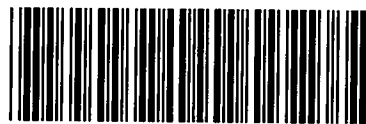


COMPANY REGISTRATION NUMBER 00159202

**ABBAY GLEN LIMITED**  
**ABBREVIATED ACCOUNTS**  
**31 DECEMBER 2014**

SATURDAY



\*A47JIKBC\*

A08

16/05/2015

#220

COMPANIES HOUSE

**HEBBLETHWAITES**  
Chartered Accountants & Statutory Auditor  
2 Westbrook Court  
Sharrow Vale Road  
Sheffield  
S11 8YZ

**ABBAY GLEN LIMITED**  
**ABBREVIATED ACCOUNTS**  
**YEAR ENDED 31 DECEMBER 2014**

<b>CONTENTS</b>	<b>PAGE</b>
Officers and professional advisers	<b>1</b>
Strategic report	<b>2</b>
The directors' report	<b>4</b>
Independent auditor's report to the company	<b>6</b>
Abbreviated profit and loss account	<b>7</b>
Abbreviated balance sheet	<b>8</b>
Cash flow statement	<b>9</b>
Notes to the abbreviated accounts	<b>10</b>

# **ABBAY GLEN LIMITED**

## **OFFICERS AND PROFESSIONAL ADVISERS**

### **The board of directors**

T Y Sempers  
D V Horsfield FCCA  
T E Sempers B.Ed (Hons)  
D Y Sempers  
P Hogan

### **Company secretary**

D V Horsfield FCCA

### **Registered office**

451 Bentley Road  
Doncaster  
DN5 9TJ

### **Auditor**

Hebblethwaites  
Chartered Accountants  
& Statutory Auditor  
2 Westbrook Court  
Sharrow Vale Road  
Sheffield  
S11 8YZ

# ABBAY GLEN LIMITED

## STRATEGIC REPORT

### YEAR ENDED 31 DECEMBER 2014

The principal activity of the company is the laundering trade, primarily linen rental, and also garment rental and wash room services.

#### Fair review of the business

##### Key Financial Highlights

	2014	2013	2012	2011	2010
Turnover Movement	12%	2%	6%	2%	(5%)
Gross Margin	44%	42%	42%	41%	40%

The company continued to trade very strongly during 2014 with no real movement in workwear turnover, but an increase in linen pieces of over 14%. The hotel and hospitality sector remains very difficult and competitive, but the company has been able to grow without the need for acquisition. Service levels and pricing continue to be attractive for customers.

The investment in equipment during March 2014 helped the company accommodate the increase in piece levels and this investment also helped to improve productivity and utility consumption.

#### Principal risks and uncertainties

The company's principal financial instruments and working capital components comprise bank balances, bank overdrafts, trade debtors, trade creditors, loans to the company and finance lease agreements. The main purpose of the instruments is to raise funds for the company's operations and to provide ongoing working capital.

Due to the nature of the financial instruments used by the company, there is no real exposure to price risk. The company's approach to managing other risks applicable to the financial instruments concerned is as set out below.

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 and finance at floating rates of interest.

In respect of loans, these comprise loans from financial institutions and the pension scheme. The interest rate on the loans are variable and the company manages the liquidity risk by ensuring there are sufficient funds to meet the repayments as they fall due.

The company uses finance leases to purchase some fixed assets. The liquidity risk is managed in the same way as loans above.

Trade debtors are managed in terms of credit and cash flow risk, by regularly reviewing credit terms given to customers and strict controls over the collection procedure.

Trade creditor liquidity risk is managed in the same way as loans above.

#### Key financial highlights

Key performance indicators are given in the fair review of the business as set out above.

# ABBAY GLEN LIMITED

## STRATEGIC REPORT *(continued)*

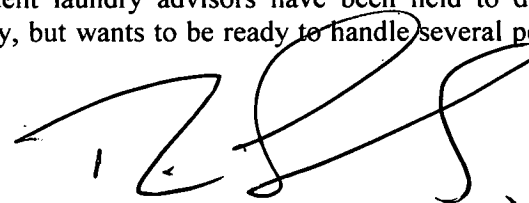
YEAR ENDED 31 DECEMBER 2014

### Future developments

The directors are confident that profitability can be sustained and are looking at small improvements in certain areas. We are expecting linen sales units to again increase at similar levels to those seen last year, with the company already up over 10% on 2014 levels after the first quarter. Agreed new contracts will further increase this and there are no significant losses expected.

Meetings with equipment suppliers and independent laundry advisors have been held to discuss further capital investment. Abbey Glen has capacity, but wants to be ready to handle several periods of turnover growth.

Signed on behalf of the directors



T Y Sempers

Director

Approved by the directors on 12 May 2015

# **ABBAY GLEN LIMITED**

## **DIRECTORS' REPORT**

### **YEAR ENDED 31 DECEMBER 2014**

The directors present their report and the financial statements of the company for the year ended 31 December 2014.

#### **RESULTS AND DIVIDENDS**

The profit for the year, after taxation, amounted to £328,120. Particulars of dividends paid are detailed in note 7 to the financial statements.

#### **FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES**

Details of the company's financial risk management objectives and policies are included in the Strategic Report on page 2.

#### **DIRECTORS**

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

T Y Sempers  
D V Horsfield FCCA  
T E Sempers B.Ed (Hons)  
D Y Sempers  
P Hogan

#### **DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing the Strategic Report, 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 year.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting 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.

#### **STRATEGIC REPORT**

The Strategic Report is set out on pages 2 and 3.

# ABBHEY GLEN LIMITED

## DIRECTORS' REPORT *(continued)*

YEAR ENDED 31 DECEMBER 2014

### AUDITOR

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

Each of the persons who is a director at the date of approval of this report confirm that:

- so far as each director is aware, there is no relevant audit information of which the company's auditor is unaware; and
- each director has taken all steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information.

Registered office:  
451 Bentley Road  
Doncaster  
DN5 9TJ

Signed on behalf of the directors

T Y Sempers

Director

Approved by the directors on ...12 May 2015

# **ABBHEY GLEN LIMITED**

## **INDEPENDENT AUDITOR'S REPORT TO ABBHEY GLEN LIMITED**

### **UNDER SECTION 449 OF THE COMPANIES ACT 2006**

We have examined the abbreviated accounts set out on pages 7 to 21, together with the financial statements of Abbey Glen Limited for the year ended 31 December 2014 prepared under Section 396 of the Companies Act 2006.

This report is made solely to the company, in accordance with Section 449 of the Companies Act 2006. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special 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 for our work, for this report, or for the opinions we have formed.

### **RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITOR**

The directors are responsible for preparing the abbreviated accounts in accordance with Section 445 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the regulations made under that section and to report our opinion to you.

We conducted our work in accordance with Bulletin 2008/4 issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts are properly prepared.

### **OPINION**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 445(3) of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with the regulations made under that section.

2 Westbrook Court  
Sharrow Vale Road  
Sheffield  
S11 8YZ

14 May 2015

ANDREW THROSSELL FCA (Senior  
Statutory Auditor)  
For and on behalf of  
HEBBLETHWAITES  
Chartered Accountants  
& Statutory Auditor



**ABBAY GLEN LIMITED**  
**ABBREVIATED PROFIT AND LOSS ACCOUNT**  
**YEAR ENDED 31 DECEMBER 2014**

	Note	2014 £	2013 £
<b>TURNOVER</b>		<b>7,147,068</b>	<b>6,375,690</b>
Cost of Sales and Other operating income		<b>3,973,209</b>	<b>3,725,422</b>
Distribution costs		<b>954,081</b>	<b>934,485</b>
Administrative expenses		<b>1,656,977</b>	<b>1,414,556</b>
<b>OPERATING PROFIT</b>	<b>2</b>	<b>562,801</b>	<b>301,227</b>
Interest receivable		<b>4</b>	<b>—</b>
Interest payable and similar charges	<b>5</b>	<b>(114,857)</b>	<b>(103,144)</b>
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		<b>447,948</b>	<b>198,083</b>
Tax on profit on ordinary activities	<b>6</b>	<b>119,828</b>	<b>42,993</b>
<b>PROFIT FOR THE FINANCIAL YEAR</b>		<b>328,120</b>	<b>155,090</b>

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 notes on pages 10 to 21 form part of these abbreviated accounts.

**ABBNEY GLEN LIMITED**  
**ABBREVIATED BALANCE SHEET**  
**31 DECEMBER 2014**

	Note	2014 £	2013 £
<b>FIXED ASSETS</b>			
Tangible assets	8	<u>3,933,824</u>	<u>3,829,603</u>
<b>CURRENT ASSETS</b>			
Stocks	9	1,730,828	1,430,963
Debtors	10	1,289,375	1,193,077
Cash in hand		630	130
		<u>3,020,833</u>	<u>2,624,170</u>
<b>CREDITORS: Amounts falling due within one year</b>	11	<u>1,951,240</u>	<u>1,700,600</u>
<b>NET CURRENT ASSETS</b>		<u>1,069,593</u>	<u>923,570</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>5,003,417</u>	<u>4,753,173</u>
<b>CREDITORS: Amounts falling due after more than one year</b>	12	1,883,999	1,933,088
<b>PROVISIONS FOR LIABILITIES</b>			
Deferred taxation	14	<u>180,709</u>	<u>137,496</u>
		<u>2,938,709</u>	<u>2,682,589</u>
<b>CAPITAL AND RESERVES</b>			
Called-up equity share capital	16	50,000	50,000
Share premium account	17	10,000	10,000
Revaluation reserve	17	–	122,278
Profit and loss account	17	<u>2,878,709</u>	<u>2,500,311</u>
<b>SHAREHOLDERS' FUNDS</b>	17	<u>2,938,709</u>	<u>2,682,589</u>

These abbreviated accounts have been prepared in accordance with the special provisions of section 445(3) Companies Act 2006 in regard to medium-sized companies.

These abbreviated accounts were approved by the directors and authorised for issue on 12 May 2015, and are signed on their behalf by:

.....  
T Y Sempers

Company Registration Number: 00159202

The notes on pages 10 to 21 form part of these abbreviated accounts.

**ABBAY GLEN LIMITED**  
**CASH FLOW STATEMENT**  
**YEAR ENDED 31 DECEMBER 2014**

	Note	2014 £	2013 £
<b>NET CASH INFLOW FROM OPERATING ACTIVITIES</b>	<b>18</b>	<b>819,292</b>	<b>611,954</b>
<b>RETURNS ON INVESTMENTS AND SERVICING OF FINANCE</b>	<b>18</b>	<b>(114,853)</b>	<b>(103,144)</b>
<b>TAXATION</b>	<b>18</b>	<b>(35,734)</b>	<b>(97,963)</b>
<b>CAPITAL EXPENDITURE AND FINANCIAL INVESTMENT</b>	<b>18</b>	<b>(678,099)</b>	<b>(394,074)</b>
<b>EQUITY DIVIDENDS PAID</b>		<b>(72,000)</b>	<b>(46,336)</b>
<b>CASH OUTFLOW BEFORE FINANCING</b>		<b>(81,394)</b>	<b>(29,563)</b>
<b>FINANCING</b>	<b>18</b>	<b>155,064</b>	<b>59,859</b>
<b>INCREASE IN CASH</b>	<b>18</b>	<b>73,670</b>	<b>30,296</b>

The notes on pages 10 to 21 form part of these abbreviated accounts.

# **ABBAY GLEN LIMITED**

## **NOTES TO THE ABBREVIATED ACCOUNTS**

**YEAR ENDED 31 DECEMBER 2014**

### **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 laundering, linen rental, garment rental and wash room services invoiced during the year exclusive of Value Added Tax. Income is recognised at the point of service.

#### **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:

Freehold Property	- 1.5%-2% straight line
Plant & Machinery	- 10% straight line
Fixtures & Fittings	- 15%-25% straight line
Motor Vehicles	- 15%-20% straight line

An amount equal to the excess of the annual depreciation charge on revalued assets over the notional historical cost depreciation charge on those assets is transferred annually from the revaluation reserve to the profit and loss reserve.

#### **Stocks**

Stock is made up of various linen products used by the company for its core business activity. Once purchased, they are included in stock and written down over the shorter of their contract life or estimated useful life, which ranges from 2-5 years.

#### **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 at a constant rate of charge on the balance of capital repayments outstanding, and the capital element which reduces the outstanding obligation for future instalments.

#### **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.

# ABBNEY GLEN LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 DECEMBER 2014

### 1. ACCOUNTING POLICIES *(continued)*

#### Deferred taxation

Deferred taxation is provided for in full 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 less), tax in future periods at the average tax rates that are expected to apply when the timing differences reverse, based on current tax rates and laws.

#### 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.

### 2. OPERATING PROFIT

Operating profit is stated after charging:

	2014	2013
	£	£
Depreciation of owned fixed assets	193,602	238,833
Depreciation of assets held under hire purchase agreements	254,702	153,439
Loss on disposal of fixed assets	125,574	71,496
Auditor's remuneration		
- as auditor	<u>5,500</u>	<u>5,400</u>

### 3. PARTICULARS OF EMPLOYEES

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

	2014	2013
	No	No
Number of production staff	122	117
Number of administrative staff	<u>58</u>	<u>56</u>
	<u>180</u>	<u>173</u>

The aggregate payroll costs of the above were:

	2014	2013
	£	£
Wages and salaries	2,877,344	2,543,887
Social security costs	202,604	184,595
Other pension costs	<u>44,813</u>	<u>42,032</u>
	<u>3,124,761</u>	<u>2,770,514</u>

**ABBAY GLEN LIMITED**  
**NOTES TO THE ABBREVIATED ACCOUNTS**  
**YEAR ENDED 31 DECEMBER 2014**

**4. DIRECTORS' REMUNERATION**

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

	2014 £	2013 £
Remuneration receivable	431,696	325,667
Value of company pension contributions to money purchase schemes	<u>26,102</u>	<u>24,777</u>
	<u>457,798</u>	<u>350,444</u>

**Remuneration of highest paid director:**

	2014 £	2013 £
Total remuneration (excluding pension contributions)	<u>161,539</u>	<u>116,242</u>

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

	2014 No	2013 No
Money purchase schemes	<u>3</u>	<u>3</u>

**5. INTEREST PAYABLE AND SIMILAR CHARGES**

	2014 £	2013 £
Interest payable on bank borrowing	38,308	45,030
Finance charges	71,531	53,482
Other similar charges payable	<u>5,018</u>	<u>4,632</u>
	<u>114,857</u>	<u>103,144</u>

**ABBAY GLEN LIMITED**  
**NOTES TO THE ABBREVIATED ACCOUNTS**  
**YEAR ENDED 31 DECEMBER 2014**

**6. TAXATION ON ORDINARY ACTIVITIES**

**(a) Analysis of charge in the year**

	2014 £	2013 £
Current tax:		
In respect of the year:		
UK Corporation tax based on the results for the year at 20.38% (2013 - 20%)	76,634	28,281
Over/under provision in prior year	<u>(19)</u>	<u>-</u>
Total current tax	76,615	28,281
Deferred tax:		
Origination and reversal of timing differences (note 14)		
Capital allowances	43,213	14,712
Tax on profit on ordinary activities	<u>119,828</u>	<u>42,993</u>

**(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 20.38% (2013 - 20%).

	2014 £	2013 £
Profit on ordinary activities before taxation	<u>447,948</u>	<u>198,083</u>
Profit on ordinary activities by rate of tax	91,292	39,616
Capital allowances timing differences	<u>(14,677)</u>	<u>(11,335)</u>
Total current tax (note 6(a))	<u>76,615</u>	<u>28,281</u>

**7. DIVIDENDS**

**Equity dividends**

	2014 £	2013 £
Paid		
Equity dividends on ordinary shares	<u>72,000</u>	<u>46,336</u>

# **ABBAY GLEN LIMITED**

## **NOTES TO THE ABBREVIATED ACCOUNTS**

**YEAR ENDED 31 DECEMBER 2014**

### **8. TANGIBLE FIXED ASSETS**

	Freehold Property £	Plant & Machinery £	Fixtures & Fittings £	Motor Vehicles £	Total £
<b>COST</b>					
At 1 January 2014	2,232,284	2,640,561	137,247	758,434	5,768,526
Additions	22,821	898,340	13,867	85,758	1,020,786
Disposals	(616,950)	—	(32,576)	—	(649,526)
<b>At 31 December 2014</b>	<b>1,638,155</b>	<b>3,538,901</b>	<b>118,538</b>	<b>844,192</b>	<b>6,139,786</b>
<b>DEPRECIATION</b>					
At 1 January 2014	335,547	1,344,468	87,170	171,738	1,938,923
Charge for the year	24,290	292,227	21,981	109,806	448,304
On disposals	(148,690)	—	(32,575)	—	(181,265)
<b>At 31 December 2014</b>	<b>211,147</b>	<b>1,636,695</b>	<b>76,576</b>	<b>281,544</b>	<b>2,205,962</b>
<b>NET BOOK VALUE</b>					
<b>At 31 December 2014</b>	<b>1,427,008</b>	<b>1,902,206</b>	<b>41,962</b>	<b>562,648</b>	<b>3,933,824</b>
At 31 December 2013	1,896,737	1,296,093	50,077	586,696	3,829,603

The freehold land and buildings were revalued between the period 1962 and 1978. The company has adopted the transitional provisions of FRS 15 and the valuation has not since been updated. The directors have been unable to identify the historical cost of the freehold land and buildings. The historical cost and related depreciation have not therefore been disclosed as is required by the Companies Act 2006.

### **Hire purchase agreements**

Included within the net book value of £3,933,824 is £2,100,749 (2013 - £1,303,683) relating to assets held under hire purchase agreements. The depreciation charged to the abbreviated accounts in the year in respect of such assets amounted to £254,702 (2013 - £153,439).

### **9. STOCKS**

	2014 £	2013 £
Stock	1,668,115	1,368,250
Raw materials	62,713	62,713
	<b>1,730,828</b>	<b>1,430,963</b>



**ABBHEY GLEN LIMITED**  
**NOTES TO THE ABBREVIATED ACCOUNTS**  
**YEAR ENDED 31 DECEMBER 2014**

**10. DEBTORS**

	2014	2013
	£	£
Trade debtors	1,171,957	1,061,367
Other debtors	24,078	21,306
Directors current accounts	70,113	73,008
Prepayments and accrued income	23,227	37,396
	<u>1,289,375</u>	<u>1,193,077</u>

**11. CREDITORS: Amounts falling due within one year**

	2014	2013
	£	£
Bank loans and overdrafts	239,200	278,311
Trade creditors	559,087	589,835
Other creditors including taxation and social security:		
Corporation tax	75,905	35,024
PAYE and social security	69,108	45,494
VAT	205,103	154,098
Hire purchase agreements	529,727	359,633
Other creditors	110,971	34,066
	<u>1,789,101</u>	<u>1,496,461</u>
Accruals and deferred income	162,139	204,139
	<u>1,951,240</u>	<u>1,700,600</u>

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

	2014	2013
	£	£
Bank loans and overdrafts	239,200	278,311
Secured debt < 1 Yr: Hire purchase and other secured creditors	529,727	359,633
	<u>768,927</u>	<u>637,944</u>

The bank borrowings are secured by a fixed and floating charge over the present and future assets of the group. These borrowings bear interest at rates at 2.50% above base (base is currently 0.50%).

Included in other creditors is the pension scheme loan of £32,466 (2013: £33,766), detailed at note 17, which carries interest at the rate of 4.00%. This element of the pension scheme loan is that repayable within one year, with a further £52,381 (2013 £81,529) included in note 14 below as being repayable after more than one year from the balance sheet date.

# **ABBAY GLEN LIMITED**

## **NOTES TO THE ABBREVIATED ACCOUNTS**

**YEAR ENDED 31 DECEMBER 2014**

### **12. CREDITORS: Amounts falling due after more than one year**

	2014 £	2013 £
Bank loans and overdrafts	890,671	1,219,284
Other creditors:		
Hire purchase agreements	940,947	632,275
Other creditors	52,381	81,529
	<u>1,883,999</u>	<u>1,933,088</u>

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

	2014 £	2013 £
Bank loans and overdrafts	890,671	1,219,284
Secured debt >1 Yr: Hire purchase agreements	940,947	632,275
	<u>1,831,618</u>	<u>1,851,559</u>

The bank borrowings are secured by a fixed and floating charge over the present and future assets of the group. These borrowings bear interest at rates at 2.50% above base (base is currently 0.50%).

Included in other creditors is the pension scheme loan of £52,381 (2013: £81,529), detailed at note 17, which carries interest at the rate of 4.00%.

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:

	2014 £	2013 £
Bank loans and overdrafts	<u>614,470</u>	<u>1,014,912</u>

The terms of repayment of the bank loan, are capital and interest repayments over a remaining period of 167 months. The interest rate applicable is 2.50% above base (base is currently 0.50%).

**ABBAY GLEN LIMITED**  
**NOTES TO THE ABBREVIATED ACCOUNTS**  
**YEAR ENDED 31 DECEMBER 2014**

**13. COMMITMENTS UNDER HIRE PURCHASE AGREEMENTS**

Future commitments under hire purchase agreements are as follows:

	2014 £	2013 £
Amounts payable within 1 year	529,727	359,633
Amounts payable between 2 to 5 years	940,947	632,275
	<u>1,470,674</u>	<u>991,908</u>
Hire purchase agreements are analysed as follows:		
Current obligations	529,727	359,633
Non-current obligations	940,947	632,275
	<u>1,470,674</u>	<u>991,908</u>

**14. DEFERRED TAXATION**

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

	2014 £	2013 £
Provision brought forward	137,496	122,784
Profit and loss account movement arising during the year	43,213	14,712
Provision carried forward	<u>180,709</u>	<u>137,496</u>

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

	2014 £	2013 £
Excess of taxation allowances over depreciation on fixed assets	180,709	137,496
	<u>180,709</u>	<u>137,496</u>

# **ABBAY GLEN LIMITED**

## **NOTES TO THE ABBREVIATED ACCOUNTS**

**YEAR ENDED 31 DECEMBER 2014**

### **15. TRANSACTIONS WITH THE DIRECTORS**

Included in debtors at the balance sheet date are loans from the company to the directors as follows:-

	Balance at 1 January 2014	Balance at 31 December 2014
Mr T Y Sempers	£72,978 debtor	£55,191 debtor
Mr D Y Sempers	£nil	£14,922 debtor
Mr P Hogan	£30 debtor	£nil

Mr T Y Sempers withdrew a total of £79,214 during the year and introduced funds of £97,001 thus giving rise to the net introduction for the year of £17,787.

Mr D Y Sempers withdrew a total of £14,922.

Mr P Hogan repaid his loan.

The loans are interest free and carry no formal terms of repayment.

Dividends were distributed to the director/ shareholders, in their capacity as shareholders, in the sum of £72,000 during the year.

Mr T Y Sempers and Mrs T E Sempers are also trustees of the Abbey Glen Pension Fund. Included in creditors is a loan liability to the Abbey Glen Pension Fund. At the balance sheet date the loan amounted to £84,847 (2013 £115,295) with interest charges during the year amounting to £5,018 (2013 £4,434).

### **16. SHARE CAPITAL**

**Allotted, called up and fully paid:**

	2014		2013	
	No	£	No	£
Ordinary shares of £1 each	<u>50,000</u>	<u>50,000</u>	<u>50,000</u>	<u>50,000</u>

### **17. RECONCILIATION OF SHAREHOLDERS' FUNDS AND MOVEMENT ON RESERVES**

	Share capital £	Share premium account £	Revaluation reserve £	Profit and loss account £	Total share-holders' funds £
Balance brought forward	50,000	10,000	122,278	2,391,557	2,573,835
Profit for the year	—	—	—	155,090	155,090
Equity dividends	—	—	—	(46,336)	(46,336)
Balance brought forward	50,000	10,000	122,278	2,500,311	2,682,589
Profit for the year	—	—	—	328,120	328,120
Equity dividends	—	—	—	(72,000)	(72,000)

# **ABBAY GLEN LIMITED**

## **NOTES TO THE ABBREVIATED ACCOUNTS**

**YEAR ENDED 31 DECEMBER 2014**

### **17. RECONCILIATION OF SHAREHOLDERS' FUNDS AND MOVEMENT ON RESERVES** *(continued)*

	Share capital £	Share premium account £	Revaluation reserve £	Profit and loss account £	Total share- holders' funds £
Other movements - transfer to/from revaluation reserve	—	—	(122,278)	122,278	—
Balance carried forward	<u>50,000</u>	<u>10,000</u>	<u>—</u>	<u>2,878,709</u>	<u>2,938,709</u>

### **18. NOTES TO THE CASH FLOW STATEMENT**

#### **RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES**

	2014 £	2013 £
Operating profit	562,801	301,227
Depreciation	448,304	392,272
Loss on disposal of fixed assets	125,574	71,496
Increase in stocks	(299,865)	(25,107)
Increase in debtors	(96,298)	(122,852)
Increase/(decrease) in creditors	78,776	(5,082)
Net cash inflow from operating activities	<u>819,292</u>	<u>611,954</u>

#### **RETURNS ON INVESTMENTS AND SERVICING OF FINANCE**

	2014 £	2013 £
Interest received	4	—
Interest paid	(43,326)	(49,662)
Interest element of hire purchase	(71,531)	(53,482)
Net cash outflow from returns on investments and servicing of finance	<u>(114,853)</u>	<u>(103,144)</u>

#### **TAXATION**

	2014 £	2013 £
Taxation	<u>(35,734)</u>	<u>(97,963)</u>

# **ABBAY GLEN LIMITED**

## **NOTES TO THE ABBREVIATED ACCOUNTS**

**YEAR ENDED 31 DECEMBER 2014**

### **18. NOTES TO THE CASH FLOW STATEMENT** *(continued)*

#### **CAPITAL EXPENDITURE**

	2014 £	2013 £
Payments to acquire tangible fixed assets	(1,020,786)	(400,654)
Receipts from sale of fixed assets	<u>342,687</u>	<u>6,580</u>
Net cash outflow from capital expenditure	<u>(678,099)</u>	<u>(394,074)</u>

#### **FINANCING**

	2014 £	2013 £
(Repayment of)/increase in bank loans	(294,554)	51,451
Capital element of hire purchase	478,766	563
Net (outflow)/inflow from other long-term creditors	<u>(29,148)</u>	<u>7,845</u>
Net cash inflow from financing	<u>155,064</u>	<u>59,859</u>

#### **RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET DEBT**

	2014 £	2013 £
Increase in cash in the period	73,670	30,296
Net cash outflow from/(inflow) from bank loans	294,554	(51,451)
Cash outflow in respect of hire purchase	(478,766)	(563)
Net cash outflow from/(inflow) from other long-term creditors	<u>29,148</u>	<u>(7,845)</u>
	(81,394)	(29,563)
Change in net debt	(81,394)	(29,563)
Net debt at 1 January 2014	(2,570,902)	(2,541,339)
Net debt at 31 December 2014	<u>(2,652,296)</u>	<u>(2,570,902)</u>

**ABBAY GLEN LIMITED**  
**NOTES TO THE ABBREVIATED ACCOUNTS**  
**YEAR ENDED 31 DECEMBER 2014**

**18. NOTES TO THE CASH FLOW STATEMENT** *(continued)*

**ANALYSIS OF CHANGES IN NET DEBT**

	At 1 Jan 2014 £	Cash flows £	At 31 Dec 2014 £
Net cash:			
Cash in hand and at bank	130	500	630
Overdrafts	<u>(243,320)</u>	<u>73,170</u>	<u>(170,150)</u>
	<u>(243,190)</u>	<u>73,670</u>	<u>(169,520)</u>
Debt:			
Debt due within 1 year	(34,991)	(34,059)	(69,050)
Debt due after 1 year	<u>(1,300,813)</u>	<u>357,761</u>	<u>(943,052)</u>
Hire purchase agreements	<u>(991,908)</u>	<u>(478,766)</u>	<u>(1,470,674)</u>
	<u>(2,327,712)</u>	<u>(155,064)</u>	<u>(2,482,776)</u>
Net debt	<u>(2,570,902)</u>	<u>(81,394)</u>	<u>(2,652,296)</u>