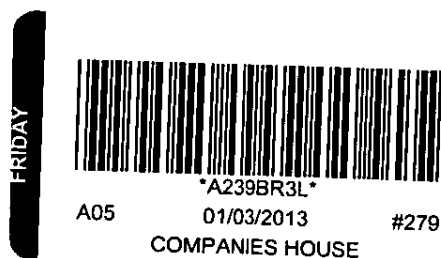


COMPANY REGISTRATION NUMBER 346642

FELDBINDER (UK) LTD

Financial Statements

For the Year Ended 31 December 2012



WHITING & PARTNERS

Chartered Accountants, Business Advisers
& Statutory Auditor
12/13 The Crescent
Wisbech
Cambs
PE13 1EH

FELDBINDER (UK) LTD

Financial Statements

Year Ended 31 December 2012

Contents	Pages
Officers and Professional Advisers	1
The Directors' Report	2 to 4
Statement of Directors' Responsibilities	5
Independent Auditor's Report to the Shareholder	6 to 7
Profit and Loss Account	8
Balance Sheet	9
Cash Flow Statement	10 to 11
Notes to the Financial Statements	12 to 21
The following pages do not form part of the statutory financial statements	
Detailed Profit and Loss Account	23 to 24

FELDBINDER (UK) LTD

Officers and Professional Advisers

The board of directors	J-D Beckmann O Feldbinder
Company secretary	D Feldbinder
Registered office	27 Bridge Road Sutton Bridge Spalding Lincolnshire
Auditor	Whiting & Partners Chartered Accountants & Statutory Auditor 12/13 The Crescent Wisbech Cambs PE13 1EH
Bankers	Barclays Bank Plc 10 Hall Place Spalding Lincs PE11 1SR
Solicitors	Bambridge 27 Wide Bargate Boston Lincs PE21 6SW

FELDBINDER (UK) LTD

The Directors' Report

Year Ended 31 December 2012

The directors have pleasure in presenting their report and the financial statements of the company for the year ended 31 December 2012

Principal activities and business review

The principal activity of the company during the year was the sale of tankers for the transportation of powdered and liquid products by road, rail and sea and related after sales business including spare parts and repair shop

There have been no significant changes in the nature of the principal activities during the financial year. The sales areas continued to be the UK and Ireland

In the opinion of the directors, the result of the operations of the Company during the year was not substantially affected by any item, transaction or event of a material and unusual nature other than the effects from the increased turnover. The sustained increase in sales of new tanks and the solid after sales business have kept the Company in profitability

There were no material transfers to or from reserves or provisions during the year other than as disclosed in the financial statements

The Directors are satisfied that the Company will continue to trade successfully and profitably into the future

The Directors consider that the Company's key performance indicators are those that communicate the financial performance and strength of the Company as a whole, these being turnover, gross margin and return on capital employed

The turnover of the Company continued to significantly increase during the year under review when compared with the previous year despite the current economic climate, in fact turnover has increased by 15.71% up to £17,145,281 (up by £2,327,191). On the whole this has been attributed to an increase in volume of new tanks being sold. In addition the Directors are pleased to report that the Company's after sales revenue has continued to grow year on year

The gross margin for the year however has decreased by 0.63% to 7.32% this is down from the expected levels. This continued reduction is due in part to the company's direct costs increasing that have not been able to be passed on to the customer, together with a continued change in the mix of the Company's total sales revenue

The return on capital employed for the year is 8.35% compared to 1.65% during 2011 as a result of the increase in overall net profitability being recorded during the year. Return on capital employed is calculated as profit before interest and tax divided by capital employed

Results and dividends

The profit for the year, after taxation, amounted to £62,102. The directors have not recommended a dividend

FELDBINDER (UK) LTD

The Directors' Report *(continued)*

Year Ended 31 December 2012

Financial risk management objectives and policies

The financial risk management and objectives of the Company and the exposure of the Company to price, credit, liquidity and cashflow risks are as follows -

Treasury Policy

Feldbinder (UK) Ltd is part of the Feldbinder Spezialfahrzeugwerke GmbH Group, the Group's Treasury function is managed by the parent Company in Germany. It manages liquidity and exposure to funding, interest rate and foreign exchange rate risks.

The Group Treasury uses a combination of derivative and conventional financial instruments to manage these underlying financial risks.

The main elements of Treasury activity is to manage relevant financial risks that are outlined below -

Currency risk

The Company publishes its Financial Statements in sterling and conducts its business mainly in Euros. As a result it is subject to Foreign Exchange risk due to exchange movements affecting the Company's sterling transaction costs and the translation of activity with its fellow subsidiary Companies.

The Company during the year did not hedge against exposure to fluctuations on the translation from Euro's into Sterling. The Company's Directors have considered the need to hedge unnecessary and so forward hedging was not undertaken.

Interest rate risk

The Company generally is not exposed to interest rate risk due to the fact that the Group continues to support Feldbinder (UK) Ltd ensuring that credit facilities are not required for long lengths of time.

Credit risk

There are no significant concentrations of credit risk within the Company. The maximum credit risk exposure if any relating to financial assets would be represented by their carrying value at the Balance Sheet date.

Liquidity Risk

The Group actively maintains a mixture of long term and short term committed facilities that are designated to ensure the Group has sufficient available funds for operations and planned expenditure.

Directors

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

J-D Beckmann
O Feldbinder

The company is a wholly owned subsidiary and the interests of the group directors are disclosed in the financial statements of the parent company.

FELDBINDER (UK) LTD

The Directors' Report *(continued)*

Year Ended 31 December 2012

Auditor

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

Registered office
27 Bridge Road
Sutton Bridge
Spalding
Lincolnshire

Signed by order of the directors



D Feldbinder
Company Secretary

Approved by the directors on 25/02/2013

FELDBINDER (UK) LTD

Statement of Directors' Responsibilities

Year Ended 31 December 2012

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.

FELDBINDER (UK) LTD

Independent Auditor's Report to the Shareholder of Feldbinder (UK) Ltd

Year Ended 31 December 2012

We have audited the financial statements of Feldbinder (UK) Ltd for the year ended 31 December 2012 on pages 8 to 21. 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 shareholder, 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 shareholder 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 shareholder 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 5, 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 and express an opinion on 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. In addition, we read all the financial and non-financial information in the annual report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

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 31 December 2012 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.

FELDBINDER (UK) LTD

Independent Auditor's Report to the Shareholder of Feldbinder (UK) Ltd *(continued)*

Year Ended 31 December 2012

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, or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the directors' report

Dated 28 FEB 2013



Richard Meadows (Senior Statutory Auditor)
For and on behalf of
WHITING & PARTNERS
Statutory Auditor
12/13 The Crescent
Wisbech
Cambs
PE13 1EH

FELDBINDER (UK) LTD

Profit and Loss Account

Year Ended 31 December 2012

	Note	2012 £	2011 £
Turnover	2	17,145,281	14,818,090
Cost of sales		15,889,554	13,640,311
Gross Profit		1,255,727	1,177,779
Distribution costs		279,271	184,749
Administrative expenses		885,795	1,010,522
Other operating income	3	(2,939)	(34,562)
Operating Profit	4	93,600	17,070
Attributable to			
Operating profit before exceptional items		102,100	51,343
Exceptional items	4	(8,500)	(34,273)
		93,600	17,070
Interest receivable		66	19
Interest payable and similar charges	6	(683)	(1,447)
Profit on Ordinary Activities Before Taxation		92,983	15,642
Tax on profit on ordinary activities	7	30,881	(27,538)
Profit for the Financial Year		62,102	43,180
Balance brought forward		880,555	837,375
Balance carried forward		942,657	880,555

All of the activities of the company are classed as continuing

Statement of total recognised gains and losses

There are no recognised gains or losses other than the profit of £62,102 attributable to the shareholder for the year ended 31 December 2012 (2011 - profit of £43,180)

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

FELDBINDER (UK) LTD

Balance Sheet

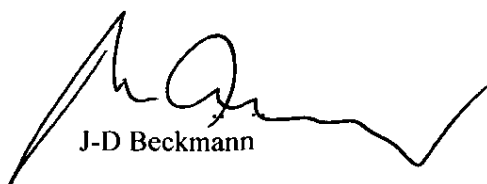
31 December 2012

	Note	2012 £	2011 £
Fixed Assets			
Tangible assets	8	314,183	354,477
Current Assets			
Stocks	9	469,992	549,876
Debtors	10	1,336,612	2,694,798
Cash at bank and in hand		288,732	127,706
		<u>2,095,336</u>	<u>3,372,380</u>
Creditors: Amounts Falling due Within One Year	11	<u>1,287,718</u>	<u>2,666,763</u>
Net Current Assets		<u>807,618</u>	<u>705,617</u>
Total Assets Less Current Liabilities		<u>1,121,801</u>	<u>1,060,094</u>
Creditors: Amounts Falling due after More than One Year	12	–	3,722
Provisions for Liabilities			
Deferred taxation	14	<u>3,327</u>	<u>–</u>
		<u>1,118,474</u>	<u>1,056,372</u>
Capital and Reserves			
Called-up equity share capital	18	50,000	50,000
Revaluation reserve		125,817	125,817
Profit and loss account		942,657	880,555
Shareholder's Funds	19	<u>1,118,474</u>	<u>1,056,372</u>

These financial statements were approved by the directors and authorised for issue on 25/02/2013 and are signed on their behalf by



O Feldbinder



J-D Beckmann

Company Registration Number 346642

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

FELDBINDER (UK) LTD

Cash Flow Statement

Year Ended 31 December 2012

	2012		2011	
	£	£	£	£
Net Cash Inflow/(Outflow) from Operating Activities		166,484		(283,680)
Returns on Investments and Servicing of Finance				
Interest received	66		19	
Interest paid	(19)		(88)	
Interest element of hire purchase	<u>(664)</u>		<u>(1,359)</u>	
Net Cash Outflow from Returns on Investments and Servicing of Finance		(617)		(1,428)
Taxation		—		(46)
Capital Expenditure				
Payments to acquire tangible fixed assets	(1,900)		(34,648)	
Receipts from sale of fixed assets	<u>5,500</u>		<u>30,610</u>	
Net Cash Inflow/(Outflow) from Capital Expenditure		3,600		(4,038)
Cash Inflow/(Outflow) Before Financing		169,467		(289,192)
Financing				
Capital element of hire purchase	<u>(8,441)</u>		<u>(7,748)</u>	
Net Cash Outflow from Financing		(8,441)		(7,748)
Increase/(Decrease) in Cash		<u>161,026</u>		<u>(296,940)</u>

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

FELDBINDER (UK) LTD

Cash Flow Statement

Year Ended 31 December 2012

Reconciliation of Operating Profit to Net Cash Inflow/(Outflow) From Operating Activities

	2012	2011
	£	£
Operating profit	93,600	17,070
Depreciation	42,194	47,849
Profit on disposal of fixed assets	(5,500)	(12,023)
Decrease in stocks	79,884	49,011
Decrease/(increase) in debtors	1,330,648	(25,063)
Decrease in creditors	(1,374,342)	(360,524)
Net cash inflow/(outflow) from operating activities	<u>166,484</u>	<u>(283,680)</u>

Reconciliation of Net Cash Flow to Movement in Net Funds

	2012	2011
	£	£
Increase/(decrease) in cash in the period	161,026	(296,940)
Cash outflow in respect of hire purchase	<u>8,441</u>	<u>7,748</u>
	169,467	(289,192)
Change in net funds	169,467	(289,192)
Net funds at 1 January 2012	115,543	404,735
Net funds at 31 December 2012	<u>285,010</u>	<u>115,543</u>

Analysis of Changes in Net Funds

	At 1 Jan 2012 £	Cash flows £	At 31 Dec 2012 £
Net cash			
Cash in hand and at bank	<u>127,706</u>	<u>161,026</u>	<u>288,732</u>
Debt			
Hire purchase agreements	<u>(12,163)</u>	<u>8,441</u>	<u>(3,722)</u>
Net funds	<u>115,543</u>	<u>169,467</u>	<u>285,010</u>

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

FELDBINDER (UK) LTD

Notes to the Financial Statements

Year Ended 31 December 2012

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 the value of goods sold and work done during the year, exclusive of Value Added Tax

In respect of long-term contracts and contracts for on-going services, turnover represents the value of work done in the year, including estimates of amounts not invoiced. Turnover in respect of long-term contracts and contracts for on-going services is recognised by reference to the stage of completion

Fixed assets

All fixed assets are initially recorded at cost

Depreciation

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

Freehold Property	- 4 to 5% per annum of cost or revalued amount
Plant & Machinery	- 10 to 25% per annum
Fixtures & Fittings	- 10 to 25% per annum
Motor Vehicles	- 25% per annum

Stocks

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

Work in progress

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. No element of profit is included in the valuation of work in progress

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

FELDBINDER (UK) LTD

Notes to the Financial Statements

Year Ended 31 December 2012

1. Accounting Policies *(continued)*

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 some employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged direct to the profit and loss account in the year they arise. There were no liabilities outstanding at the end of the year (2011 £nil)

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.

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.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

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.

FELDBINDER (UK) LTD

Notes to the Financial Statements

Year Ended 31 December 2012

1. Accounting Policies *(continued)*

Going concern

The financial Statements have been prepared on the Going Concern basis, on the premise that the Company's Bankers, Finance providers and controlling shareholder maintain their support

Should any of the above support not be available the going concern basis may be inappropriate Adjustments may then be required to restate assets at their recoverable amounts, liabilities at their full amounts payable, make provision for any cost of asset realisation, debt clearance and provision for future losses which may be incurred

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

	2012 £	2011 £
United Kingdom	14,990,157	14,275,120
Overseas sales	2,155,124	542,970
	<u>17,145,281</u>	<u>14,818,090</u>

3. Other Operating Income

	2012 £	2011 £
Other operating income	<u>2,939</u>	<u>34,562</u>

4. Operating Profit

Operating profit is stated after charging/(crediting)

	2012 £	2011 £
Directors' remuneration	—	—
Depreciation of owned fixed assets	36,900	44,099
Depreciation of assets held under hire purchase agreements	5,294	3,750
Profit on disposal of fixed assets	(5,500)	(12,023)
Auditor's remuneration		
- as auditor	13,000	13,000
Operating lease costs		
- Plant and equipment	30	1,692
Net loss/(profit) on foreign currency translation	780	(67)
Termination/Redundancy pay	<u>8,500</u>	<u>34,273</u>

FELDBINDER (UK) LTD

Notes to the Financial Statements

Year Ended 31 December 2012

5. Particulars of Employees

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

	2012	2011
	No	No
Number of production staff	12	18
Number of sales staff	2	2
Number of management staff	6	7
	<u>20</u>	<u>27</u>

The aggregate payroll costs of the above were

	2012	2011
	£	£
Wages and salaries	743,800	896,808
Social security costs	83,315	97,890
Termination/Redundancy pay	8,500	34,273
	<u>835,615</u>	<u>1,028,971</u>

6. Interest Payable and Similar Charges

	2012	2011
	£	£
Interest payable on bank borrowing	19	88
Finance charges	664	1,359
	<u>683</u>	<u>1,447</u>

FELDBINDER (UK) LTD

Notes to the Financial Statements

Year Ended 31 December 2012

7. Taxation on Ordinary Activities

(a) Analysis of charge in the year

	2012		2011	
	£	£	£	£
Current tax				
UK Corporation tax based on the results for the year at 24% (2011 - 26%)		16		-
Total current tax		16		-
Deferred tax				
Origination and reversal of timing differences (note 14)				
Capital allowances	(2,556)		7,065	
Losses	33,421		(34,603)	
Total deferred tax (note 14)		30,865		(27,538)
Tax on profit on ordinary activities		30,881		(27,538)

(b) Factors affecting current tax charge

The tax assessed on the profit on ordinary activities for the year is lower than the standard rate of corporation tax in the UK of 24% (2011 - 26%)

	2012	2011
	£	£
Profit on ordinary activities before taxation	92,983	15,642
Profit on ordinary activities by rate of tax	22,316	4,067
Expenses disallowed	1,621	3,769
Timing difference of depreciation over capital allowances	8,950	(5,020)
Provisions adjustment	(2,804)	(4,732)
Increase/(decrease) in trading losses carried forward	(30,067)	1,916
Total current tax (note 7(a))	16	-

(c) Factors that may affect future tax charges

The company has trading losses available to be carried forward against future profits from the same trade. This is expected to reduce the future corporation tax charge.

FELDBINDER (UK) LTD

Notes to the Financial Statements

Year Ended 31 December 2012

8. Tangible Fixed Assets

	Freehold Property £	Plant & Machinery £	Fixtures & Fittings £	Motor Vehicles £	Total £
Cost or Valuation					
At 1 January 2012	774,029	1,831,397	931,956	58,973	3,596,355
Additions	–	1,500	400	–	1,900
Disposals	–	–	–	(4,057)	(4,057)
At 31 December 2012	774,029	1,832,897	932,356	54,916	3,594,198
Depreciation					
At 1 January 2012	516,064	1,791,274	901,021	33,519	3,241,878
Charge for the year	19,823	8,049	6,581	7,741	42,194
On disposals	–	–	–	(4,057)	(4,057)
At 31 December 2012	535,887	1,799,323	907,602	37,203	3,280,015
Net Book Value					
At 31 December 2012	238,142	33,574	24,754	17,713	314,183
At 31 December 2011	257,965	40,123	30,935	25,454	354,477

Certain of the Company's properties were revalued as at 31st March 1995 on the basis of open market value for existing use. The transitional provisions of Financial Reporting Standard 15 (Tangible Fixed Assets) have been applied and consequently the valuation has not been updated.

FELDBINDER (UK) LTD

Notes to the Financial Statements

Year Ended 31 December 2012

8. Tangible Fixed Assets *(continued)*

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

	2012 £	2011 £
Net book value at end of year	<u>238,142</u>	<u>257,965</u>
Historical cost:		
At 1 January 2012	719,589	728,693
Disposals in year	-	(9,104)
At 31 December 2012	<u>719,589</u>	<u>719,589</u>
Depreciation:		
At 1 January 2012	483,092	465,530
On disposals	-	(2,809)
Charge for year	19,823	20,371
At 31 December 2012	<u>502,915</u>	<u>483,092</u>
Net historical cost value:		
At 31 December 2012	<u>216,674</u>	<u>236,497</u>
At 1 January 2012	<u>236,497</u>	<u>263,163</u>

Hire purchase agreements

Included within the net book value of £314,183 is £12,792 (2011 - £18,086) 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 £5,294 (2011 - £3,750).

9. Stocks

	2012 £	2011 £
Raw materials	418,022	434,478
Work in progress	43,470	86,309
Finished goods	8,500	29,089
	<u>469,992</u>	<u>549,876</u>

FELDBINDER (UK) LTD

Notes to the Financial Statements

Year Ended 31 December 2012

10. Debtors

	2012	2011
	£	£
Trade debtors	1,306,710	2,619,115
Other debtors	9,336	5,525
Prepayments and accrued income	20,566	42,620
Deferred taxation (note 14)	—	27,538
	<u>1,336,612</u>	<u>2,694,798</u>

11. Creditors: Amounts Falling due Within One Year

	2012	2011
	£	£
Trade creditors	100,376	137,058
Amounts owed to group undertakings	722,986	634,123
Other creditors including taxation and social security		
Corporation tax	16	—
PAYE and social security	18,567	23,557
VAT	96,966	813,020
Hire purchase agreements	3,722	8,441
Other creditors	63,901	22,450
	<u>1,006,534</u>	<u>1,638,649</u>
Accruals and deferred income	281,184	1,028,114
	<u>1,287,718</u>	<u>2,666,763</u>

The company's bank overdraft facility is secured by a legal charge over the company's freehold property

12. Creditors: Amounts Falling due after More than One Year

	2012	2011
	£	£
Other creditors		
Hire purchase agreements	—	3,722

13. Commitments under Hire Purchase Agreements

Future commitments under hire purchase agreements are as follows

	2012	2011
	£	£
Amounts payable within 1 year	3,722	8,441
Amounts payable between 2 to 5 years	—	3,722
	<u>3,722</u>	<u>12,163</u>

FELDBINDER (UK) LTD

Notes to the Financial Statements

Year Ended 31 December 2012

14. Deferred Taxation

The deferred tax included in the Balance sheet is as follows

	2012	2011
	£	£
Included in debtors (note 10)	-	(27,538)
Included in provisions	3,327	-
	<u>3,327</u>	<u>(27,538)</u>

The movement in the deferred taxation account during the year was

	2012	2011
	£	£
Balance brought forward	(27,538)	-
Profit and loss account movement arising during the year	30,865	(27,538)
Balance carried forward	<u>3,327</u>	<u>(27,538)</u>

The balance of the deferred taxation account consists of the tax effect of timing differences in respect of

	2012	2011
	£	£
Excess of taxation allowances over depreciation on fixed assets	13,507	16,063
Tax losses available	(10,180)	(43,601)
	<u>3,327</u>	<u>(27,538)</u>

15. Other Provisions

No provision has been recognised for expected warranty claims on products sold up to the balance sheet date (2011 - £nil)

16. Commitments under Operating Leases

At 31 December 2012 the company had annual commitments under non-cancellable operating leases as set out below

	Assets other than Land and buildings	
	2012	2011
	£	£
Operating leases which expire Within 1 year	-	322

FELDBINDER (UK) LTD

Notes to the Financial Statements

Year Ended 31 December 2012

17. Related Party Transactions

Turnover includes £1,016,015 (2011 £515,447) of sales at normal market price to the company's parent company and other companies within the same group

Cost of sales includes £13,639,472 (2011 £10,650,469) of purchases at normal market price from the company's parent company and other companies within the same group

The amount owed to group undertakings at the year end was £722,986 (2011 £634,123)

The amount due from group undertakings at the year end was £nil (2011 £nil)

18. Share Capital

Authorised share capital:

	2012 £	2011 £
50,000 Ordinary shares of £1 each	<u>50,000</u>	<u>50,000</u>

Allotted, called up and fully paid:

	2012 No	£	2011 No	£
50,000 Ordinary shares of £1 each	<u>50,000</u>	<u>50,000</u>	<u>50,000</u>	<u>50,000</u>

19. Reconciliation of Movements in Shareholder's Funds

	2012 £	2011 £
Profit for the financial year	62,102	43,180
Opening shareholder's funds	<u>1,056,372</u>	<u>1,013,192</u>
Closing shareholder's funds	<u>1,118,474</u>	<u>1,056,372</u>

20. Ultimate Parent Company

The ultimate parent company is Feldbinder Spezialfahrzeugwerke GmbH, a company incorporated in Germany