

# **A & B High Holdings Limited**

## **Annual Report and Consolidated Financial Statements Year Ended 31 December 2014**

**Company Registration Number: 01104546**

**SATURDAY**



**\*A4FSPQZM\***

**A08**

**12/09/2015**

**#277**

**COMPANIES HOUSE**

# **A & B High Holdings Limited**

## **Contents**

|  |          |
|--|----------|
| Strategic Report                         | 1        |
| Directors' Report                        | 2        |
| Statement of Directors' Responsibilities | 3        |
| Independent Auditor's Report             | 4 to 5   |
| Consolidated Profit and Loss Account     | 6        |
| Consolidated Balance Sheet               | 7        |
| Balance Sheet                            | 8        |
| Consolidated Cash Flow Statement         | 9 to 11  |
| Notes to the Financial Statements        | 12 to 28 |

# A & B High Holdings Limited

## Strategic Report

Year Ended 31 December 2014

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

### Business review

#### *Fair review of the business*

During July 2014 year the group sold the trade and assets of the label printing business in Tamar Labels Limited. The remaining trade was transferred to the previously dormant Label-It Digital Limited which was renamed Tamar Packaging Limited. The consolidated accounts also include the trading results of Kernow Timber Limited which was acquired in November 2013 and subsequently sold in May 2015. The entire shareholding was sold to an external third party.

Overall turnover in the group has grown from £5.9m in 2013 to £7.4m in 2014 due to the improvement in trading conditions. The margins in this sector are being continually squeezed and the group continues to monitor cash flow and profit margins on all jobs in this division. The group's balance sheet continues to hold substantial reserves and has strengthened from £1.9m to £2.2m during the year.

#### *Principal risks and uncertainties*

The principal risk facing the group in the printing divisions of the business remains the threat of their competition. The printing industry is constantly evolving with newer technology becoming available to improve the quality of the product at lower costs. The group is in an extremely competitive sector and has to price jobs competitively to win the work. To mitigate this risk, management and staff continually monitor the efficiencies in the production processes and the sales team work tirelessly to ensure that the production volumes ordered by customers are sufficient to ensure both the business and its customers get maximum value for their money.

The principal risk facing the group in the timber merchant division of the business is also the threat of competition from larger national timber merchants and online suppliers. To mitigate this risk, the group constantly reviews its pricing and costs to ensure its customers get maximum value for their money.

Finally the principal risk facing the rental side of the business is the ability of its tenants to pay rent. To mitigate this risk, the directors ensure that tenants pay rent promptly and if they begin to fall behind the directors maintain constant ongoing communication to assess the risk to the business. This risk is also managed by the number of tenants and mix of businesses that occupy its premises as there is a demand by those who are doing well to expand and take on more space if it becomes available.

Approved by the Board on 19/05/15 and signed on its behalf by:

Mr A A High  
Director

# **A & B High Holdings Limited**

## **Directors' Report**

**Year Ended 31 December 2014**

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

### **Results and Dividends**

The profit for the year, after taxation, amounted to £746,472. Particulars of dividends paid are detailed in note 10 to the financial statements.

### **Directors of the company**

The directors who held office during the year were as follows:

Mr A A High

Mrs E A High

### **Financial instruments**

#### ***Objectives and policies***

The group's principal financial instruments comprise of bank loans and trade creditors. The purpose of these instruments is to raise funds for the group's operations. The key risks facing the company are set out below.

#### ***Price risk, credit risk, liquidity risk and cash flow risk***

The group is exposed to price risk as a result of inflationary increases in the price of raw materials, goods and services purchased in the UK. The group mitigates this risk by purchasing goods and services from a range of different suppliers.

The group is exposed to credit risk when customers are unable to settle their debts. The group mitigates this risk through employment of credit control functions in the individual companies.

The group is exposed to a liquidity and cash flow risk in that it may be unable to pay short term financial liabilities as they fall due or invest in working capital when required. The companies manage this risk by careful monitoring of their cash balance and through use of overdraft facilities and bank loans when required.

### **Disclosure of information to the auditor**

Each director has taken steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the group's auditor is aware of that information. The directors confirm that there is no relevant information that they know of and which they know the auditor is unaware of.

Approved by the Board on 19/08/15 and signed on its behalf by:

.....  
Mr A A High  
Director

## **A & B High Holdings Limited**

### **Statement of Directors' Responsibilities**

The directors are responsible for preparing the Annual 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 group and the company and of the profit or loss of the group for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; 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 adequate accounting records that are sufficient to show and explain the group's and the company's transactions and disclose with reasonable accuracy at any time the financial position of the group and 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 group and the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

# **A & B High Holdings Limited**

## **Independent Auditor's Report to the Members**

We have audited the financial statements of A & B High Holdings Limited for the year ended 31 December 2014, set out on pages 6 to 28. 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 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 members 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 Statement of Directors' Responsibilities (set out on page 3), the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit 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 group's and parent 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 Annual Report and Consolidated Financial Statements 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 group's and of the parent company's affairs as at 31 December 2014 and of the group's 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 Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

## A & B High Holdings Limited

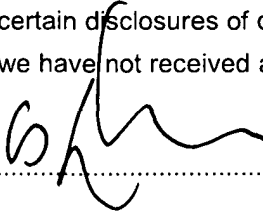
### Independent Auditor's Report to the Members

..... *continued*

#### **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 by the parent company; or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company 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.



Charles Evans (Senior Statutory Auditor)  
For and on behalf of Francis Clark LLP, Statutory Auditor

North Quay House  
Sutton Harbour  
Plymouth  
Devon  
PL4 0RA

Date: 10/9/15

**A & B High Holdings Limited**  
**Consolidated Profit and Loss Account**  
**Year Ended 31 December 2014**

|   | Note     | £ | 2014<br>£   | 2013<br>£   |
|---|----------|---|-------------|-------------|
| <b>Turnover</b>   |          |   |             |             |
| Continuing operations   |          |   | 5,944,710   | 5,853,657   |
| Discontinued operations   |          |   | 1,497,691   | -           |
| Group turnover  |          |   | 7,442,401   | 5,853,657   |
| Cost of sales   | 3        |   | (4,875,071) | (3,856,825) |
| Gross profit  |          |   | 2,567,330   | 1,996,832   |
| Administrative expenses   | 3        |   | (2,078,962) | (1,333,024) |
| Other operating income  | 3        |   | 5,895       | -           |
| <b>Operating profit/(loss)</b>  | <b>4</b> |   |             |             |
| Continuing operations   |          |   | 1,006,612   | 663,808     |
| Discontinued operations   |          |   | (512,349)   | -           |
| Group operating profit  |          |   | 494,263     | 663,808     |
| Profit on disposal of trade and assets - discontinued operations            | 5        |   | 576,860     | -           |
| Other interest receivable and similar income                                |          |   | 2,967       | 295         |
| Amounts written off investments   |          |   | -           | (81,713)    |
| Interest payable and similar charges  | 8        |   | (91,583)    | (96,412)    |
| Profit on ordinary activities before taxation                               |          |   | 982,507     | 485,978     |
| Tax on profit on ordinary activities  | 9        |   | (238,145)   | (158,482)   |
| Profit on ordinary activities after taxation                                |          |   | 744,362     | 327,496     |
| Minority interest   |          |   | 2,110       | (36,129)    |
| Profit for the financial year attributable to members of the parent company | 20       |   | 746,472     | 291,367     |

The group has no recognised gains or losses for the year other than the results above.



**A & B High Holdings Limited**  
**Consolidated Balance Sheet**  
**31 December 2014**

|  | Note | 2014<br>£               | 2013<br>£               |
|--|------|-------------------------|-------------------------|
| <b>Fixed assets</b>  |      |                         |                         |
| Intangible fixed assets  | 11   | -                       | 90,698                  |
| Tangible fixed assets  | 12   | 2,590,742               | 3,028,662               |
| <b>Current assets</b>  |      |                         |                         |
| Stocks   | 14   | 650,150                 | 545,316                 |
| Debtors  | 15   | 1,003,528               | 739,639                 |
| Cash at bank and in hand                                       |      | 231,083                 | 390,644                 |
|  |      | <u>1,884,761</u>        | <u>1,675,599</u>        |
| <b>Creditors: Amounts falling due within one year</b>          | 16   | <u>(1,096,525)</u>      | <u>(1,248,935)</u>      |
| <b>Net current assets</b>                                      |      | <u>788,236</u>          | <u>426,664</u>          |
| <b>Total assets less current liabilities</b>                   |      | <u>3,378,978</u>        | <u>3,546,024</u>        |
| <b>Creditors: Amounts falling due after more than one year</b> | 17   | <u>(1,046,051)</u>      | <u>(1,581,658)</u>      |
| <b>Provisions for liabilities</b>                              | 18   | <u>(85,391)</u>         | <u>(81,647)</u>         |
| <b>Net assets</b>  |      | <u><u>2,247,536</u></u> | <u><u>1,882,719</u></u> |
| <b>Capital and reserves</b>                                    |      |                         |                         |
| Called up share capital  | 19   | 13,600                  | 13,600                  |
| Share premium account  | 20   | 991,500                 | 991,500                 |
| Revaluation reserve  | 20   | 6,109                   | 6,109                   |
| Profit and loss account  | 20   | <u>1,086,859</u>        | <u>719,932</u>          |
| <b>Shareholders' funds</b>                                     | 21   | <u>2,098,068</u>        | <u>1,731,141</u>        |
| Minority interest  |      | <u>149,468</u>          | <u>151,578</u>          |
| <b>Capital employed</b>  |      | <u><u>2,247,536</u></u> | <u><u>1,882,719</u></u> |

Approved and authorised for issue by the Board on 19/08/15 and signed on its behalf by:

Mr A A High  
 Director

# A & B High Holdings Limited

## Balance Sheet

31 December 2014

|  | Note | 2014<br>£        | 2013<br>£        |
|--|------|------------------|------------------|
| <b>Fixed assets</b>  |      |                  |                  |
| Tangible fixed assets  | 12   | 1,981,832        | 1,728,310        |
| Investments  | 13   | 873,429          | 1,228,295        |
|  |      | <u>2,855,261</u> | <u>2,956,605</u> |
| <b>Current assets</b>  |      |                  |                  |
| Stocks   | 14   | -                | 75,023           |
| Debtors  | 15   | 436,814          | 262,484          |
| Cash at bank and in hand                                       |      | 6,839            | 18,673           |
|  |      | <u>443,653</u>   | <u>356,180</u>   |
| <b>Creditors: Amounts falling due within one year</b>          | 16   | <u>(212,192)</u> | <u>(35,035)</u>  |
| <b>Net current assets</b>                                      |      | <u>231,461</u>   | <u>321,145</u>   |
| <b>Total assets less current liabilities</b>                   |      | 3,086,722        | 3,277,750        |
| <b>Creditors: Amounts falling due after more than one year</b> | 17   | (981,944)        | (976,195)        |
| <b>Provisions for liabilities</b>                              | 18   | <u>(57,257)</u>  | <u>-</u>         |
| <b>Net assets</b>  |      | <u>2,047,521</u> | <u>2,301,555</u> |
| <b>Capital and reserves</b>                                    |      |                  |                  |
| Called up share capital  | 19   | 13,600           | 13,600           |
| Share premium account  | 20   | 991,500          | 991,500          |
| Profit and loss account  | 20   | 1,042,421        | 1,296,455        |
| <b>Shareholders' funds</b>                                     | 21   | <u>2,047,521</u> | <u>2,301,555</u> |

Approved and authorised for issue by the Board on 19/08/15 and signed on its behalf by:

Mr A A High  
Director

Company Registration Number: 01104546

**A & B High Holdings Limited**  
**Consolidated Cash Flow Statement**  
**Year Ended 31 December 2014**

**Reconciliation of operating profit to net cash flow from operating activities**

|   | <b>2014</b>    | <b>2013</b>      |
|---|----------------|------------------|
|   | <b>£</b>       | <b>£</b>         |
| Operating profit                                  | 494,263        | 663,808          |
| Depreciation, amortisation and impairment charges | 401,583        | 280,223          |
| Loss/(profit) on disposal of fixed assets         | 31,990         | (97,880)         |
| Loss on closure of subsidiary                     | -              | 530,211          |
| (Increase)/decrease in stocks                     | (104,834)      | 602,372          |
| (Increase)/decrease in debtors                    | (263,889)      | 458,410          |
| Decrease in creditors                             | (120,402)      | (905,042)        |
| Net cash inflow from operating activities         | <u>438,711</u> | <u>1,532,102</u> |

**A & B High Holdings Limited**  
**Consolidated Cash Flow Statement**  
**Year Ended 31 December 2014**  
*..... continued*

**Cash flow statement**

|   | <b>2014</b><br><b>£</b> | <b>2013</b><br><b>£</b> |
|---|-------------------------|-------------------------|
| Net cash inflow from operating activities                           | <u>438,711</u>          | <u>1,532,102</u>        |
| <b>Returns on investments and servicing of finance</b>              |                         |                         |
| Interest received   | 2,967                   | 295                     |
| HP and finance lease interest                                       | (4,897)                 | (11,036)                |
| Interest paid   | <u>(86,686)</u>         | <u>(85,376)</u>         |
|   | <u>(88,616)</u>         | <u>(96,117)</u>         |
| Tax paid  | <u>(93,813)</u>         | <u>(212,640)</u>        |
| <b>Capital expenditure and financial investment</b>                 |                         |                         |
| Purchase of intangible fixed assets                                 | -                       | (1)                     |
| Sale of intangible fixed assets                                     | 9,755                   | -                       |
| Purchase of tangible fixed assets                                   | (199,231)               | (292,919)               |
| Sale of tangible fixed assets                                       | <u>912,876</u>          | <u>127,344</u>          |
|   | <u>723,400</u>          | <u>(165,576)</u>        |
| <b>Acquisitions and disposals</b>                                   |                         |                         |
| Acquisition of investments in subsidiary undertakings               | -                       | (325,000)               |
| Equity dividends paid   | <u>(379,545)</u>        | <u>(363,128)</u>        |
| Net cash inflow before management of liquid resources and financing | <u>600,137</u>          | <u>369,641</u>          |
| <b>Financing</b>  |                         |                         |
| Value of new loans obtained during the period                       | 165,000                 | -                       |
| Repayment of loans and borrowings                                   | (668,530)               | 405,611                 |
| Repayment of capital element of finance leases and HP contracts     | (149,894)               | (147,628)               |
| Net (outflow)/inflow from other short-term creditors                | -                       | (35,792)                |
| Net (outflow)/inflow from other long-term creditors                 | <u>-</u>                | <u>(184,662)</u>        |
|   | <u>(653,424)</u>        | <u>37,529</u>           |
| (Decrease)/increase in cash   | <u><u>(53,287)</u></u>  | <u><u>407,170</u></u>   |

**A & B High Holdings Limited**  
**Consolidated Cash Flow Statement**  
**Year Ended 31 December 2014**  
*..... continued*

**Reconciliation of net cash flow to movement in net debt**

|   | <b>Note</b> | <b>2014<br/>£</b>  | <b>2013<br/>£</b>  |
|---|-------------|--------------------|--------------------|
| (Decrease)/increase in cash   |             | (53,287)           | 407,170            |
| Cash inflow from increase in loans  |             | (165,000)          | -                  |
| Cash outflow from repayment of loans  |             | 668,530            | (405,611)          |
| Cash outflow from repayment of capital element of<br>finance leases and hire purchase contracts |             | 149,894            | 147,628            |
| Cash outflow from decrease in other debt  |             | -                  | 220,454            |
| Change in net debt resulting from cash flows  | 26          | 600,137            | 369,641            |
| New finance leases  |             | (51,495)           | -                  |
| Movement in net debt  | 26          | 548,642            | 369,641            |
| Net debt at 1 January   | 26          | (1,572,594)        | (1,942,235)        |
| Net debt at 31 December   | 26          | <u>(1,023,952)</u> | <u>(1,572,594)</u> |

# **A & B High Holdings Limited**

## **Notes to the Financial Statements**

### **Year Ended 31 December 2014**

#### **1 Accounting policies**

##### **Basis of preparation**

The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain fixed assets and in accordance with applicable accounting standards.

##### **Basis of consolidation**

The consolidated financial statements incorporate the financial statements of the company and all group undertakings. These are adjusted, where appropriate, to conform to group accounting policies. Acquisitions are accounted for under the acquisition method and goodwill on consolidation is capitalised and written off over ten years from the year of acquisition. The results of companies acquired or disposed of are included in the group profit and loss account after or up to the date that control passes respectively. As a consolidated group profit and loss account is published, a separate profit and loss account for the parent company is omitted from the group financial statements by virtue of section 408 of the Companies Act 2006.

The group has taken advantage of its entitlement under s479A Companies Act 2006 to exempt the following subsidiaries from audit of their financial statements:

Prism Print and Promotions Limited

A and B High Holdings Limited has accordingly guaranteed the debts of the above subsidiary as at 31 December 2014.

No profit and loss account is presented for the company as permitted by Section 408 of the Companies Act 2006. Its loss for the financial year was £67,210 (2013 - £333,320).

##### **Turnover**

Turnover represents the fair value of consideration receivable, excluding Value Added Tax, in the ordinary course of business for goods and services provided.

##### **Goodwill**

Positive purchased goodwill arising on acquisitions is capitalised, classified as an asset on the Balance Sheet and amortised over its estimated useful life up to a maximum of 10 years. This length of time is presumed to be the maximum useful life of purchased goodwill because it is difficult to make projections beyond this period. Goodwill is reviewed for impairment at the end of the first full financial year following each acquisition and subsequently as and when necessary if circumstances emerge that indicate that the carrying value may not be recoverable.

##### **Amortisation**

Amortisation is provided on intangible fixed assets so as to write off the cost, less any estimated residual value, over their expected useful economic life as follows:

##### **Asset class**

Goodwill

##### **Amortisation method and rate**

10% straight line

##### **Fixed assets**

All fixed assets are initially recorded at cost.

# **A & B High Holdings Limited**

## **Notes to the Financial Statements**

### **Year Ended 31 December 2014**

*..... continued*

#### **Depreciation**

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

| <b>Asset class</b>  | <b>Depreciation method and rate</b> |
|---------------------|-------------------------------------|
| Freehold Property   | 2% straight line                    |
| Leasehold Property  | 2% straight line                    |
| Plant & Machinery   | 15% reducing balance                |
| Fixtures & Fittings | Variable rates reducing balance     |
| Motor Vehicles      | 15% reducing balance                |

#### **Investment properties**

Investment properties are shown at their open market value. The surplus or deficit arising from the annual revaluation is transferred to the investment revaluation reserve unless a deficit, or its reversal, on an individual investment property is expected to be permanent, in which case it is recognised in the profit and loss account for the year.

This is in accordance with SSAP 19 which, unlike the Companies Act 2006, does not require depreciation of investment properties. Investment properties are held for their investment potential and not for use by the company and so their current value is of prime importance. The departure from the provisions of the Act is required in order to give a true and fair view.

#### **Stock**

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

#### **Hire purchase and leasing**

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.

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 group profit and loss account on a straight line basis.

#### **Deferred tax**

Deferred tax is recognised, without discounting, in respect of all timing differences between the treatment of certain items for taxation and accounting purposes which have arisen but not reversed by the balance sheet date.

#### **Pensions**

The group operates a defined contribution pension scheme. Contributions are recognised in the profit and loss account in the period in which they become payable in accordance with the rules of the scheme.

#### **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 group after deducting all of its liabilities.

**A & B High Holdings Limited**  
**Notes to the Financial Statements**  
**Year Ended 31 December 2014**

..... *continued*

**Government grants**

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

**2 Turnover**

The turnover and profit before tax are attributable to the principal activities of the group.

**3 Cost of sales and operating expenses**

|                                | 2014<br>£        | 2013<br>£        |
|--------------------------------|------------------|------------------|
| <b>Cost of sales</b>           |                  |                  |
| Continuing operations          | 3,695,482        | 3,856,825        |
| Discontinued operations        | 1,179,589        | -                |
|                                | <u>4,875,071</u> | <u>3,856,825</u> |
| <b>Administrative expenses</b> |                  |                  |
| Continuing operations          | 1,248,511        | 1,333,024        |
| Discontinued operations        | 830,451          | -                |
|                                | <u>2,078,962</u> | <u>1,333,024</u> |
| <b>Other operating income</b>  |                  |                  |
| Continuing operations          | <u>5,895</u>     | <u>-</u>         |

**4 Operating profit**

Operating profit is stated after charging:

|   | 2014<br>£     | 2013<br>£     |
|---|---------------|---------------|
| Operating leases - plant and machinery                                      | 18,280        | 36,000        |
| Operating leases - other assets   | 36,734        | 15,213        |
| Loss/(profit) on sale of tangible fixed assets                              | 31,990        | (97,879)      |
| Depreciation of owned assets  | 297,485       | 197,169       |
| Depreciation of assets held under finance lease and hire purchase contracts | 23,155        | 53,669        |
| Amortisation  | 80,943        | 43,089        |
| Auditor's remuneration  | <u>14,250</u> | <u>11,000</u> |

**5 Profit on disposal of trade and assets - discontinued operations**

|   | 2014<br>£        | 2013<br>£ |
|---|------------------|-----------|
| (Profit) / loss on sale of trade and assets in Tamar Labels Limited | <u>(576,860)</u> | <u>-</u>  |



**A & B High Holdings Limited**  
**Notes to the Financial Statements**  
**Year Ended 31 December 2014**  
*..... continued*

**6 Particulars of employees**

The average number of persons employed by the group (including directors) during the year, analysed by category was as follows:

|                                | <b>2014</b><br><b>No.</b> | <b>2013</b><br><b>No.</b> |
|--------------------------------|---------------------------|---------------------------|
| Number of production staff     | 65                        | 62                        |
| Number of administrative staff | 18                        | 5                         |
|                                | <u>83</u>                 | <u>67</u>                 |

The aggregate payroll costs were as follows:

|                       | <b>2014</b><br><b>£</b> | <b>2013</b><br><b>£</b> |
|-----------------------|-------------------------|-------------------------|
| Wages and salaries    | 1,759,283               | 1,130,155               |
| Social security costs | 145,531                 | 134,477                 |
| Staff pensions        | 546                     | 546                     |
|                       | <u>1,905,360</u>        | <u>1,265,178</u>        |

**7 Directors' remuneration**

The directors' remuneration for the year was as follows:

|   | <b>2014</b><br><b>£</b> | <b>2013</b><br><b>£</b> |
|---|-------------------------|-------------------------|
| Remuneration (including benefits in kind) | <u>38,247</u>           | <u>34,220</u>           |

**8 Interest payable and similar charges**

|  | <b>2014</b><br><b>£</b> | <b>2013</b><br><b>£</b> |
|--|-------------------------|-------------------------|
| Interest payable on bank borrowings        | 83,404                  | 85,376                  |
| Other interest payable                     | 3,282                   | -                       |
| Finance charges                            | 4,897                   | 11,036                  |
| Group interest payable and similar charges | <u>91,583</u>           | <u>96,412</u>           |

**A & B High Holdings Limited**  
**Notes to the Financial Statements**  
**Year Ended 31 December 2014**  
*..... continued*

**9 Taxation**

**Tax on profit on ordinary activities**

|  | <b>2014</b><br><b>£</b> | <b>2013</b><br><b>£</b> |
|--|-------------------------|-------------------------|
| <b>Current tax</b>                             |                         |                         |
| Corporation tax charge                         | 238,155                 | 107,263                 |
| Adjustments in respect of previous years       | <u>(3,754)</u>          | <u>(18)</u>             |
| UK Corporation tax                             | 234,401                 | 107,245                 |
| <b>Deferred tax</b>                            |                         |                         |
| Origination and reversal of timing differences | <u>3,744</u>            | <u>51,237</u>           |
| Total tax on profit on ordinary activities     | <u><u>238,145</u></u>   | <u><u>158,482</u></u>   |

**Factors affecting current tax charge for the year**

Tax on profit on ordinary activities for the year is higher than (2013 - higher than) the standard rate of corporation tax in the UK of 21.5% (2013 - 20%).

The differences are reconciled below:

|   | <b>2014</b><br><b>£</b> | <b>2013</b><br><b>£</b> |
|---|-------------------------|-------------------------|
| Profit on ordinary activities before taxation | <u>982,507</u>          | <u>485,978</u>          |
| Corporation tax at standard rate              | 211,239                 | 97,196                  |
| Depreciation in excess of capital allowances  | 146,972                 | 28,637                  |
| Prior year under/over provision               | (3,754)                 | (18)                    |
| Loss relief                                   | (17,567)                | -                       |
| Expenses not deductible                       | 25,379                  | 1,006                   |
| Profit on disposal of fixed assets            | <u>(127,868)</u>        | <u>(19,576)</u>         |
| Total current tax                             | <u><u>234,401</u></u>   | <u><u>107,245</u></u>   |

**10 Dividends**

|                                     | <b>2014</b><br><b>£</b> | <b>2013</b><br><b>£</b> |
|-------------------------------------|-------------------------|-------------------------|
| <b>Dividends paid</b>               |                         |                         |
| Equity dividends on ordinary shares | <u><u>379,545</u></u>   | <u><u>363,128</u></u>   |

**A & B High Holdings Limited**  
Notes to the Financial Statements  
Year Ended 31 December 2014  
..... *continued*

**11 Intangible fixed assets**

**Group**

|                                 | <b>Goodwill<br/>£</b> |
|---------------------------------|-----------------------|
| <b>Cost</b>                     |                       |
| At 1 January 2014               | 350,093               |
| Disposals                       | <u>(237,723)</u>      |
| At 31 December 2014             | <u>112,370</u>        |
| <b>Amortisation</b>             |                       |
| At 1 January 2014               | 259,395               |
| Charge for the year             | 11,873                |
| Eliminated on disposals         | <u>(227,968)</u>      |
| Writedown to recoverable amount | <u>69,070</u>         |
| At 31 December 2014             | <u>112,370</u>        |
| <b>Net book value</b>           |                       |
| At 31 December 2014             | <u>-</u>              |
| At 31 December 2013             | <u>90,698</u>         |

## A & B High Holdings Limited

### Notes to the Financial Statements

Year Ended 31 December 2014

..... continued

#### 12 Tangible fixed assets

| Group                    | Freehold<br>property<br>£ | Leasehold<br>property<br>£ | Investment<br>properties<br>£ | Plant &<br>machinery<br>£ | Fixtures &<br>fittings<br>£ | Motor<br>vehicles<br>£ | Office<br>equipment<br>£ | Total<br>£  |
|--------------------------|---------------------------|----------------------------|-------------------------------|---------------------------|-----------------------------|------------------------|--------------------------|-------------|
| <b>Cost or valuation</b> |                           |                            |                               |                           |                             |                        |                          |             |
| At 1 January 2014        | 1,107,873                 | 445,192                    | 292,305                       | 3,253,596                 | 180,341                     | 102,907                | 82,947                   | 5,465,161   |
| Additions                | 2,671                     | -                          | -                             | 97,126                    | 2,062                       | 134,241                | 14,626                   | 250,726     |
| Disposals                | -                         | -                          | -                             | (992,005)                 | (9,792)                     | (74,970)               | -                        | (1,076,767) |
| At 31 December 2014      | 1,110,544                 | 445,192                    | 292,305                       | 2,358,717                 | 172,611                     | 162,178                | 97,573                   | 4,639,120   |
| <b>Depreciation</b>      |                           |                            |                               |                           |                             |                        |                          |             |
| At 1 January 2014        | 87,796                    | 25,272                     | -                             | 2,064,289                 | 157,659                     | 53,064                 | 48,419                   | 2,436,499   |
| Charge for the year      | 27,760                    | 11,664                     | -                             | 223,562                   | 5,951                       | 28,091                 | 23,612                   | 320,640     |
| Eliminated on disposals  | -                         | -                          | -                             | (650,177)                 | (8,476)                     | (50,108)               | -                        | (708,761)   |
| At 31 December 2014      | 115,556                   | 36,936                     | -                             | 1,637,674                 | 155,134                     | 31,047                 | 72,031                   | 2,048,378   |
| <b>Net book value</b>    |                           |                            |                               |                           |                             |                        |                          |             |
| At 31 December 2014      | 994,988                   | 408,256                    | 292,305                       | 721,043                   | 17,477                      | 131,131                | 25,542                   | 2,590,742   |
| At 31 December 2013      | 1,020,077                 | 419,920                    | 292,305                       | 1,189,307                 | 22,682                      | 49,843                 | 34,528                   | 3,028,662   |

#### Leased assets

Included within the net book value of tangible fixed assets is £104,527 (2013 - £308,765) in respect of assets held under finance leases and similar hire purchase contracts. Depreciation for the year on these assets was £24,513 (2013 - £53,669).

#### Revaluations

The investment properties class of fixed assets was revalued on 30 June 2011 by a valuer who is external to the company. The basis of this valuation was current value. This class of assets has a current value of £292,305 (2013 - £292,305) and a carrying amount at historical cost of £286,196 (2013 - £286,196). The depreciation on this historical cost is £nil (2013 - £nil).

## A & B High Holdings Limited

### Notes to the Financial Statements

Year Ended 31 December 2014

..... continued

#### Company

|                          | Freehold land<br>and buildings<br>£ | Leasehold<br>property<br>£ | Investment<br>properties<br>£ | Plant &<br>machinery<br>£ | Fixtures &<br>fittings<br>£ | Office<br>equipment<br>£ | Total<br>£ |
|--------------------------|-------------------------------------|----------------------------|-------------------------------|---------------------------|-----------------------------|--------------------------|------------|
| <b>Cost or valuation</b> |                                     |                            |                               |                           |                             |                          |            |
| At 1 January 2014        | 1,094,569                           | 445,192                    | 292,305                       | -                         | -                           | -                        | 1,832,066  |
| Additions                | 5,864                               | -                          | -                             | 290,773                   | 16,420                      | 23,373                   | 336,430    |
| At 31 December 2014      | 1,100,433                           | 445,192                    | 292,305                       | 290,773                   | 16,420                      | 23,373                   | 2,168,496  |
| <b>Depreciation</b>      |                                     |                            |                               |                           |                             |                          |            |
| At 1 January 2014        | 78,484                              | 25,272                     | -                             | -                         | -                           | -                        | 103,756    |
| Charge for the year      | 26,961                              | 11,664                     | -                             | 37,337                    | 2,247                       | 4,699                    | 82,908     |
| At 31 December 2014      | 105,445                             | 36,936                     | -                             | 37,337                    | 2,247                       | 4,699                    | 186,664    |
| <b>Net book value</b>    |                                     |                            |                               |                           |                             |                          |            |
| At 31 December 2014      | 994,988                             | 408,256                    | 292,305                       | 253,436                   | 14,173                      | 18,674                   | 1,981,832  |
| At 31 December 2013      | 1,016,085                           | 419,920                    | 292,305                       | -                         | -                           | -                        | 1,728,310  |

#### Leased assets

Included within the net book value of tangible fixed assets is £16,746 (2013 - £nil) in respect of assets held under finance leases and similar hire purchase contracts. Depreciation for the year on these assets was £1,358 (2013 - £nil).

**A & B High Holdings Limited**  
Notes to the Financial Statements  
Year Ended 31 December 2014  
..... continued

**13 Investments held as fixed assets**

**Company**

|  | 2014<br>£      | 2013<br>£        |
|--|----------------|------------------|
| Shares in group undertakings and participating interests | <u>873,429</u> | <u>1,228,295</u> |

**Shares in group undertakings and participating interests**

|                                 | Subsidiary<br>undertakings<br>£ |
|---------------------------------|---------------------------------|
| <b>Cost</b>                     |                                 |
| At 1 January 2014               | 1,244,406                       |
| Additions                       | <u>75</u>                       |
| At 31 December 2014             | <u>1,244,481</u>                |
| <b>Provision for impairment</b> |                                 |
| At 1 January 2014               | 16,111                          |
| Charge for the year             | <u>354,941</u>                  |
| At 31 December 2014             | <u>371,052</u>                  |
| <b>Net book value</b>           |                                 |
| At 31 December 2014             | <u>873,429</u>                  |
| At 31 December 2013             | <u>1,228,295</u>                |

**Details of undertakings**

Details of the investments in which the group holds 20% or more of the nominal value of any class of share capital are as follows:

| Undertaking                      | Country of<br>incorporation | Holding         | Proportion of<br>voting rights<br>and shares held | Principal activity                 |
|----------------------------------|-----------------------------|-----------------|---|------------------------------------|
| <b>Subsidiary undertakings</b>   |                             |                 |   |                                    |
| Kernow Timber Limited            | England                     | Ordinary shares | 100%  | Timber merchant                    |
| Label-Form Limited               | England                     | Ordinary shares | 55%   | Printing                           |
| Tamar Labels Limited             | England                     | Ordinary shares | 100%  | Printing                           |
| Prism Print & Promotions Limited | England                     | Ordinary shares | 80%   | Production of promotional products |
| Tamar Packaging Limited          | England                     | Ordinary shares | 75%   | Printing                           |

**A & B High Holdings Limited**  
Notes to the Financial Statements  
Year Ended 31 December 2014  
..... continued

**14 Stocks**

|        | <b>Group</b>   |                | <b>Company</b> |               |
|--------|----------------|----------------|----------------|---------------|
|        | <b>2014</b>    | <b>2013</b>    | <b>2014</b>    | <b>2013</b>   |
|        | <b>£</b>       | <b>£</b>       | <b>£</b>       | <b>£</b>      |
| Stocks | <u>650,150</u> | <u>545,316</u> | <u>-</u>       | <u>75,023</u> |

**15 Debtors**

|                                    | <b>Group</b>     |                | <b>Company</b> |                |
|------------------------------------|------------------|----------------|----------------|----------------|
|                                    | <b>2014</b>      | <b>2013</b>    | <b>2014</b>    | <b>2013</b>    |
|                                    | <b>£</b>         | <b>£</b>       | <b>£</b>       | <b>£</b>       |
| Trade debtors                      | 654,756          | 653,576        | -              | -              |
| Amounts owed by group undertakings | -                | -              | 191,766        | 243,634        |
| Other debtors                      | 82,352           | 32,799         | 63,340         | 18,850         |
| Directors' current accounts        | 177,961          | 100            | 177,961        | -              |
| Prepayments and accrued income     | <u>88,459</u>    | <u>53,164</u>  | <u>3,747</u>   | <u>-</u>       |
|                                    | <u>1,003,528</u> | <u>739,639</u> | <u>436,814</u> | <u>262,484</u> |

**16 Creditors: Amounts falling due within one year**

|                                 | <b>Group</b>     |                  | <b>Company</b> |               |
|---------------------------------|------------------|------------------|----------------|---------------|
|                                 | <b>2014</b>      | <b>2013</b>      | <b>2014</b>    | <b>2013</b>   |
|                                 | <b>£</b>         | <b>£</b>         | <b>£</b>       | <b>£</b>      |
| Bank loans and overdrafts       | 129,563          | 250,833          | 69,579         | 31,231        |
| Trade creditors                 | 419,006          | 495,240          | -              | -             |
| Hire purchase agreements        | 40,299           | 130,747          | 17,973         | -             |
| Corporation tax                 | 247,851          | 107,263          | 120,837        | -             |
| Other taxes and social security | 113,935          | 105,355          | -              | -             |
| Other creditors                 | 57,602           | 68,032           | 103            | 104           |
| Accruals and deferred income    | <u>88,269</u>    | <u>91,465</u>    | <u>3,700</u>   | <u>3,700</u>  |
|                                 | <u>1,096,525</u> | <u>1,248,935</u> | <u>212,192</u> | <u>35,035</u> |

**A & B High Holdings Limited**  
**Notes to the Financial Statements**  
**Year Ended 31 December 2014**

..... *continued*

Creditors amounts falling due within one year includes the following liabilities, on which security has been given by the group/company:

**Group**

|                           | <b>2014</b>    | <b>2013</b>    |
|---------------------------|----------------|----------------|
|                           | <b>£</b>       | <b>£</b>       |
| Bank loans and overdrafts | 129,563        | 250,833        |
| Hire purchase agreements  | 40,299         | 130,747        |
|                           | <u>169,862</u> | <u>381,580</u> |

**Company**

|                           | <b>2014</b>   | <b>2013</b>   |
|---------------------------|---------------|---------------|
|                           | <b>£</b>      | <b>£</b>      |
| Bank loans and overdrafts | 69,579        | 31,231        |
| Hire purchase agreements  | 17,973        | -             |
|                           | <u>87,552</u> | <u>31,231</u> |

**17 Creditors: Amounts falling due after more than one year**

|                           | <b>Group</b>     |                  | <b>Company</b> |                |
|---------------------------|------------------|------------------|----------------|----------------|
|                           | <b>2014</b>      | <b>2013</b>      | <b>2014</b>    | <b>2013</b>    |
|                           | <b>£</b>         | <b>£</b>         | <b>£</b>       | <b>£</b>       |
| Bank loans and overdrafts | 979,997          | 1,468,531        | 979,997        | 976,195        |
| Hire purchase agreements  | 66,054           | 74,005           | 1,947          | -              |
| Other creditors           | -                | 39,122           | -              | -              |
|                           | <u>1,046,051</u> | <u>1,581,658</u> | <u>981,944</u> | <u>976,195</u> |

Creditors amounts falling due after more than one year includes the following liabilities, on which security has been given by the group/company:

**Group**

|                           | <b>2014</b>      | <b>2013</b>      |
|---------------------------|------------------|------------------|
|                           | <b>£</b>         | <b>£</b>         |
| Bank loans and overdrafts | 979,997          | 1,468,531        |
| Hire purchase agreements  | 66,054           | 74,004           |
|                           | <u>1,046,051</u> | <u>1,542,535</u> |

**Company**

|                           | <b>2014</b>    | <b>2013</b>    |
|---------------------------|----------------|----------------|
|                           | <b>£</b>       | <b>£</b>       |
| Bank loans and overdrafts | 979,997        | 976,195        |
| Hire purchase agreements  | 1,947          | -              |
|                           | <u>981,944</u> | <u>976,195</u> |



# A & B High Holdings Limited

## Notes to the Financial Statements

Year Ended 31 December 2014

..... continued

|   | Group |         | Company |      |
|---|-------|---------|---------|------|
|   | 2014  | 2013    | 2014    | 2013 |
|   | £     | £       | £       | £    |
| After more than five years by instalments | -     | 267,873 | -       | -    |

### Obligations under finance leases and HP contracts

#### Amounts repayable:

|                               | Group          |                | Company       |          |
|-------------------------------|----------------|----------------|---------------|----------|
|                               | 2014           | 2013           | 2014          | 2013     |
|                               | £              | £              | £             | £        |
| In one year or less on demand | 40,299         | 130,747        | 17,973        | -        |
| Between one and two years     | 30,130         | 74,005         | 1,947         | -        |
| Between two and five years    | 35,924         | -              | -             | -        |
|                               | <u>106,353</u> | <u>204,752</u> | <u>19,920</u> | <u>-</u> |

## 18 Provisions

### Group

|  | Deferred tax  |
|--|---------------|
|  | £             |
| At 1 January 2014                      | 81,647        |
| Charged to the profit and loss account | <u>3,744</u>  |
| At 31 December 2014                    | <u>85,391</u> |

### Analysis of deferred tax

|   | 2014          | 2013            |
|---|---------------|-----------------|
|   | £             | £               |
| Excess of taxation allowances over depreciation on fixed assets | 85,391        | 98,130          |
| Tax losses available  | <u>-</u>      | <u>(16,483)</u> |
|   | <u>85,391</u> | <u>81,647</u>   |

**A & B High Holdings Limited**  
Notes to the Financial Statements  
Year Ended 31 December 2014  
..... continued

**Company**

|  | Deferred tax<br>£    | Total<br>£           |
|--|----------------------|----------------------|
| At 1 January 2014                      | -                    | -                    |
| Charged to the profit and loss account | <u>57,257</u>        | <u>57,257</u>        |
| At 31 December 2014                    | <u><u>57,257</u></u> | <u><u>57,257</u></u> |

**Analysis of deferred tax**

|   | 2014<br>£     | 2013<br>£ |
|---|---------------|-----------|
| Excess of taxation allowances over depreciation on fixed assets | <u>57,257</u> | <u>-</u>  |

**19 Share capital**

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

|                            | 2014          |               | 2013          |               |
|----------------------------|---------------|---------------|---------------|---------------|
|                            | No.           | £             | No.           | £             |
| Ordinary shares of £1 each | <u>13,600</u> | <u>13,600</u> | <u>13,600</u> | <u>13,600</u> |

**20 Reserves**

**Group**

|                     | Share<br>premium<br>account<br>£ | Revaluation<br>reserve<br>£ | Profit and<br>loss account<br>£ | Total<br>£              |
|---------------------|----------------------------------|-----------------------------|---------------------------------|-------------------------|
| At 1 January 2014   | 991,500                          | 6,109                       | 719,932                         | 1,717,541               |
| Profit for the year | -                                | -                           | 746,472                         | 746,472                 |
| Dividends           | <u>-</u>                         | <u>-</u>                    | <u>(379,545)</u>                | <u>(379,545)</u>        |
| At 31 December 2014 | <u><u>991,500</u></u>            | <u><u>6,109</u></u>         | <u><u>1,086,859</u></u>         | <u><u>2,084,468</u></u> |

**A & B High Holdings Limited**  
Notes to the Financial Statements  
Year Ended 31 December 2014  
..... continued

**Company**

|                     | Share<br>premium<br>account<br>£ | Profit and<br>loss account<br>£ | Total<br>£       |
|---------------------|----------------------------------|---------------------------------|------------------|
| At 1 January 2014   | 991,500                          | 1,296,455                       | 2,287,955        |
| Loss for the year   | -                                | (67,210)                        | (67,210)         |
| Dividends           | -                                | (186,824)                       | (186,824)        |
| At 31 December 2014 | <u>991,500</u>                   | <u>1,042,421</u>                | <u>2,033,921</u> |

**21 Reconciliation of movement in shareholders' funds**

**Group**

|  | 2014<br>£        | 2013<br>£        |
|--|------------------|------------------|
| Profit attributable to the members of the group        | 746,472          | 291,367          |
| Other recognised gains and losses relating to the year | -                | 136,128          |
| Dividends  | <u>(379,545)</u> | <u>(363,128)</u> |
| Net addition to shareholders' funds                    | 366,927          | 64,367           |
| Shareholders' funds at 1 January                       | <u>1,731,141</u> | <u>1,666,774</u> |
| Shareholders' funds at 31 December                     | <u>2,098,068</u> | <u>1,731,141</u> |

**Company**

|   | 2014<br>£        | 2013<br>£        |
|---|------------------|------------------|
| Loss attributable to the members of the company | (67,210)         | (333,320)        |
| Dividends                                       | <u>(186,824)</u> | <u>(168,184)</u> |
| Net reduction to shareholders' funds            | (254,034)        | (501,504)        |
| Shareholders' funds at 1 January                | <u>2,301,555</u> | <u>2,803,059</u> |
| Shareholders' funds at 31 December              | <u>2,047,521</u> | <u>2,301,555</u> |

**A & B High Holdings Limited**  
**Notes to the Financial Statements**  
**Year Ended 31 December 2014**  
*..... continued*

**22 Pension schemes**

**Defined contribution pension scheme**

The group operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the group to the scheme and amounted to £546 (2013 - £546).

Contributions totalling £nil (2013 - £nil) were payable to the schemes at the end of the year and are included in creditors.

**23 Commitments**

**Capital commitments**

Amounts contracted for but not provided in the financial statements amounted to £493,740 (2013 - £nil).

**Operating lease commitments**

**Group**

As at 31 December 2014 the group had annual commitments under non-cancellable operating leases as follows:

Operating leases which expire:

|                           | <b>2014</b>   | <b>2013</b>   |
|---------------------------|---------------|---------------|
|                           | <b>£</b>      | <b>£</b>      |
| <b>Land and buildings</b> |               |               |
| Within one year           | <u>16,000</u> | <u>16,000</u> |
| <b>Other</b>              |               |               |
| Within one year           | 3,913         | -             |
| Within two and five years | 8,574         | 5,004         |
| Over five years           | <u>-</u>      | <u>12,487</u> |
|                           | <u>12,487</u> | <u>17,491</u> |

**24 Contingent liabilities**

The overdrafts and loans of Tamar Labels Limited are secured by the company. The amount guaranteed is £40,333 (2013 - £711,937). The nature of the security provided by the company is that of an unlimited intercompany guarantee.

The debts of Prism Print and Promotions are guaranteed by the company as at 31/12/2014. The amount guaranteed is £131,679 (2013 - £31,246). The nature of the security is a statement of guarantee by a parent undertaking of a subsidiary company.

**A & B High Holdings Limited**  
**Notes to the Financial Statements**  
**Year Ended 31 December 2014**

*..... continued*

**25 Financial Instruments**

During the year the company used an interest rate swap to hedge their exposure to variable interest rates.

The swap contract commenced in April 2005 and serves to fix the interest on the bank loan at 5.38% for a 10 year period until April 2015. The swap was entirely effective during the year.

**26 Analysis of net debt**

|  | At 1 January<br>2014<br>£ | Cash flow<br>£  | Other<br>non-cash<br>changes<br>£ | At 31<br>December<br>2014<br>£ |
|--|---------------------------|-----------------|-----------------------------------|--------------------------------|
| Cash at bank and in hand                   | 390,644                   | (159,561)       | -                                 | 231,083                        |
| Bank overdraft                             | (146,607)                 | 106,274         | -                                 | (40,333)                       |
|  | <u>244,037</u>            | <u>(53,287)</u> | <u>-</u>                          | <u>190,750</u>                 |
| Debt due within one year                   | (104,226)                 | 14,996          | -                                 | (89,230)                       |
| Debt due after more than one year          | (1,507,653)               | 488,534         | -                                 | (1,019,119)                    |
| Finance leases and hire purchase contracts | (204,752)                 | 149,894         | (51,495)                          | (106,353)                      |
| Net debt                                   | <u>(1,572,594)</u>        | <u>600,137</u>  | <u>(51,495)</u>                   | <u>(1,023,952)</u>             |

**27 Post balance sheet events**

During May 2015 the parent company sold its entire shareholding in Kernow Timber Limited to an external third party.

**A & B High Holdings Limited**  
**Notes to the Financial Statements**  
**Year Ended 31 December 2014**

*..... continued*

**28 Related party transactions**

During the year the company made the following related party transactions:

**D Mellet, S Serls and S Oliver**  
(Directors of Label-Form Limited)

At the balance sheet date the amount due from D Mellet, S Serls and S Oliver was £5,000 (2013 - £5,000).

**R Lee**  
(Director of Tamar Labels Limited)

During the year the £10,904 debt relating to the director Mr Lee, who resigned during the year, was written off by the company. At the balance sheet date the amount due to R Lee was £nil (2013 - £nil).

**A High**  
(Director of A & B High Holdings Limited)

Advances of £339,273 (2013 £nil) and repayments of £161,312 (2013 £nil) were made during the year. At the balance sheet date the amount due from/(to) A High was £177,961 (2013 - £nil).

The company has taken advantage of the exemption in FRS8 "Related Party Disclosures" from disclosing transactions with other members of the group.

**29 Control**

The company is controlled by the directors who own 100% of the called up share capital.