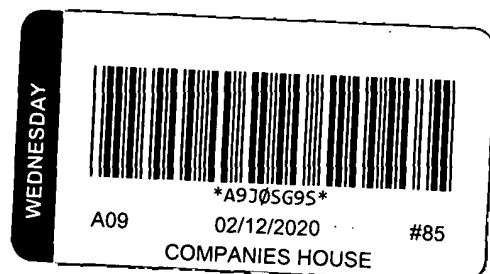


Company Registration No 01416524

D R KITCHEN APPLIANCES LIMITED

Annual Report and Financial Statements

**For the year ended
31 March 2020**



D R KITCHEN APPLIANCES LIMITED

ANNUAL REPORT AND FINANCIAL STATEMENTS 2020

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D R KITCHEN APPLIANCES LIMITED

OFFICERS AND PROFESSIONAL ADVISORS

DIRECTORS

H P Bogod
R D P Bogod
S J Bogod

COMPANY SECRETARY

R M Ponting

REGISTERED OFFICE

91 Goswell Road
London
EC1V 7EX

BANKERS

Lloyds Bank Plc
1 Queen Street
Cardiff
CF10 2AF

SOLICITORS

K&L Gates LLP
One New Change
London
EC4M 9AF

AUDITOR

Deloitte LLP
Statutory Auditor
Cardiff
United Kingdom
CF10 5BT

STRATEGIC REPORT

BUSINESS REVIEW AND PRINCIPAL ACTIVITIES

The Directors, in preparing this Strategic Report, have complied with s414C of the Companies Act 2006. The principal activity of the company is the distribution of kitchen appliances, particularly cooker hoods. Its aim is to gain a strong market position and this is supported by a series of import and distribution agreements with major manufacturers. The company is based in the UK and sales are made exclusively in the domestic market. There have been no significant changes in activity in the year under review.

KEY PERFORMANCE INDICATORS

The company's key performance indicators are sales and gross profit margins. The Directors are satisfied that the performance of the KPIs was in line with expectations. Sales have increased by 5% (2019 – increase of 3%) on the prior year and gross margins have increased by 0.6% (2019 - increase of 1.0%).

The company generated a profit after tax of £444,094 (2019 - £289,807) during the year and is in a strong net current and overall net asset position at the balance sheet date. The company is financed through cash held at bank and inter-company borrowing.

PRINCIPAL RISKS AND UNCERTAINTIES

The majority of product sold is sourced from overseas and invoiced and paid for in the currency used by the supplier, therefore the movement in foreign exchange rates can have a significant impact on the financial performance of the business. The pound remained weak against most major currencies through the year under review which had a marginal effect on profitability compared to the previous year.

Competitive pressure in the United Kingdom and the general economic environment is a continuing risk to the company as is the ability of suppliers to keep pace with the competition. The company manages this risk by providing fast response times in fulfilling sales orders and by maintaining strong relationships with key customers and suppliers. The foreign currency risks referred to above are managed by regular and consistent monitoring of stock levels and of the exchange rates of the relevant currencies. The company makes forward purchases of currency to hedge its exposure and maintains a Euro currency bank account.

The uncertainty surrounding the Brexit process and the continued fallout from the Coronavirus pandemic compound the risk of deterioration in the general economic environment and of large fluctuations in the value of sterling. Whilst it is impossible to eliminate these risks the Board is confident that the company has adequate reserves to cover any foreseeable contingencies.

The single greatest Brexit related risk for the company is a further significant weakening of sterling. The group mitigates this risk by hedging some of its foreign currency exposure. There are no other Brexit related challenges specific to the group which the directors are not confident it can also overcome.

FUTURE DEVELOPMENTS

There have been no significant changes in the group activities during the year under review and the directors are not aware of any likely changes in the group's activities in the forthcoming financial year.

Approved by the Board of Directors

and signed on behalf of the Board on 27th November 2020



R M Ponting
Company Secretary

DIRECTORS' REPORT

The directors present their annual report and audited financial statements for the year ended 31 March 2020.

The trading results for the company, as detailed in the profit and loss account on page 7, show an increase in turnover and profit compared to the previous year. The financial position of the company at the year-end, as detailed in the balance sheet on page 8, shows an improvement in net assets on the previous year.

As set out in the Strategic Report there were no changes in the company's activities in the year nor have there been any since the balance sheet date.

FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The company's objective is to limit any financial risk to what it can comfortably absorb. To meet this objective the directors maintain substantial cash reserves within the group, monitor the foreign currency exposure of the company and hedge where appropriate. The company also insures against failure of its debtors.

GOING CONCERN AND IMPACT OF THE CORONAVIRUS PANDEMIC

The company generated a profit after tax of £444,094 (2019 - £289,807) during the year and is in a strong net current and overall net asset position at the balance sheet date. The company is financed through cash held at bank and inter-company borrowing.

The company has, like all businesses, been operating under the constraints imposed by the response to the Coronavirus pandemic, however, the company's trading has been strong during the period commencing 1 April 2020. The extended periods of lockdown have seen a growth in sales in home appliances which has increased demand for the company's products.

The directors have considered the risks and uncertainties to the company, the company's forecast of profit and cash flows for a period of 12 months from the date of approval of these financial statements and the bank facilities available to the company. They believe that the company can operate within the facilities available for the period and have a reasonable expectation that the company will have access to adequate resources to continue in existence for a period of at least 12 months from the date of approval of these financial statements. Accordingly, we continue to adopt the going concern basis in preparing the financial statements.

DIVIDENDS

No dividends (2019 - £nil) were paid during the year.

DIRECTORS

The directors of the company, who served throughout the financial year and subsequently are as shown on page 1.

Mr H P Bogod retires by rotation and, being eligible, offers himself for re-election.

AUDITOR

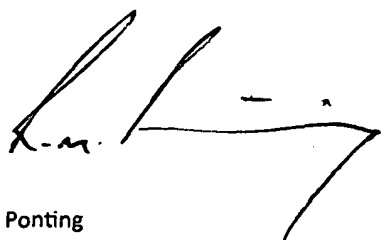
Each of the persons who is a director at the date of approval of this report confirms that:

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

This confirmation is given and should be interpreted in accordance with the provisions of s418 of the Companies Act 2006.

A resolution to reappoint Deloitte LLP will be proposed at the forthcoming Annual General Meeting.

Approved by the Board of Directors and signed on behalf of the Board on 27th November 2020



R M Ponting
Company Secretary

DIRECTORS' RESPONSIBILITIES STATEMENT

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), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland". Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent; 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 company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

D R KITCHEN APPLIANCES LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF D R KITCHEN APPLIANCES LIMITED

Report on the audit of the financial statements

Opinion

In our opinion the financial statements of D R Kitchen Appliances Limited (the 'company'):

- give a true and fair view of the state of the company's affairs as at 31 March 2020 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

We have audited the financial statements which comprise:

- the profit and loss account;
- the balance sheet;
- the statement of changes in equity; and
- the related notes 1 to 18.

The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report.

We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the Financial Reporting Council's (the 'FRC's') Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We are required by ISAs (UK) to report in respect of the following matters where:

- the directors' use of the going concern basis of accounting in preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

We have nothing to report in respect of these matters.

Other information

The directors are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in respect of these matters.

DR KITCHEN APPLIANCES LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF DR KITCHEN APPLIANCES LIMITED

Responsibilities of directors

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, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the FRC's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Report on other legal and regulatory requirements

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the strategic report and the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the strategic report and the directors' report has been prepared in accordance with applicable legal requirements.

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified any material misstatements in the strategic report or the directors' report.

Matters on which we are required to report by exception

Under the Companies Act 2006 we are required to report in respect of the following matters if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

We have nothing to report in respect of these matters.

Use of our report

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.

David Hedditch

David Hedditch (Senior statutory auditor)
For and on behalf of Deloitte LLP
Statutory Auditor
Cardiff, UK

Date: 27th November 2020

D R KITCHEN APPLIANCES LIMITED**PROFIT AND LOSS ACCOUNT**
For the year ended 31 March 2020

		2020	2019
	Note	£	£
TURNOVER	3	7,570,485	7,215,563
Cost of sales		(4,499,724)	(4,329,609)
GROSS PROFIT		3,070,761	2,885,954
Distribution costs		(374,783)	(385,787)
Administrative expenses		(2,148,490)	(2,139,978)
OPERATING PROFIT AND PROFIT BEFORE TAXATION	4	547,488	360,189
Tax on profit	7	(103,394)	(70,382)
PROFIT FOR THE FINANCIAL YEAR		444,094	289,807

All amounts derive from continuing operations.

There have been no recognised gains and losses for the current or the prior financial year other than as stated in the profit and loss account and, accordingly, no separate statement of total comprehensive income is presented.

D R KITCHEN APPLIANCES LIMITED**BALANCE SHEET****As at 31 March 2020**

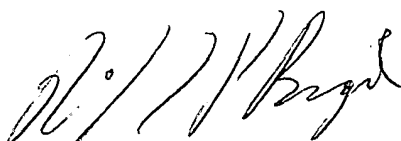
		2020	2019
	Note	£	£
FIXED ASSETS			
Tangible assets	9	105,915	106,321
		<u>105,915</u>	<u>106,321</u>
CURRENT ASSETS			
Stocks	10	588,036	672,209
Debtors	11	2,761,953	2,420,904
Cash at bank and in hand		2,654	4,977
		<u>3,352,643</u>	<u>3,098,090</u>
CREDITORS: amounts falling due within one year	12	(894,542)	(1,084,489)
NET CURRENT ASSETS		<u>2,458,101</u>	<u>2,013,601</u>
TOTAL ASSETS LESS CURRENT LIABILITIES, BEING NET ASSETS		<u>2,564,016</u>	<u>2,119,922</u>
CAPITAL AND RESERVES			
Called up share capital	13	25,000	25,000
Profit and loss account		2,539,016	2,094,922
SHAREHOLDERS' FUNDS		<u>2,564,016</u>	<u>2,119,922</u>

The financial statements of D R Kitchen Appliances Limited, registered number 01416524, were approved by the Board of Directors and authorised for issue on 27th November 2020.

Signed on behalf of the Board of Directors



H P Bogod - Director



R D P Bogod - Director

D R KITCHEN APPLIANCES LIMITED

STATEMENT OF CHANGES IN EQUITY For the year ended 31 March 2020

	Called up share capital	Profit & loss account	Total
	£	£	£
At 31 March and 1 April 2018	25,000	1,805,115	1,830,115
Profit for the financial year	-	289,807	289,807
Total comprehensive income	-	289,807	289,807
At 31 March 2019	25,000	2,094,922	2,119,922
Profit for the financial year	-	444,094	444,094
Total comprehensive income	-	444,094	444,094
At 31 March 2020	25,000	2,539,016	2,564,016

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2020

1. ACCOUNTING POLICIES

D R Kitchen Appliances Limited is a company incorporated in the United Kingdom under the Companies Act 2006 and is a private Company limited by shares and is registered in England and Wales. The address of the company's registered office is shown on page 1.

The financial statements have been prepared under the historical cost convention and in accordance with Financial Reporting Standard 102 (FRS 102) issued by the Financial Reporting Council.

The company meets the definition of a qualifying entity under FRS 102 and has therefore taken advantage of the exemptions available to it including the presentation of a cash flow statement and the disclosure of related party transactions.

Going concern

The company generated a profit after tax of £444,094 (2019 - £289,807) during the year and is in a strong net current and overall net asset position at the balance sheet date. The company is financed through cash held at bank and inter-company borrowing.

The company has, like all businesses, been operating under the constraints imposed by the response to the Coronavirus pandemic, however, the company's trading has been strong during the period commencing 1 April 2020. The extended periods of lockdown have seen a growth in sales in home appliances which has increased demand for the company's products.

The directors have considered the risks and uncertainties to the company, the company's forecast of profit and cash flows for a period of 12 months from the date of approval of these financial statements and the bank facilities available to the company. They believe that the company can operate within the facilities available for the period and have a reasonable expectation that the company will have access to adequate resources to continue in existence for a period of at least 12 months from the date of approval of these financial statements. Accordingly, we continue to adopt the going concern basis in preparing the financial statements .

Turnover

Turnover is the amount derived from the provision of goods after the deduction of trade discounts and value added tax, it is recognised on despatch of goods.

Foreign currency

Transactions denominated in foreign currencies are translated into sterling at the rates ruling at the date of the transaction, or, if hedged, at the forward contract rate. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are translated at the rates ruling at that date. These translation differences are dealt with in the profit and loss account.

Operating leases

Rental costs under operating leases are charged to the profit and loss account in equal annual amounts over the period of the lease.

Basic financial assets

Basic financial assets, including trade and other receivables, cash and bank balances are measured at initial transaction cost where the due date for receipt is within one year of the transaction date. When receipt is not anticipated within this timeframe the amount is discounted using the effective interest rate method.

Basic financial liabilities

Basic financial liabilities, including creditors and loans from group companies, are measured at initial transaction cost where the due date for payment is within one year of the transaction date. When payment is not due within one year liability is measured as the present value of the future payments discounted at a market rate of interest.

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 March 2020

1. ACCOUNTING POLICIES (continued)

Tangible fixed assets

Tangible fixed assets are stated at cost, net of depreciation and any provision for impairment.

The charge for depreciation is calculated to write off tangible fixed assets on a straight-line basis over the period of their estimated economic lives, which are considered to be:

Plant, office equipment and motor vehicles - 4-10 years

Stocks

Stock is valued at the lower of cost and net realisable value. Cost is calculated using the FIFO (first in, first out) method. Provision is made for slow moving, obsolete or defective items where appropriate.

Pension costs

The company also makes contributions to the personal pension schemes of certain employees; these are treated as being made to a defined contribution scheme. Contributions payable for the year are charged to the profit and loss account, differences between amounts payable and amounts actually paid in the year are shown as either accruals or prepayments in the balance sheet.

Cash flow statement

The company meets the definition of a qualifying entity under FRS 102 and has therefore taken advantage of the disclosure exemption available to it in respect of its separate financial statements. The company is consolidated in the financial statements of its parent, Bogod Group Limited.

Derivative financial instruments

The company uses forward contracts to reduce exposure to foreign exchange risk. The company does not hold or issue derivative financial instruments for speculative purposes.

Taxation

Current tax is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted at the balance sheet date.

Deferred taxation is provided in full on timing differences that result in an obligation at the balance sheet date to pay more tax, or a right to pay less tax, at a future date, at rates expected to apply when they crystallise based on current tax rates and law. Timing differences arise from the inclusion of items of income and expenditure in taxation computations in periods different from those in which they are included in the financial statements.

2. CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

In the application of the company's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

In the period under review the directors do not believe that there are any critical accounting judgements or key sources of estimation uncertainty used in the preparation of the financial statements.

D R KITCHEN APPLIANCES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 March 2020

3. TURNOVER

The turnover and profit before taxation arose from activities regarded by the directors as a single class of business. All turnover and profit arose in the United Kingdom.

4. PROFIT BEFORE TAXATION

	2020	2019
	£	£
This is arrived at after charging/(crediting)		
Depreciation of tangible fixed assets - own assets (See Note 9)	41,191	41,236
Profit on sale of fixed assets	(1,516)	(3,762)
Auditor's remuneration - audit of the financial statements	10,200	10,200
Operating lease rentals - other (See Note 14)	33,405	33,405
Cost of stock (net of exchange gains)	4,499,724	4,329,609

5. EMPLOYEES

	2020	2019
	£	£
Staff costs during the year (excluding directors) were		
Wages and salaries	616,233	500,529
Social security costs	71,344	67,236
Other pension costs	44,950	21,702
	732,527	589,467

The average number of employees of the company during the year was:

	No.	No.
Directors	3	3
Staff	15	15
	18	18

6. DIRECTORS

The directors are remunerated by Bogod Group Limited, the parent company, for their services to the group as a whole. Their remuneration is disclosed in the financial statements of Bogod Group Limited. It is not practicable to allocate their remuneration between their services as directors of this company and of other group companies.

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the year ended 31 March 2020

7. TAX ON PROFIT

	2020	2019
	£	£
Current taxation		
United Kingdom corporation tax:		
Current tax on income for the year at 19% (2019 - 19%)	103,340	70,296
Adjustments in respect of prior years	54	86
Total current tax	<u>103,394</u>	<u>70,382</u>
	£	£
Profit before tax	<u>547,488</u>	<u>360,189</u>
Tax on profit before tax at 19% (2019 - 19%)	104,023	68,436
Factors affecting the charge for the year		
Depreciation in excess of capital allowances	-	2,445
Capital allowances in excess of depreciation	(642)	-
Expenses not deductible for tax purposes	247	130
Profit on disposal of fixed assets	(288)	(715)
Adjustment in respect of prior years	54	86
Current tax charge for the year	<u>103,394</u>	<u>70,382</u>

At Budget 2016, the government announced a further reduction to the main rate of Corporation Tax for the year starting 1 April 2020, setting the rate at 17%. This change has now been cancelled and the main rate of Corporation Tax will remain at 19%.

8. DIVIDENDS

	2020	2019
	£	£
Dividends of £nil (2019 - £nil) per ordinary share	<u>-</u>	<u>-</u>

D R KITCHEN APPLIANCES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued) For the year ended 31 March 2020

9. TANGIBLE FIXED ASSETS

	Plant, office equipment and motor vehicles £
Cost	
At 1 April 2019	226,014
Additions	52,328
Disposals	(64,367)
At 31 March 2020	<u>213,975</u>
Accumulated depreciation	
At 1 April 2019	119,693
Charge for the year	41,190
Eliminated on disposal	(52,823)
At 31 March 2020	<u>108,060</u>
Net book value	
At 31 March 2020	<u>105,915</u>
At 31 March 2019	<u>106,321</u>

10. STOCKS

	2020 £	2019 £
Goods for sale and consumables	<u>588,036</u>	<u>672,209</u>

There is no material difference between the Balance Sheet value of stocks and their replacement cost.

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Trade debtors	1,141,947	1,317,767
Amounts owed by group undertakings	1,533,114	1,013,919
Prepayments and accrued income	86,892	89,218
	<u>2,761,953</u>	<u>2,420,904</u>

Amounts due from group undertakings are unsecured, repayable on demand and do not incur any interest. The balance has arisen due to the use of shared banking facilities within the group.

D R KITCHEN APPLIANCES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued) For the year ended 31 March 2020

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Trade creditors	287,441	524,651
Accruals	184,444	161,372
Corporation tax	103,340	70,296
Other taxation and social security	319,317	328,170
	<u>894,542</u>	<u>1,084,489</u>

13. CALLED UP SHARE CAPITAL

	2020	2019
	£	£
Allotted, called up and fully paid		
25,000 ordinary shares of £1 each	<u>25,000</u>	<u>25,000</u>

The Company has one class of ordinary share which carries no right to fixed income.

The Company has one other reserve, the profit and loss reserve which represents cumulative profits or losses, net of dividends paid and other adjustments.

14. FINANCIAL COMMITMENTS

Operating leases

Total future minimum lease payments under non-cancellable operating leases as follows:

	Land and buildings	
	2020	2019
	£	£
- within one year	33,404	33,405
- between one and five years	75,159	108,563
- in more than five years	<u>-</u>	<u>-</u>

The lease of land and buildings is subject to a rent review at five-yearly intervals.

15. CONTINGENT LIABILITIES

The company is party with other group undertakings to cross-guarantees of each other's bank overdrafts and loans. At 31 March 2020, the overall commitment was £nil (2019- £nil).

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the year ended 31 March 2020

16. EVENTS AFTER THE BALANCE SHEET DATE

There is significant uncertainty over the economic effects of Covid-19 global pandemic, the duration of the UK's civil arrangements to mitigate infection and the ongoing levels of UK Government support for businesses. The directors recognise that Covid-19 will have a serious impact on some of the company's customers and have, therefore, sought to increase revenues from those areas for which the current situation has provided opportunities for growth. The directors continue to monitor the situation and to implement measures to mitigate any risks represented by the pandemic and to ensure the long term future of the company.

The single greatest Brexit related risk for the company is a further significant weakening of sterling. The company mitigates this risk by hedging some of its foreign currency exposure. There are no other Brexit related challenges specific to the company which the directors are not confident it can also overcome.

Demand for the company's products continues to be strong and the directors continue to take actions to develop and grow the business. See the principal risks and uncertainty and going concern sections within the Strategic and Directors' Reports for more detail.

17. RELATED PARTY DISCLOSURES

The company has taken advantage of the exemption conferred by paragraph 8 of FRS 102 and has not disclosed transactions with other group companies where 100% of the control is maintained within group companies.

18. ULTIMATE PARENT COMPANY AND CONTROLLING PARTIES

The company's immediate and ultimate parent company is Bogod Group Limited, a company incorporated in England and Wales. The parent undertaking of the largest and smallest group which includes the company, and for which group financial statements are prepared, is Bogod Group Limited whose registered address is 91 Goswell Road, London EC1V 7EX. Copies of the financial statements of Bogod Group Limited are available from Companies House, Crown Way, Maindy, Cardiff CF14 3UZ.

The directors consider the ultimate controlling parties to be H P Bogod, R D P Bogod and S J Bogod.