183,515</u>	<u>229,822</u>

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

	2004 £	2003 £
Bank loans and overdrafts	—	12,561

ANDERSONS (DENTON HOLME) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2004

13. Commitments under hire purchase agreements

Future commitments under hire purchase agreements are as follows:

	2004 £	2003 £
Amounts payable within 1 year	65,100	59,039
Amounts payable between 2 to 5 years	51,722	58,942
	<u>116,822</u>	<u>117,981</u>

14. Deferred taxation

The movement in the deferred taxation provision during the year was:

	2004 £	2003 £
Profit and loss account movement arising during the year	66,000	-
Provision carried forward	<u>66,000</u>	<u>-</u>

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

	2004 £	2003 £
Excess of taxation allowances over depreciation on fixed assets	66,000	-
	<u>66,000</u>	<u>-</u>

15. Commitments under operating leases

At 31 December 2004 the company had annual commitments under non-cancellable operating leases as set out below.

	2004		2003	
	Land & Buildings £	Other Items £	Land & Buildings £	Other Items £
Operating leases which expire:				
Within 1 year	-	18,738	-	8,314
Within 2 to 5 years	-	23,292	-	32,834
After more than 5 years	85,400	-	85,400	-
	<u>85,400</u>	<u>42,030</u>	<u>85,400</u>	<u>41,148</u>

ANDERSONS (DENTON HOLME) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2004

16. Related party transactions

The company is controlled by M Barker, a director, by virtue of his holding 100% of the issued share capital.

The company is related to Pacific Imports Limited which is controlled by M Barker. During the year the company made recharges to Pacific Imports Limited of £20,508 (2003 £6,218) on a normal commercial basis. An outstanding balance of £452,559 was owed to Pacific Imports Limited at the year end (2003 £136,499).

17. Share capital

Authorised share capital:

	2004 £	2003 £
50,000 Ordinary shares of £1 each	<u>50,000</u>	<u>50,000</u>

Allotted, called up and fully paid:

	2004 No	£	2003 No	£
Ordinary shares of £1 each	<u>50,000</u>	<u>50,000</u>	<u>50,000</u>	<u>50,000</u>

18. Revaluation reserve

	2004 £	2003 £
Balance brought forward	258,917	—
Revaluation of fixed assets	167,214	258,917
Balance carried forward	<u>426,131</u>	<u>258,917</u>

19. Profit and loss account

	2004 £	2003 £
Balance brought forward	(44,680)	5,586
Retained profit/(accumulated loss) for the financial year	191,683	(50,266)
Balance carried forward	<u>147,003</u>	<u>(44,680)</u>

ANDERSONS (DENTON HOLME) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2004

20. Reconciliation of movements in shareholders' funds

	2004 £	2003 £
Profit/(Loss) for the financial year	191,683	(50,266)
Other net recognised gains and losses	167,214	258,917
	<hr/>	<hr/>
Net addition to shareholders' equity funds	358,897	208,651
Opening shareholders' equity funds	264,237	55,586
	<hr/>	<hr/>
Closing shareholders' equity funds	623,134	264,237