

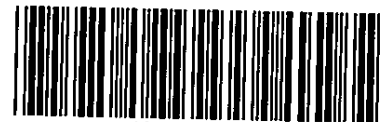
Registered number 01372042

HOO HING HOLDINGS LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2013

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COMPANIES HOUSE

HOO HING HOLDINGS LIMITED

COMPANY INFORMATION

DIRECTORS

C Poon
C W Poon
K Poon
T F Poon

COMPANY SECRETARY

C Poon

REGISTERED NUMBER

01372042

REGISTERED OFFICE

Hoo Hing House
Freshwater Road
Dagenham
Essex
RM8 1RX

INDEPENDENT AUDITOR

SPW (UK) LLP
Chartered Accountants
Statutory Auditor
Gable House
239 Regents Park Road
London
N3 3LF

HOO HING HOLDINGS LIMITED

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HOO HING HOLDINGS LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 30 JUNE 2013

The directors present their report and the financial statements for the year ended 30 June 2013

DIRECTORS' RESPONSIBILITIES STATEMENT

The directors are responsible for preparing the Directors' report and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and the group 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 then apply them consistently,
- make judgments 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,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the group 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 the group 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 the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was that of a holding company.

The principal activities of the group's main trading subsidiary continue to be that of importers and wholesalers of Chinese food and operators of cash & carry.

BUSINESS REVIEW

The group made trading losses in the year. However, the directors continue to review the activities of the group and have implemented operational changes following the year end to mitigate against future losses and the directors remain confident that the group will return to profit in the near future.

Principal risks and uncertainties

The group uses various financial instruments. These include cash and other items such as trade debtors and trade creditors that arise directly from its operations. The main purpose of these financial instruments is to finance the group's operations.

The main risks arising from the group's financial instruments are cash flow, credit risk and liquidity risk. The directors review and agree policies for managing each of these risks and they are summarised below.

HOO HING HOLDINGS LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 30 JUNE 2013

BUSINESS REVIEW (CONTINUED)

Liquidity risk

The group seeks to manage financial risk by ensuring sufficient liquidity is available to meet foreseeable needs and to invest cash assets safely and profitably. Short-term flexibility is achieved through overdraft facilities.

Credit risk

The group's principal financial assets are cash and trade debtors. The principal credit risk arises therefore from its trade debtors.

In order to manage credit risk the directors set limits for customers based on a combination of payment history and reputation. Credit limits are reviewed by the Financial Director on a regular basis in conjunction with debt ageing and collection history.

RESULTS AND DIVIDENDS

The loss for the year, after taxation, amounted to £1,019,725 (2012 - loss £953,331).

The directors do not recommend payment of an ordinary dividend.

DIRECTORS

The directors who served during the year were

C Poon
C W Poon
K Poon
T F Poon

FUTURE DEVELOPMENTS

The group continues with its commitment to work according to prudent principles for the long term benefit of shareholders, employees and clients alike. This enables continued reinvestment into the group to underpin planned, soundly based and profitable growth.

EMPLOYEE INVOLVEMENT

The group's policy is to consult and discuss with employees, through staff councils and at meetings, matters likely to affect employees' interests.

Information of matters of concern to employees is given through information bulletins and reports which seek to achieve a common awareness on the part of all employees of the financial and economic factors affecting the group's performance.

HOO HING HOLDINGS LIMITED

**DIRECTORS' REPORT
FOR THE YEAR ENDED 30 JUNE 2013**

DISABLED EMPLOYEES

The group's policy is to consider disabled workers for those vacancies that they are able to fill. All necessary assistance with initial training courses is given. Once employed, a career plan is developed so as to ensure suitable opportunities for each disabled person. Arrangements are made, wherever possible, for retraining employees who become disabled, to enable them to perform work identified as appropriate to their aptitudes and abilities.

DISCLOSURE OF INFORMATION TO AUDITOR

Each of the persons who are directors at the time when this Directors' report is approved has confirmed that

- so far as that director is aware, there is no relevant audit information of which the company and the group's auditor is unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the company and the group's auditor is aware of that information.

This report was approved by the board on 25 February 2014 and signed on its behalf



K Poon
Director

HOO HING HOLDINGS LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF HOO HING HOLDINGS LIMITED

We have audited the financial statements of Hoo Hing Holdings Limited for the year ended 30 June 2013, set out on pages 6 to 24. 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 Directors' responsibilities statement, 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 group's and the 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 Directors' report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

OPINION ON FINANCIAL STATEMENTS

In our opinion the financial statements

- give a true and fair view of the state of the group's and the parent company's affairs as at 30 June 2013 and of the group's loss 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 Directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements.

HOO HING HOLDINGS LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF HOO HING HOLDINGS LIMITED

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



Paul Winter (Senior statutory auditor)

for and on behalf of

SPW (UK) LLP

Chartered Accountants

Statutory Auditor

Gable House

239 Regents Park Road

London

N3 3LF

25 February 2014

HOO HING HOLDINGS LIMITED

**CONSOLIDATED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30 JUNE 2013**

	Note	2013 £	As restated 2012 £
TURNOVER	1,2	69,639,633	75,334,506
Cost of sales		<u>(57,073,494)</u>	<u>(61,430,307)</u>
GROSS PROFIT		12,566,139	13,904,199
Distribution costs		(8,078,330)	(7,977,340)
Administrative expenses		(5,972,111)	(6,777,014)
Other operating income	3	<u>598,026</u>	<u>-</u>
OPERATING LOSS	4	(886,276)	(850,155)
Interest receivable and similar income		-	13,096
Interest payable and similar charges	8	<u>(133,449)</u>	<u>(205,900)</u>
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		(1,019,725)	(1,042,959)
Tax on loss on ordinary activities	9	<u>-</u>	<u>89,628</u>
LOSS FOR THE FINANCIAL YEAR	18	<u>£ (1,019,725)</u>	<u>£ (953,331)</u>

All amounts relate to continuing operations

The notes on pages 11 to 24 form part of these financial statements

HOO HING HOLDINGS LIMITED

CONSOLIDATED STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES
FOR THE YEAR ENDED 30 JUNE 2013

	Note	2013 £	As restated 2012 £
LOSS FOR THE FINANCIAL YEAR		<u>(1,019,725)</u>	<u>(953,331)</u>
TOTAL RECOGNISED GAINS AND LOSSES RELATING TO THE YEAR		(1,019,725)	£ <u><u>(953,331)</u></u>
Prior year adjustment	19	<u>(439,669)</u>	
TOTAL GAINS AND LOSSES RECOGNISED SINCE LAST FINANCIAL STATEMENTS		<u>£ (1,459,394)</u>	

The notes on pages 11 to 24 form part of these financial statements

HOO HING HOLDINGS LIMITED
REGISTERED NUMBER 01372042

CONSOLIDATED BALANCE SHEET
AS AT 30 JUNE 2013

	Note	2013 £	2013 £	As restated 2012 £	2012 £
FIXED ASSETS					
Tangible assets	11		13,325,265		14,131,414
Investments	12		200		200
			<u>13,325,465</u>		<u>14,131,614</u>
CURRENT ASSETS					
Stocks	13	6,674,052		7,086,965	
Debtors	14	6,568,790		6,859,207	
Cash at bank		321,807		395,127	
		<u>13,564,649</u>		<u>14,341,299</u>	
CREDITORS amounts falling due within one year	15	(11,344,485)		(11,390,952)	
NET CURRENT ASSETS			<u>2,220,164</u>		<u>2,950,347</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>15,545,629</u>		<u>17,081,961</u>
CREDITORS amounts falling due after more than one year	16		(806,096)		(1,322,703)
NET ASSETS			<u>£ 14,739,533</u>		<u>£ 15,759,258</u>
CAPITAL AND RESERVES					
Called up share capital	17		71,500		71,500
Revaluation reserve	18		448,999		448,999
Profit and loss account	18		14,219,034		15,238,759
SHAREHOLDERS' FUNDS	20		<u>£ 14,739,533</u>		<u>£ 15,759,258</u>

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 25 February 2014


K Poon
 Director

The notes on pages 11 to 24 form part of these financial statements

HOO HING HOLDINGS LIMITED
REGISTERED NUMBER. 01372042

COMPANY BALANCE SHEET
AS AT 30 JUNE 2013

	Note	2013 £	2012 £
FIXED ASSETS			
Tangible assets	11	2,904,951	2,904,951
Investments	12	10,200	10,200
		<u>2,915,151</u>	<u>2,915,151</u>
CURRENT ASSETS			
Debtors	14	7,559,016	7,559,016
Cash at bank		3	3
		<u>7,559,019</u>	<u>7,559,019</u>
CREDITORS amounts falling due within one year	15	<u>(424)</u>	<u>(424)</u>
NET CURRENT ASSETS		<u>7,558,595</u>	<u>7,558,595</u>
NET ASSETS		<u><u>£ 10,473,746</u></u>	<u><u>£ 10,473,746</u></u>
CAPITAL AND RESERVES			
Called up share capital	17	71,500	71,500
Revaluation reserve	18	448,999	448,999
Profit and loss account	18	9,953,247	9,953,247
SHAREHOLDERS' FUNDS	20	<u><u>£ 10,473,746</u></u>	<u><u>£ 10,473,746</u></u>

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 25 February 2014

K Poon
 Director

The notes on pages 11 to 24 form part of these financial statements

HOO HING HOLDINGS LIMITED

**CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 JUNE 2013**

	Note	2013 £	2012 £
Net cash flow from operating activities	21	1,777,939	825,327
Returns on investments and servicing of finance	22	(133,449)	(192,804)
Taxation		(160,000)	(123,728)
Capital expenditure and financial investment	22	730	(1,281,943)
CASH INFLOW/(OUTFLOW) BEFORE FINANCING		1,485,220	(773,148)
Financing	22	(517,110)	(508,420)
INCREASE/(DECREASE) IN CASH IN THE YEAR		£ 968,110	£ (1,281,568)

**RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET FUNDS/DEBT
FOR THE YEAR ENDED 30 JUNE 2013**

	2013 £	2012 £
Increase/(Decrease) in cash in the year	968,110	(1,281,568)
Cash outflow from decrease in debt and lease financing	517,110	349,955
MOVEMENT IN NET DEBT IN THE YEAR	1,485,220	(931,613)
Net debt at 1 July 2012	(6,464,346)	(5,532,733)
NET DEBT AT 30 JUNE 2013	£ (4,979,126)	£ (6,464,346)

The notes on pages 11 to 24 form part of these financial statements

HOO HING HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2013

1 ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention as modified by the revaluation of freehold land and buildings and in accordance with applicable accounting standards

1.2 Basis of consolidation

The financial statements consolidate the accounts of Hoo Hing Holdings Limited and all of its subsidiary undertakings ('subsidiaries')

1.3 Turnover

Turnover comprises revenue recognised by the company in respect of goods and services supplied during the year, exclusive of Value Added Tax and trade discounts

1.4 Intangible fixed assets and amortisation

Goodwill is the difference between amounts paid on the acquisition of a business and the fair value of the identifiable assets and liabilities. It is amortised to the Profit and loss account over its estimated economic life

1.5 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost or valuation less depreciation. Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following annual bases

Freehold property	-	2% on Straight Line Basis
Plant & machinery	-	15% on a Reducing Balance Basis
Motor vehicles	-	15% on a Reducing Balance Basis
Fixtures & fittings	-	25% on a Reducing Balance Basis

1.6 Investments

Investments in subsidiaries are valued at cost less provision for impairment

1.7 Leasing and hire purchase

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the Profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period

1.8 Stocks

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

HOO HING HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2013

1. ACCOUNTING POLICIES (continued)

1.9 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation

Deferred tax is not provided on timing differences arising from the revaluation of fixed assets in the financial statements

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse

Deferred tax assets and liabilities are discounted

1.10 Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the balance sheet date

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction

Exchange gains and losses are recognised in the Profit and loss account

1.11 Pensions

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year

2. TURNOVER

The total turnover of the group for the year has been derived from its principal activity wholly undertaken in the United Kingdom

All turnover arose within the United Kingdom

3. OTHER OPERATING INCOME

	2013 £	2012 £
Compensation received	598,026	-
Compensation received relate to monies recieved in connection with a Compulsory Purchase Order of a branch		

HOO HING HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2013

4 OPERATING LOSS

The operating loss is stated after charging

	2013 £	2012 £
Amortisation - intangible fixed assets	-	17,500
Depreciation of tangible fixed assets		
- owned by the group	703,854	804,321
- held under finance leases	72,574	91,465
Loss on sale of tangible assets	28,991	8,524
	<u>703,854</u>	<u>904,306</u>

5 AUDITORS' REMUNERATION

	2013 £	2012 £
Fees payable to the company's auditor and its associates for the audit of the company's annual accounts	23,450	25,450
	<u>23,450</u>	<u>25,450</u>

6 STAFF COSTS

Staff costs, including directors' remuneration, were as follows

	2013 £	2012 £
Wages and salaries	7,853,311	8,152,179
Social security costs	715,009	744,736
Other pension costs	160,440	157,440
	<u>8,728,760</u>	<u>9,054,355</u>

The average monthly number of employees, including the directors, during the year was as follows

	2013 No.	2012 No.
Office Management	66	71
Production Sales	303	301
	<u>369</u>	<u>372</u>

HOO HING HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2013

7 DIRECTORS' REMUNERATION

	2013 £	2012 £
Remuneration	£ 363,032	£ 445,015
Company pension contributions to defined contribution pension schemes	£ 95,400	£ 94,320

During the year retirement benefits were accruing to 3 directors (2012 - 3) in respect of defined contribution pension schemes

The highest paid director received remuneration of £110,385 (2012 - £111,539)

The value of the group's contributions paid to a defined contribution pension scheme in respect of the highest paid director amounted to £31,800 (2012 - £31,800)

8. INTEREST PAYABLE

	2013 £	2012 £
On bank loans and overdrafts	90,442	103,523
On finance leases and hire purchase contracts	43,007	102,377
	£ 133,449	£ 205,900

9 TAXATION

	2013 £	2012 £
UK corporation tax charge/(credit) on loss for the year	£ -	£ (89,628)

HOO HING HOLDINGS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2013**

9 TAXATION (continued)

Factors affecting tax charge for the year

The tax assessed for the year is lower than (2012 - lower than) the standard rate of corporation tax in the UK of 23% (2012 - 24%) The differences are explained below

	2013 £	2012 £
Loss on ordinary activities before tax	£ (1,019,725)	£ (1,042,959)
Loss on ordinary activities multiplied by standard rate of corporation tax in the UK of 23% (2012 - 24%)	(234,537)	(250,157)
Effects of		
Expenses not deductible for tax purposes, other than goodwill amortisation and impairment	97,624	-
Capital allowances for year in excess of depreciation	87,172	-
Utilisation of tax losses	-	89,628
Adjustments to tax charge in respect of prior periods	-	70,901
Unrelieved tax losses carried forward	150,871	-
Other relief on prior year adjustment	(101,130)	-
Current tax charge/(credit) for the year (see note above)	£ -	£ (89,628)

Factors that may affect future tax charges

The group has trading losses carried forward to offset against future trading profits

10. INTANGIBLE FIXED ASSETS

	Goodwill £
Group	
Cost	
At 1 July 2012	124,995
Disposals	(89,995)
At 30 June 2013	35,000
Amortisation	
At 1 July 2012	124,995
On disposals	(89,995)
At 30 June 2013	35,000
Net book value	
At 30 June 2013	£ -
At 30 June 2012	£ -

HOO HING HOLDINGS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2013**

11. TANGIBLE FIXED ASSETS

Group	Freehold property £	Plant & machinery £	Motor vehicles £	Fixtures & fittings £	Total £
Cost or valuation					
At 1 July 2012	11,800,176	3,132,423	3,821,095	2,053,945	20,807,639
Additions	-	49,430	-	-	49,430
Disposals	-	(25,842)	(164,753)	-	(190,595)
At 30 June 2013	11,800,176	3,156,011	3,656,342	2,053,945	20,666,474
Depreciation					
At 1 July 2012	1,109,685	1,797,542	2,877,228	891,770	6,676,225
Charge for the year	177,125	205,920	219,057	174,326	776,428
On disposals	-	(14,330)	(97,114)	-	(111,444)
At 30 June 2013	1,286,810	1,989,132	2,999,171	1,066,096	7,341,209
Net book value					
At 30 June 2013	<u>£10,513,366</u>	<u>£ 1,166,879</u>	<u>£ 657,171</u>	<u>£ 987,849</u>	<u>£13,325,265</u>
At 30 June 2012	<u>£10,690,491</u>	<u>£ 1,334,881</u>	<u>£ 943,867</u>	<u>£ 1,162,175</u>	<u>£14,131,414</u>

The net book value of assets held under finance leases or hire purchase contracts, included above, are as follows

Group	2013 £	2012 £
Motor vehicles	105,222	140,296
Fixture & fittings	212,500	250,000
	<u>£ 317,722</u>	<u>£ 390,296</u>

Cost or valuation at 30 June 2013 is as follows

Group	Land and buildings £
At cost	11,351,177
At valuation	
June 1989	448,999
	<u>£11,800,176</u>

HOO HING HOLDINGS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2013**

11. TANGIBLE FIXED ASSETS (continued)

If the land and buildings had not been included at valuation they would have been included under the historical cost convention as follows

Group	2013 £	2012 £
Cost	11,351,177	11,351,177
Accumulated depreciation	(1,286,810)	(1,109,685)
Net book value	£ 10,064,367	£ 10,241,492

Company	Freehold property £
Cost or valuation	
At 1 July 2012 and 30 June 2013	2,943,948
Depreciation	
At 1 July 2012 and 30 June 2013	38,997
Net book value	
At 30 June 2013	£ 2,904,951
At 30 June 2012	£ 2,904,951

Cost or valuation at 30 June 2013 is as follows

Company	Land and buildings £
At cost	2,494,949
At valuation*	
June 1989	448,999
	£ 2,943,948

HOO HING HOLDINGS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2013**

11 TANGIBLE FIXED ASSETS (continued)

If the land and buildings had not been included at valuation they would have been included under the historical cost convention as follows

Company	2013 £	2012 £
Cost	2,494,949	2,494,949
Accumulated depreciation	(38,997)	(38,997)
Net book value	£ 2,455,952	£ 2,455,952

12. FIXED ASSET INVESTMENTS

Group	Investments in subsidiary companies £
Cost or valuation	
At 1 July 2012 and 30 June 2013	200
Net book value	
At 30 June 2013	£ 200
At 30 June 2012	£ 200

Subsidiary undertakings

The following were subsidiary undertakings of the company

Name	Class of shares	Holding
Hoo Hing Limited	Ordinary	100%
Golden Elephant Limited	Ordinary	100%
Double Happiness Wholesale Limited	Ordinary	50%

The aggregate of the share capital and reserves as at 30 June 2013 and of the profit or loss for the year ended on that date for the subsidiary undertakings were as follows

Name	Aggregate of share capital and reserves £	Profit/(loss) £
Hoo Hing Limited	4,275,787	(1,019,725)

HOO HING HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2013

12 FIXED ASSET INVESTMENTS (continued)

Company	Investments in subsidiary companies £
Cost or valuation	
At 1 July 2012 and 30 June 2013	10,200
Net book value	
At 30 June 2013	£ 10,200
At 30 June 2012	£ 10,200

Details of the principal subsidiaries can be found under note number 26

13. STOCKS

	Group		Company	
	2013 £	2012 £	2013 £	2012 £
Finished goods and goods for resale	£ 6,674,052	£ 7,086,965	£ -	£ -

14. DEBTORS

	Group		Company	
	2013 £	2012 £	2013 £	2012 £
Trade debtors	3,369,901	3,763,396	-	-
Amounts owed by group undertakings	-	-	7,559,016	7,559,016
Other debtors	2,795,681	2,719,592	-	-
Prepayments and accrued income	403,208	376,219	-	-
	£ 6,568,790	£ 6,859,207	£ 7,559,016	£ 7,559,016

Other debtors includes amounts due from the London Development Agency of £2,179,420 (2012 - £2,179,420) regarding a compulsory purchase of a branch. The recoverability of the monies due is pending legal action.

The directors are confident that full recoverability will be achieved, and hence no bad debt provision has been made.

HOO HING HOLDINGS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2013**

15. CREDITORS

Amounts falling due within one year

	Group		Company	
	2013	<i>As restated</i>	2013	<i>As restated</i>
	£	2012	£	2012
		£		£
Bank loans and overdrafts	4,330,301	5,371,731	-	-
Net obligations under finance leases and hire purchase contracts	164,536	165,039	-	-
Trade creditors	5,268,922	4,428,663	-	-
Other taxation and social security	186,137	182,975	-	-
Other creditors	787,241	725,021	424	424
Accruals and deferred income	607,348	517,523	-	-
	£ 11,344,485	£ 11,390,952	£ 424	£ 424

16. CREDITORS

Amounts falling due after more than one year

	Group		Company	
	2013	2012	2013	2012
	£	£	£	£
Bank loans	764,115	1,116,183	-	-
Net obligations under finance leases and hire purchase contracts	41,981	206,520	-	-
	£ 806,096	£ 1,322,703	£ -	£ -

Obligations under finance leases and hire purchase contracts, included above, are payable as follows

	Group		Company	
	2013	2012	2013	2012
	£	£	£	£
Between one and five years	£ 41,981	£ 206,520	£ -	£ -

The bank loans and overdraft are secured against certain freehold land and buildings owned by the group

Assets acquired and held under hire purchase contracts are secured against the assets to which they relate

HOO HING HOLDINGS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2013**

17 SHARE CAPITAL

	2013 £	2012 £
Allotted, called up and fully paid		
71,500 Ordinary shares of £1 each	£ 71,500	£ 71,500

18. RESERVES

	Revaluation reserve £	Profit and loss account £
Group		
At 1 July 2012 (as previously stated)	448,999	15,678,428
Prior year adjustment (note 19)		(439,669)
		<u>15,238,759</u>
At 1 July 2012 (as restated)		(1,019,725)
Loss for the financial year		<u>(1,019,725)</u>
At 30 June 2013	£ 448,999	£14,219,034
	<u>£ 448,999</u>	<u>£ 9,953,247</u>
Company		
At 1 July 2012 and 30 June 2013	£ 448,999	£ 9,953,247

19. PRIOR YEAR ADJUSTMENT

During the year the company's trading subsidiary, Hoo Hing Limited, identified purchase invoices amounting to £439,669 for which physical stock had been received at June 2012 but for which the liability had been recognised in the current period. Due to this correction of an error, a prior year adjustment has been provided.

HOO HING HOLDINGS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2013**

20. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS

	2013 £	2012 £
Group		
Opening shareholders' funds	16,198,927	16,651,089
Prior year adjustments (note 19)	(439,669)	
	<u>15,759,258</u>	
Opening shareholders' funds (as restated)	15,759,258	
Loss for the financial year	(1,019,725)	(953,331)
Shares issued during the year	-	61,500
	<u>£ 14,739,533</u>	<u>£ 15,759,258</u>
Company		
Opening shareholders' funds	10,473,746	10,402,885
Profit/(loss) for the financial year	-	(639)
Shares issued during the year	-	71,500
	<u>£ 10,473,746</u>	<u>£ 10,473,746</u>

The company has taken advantage of the exemption contained within section 408 of the Companies Act 2006 not to present its own Profit and loss account

The profit/(loss) for the year dealt with in the accounts of the company was £NIL (2012 - £-639)

21. NET CASH FLOW FROM OPERATING ACTIVITIES

	2013 £	2012 £
Operating loss	(886,276)	(850,155)
Amortisation of intangible fixed assets	-	17,500
Depreciation of tangible fixed assets	776,428	895,786
Loss on disposal of tangible fixed assets	28,991	8,524
Decrease in stocks	412,913	109,941
Decrease in debtors	450,417	631,135
Increase in creditors	995,466	12,596
	<u>£ 1,777,939</u>	<u>£ 825,327</u>
Net cash inflow from operating activities		

HOO HING HOLDINGS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2013**

22 ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN CASH FLOW STATEMENT

	2013 £	2012 £
Returns on investments and servicing of finance		
Interest received	-	13,096
Interest paid	(90,442)	(111,470)
Hire purchase interest	(43,007)	(94,430)
Net cash outflow from returns on investments and servicing of finance	£ (133,449)	£ (192,804)
	2013 £	2012 £
Capital expenditure and financial investment		
Purchase of intangible fixed assets	-	(1,281,943)
Purchase of tangible fixed assets	(49,430)	-
Sale of tangible fixed assets	50,160	-
Net cash inflow/(outflow) from capital expenditure	£ 730	£ (1,281,943)
	2013 £	2012 £
Financing		
Repayment of loans	(352,068)	(349,955)
Repayment of finance leases	(165,042)	-
Repayment of finance lease	-	(158,465)
Net cash outflow from financing	£ (517,110)	£ (508,420)

HOO HING HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2013

23 ANALYSIS OF CHANGES IN NET DEBT

	1 July 2012 £	Cash flow £	Other non-cash changes £	30 June 2013 £
Cash at bank and in hand	395,127	(73,320)	-	321,807
Bank overdraft	(5,003,424)	1,041,430	-	(3,961,994)
	<u>(4,608,297)</u>	<u>968,110</u>	<u>-</u>	<u>(3,640,187)</u>
Debt				
Finance leases	(371,559)	165,042	-	(206,517)
Debts due within one year	(368,307)	352,068	(352,068)	(368,307)
Debts falling due after more than one year	(1,116,183)	-	352,068	(764,115)
Net debt	<u>£ (6,464,346)</u>	<u>£ 1,485,220</u>	<u>£ -</u>	<u>£ (4,979,126)</u>

24 PENSION COMMITMENTS

The group operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the group in independently administered funds. The pension cost charge represents contributions payable by the group to the funds and amounted to £160,440 (2012 - £157,440).

25 RELATED PARTY TRANSACTIONS

At the year end, the group owed CKC Partnership £251,741 (2012 - £225,395), an unincorporated partnership in which the directors of Hoo Hing Limited are also partners in that business.

During the year, the group recharged CKC Partnership £290,179 (2012 - £292,117) in connection with central overheads and management services.

26 PRINCIPAL SUBSIDIARIES

Company name	Country	Percentage Shareholding	Description
Hoo Hing Limited	United Kingdom	100	Importers and wholesalers of Chinese food and operators of cash & carry
Golden Elephant Limited	United Kingdom	100	Dormant
Double Happiness Wholesale Limited	United Kingdom	50	Dormant
Top Oil Products Limited *	United Kingdom	100	Dormant

* Ordinary shares held by Hoo Hing Limited