

Company Registration No. 01727326 (England and Wales)

A & A ELECTRICAL DISTRIBUTORS LIMITED
ANNUAL REPORT
FOR THE YEAR ENDED 31 OCTOBER 2015

A & A ELECTRICAL DISTRIBUTORS LIMITED

COMPANY INFORMATION

Directors	Mr A M Warren Mrs A K Warren
Secretary	Mrs A K Warren
Company number	01727326
Registered office	Crown House 151 High Road Loughton Essex IG10 4LG
Auditors	Alwyns LLP Crown House 151 High Road Loughton Essex IG10 4LG

A & A ELECTRICAL DISTRIBUTORS LIMITED

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A & A ELECTRICAL DISTRIBUTORS LIMITED

STRATEGIC REPORT

FOR THE YEAR ENDED 31 OCTOBER 2015

The Directors present the Annual Report for the year ended 31 October 2015.

Review of the business

During the year, turnover decreased to £12,008,894 (2014 - £12,803,118). This performance was achieved in a highly competitive market where the directors feel that the reputation for quality and service engendered by the company has helped to retain existing customers and attract new business.

The directors consider that the overall financial performance has been satisfactory given current market conditions.

The core business remains stable and the directors consider that the on-going development of new products and markets will lead to future revenue growth. In addition, the focus on research and development will leave the company well placed to meet the future needs of its customers and continue to evolve.

Principal risks and uncertainties facing the business

The directors continually monitor the key risks facing the company.

At the present time the directors believe that the key risks facing the business relate to the current economic situation, retention of key staff, competitiveness in the sector and the development of new and exciting new products.

The company continues to develop and sell a wide range of electrical products to an established customer base. It enjoys long standing relationships with both customers and suppliers, as well as having an experienced and knowledgeable workforce. It continues to expand its customer base, research and develop new products, and modernise its distribution and management processes.

Key performance indicators

The directors consider that the key financial performance indicators are those that communicate the financial performance and strength of the company as a whole, these being turnover, profit and cash reserves. The key non-financial performance indicators continue to be customer gains and retention.

On behalf of the board

Mrs A K Warren

Director

25 July 2016

A & A ELECTRICAL DISTRIBUTORS LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 OCTOBER 2015

The directors present their report and financial statements for the year ended 31 October 2015.

Principal activities

The principal activity of the company continued to be that of electrical component distributors.

Results and dividends

The results for the year are set out on page 6.

Directors

The following directors have held office since 1 November 2014:

Mr A M Warren

Mrs A K Warren

Financial instruments

Liquidity risk

The company manages its cash and borrowing requirements in order to maximise interest income and minimise interest expense, whilst ensuring the company has sufficient liquid resources to meet the operating needs of the businesses.

Foreign currency risk

The company's principal foreign currency exposures arise from trading with overseas companies. Company policy permits but does not demand that these exposures may be hedged in order to fix the cost in sterling. This hedging activity involves the use of foreign exchange forward contracts.

Credit risk

Investments of cash surpluses, borrowings and derivative instruments are made through banks and companies which must fulfil credit rating criteria approved by the Board.

All customers who wish to trade on credit terms are subject to credit verification procedures. Trade debtors are monitored on an ongoing basis and provision is made for doubtful debts where necessary.

Auditors

Alwyns LLP were appointed auditors to the company and in accordance with section 485 of the Companies Act 2006, a resolution proposing that they be re-appointed will be put at a General Meeting.

A & A ELECTRICAL DISTRIBUTORS LIMITED

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2015

Statement of directors' responsibilities

The directors are responsible for preparing the Strategic Report, Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Statement of disclosure to auditors

So far as the directors are aware, there is no relevant audit information of which the company's auditors are unaware. Additionally, the directors have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the company's auditors are aware of that information.

On behalf of the board

Mrs A K Warren

Director

25 July 2016

A & A ELECTRICAL DISTRIBUTORS LIMITED

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF A & A ELECTRICAL DISTRIBUTORS LIMITED

We have audited the financial statements of A & A Electrical Distributors Limited for the year ended 31 October 2015 set out on pages 6 to 18. 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 auditors' 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 auditors

As explained more fully in the Directors' Responsibilities Statement set out on pages 2 - 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 Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Annual Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 October 2015 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

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

A & A ELECTRICAL DISTRIBUTORS LIMITED

INDEPENDENT AUDITORS' REPORT (CONTINUED)

TO THE MEMBERS OF A & A ELECTRICAL DISTRIBUTORS 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, 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.

David Stanley (Senior Statutory Auditor)
for and on behalf of Alwyns LLP

26 July 2016

Chartered Accountants
Statutory Auditor

Crown House
151 High Road
Loughton
Essex
IG10 4LG

A & A ELECTRICAL DISTRIBUTORS LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 OCTOBER 2015

	Notes	2015 £	2014 £
Turnover	2	12,008,894	12,803,118
Cost of sales		(6,826,817)	(7,086,773)
Gross profit		5,182,077	5,716,345
Administrative expenses		(2,378,198)	(5,591,246)
Operating profit	3	2,803,879	125,099
Other interest receivable and similar income	4	5,191	17,474
Interest payable and similar charges	5	-	(48)
Profit on ordinary activities before taxation		2,809,070	142,525
Tax on profit on ordinary activities	6	(64,506)	1,029,133
Profit for the year	16	2,744,564	1,171,658

The profit and loss account has been prepared on the basis that all operations are continuing operations.

There are no recognised gains and losses other than those passing through the profit and loss account.

A & A ELECTRICAL DISTRIBUTORS LIMITED

BALANCE SHEET

AS AT 31 OCTOBER 2015

	Notes	2015 £	2014 £
Fixed assets			
Tangible assets	7	120,417	118,337
Investments	8	13,326,268	12,973,268
		<u>13,446,685</u>	<u>13,091,605</u>
Current assets			
Stocks	9	544,503	493,354
Debtors	10	3,610,576	3,850,742
Cash at bank and in hand		5,837,470	3,836,613
		<u>9,992,549</u>	<u>8,180,709</u>
Creditors: amounts falling due within one year	11	<u>(7,070,749)</u>	<u>(7,656,899)</u>
Net current assets		<u>2,921,800</u>	<u>523,810</u>
Total assets less current liabilities		<u>16,368,485</u>	<u>13,615,415</u>
Provisions for liabilities	12	<u>(2,559,483)</u>	<u>(2,550,977)</u>
		<u>13,809,002</u>	<u>11,064,438</u>
Capital and reserves			
Called up share capital	15	100	100
Other reserves	16	60,300	60,300
Profit and loss account	16	13,748,602	11,004,038
Shareholders' funds	17	<u>13,809,002</u>	<u>11,064,438</u>

Approved by the Board and authorised for issue on 25 July 2016

Mr A M Warren
Director

Mrs A K Warren
Director

Company Registration No. 01727326

A & A ELECTRICAL DISTRIBUTORS LIMITED

CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 OCTOBER 2015

	Notes	£	2015 £	£	2014 £
Net cash inflow/(outflow) from operating activities	23		2,407,421		(414,337)
Returns on investments and servicing of finance					
Interest received		5,191		17,474	
Interest paid		-		(48)	
Net cash inflow for returns on investments and servicing of finance			5,191		17,426
Taxation			(35,000)		(501,261)
Capital expenditure and financial investment					
Payments to acquire tangible assets		(23,755)		(68,269)	
Payments to acquire investments		(353,000)		-	
Net cash outflow for capital expenditure			(376,755)		(68,269)
Net cash inflow/(outflow) before management of liquid resources and financing			2,000,857		(966,441)
Increase/(decrease) in cash in the year	24, 25		2,000,857		(966,441)

A & A ELECTRICAL DISTRIBUTORS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 OCTOBER 2015

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated).

1.3 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Plant and machinery	25% on reducing balance
Motor vehicles	25% on reducing balance

1.5 Leasing

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.6 Fixed asset investments

Investments held as fixed assets are stated at cost, together with subsequent capital contributions where appropriate, less any provisions for impairment in value.

Investment income from investment in Limited Liability Partnerships is recognised in the financial statements when the company becomes entitled to its share of profits from the fixed asset investment.

1.7 Stock

Stock is valued at the lower of cost and net realisable value.

1.8 Pensions

The company operates a defined contribution scheme for the benefit of its employees. Contributions payable are charged to the profit and loss account in the year they are payable.

1.9 Deferred taxation

Deferred taxation is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

1.10 Share-based payments

In accordance with FRS 20, the value determined at the grant date of the shares is expensed on a straight-line basis to the profit and loss account over the vesting period based on the company's estimate of shares that will eventually vest.

The value is calculated using a generally accepted valuation methodology allowing for the lack of an observable market price as the company is an unlisted limited company.

A & A ELECTRICAL DISTRIBUTORS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2015

1 Accounting policies

(Continued)

1.11 Contributions to Qualifying Employee Share Ownership Trust (QUEST) and Share Incentive Plan

In accordance with UITF 38 contributions to the QUEST and SIP are not recognised in the profit and loss account until such time as the shares vest unconditionally with the employees. Until that time the investment in the shares of the holding company are shown as an investment.

1.12 Employee Benefit Trust

The company has an Employee Benefit Trust (EBT) for the benefit of certain employees. In accordance with UITF 32, until such time as the assets of the EBT vest unconditionally with the employees, the assets and liabilities of the EBT are included within the relevant assets and liabilities of the company.

1.13 Employer Financed Retirement Benefit Scheme (EFRBS)

In accordance with UITF Abstract 32 'Employee Benefit Trusts and other intermediate payment arrangements' the Company does not include the assets and liabilities of the Scheme on its balance sheet to the extent that it considers that it will not retain any future economic benefit from the assets of the Scheme and will not have control of the rights or other access to those future economic benefits.

2 Turnover

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

3 Operating profit	2015	2014
	£	£

Operating profit is stated after charging:

Depreciation of tangible assets	21,675	39,447
Operating lease rentals	245,972	258,897
Auditors' remuneration	10,800	10,500
Employer Financed Retirement Benefit Scheme Contribution	-	2,500,000

4 Investment income	2015	2014
	£	£

Bank interest	5,191	17,474
	5,191	17,474

5 Interest payable	2015	2014
	£	£

On bank loans and overdrafts	-	48
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A & A ELECTRICAL DISTRIBUTORS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2015

6	Taxation	2015 £	2014 £
	Domestic current year tax		
	U.K. corporation tax	56,000	36,000
	Total current tax	56,000	36,000
	Deferred tax		
	Origination and reversal of timing differences	8,506	2,990
	Deferred tax adjustments arising in previous periods	-	(1,068,123)
		8,506	(1,065,133)
		64,506	(1,029,133)
	Factors affecting the tax charge for the year		
	Profit on ordinary activities before taxation	2,809,070	142,525
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 20.00% (2014 - 20.00%)	561,814	28,505
	Effects of:		
	Non deductible expenses	3,032	3,948
	Depreciation add back	4,335	7,889
	Capital allowances	(7,606)	(4,765)
	Utilisation of tax losses from fixed asset investment	(499,000)	-
	Other tax adjustments	(6,575)	423
		(505,814)	7,495
	Current tax charge for the year	56,000	36,000

A & A ELECTRICAL DISTRIBUTORS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2015

7 Tangible fixed assets

	Plant and machinery £	Motor vehicles £	Total £
Cost			
At 1 November 2014	243,694	237,469	481,163
Additions	7,957	15,798	23,755
At 31 October 2015	251,651	253,267	504,918
Depreciation			
At 1 November 2014	225,120	137,706	362,826
Charge for the year	3,525	18,150	21,675
At 31 October 2015	228,645	155,856	384,501
Net book value			
At 31 October 2015	23,006	97,411	120,417
At 31 October 2014	18,574	99,763	118,337

8 Fixed asset investments

	Share plans	Other unlisted investments	Total
	£	£	£
Cost			
At 1 November 2014	12,973,268	-	12,973,268
Additions	-	353,000	353,000
At 31 October 2015	12,973,268	353,000	13,326,268
Net book value			
At 31 October 2015	12,973,268	353,000	13,326,268
At 31 October 2014	12,973,268	-	12,973,268

The A & A 2000 Limited Qualifying Employee Share Ownership Trust (QUEST) was established to hold shares for the benefit of employees generally. The aim is the shares will be approached to employees on a long term basis when the founder shareholders retire or the business is sold.

The A & A 2000 Limited Share Incentive Plan (SIP) was established to purchase shares for the benefit of employees. On 23 October 2009 shares were awarded as disclosed in note 14.

The value of the shares at the grant date was £60,301. As A & A 2000 Limited is a private company there is no observable market price for the shares granted. Therefore, the value of the shares was measured using generally accepted valuation methodology which allowed for this.

A & A ELECTRICAL DISTRIBUTORS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2015

9	Stocks	2015 £	2014 £
	Finished goods and goods for resale	544,503	493,354

10	Debtors	2015 £	2014 £
	Trade debtors	2,473,819	2,729,526
	Other debtors	1,063,410	1,063,410
	Prepayments and accrued income	73,347	57,806
		3,610,576	3,850,742

At the year end the EBT has advanced loans of £1,054,830 (2014: £1,054,830) which are included within other debtors above.

11	Creditors: amounts falling due within one year	2015 £	2014 £
	Trade creditors	1,978,789	1,811,524
	Amounts owed to parent and fellow subsidiary undertakings	1,570,724	1,570,724
	Corporation tax	57,000	36,000
	Other taxes and social security costs	359,748	378,307
	Directors' current accounts	3,054,611	3,345,612
	Accruals and deferred income	49,877	514,732
		7,070,749	7,656,899

A & A ELECTRICAL DISTRIBUTORS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2015

12 Provisions for liabilities

	Deferred tax liability £
Balance at 1 November 2014	2,550,977
Profit and loss account	8,506
Balance at 31 October 2015	<u>2,559,483</u>

The deferred tax liability is made up as follows:

	2015 £	2014 £
Accelerated capital allowances	8,506	4,383
Employee share trusts	<u>2,550,977</u>	<u>2,546,594</u>
	<u>2,559,483</u>	<u>2,550,977</u>

13 Retirement Benefits

	2015 £	2014 £
Contributions payable by the company for the year	<u>205,448</u>	<u>2,975,210</u>

A & A ELECTRICAL DISTRIBUTORS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2015

14 Share-based payment transactions

The A & A 2000 Limited Share Incentive Plan (SIP) was established to reward employees with shares in the parent company.

On 23 October 2009 19,204 "A" ordinary shares of £0.01 each were awarded to the employees. The terms of the award are as follows:

(a) The shares were awarded to any employee who had been employed by A&A Electrical Distributors Limited for 18 months

(b) The shares were awarded to 58 employees in total

(c) The vesting period is five years

(d) The employee will lose their shares if they cease to be in Relevant Employment within three years from the date of the award, unless the employment ceased for one of the following reasons:

1. injury or disability;
2. redundancy;
3. transfer of employment to which the Transfer of Undertaking (Protection of Employment) Regulations 1981 apply;
4. change of control of other circumstances ending the associated company status of the employer company;
5. retirement on or after reaching retirement age;
6. death.

In accordance with FRS 20, the value of the shares is expensed through the profit and loss account over the vesting period of five years.

15 Share capital	2015 £	2014 £
Allotted, called up and fully paid		
100 ordinary shares of £1 each	100	100
	<u> </u>	<u> </u>

A & A ELECTRICAL DISTRIBUTORS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2015

16 Statement of movements on reserves

	Other reserves (see below) £	Profit and loss account £
Balance at 1 November 2014	60,300	11,004,038
Profit for the year	-	2,744,564
Balance at 31 October 2015	60,300	13,748,602
Other reserves		
Reserves provided for by the Articles of Association		
Balance at 1 November 2014 & at 31 October 2015	60,300	

17 Reconciliation of movements in Shareholders' funds

	2015 £	2014 £
Profit for the financial year	2,744,564	1,171,658
Opening Shareholders' funds	11,064,438	9,892,780
Closing Shareholders' funds	13,809,002	11,064,438

18 Contingent liabilities

The company is a member of A.D. R&D LLP and is liable to contribute to the assets of the LLP in the event of a winding-up before 1st November 2020. The maximum liability in relation to this undertaking is £2,142,000. The company does not believe that a winding-up of the LLP is probable and has not made provision for the liability at the balance sheet date.

19 Financial commitments

At 31 October 2015 the company was committed to making the following payments under non-cancellable operating leases in the year to 31 October 2016:

	Land and buildings 2015 £	2014 £
Operating leases which expire:		
Between two and five years	200,000	-
In over five years	-	200,000
	200,000	200,000

A & A ELECTRICAL DISTRIBUTORS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2015

20	Directors' remuneration	2015	2014
		£	£
	Remuneration for qualifying services	16,452	165,240
		<u> </u>	<u> </u>

21 Employees

Number of employees

The average monthly number of employees (including directors) during the year was:

	2015	2014
	Number	Number
Administration	16	17
Selling and distribution	40	43
Purchasing	4	4
	<u> </u>	<u> </u>
	60	64
	<u> </u>	<u> </u>

Employment costs

	2015	2014
	£	£
Wages and salaries	1,504,837	1,712,960
Contributions and costs of SIP and QUEST schemes	205,448	475,210
	<u> </u>	<u> </u>
	1,710,285	2,188,170
	<u> </u>	<u> </u>

22 Control

The immediate and ultimate holding company was A & A 2000 Limited in both years. Mr A M Warren and Mrs A K Warren are considered to be the controlling parties.

23	Reconciliation of operating profit to net cash inflow/(outflow) from operating activities	2015	2014
		£	£
	Operating profit	2,803,879	125,099
	Depreciation of tangible assets	21,675	39,447
	(Increase)/decrease in stocks	(51,149)	12,321
	Decrease in debtors	240,166	180,254
	Decrease in creditors within one year	(607,150)	(771,458)
		<u> </u>	<u> </u>
	Net cash inflow/(outflow) from operating activities	2,407,421	(414,337)
		<u> </u>	<u> </u>

A & A ELECTRICAL DISTRIBUTORS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2015

24	Analysis of net funds	1 November 2014 £	Cash flow £	Other non-cash changes £	31 October 2015 £
	Net cash:				
	Cash at bank and in hand	3,836,613	2,000,857	-	5,837,470
	Net funds	3,836,613	2,000,857	-	5,837,470

25	Reconciliation of net cash flow to movement in net funds	2015 £	2014 £
	Increase/(decrease) in cash in the year	2,000,857	(966,441)
	Movement in net funds in the year	2,000,857	(966,441)
	Opening net funds	3,836,613	4,803,054
	Closing net funds	5,837,470	3,836,613

26 Related party relationships and transactions

The company has taken advantage of the exemption in Financial Reporting Standard Number 8 from the requirement to disclose transactions with group companies on the grounds.

At the year end the company owed the holding company £1,570,724 (2014: £1,570,724). The loan is interest free and under no formal terms.

The company leases its premises from its self administered pension scheme paying rent of £200,000 per annum. The lease expires in January 2021.

At the year end the company owed the directors £3,054,611 (2014: £3,345,612).

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.