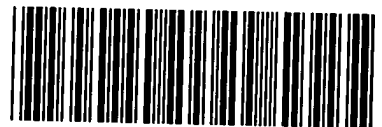


REGISTERED NUMBER: 00163364 (England and Wales)

Strategic Report, Report of the Directors and
Financial Statements for the Year Ended 31 December 2014
for
Abraham Moon & Sons Limited

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for the Year Ended 31 December 2014

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Abraham Moon & Sons Limited

Company Information
for the Year Ended 31 December 2014

DIRECTORS:

J P T Walsh
A J P Walsh
M Aveyard
K Cockerham
J Pickles
L K Brophy

SECRETARY:

L K Brophy

REGISTERED OFFICE:

Netherfield Mills
Netherfield Road
Guiseley
Leeds
West Yorkshire
LS20 9PA

REGISTERED NUMBER:

00163364 (England and Wales)

AUDITORS:

Queripel and Kettlewell Limited
The Barn
Hall Mews
Boston Spa
Wetherby
LS23 6DT

Strategic Report
for the Year Ended 31 December 2014

The directors present their strategic report for the year ended 31 December 2014.

REVIEW OF BUSINESS

Another very positive year for the Company as turnover increased by 13.8%. Sales across all divisions showed an improved performance over 2013. Operating profit increased by over £682,000 as administrative expenses were controlled. Stock levels have increased in order to meet the rise in customer demand. We have converted an old part of our mill into a new Design, Sales & Marketing Showroom to highlight our brand and product story to trade customers and international visitors. We invested £530,000 in plant and machinery in order to improve the quality of our products and help manufacturing efficiencies.

PRINCIPAL RISKS AND UNCERTAINTIES

The main risks and uncertainties centre on customer demand, raw material pricing and supply, foreign currency, liquidity and credit risk. The Company works closely with key raw material suppliers to ensure a consistent and reliable supply of high quality raw materials. Where appropriate, we enter forward contracts for raw materials and foreign currency and we seek to match foreign currency purchases with income from overseas sales in external currencies. The Company monitors cash flow as part of its day to day control procedures. Credit risk is managed by carrying out credit checks on new and existing customers and by monitoring payment performance.

FUTURE DEVELOPMENTS

The outlook remains positive as demand for high quality British textiles continues to grow in home and export markets. We continue to focus on designing consistent high quality products that meet our customer expectations. The Company is investing in the future through creating new jobs, developing new and exciting designs, simplifying processes and investing in new manufacturing equipment.

ON BEHALF OF THE BOARD:



J P T Walsh - Director

22 October 2015

Report of the Directors
for the Year Ended 31 December 2014

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

DIVIDENDS

No dividends will be distributed for the year ended 31 December 2014.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 January 2014 to the date of this report.

J P T Walsh
A J P Walsh
M Aveyard
K Cockerham
J Pickles

Other changes in directors holding office are as follows:

B Williams - appointed 2 May 2014 - resigned 9 July 2014

L K Brophy was appointed as a director after 31 December 2014 but prior to the date of this report.

G G Lockwood ceased to be a director after 31 December 2014 but prior to the date of this report.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Report of the Directors 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 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.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

Report of the Directors
for the Year Ended 31 December 2014

AUDITORS

The auditors, Queripel and Kettlewell Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:

A handwritten signature in black ink, appearing to be 'J P T Walsh', written in a cursive style.

J P T Walsh - Director

22 October 2015

Report of the Independent Auditors to the Members of
Abraham Moon & Sons Limited

We have audited the financial statements of Abraham Moon & Sons Limited for the year ended 31 December 2014 on pages six to seventeen. 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 members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in a Report of the Auditors and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As explained more fully in the Statement of Directors' Responsibilities set out on page three, 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 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 the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Strategic Report and the Report of the Directors to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. 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 2014 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 matter prescribed by the Companies Act 2006

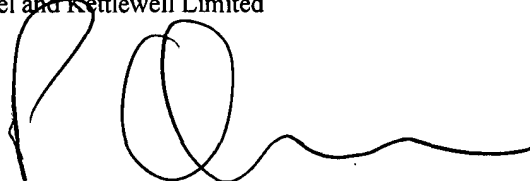
In our opinion the information given in the Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements.

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.

Paul Queripel (Senior Statutory Auditor)
for and on behalf of Queripel and Kettlewell Limited
The Barn
Hall Mews
Boston Spa
Wetherby
LS23 6DT



22 October 2015

Profit and Loss Account
for the Year Ended 31 December 2014

	Notes	31.12.14 £	31.12.13 £
TURNOVER	2	21,847,437	19,202,438
Cost of sales		12,262,417	10,980,441
GROSS PROFIT		9,585,020	8,221,997
Administrative expenses		7,449,686	6,769,342
		2,135,334	1,452,655
Other operating income		144,000	144,000
OPERATING PROFIT	4	2,279,334	1,596,655
Interest receivable and similar income		23	8
		2,279,357	1,596,663
Interest payable and similar charges	5	76,467	72,008
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		2,202,890	1,524,655
Tax on profit on ordinary activities	6	440,912	336,656
PROFIT FOR THE FINANCIAL YEAR		1,761,978	1,187,999

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current year or previous year.

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profits for the current year or previous year.

Balance Sheet

31 December 2014

	Notes	31.12.14 £	31.12.13 £
FIXED ASSETS			
Tangible assets	8	5,551,476	5,129,956
CURRENT ASSETS			
Stocks	9	10,176,287	9,338,512
Debtors	10	3,032,645	2,163,997
		13,208,932	11,502,509
CREDITORS			
Amounts falling due within one year	11	6,234,336	5,887,864
NET CURRENT ASSETS		6,974,596	5,614,645
TOTAL ASSETS LESS CURRENT LIABILITIES		12,526,072	10,744,601
PROVISIONS FOR LIABILITIES	15	369,317	349,824
NET ASSETS		12,156,755	10,394,777
CAPITAL AND RESERVES			
Called up share capital	16	31,768	31,768
Capital redemption reserve	17	34,004	34,004
General reserve	17	12,090,755	10,328,755
Profit and loss account	17	228	250
SHAREHOLDERS' FUNDS	21	12,156,755	10,394,777

The financial statements were approved by the Board of Directors on 22 October 2015 and were signed on its behalf by:

J P T Walsh - Director



L K Brophy - Director



Cash Flow Statement
for the Year Ended 31 December 2014

	Notes	31.12.14 £	£	31.12.13 £	£
Net cash inflow from operating activities	1		1,214,275		592,173
Returns on investments and servicing of finance	2		(76,444)		(72,000)
Taxation			(295,999)		(503,315)
Capital expenditure	2		(840,723)		(3,173,257)
			1,109		(3,156,399)
Financing	2		(16,662)		(42,945)
Decrease in cash in the period			<u>(15,553)</u>		<u>(3,199,344)</u>
<hr/>					
Reconciliation of net cash flow to movement in net debt	3				
Decrease in cash in the period		(15,553)		(3,199,344)	
Cash outflow from decrease in debt and lease financing		<u>16,662</u>		<u>42,945</u>	
Change in net debt resulting from cash flows			<u>1,109</u>		<u>(3,156,399)</u>
Movement in net debt in the period			<u>1,109</u>		<u>(3,156,399)</u>
Net (debt)/funds at 1 January			<u>(309,360)</u>		<u>2,847,039</u>
Net debt at 31 December			<u><u>(308,251)</u></u>		<u><u>(309,360)</u></u>

Notes to the Cash Flow Statement
for the Year Ended 31 December 2014

1. **RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES**

	31.12.14 £	31.12.13 £
Operating profit	2,279,334	1,596,655
Depreciation charges	420,470	313,123
Profit on disposal of fixed assets	(1,267)	(39,010)
Increase in stocks	(837,775)	(2,148,472)
(Increase)/decrease in debtors	(768,470)	792,502
Increase in creditors	121,983	77,375
Net cash inflow from operating activities	1,214,275	592,173

2. **ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT**

	31.12.14 £	31.12.13 £
Returns on investments and servicing of finance		
Interest received	23	8
Interest paid	(76,467)	(72,008)
Net cash outflow for returns on investments and servicing of finance	(76,444)	(72,000)
Capital expenditure		
Purchase of tangible fixed assets	(894,906)	(3,298,350)
Sale of tangible fixed assets	54,183	125,093
Net cash outflow for capital expenditure	(840,723)	(3,173,257)
Financing		
Loan repayments in year	(16,662)	(32,282)
Capital repayments in year	-	(10,663)
Net cash outflow from financing	(16,662)	(42,945)

Notes to the Cash Flow Statement
for the Year Ended 31 December 2014

3. ANALYSIS OF CHANGES IN NET DEBT

	At 1.1.14 £	Cash flow £	At 31.12.14 £
Net cash:			
Cash at bank	-	-	-
Bank overdraft	(291,656)	(15,553)	(307,209)
	<u>(291,656)</u>	<u>(15,553)</u>	<u>(307,209)</u>
Debt:			
Debts falling due within one year	(17,704)	16,662	(1,042)
	<u>(17,704)</u>	<u>16,662</u>	<u>(1,042)</u>
Total	<u>(309,360)</u>	<u>1,109</u>	<u>(308,251)</u>

Notes to the Financial Statements
for the Year Ended 31 December 2014

1. **ACCOUNTING POLICIES**

Accounting convention

The financial statements have been prepared under the historical cost convention.

Turnover

Turnover represents sales of goods to customers at invoiced amounts less VAT where applicable.

Tangible fixed assets

Depreciation is provided to write off the cost of tangible fixed assets evenly over their expected useful lives. No depreciation is charged in the year of purchase. It is calculated at the following rates :

Freehold property - 2% pa.

Leasehold property - 6% pa

Plant & machinery - varying rates between 4% and 12.5% pa

Motor vehicles - 25% pa

Stocks

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

Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads.

Deferred tax

Deferred tax is recognised in respect of all material timing differences that have originated but not reversed 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 transaction. Exchange differences are taken into account in arriving at the operating result.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to the profit and loss account in the period to which they relate.

2. **TURNOVER**

Turnover is wholly attributable to the principal activity of the company.

The analysis of turnover by geographical market required by Companies Act 2006 has not been provided as, in the opinion of the directors, such disclosure would be seriously prejudicial to the interests of the company.

3. **STAFF COSTS**

	31.12.14	31.12.13
	£	£
Wages and salaries	4,766,759	4,426,377
Social security costs	488,626	438,203
Other pension costs	177,209	201,258
	<u>5,432,594</u>	<u>5,065,838</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2014

3. **STAFF COSTS - continued**

The average monthly number of employees during the year was as follows:

	31.12.14	31.12.13
Administration	15	13
Manufacturing	195	186
Distribution	3	3
	<u>213</u>	<u>202</u>

4. **OPERATING PROFIT**

The operating profit is stated after charging/(crediting):

	31.12.14	31.12.13
	£	£
Other operating leases	286,598	318,798
Depreciation - owned assets	420,470	313,123
Profit on disposal of fixed assets	(1,267)	(39,010)
Auditors' remuneration	11,500	10,000
Foreign exchange differences	<u>(132,920)</u>	<u>(33,408)</u>
Directors' remuneration	610,460	518,598
Directors' pension contributions to money purchase schemes	<u>32,617</u>	<u>57,256</u>

The number of directors to whom retirement benefits were accruing was as follows:

Money purchase schemes	<u>3</u>	<u>4</u>
------------------------	----------	----------

Information regarding the highest paid director is as follows:

	31.12.14	31.12.13
	£	£
Emoluments etc	<u>167,250</u>	<u>158,926</u>

5. **INTEREST PAYABLE AND SIMILAR CHARGES**

	31.12.14	31.12.13
	£	£
Bank interest	11,285	261
Interest on late paid tax	4,297	6,362
Loan interest	<u>60,885</u>	<u>65,385</u>
	<u>76,467</u>	<u>72,008</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2014

6. **TAXATION**

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows:

	31.12.14 £	31.12.13 £
Current tax:		
UK corporation tax	421,419	295,949
Deferred tax	19,493	40,707
Tax on profit on ordinary activities	<u>440,912</u>	<u>336,656</u>

Factors affecting the tax charge

The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below:

	31.12.14 £	31.12.13 £
Profit on ordinary activities before tax	<u>2,202,890</u>	<u>1,524,655</u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 21.493% (2013 - 23.246%)	473,467	354,421
Effects of:		
Expenses not deductible for tax purposes	2,043	2,089
Capital allowances in excess of depreciation	<u>(54,091)</u>	<u>(60,561)</u>
Current tax charge	<u>421,419</u>	<u>295,949</u>

7. **PENSIONS**

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension charge amounted to £177,209 (2013 - £201,258). There were no outstanding or prepaid contributions at the year end.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2014

8. TANGIBLE FIXED ASSETS

	Freehold property £	Short leasehold £	Plant and machinery £	Totals £
COST				
At 1 January 2014	2,198,542	72,998	9,620,534	11,892,074
Additions	364,968	-	529,938	894,906
Disposals	-	-	(119,560)	(119,560)
At 31 December 2014	2,563,510	72,998	10,030,912	12,667,420
DEPRECIATION				
At 1 January 2014	-	22,865	6,739,253	6,762,118
Charge for year	43,971	3,581	372,918	420,470
Eliminated on disposal	-	-	(66,644)	(66,644)
At 31 December 2014	43,971	26,446	7,045,527	7,115,944
NET BOOK VALUE				
At 31 December 2014	2,519,539	46,552	2,985,385	5,551,476
At 31 December 2013	2,198,542	50,133	2,881,281	5,129,956

9. STOCKS

	31.12.14 £	31.12.13 £
Raw materials	4,253,548	4,051,340
Stores	78,545	78,078
Work-in-progress	1,185,148	716,805
Finished goods	4,659,046	4,492,289
	10,176,287	9,338,512

10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.14 £	31.12.13 £
Trade debtors	2,699,583	1,874,017
Other debtors	131,743	138,415
Prepayments and accrued income	201,319	151,565
	3,032,645	2,163,997

Notes to the Financial Statements - continued
for the Year Ended 31 December 2014

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.14	31.12.13
	£	£
Bank loans and overdrafts (see note 12)	307,209	291,656
Other loans (see note 12)	1,042	17,704
Trade creditors	1,481,772	784,683
Tax	421,369	295,949
Social security and other taxes	131,364	112,158
VAT	237,888	214,217
Other creditors	77,803	7,240
Associated company	2,209,077	2,232,364
Accruals and deferred income	1,366,812	1,931,893
	<u>6,234,336</u>	<u>5,887,864</u>

12. LOANS

An analysis of the maturity of loans is given below:

	31.12.14	31.12.13
	£	£
Amounts falling due within one year or on demand:		
Bank overdrafts	307,209	291,656
Other loans	1,042	17,704
	<u>308,251</u>	<u>309,360</u>

13. OPERATING LEASE COMMITMENTS

The following operating lease payments are committed to be paid within one year:

	Land and buildings	
	31.12.14	31.12.13
	£	£
Expiring:		
Between one and five years	<u>106,000</u>	<u>250,000</u>

The operating lease commitment is the rent due for the period 1 January to 4 June 2015. On 4 June 2015 the company acquired the land & buildings it was renting, at which point the rental commitment lapsed.

14. SECURED DEBTS

The following secured debts are included within creditors:

	31.12.14	31.12.13
	£	£
Bank overdrafts	<u>307,209</u>	<u>291,656</u>

15. PROVISIONS FOR LIABILITIES

	31.12.14	31.12.13
	£	£
Deferred tax	<u>369,317</u>	<u>349,824</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2014

15. **PROVISIONS FOR LIABILITIES - continued**

	Deferred tax £
Balance at 1 January 2014	349,824
Increase in provision	19,493
Balance at 31 December 2014	<u>369,317</u>

16. **CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:		Nominal value:	31.12.14 £	31.12.13 £
Number:	Class:	£1		
31,768	Ordinary		<u>31,768</u>	<u>31,768</u>

17. **RESERVES**

	Profit and loss account £	Capital redemption reserve £	General reserve £	Totals £
At 1 January 2014	250	34,004	10,328,755	10,363,009
Profit for the year	1,761,978			1,761,978
Transfer	(1,762,000)	-	1,762,000	-
At 31 December 2014	<u>228</u>	<u>34,004</u>	<u>12,090,755</u>	<u>12,124,987</u>

18. **CAPITAL COMMITMENTS**

	31.12.14 £	31.12.13 £
Contracted but not provided for in the financial statements	<u>112,137</u>	<u>-</u>

19. **RELATED PARTY DISCLOSURES**

Tempest Bailey Limited
Company under common control

During the year the company paid annual rent to Tempest Bailey Limited of £250,000, paid loan interest of £60,885 and received an annual management charge of £144,000.

On 4 June 2015 the company acquired land and buildings from Tempest Bailey Limited for their market value of £2,658,500. At the date of the acquisition, Tempest Bailey Limited was a fellow subsidiary of the company.

	31.12.14 £	31.12.13 £
Amount due to related party at the balance sheet date	<u>2,209,077</u>	<u>2,232,364</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2014

20. ULTIMATE CONTROLLING PARTY

The controlling party is Abraham Moon Holdings Limited.

The ultimate controlling party is J P T Walsh.

21. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	31.12.14 £	31.12.13 £
Profit for the financial year	1,761,978	1,187,999
Net addition to shareholders' funds	1,761,978	1,187,999
Opening shareholders' funds	10,394,777	9,206,778
Closing shareholders' funds	12,156,755	10,394,777