

# Burco Dean Appliances Limited

Directors' report and  
financial statements

**Year ended 31 March 2014**

*Registered number: 1870098*

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# Burco Dean Appliances Limited

UK 1870098

## Directors' report and financial statements

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# Burco Dean Appliances Limited

UK 1870098

## Directors and other information

### **Directors**

M. Naughton  
S. O'Driscoll

### **Registered office**

Stoney Lane  
Prescot  
Merseyside  
L35 2XW

### **Secretary**

S. O'Driscoll

### **Auditor**

KPMG  
Chartered Accountants  
1 Stokes Place  
St. Stephen's Green  
Dublin 2

### **Solicitors**

Gordons  
Riverside West  
Whitehall Road  
Leeds  
LS1 4AW

## Directors' report

The directors present their annual report together with the audited financial statements of the company for the year ended 31 March 2014.

### Strategic Report

The company has availed of the exemption under the Companies Act 2006 (Strategic Report and Directors Report) Regulations 2013 from implementing the strategic report requirements as the company qualifies as a small company for company law purposes.

### Principal activities including principal risks and uncertainties

The company's trading activities were transferred to Glen Dimplex Home Appliances Limited, a fellow subsidiary, effective 1 April 2013. Therefore the company did not trade during the year. Given the company's dormant status, the directors are not aware of any principal risks and uncertainties faced by the company.

### Results for the year and state of affairs as at 31 March 2014

The company did not trade during the year (*2013: profit of £401,000*). Shareholders' funds at 31 March 2014 amounted to £3,189,000 (*2013: £3,189,000*).

### Disabled employees

Applications for employment by disabled persons are always fully considered, bearing in mind the respective aptitudes and abilities of the applicant concerned. In the event of members of staff becoming disabled every effort is made to ensure that their employment with the company continues and that the appropriate training is arranged. It is the policy of the company that the training, career development and promotion of disabled persons should, as far as possible, be identical to that of other employees.

### Dividends and retention

No dividends or transfers to reserves are recommended by the directors (*2013: £Nil*).

### Directors

The directors who served during the year were as follows:

M. Naughton  
S. O'Driscoll

### Charitable contributions

There were no charitable donations for the year ended 31 March 2014 (*2013: £Nil*).

# Burco Dean Appliances Limited

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## Directors' report (*continued*)

### **Post balance sheet events**

There have been no significant post balance sheet events that would require disclosure in the financial statements.

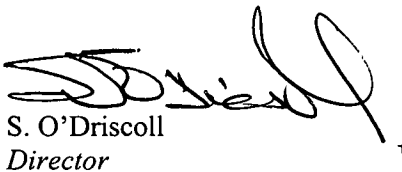
### **Disclosure of information to auditors**

The directors who held office at the date of approval of this directors' report confirm that, so far as they are each aware, there is no relevant audit information of which the company's auditor is unaware; and each director has taken all the steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information.

### **Auditors**

Pursuant to Section 487 of the Companies Act 2006, the auditor will be deemed to be re-appointed and KPMG will therefore continue in office.

By order of the board

  
S. O'Driscoll  
Director

19 November 2014

Statement of directors' responsibilities in respect of the directors' report and the financial statements

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

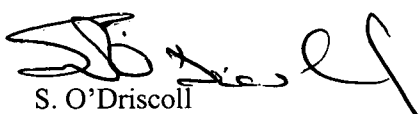
Company law requires the directors to prepare financial statements for each financial year. Under that law, they have elected to prepare the financial statements in accordance with UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice).

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 estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the 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 have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

On behalf of the board

  
S. O'Driscoll  
Director



**KPMG**  
**Audit**  
1 Stokes Place  
St. Stephen's Green  
Dublin 2  
Ireland

UK 1870098

## Independent auditor's report to the members of Burco Dean Appliances Limited

We have audited the financial statements of Burco Dean Appliances Limited ("the company") for the year ended 31 March 2014 set out on pages 7 to 17. The financial reporting framework that has been applied in their preparation is applicable law and UK Accounting Standards (UK 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 set out on page 4, 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 Financial Reporting Council'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 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 March 2014 and of its result for the year then ended;
- have been properly prepared in accordance with UK Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

## Independent auditor's report to the members of Burco Dean Appliances Limited

(continued)

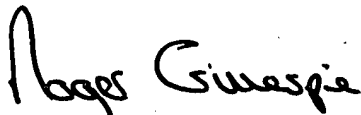
### Opinion on other matter prescribed by the Companies Act 2006

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.

### 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.
- the directors were not entitled to take advantage of the small companies exemption from the requirement to prepare a strategic report.



Roger Gillespie (Senior Statutory Auditor)  
for and on behalf of KPMG, Statutory Auditor  
Chartered Accountants  
1 Stokes Place  
St. Stephen's Green  
Dublin 2

19 November 2014



## Statement of accounting policies *for the year ended 31 March 2014*

The following accounting policies have been applied consistently throughout the year and the preceding year.

### **Basis of preparation**

The financial statements have been prepared in sterling in accordance with applicable accounting principles under the historical cost convention and comply with the financial reporting standards of the Financial Reporting Council, as promulgated by the Institute of Chartered Accountants in England and Wales.

### **Research and development**

Research and development costs are written off as incurred.

### **Tangible assets**

Tangible assets are shown at cost less accumulated depreciation. Depreciation is provided at rates calculated to write off the cost, less estimated residual value of each asset on a straight-line basis over its expected useful life as follows:

Freehold buildings	25 years
Plant and equipment	3 – 8 years

Freehold land is not depreciated.

### **Stocks**

Stocks are stated at the lower of first-in, first-out cost and net realisable value. Cost includes all expenditure incurred in bringing each product to its present location and condition and includes an appropriate allocation of manufacturing overheads. Net realisable value is based on estimated normal selling price less further costs expected to be incurred to completion and disposal. Provision is made for obsolete, slow-moving or defective items where appropriate.

### **Turnover**

Turnover represents the invoiced value of goods sold to customers less VAT, returns and allowances and is recognised on shipment of the related goods.

### **Taxation**

Current tax is provided on taxable profits at the current rate. Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the company's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements.

## Statement of accounting policies *(continued)*

### **Taxation** *(continued)*

Deferred tax is measured at the average tax rates that are expected to apply in the periods in which the timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax is discounted at an appropriate rate.

### **Foreign currency**

Transactions denominated in foreign currencies are recorded in sterling at actual exchange rates as at the date of the transaction or, where appropriate, at the rate of exchange in a related forward exchange contract. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are reported at the rate of exchange in a related forward exchange contract. Any gain or loss arising from a change in exchange rates subsequent to the date of the transaction is included as an exchange gain or loss in the profit and loss account.

### **Cash flow statement**

The company is a wholly owned subsidiary undertaking of Glen Electric Limited, a company that produces publicly available accounts in which the results of the company are included. Consequently the company is exempt under Financial Reporting Standard Number 1 "Cash Flow Statements" from publishing a cash flow statement.

### **Pension costs**

The company provides pensions to certain of its employees through contributions to separately administered defined benefit and defined contribution schemes.

The assets of the defined benefit scheme are held independently of the group's assets by trustees. The company is not the sponsoring employer of the scheme. The cost of providing pensions to employees is charged to the profit and loss as the sponsoring employer requests based on funding requirements as are determined by an independent actuary by reference to a funding plan and funding assumptions. These amounts are charged to the profit and loss account in the year in which they arise.

The amount charged to the profit and loss account in respect of defined contribution schemes is the contributions payable for the year. Any difference between amounts charged to the profit and loss account and contributions paid to pension schemes is included in debtors or creditors in the balance sheet.

# Burco Dean Appliances Limited

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## Profit and loss account for the year ended 31 March 2014

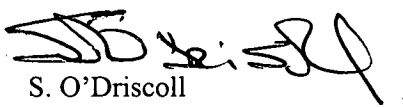
	<i>Note</i>	<b>2014</b> <b>£'000</b>	<b>2013</b> <b>£'000</b>
<b>Turnover</b>	<b>2</b>	-	4,118
Cost of sales		-	(2,696)
		<hr/>	<hr/>
<b>Gross profit</b>		-	1,422
Other operating expenses	<b>3</b>	-	(891)
		<hr/>	<hr/>
<b>Profit on ordinary activities before taxation</b>	<b>4</b>	-	531
Tax on profit on ordinary activities	<b>6</b>	-	(130)
		<hr/>	<hr/>
<b>Profit for the financial year</b>	<b>13</b>	-	401
		<hr/>	<hr/>

The accompanying notes form an integral part of this profit and loss account.

### Statement of total recognised gains and losses

No statement of total recognised gains and losses has been presented, as there have been no recognised gains or losses other than the results for the financial years shown above.

On behalf of the board

  
S. O'Driscoll  
Director

# Burco Dean Appliances Limited

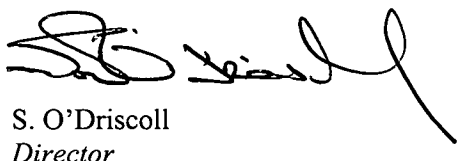
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## Balance sheet at 31 March 2014

	<i>Note</i>	<b>2014 £'000</b>	<b>2013 £'000</b>
<b>Fixed assets</b>			
Tangible assets	7	-	65
<b>Current assets</b>			
Stocks	8	-	498
Debtors	9	3,189	3,043
<b>Creditors: amounts falling due within one year</b>	10	3,189 -	3,541 (417)
<b>Net current assets</b>		3,189	3,124
<b>Net assets</b>		3,189	3,189
<b>Capital and reserves</b>			
Called up share capital	12	-	-
Capital contribution		1,483	1,483
Profit and loss account	13	1,706	1,706
<b>Shareholders' funds</b>	13	3,189	3,189

The accompanying notes form an integral part of this balance sheet.

On behalf of the board

  
S. O'Driscoll  
Director

# Burco Dean Appliances Limited

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## Notes

*forming part of the financial statements*

### 1 Ownership and operations

The company is a wholly owned subsidiary undertaking of Glen Electric Limited, a company registered in Northern Ireland. The ultimate parent company and controlling party is Glen Dimplex, a company incorporated in the Republic of Ireland.

The largest group in which the results of Burco Dean Appliances Limited are consolidated is that headed by Glen Dimplex and the smallest group is that headed by Glen Electric Limited. The consolidated accounts of Glen Electric Limited are available to the public and may be obtained from the Companies Office, Belfast.

### 2 Turnover

All turnover relates to the sale of domestic electrical goods. Turnover by geographical location is as follows:

	2014 £'000	2013 £'000
United Kingdom	-	3,698
Rest of European Union	-	170
Other countries	-	250
	<hr/>	<hr/>
	-	4,118
	<hr/>	<hr/>

### 3 Other operating expenses

	2014 £'000	2013 £'000
Administration expenses	-	121
Distribution costs	-	660
Research and development costs	-	88
Other	-	22
	<hr/>	<hr/>
	-	891
	<hr/>	<hr/>

## Notes (continued)

### 4 Profit on ordinary activities before taxation

Profit on ordinary activities before taxation is stated after charging:

	2014 £'000	2013 £'000
Depreciation of tangible assets	-	21
Auditor's remuneration for audit services	-	5
Staff costs (Note 5)	-	374
	<u>          </u>	<u>          </u>

### 5 Staff costs

Particulars of employees (including executive directors) are shown below:

	2014 £'000	2013 £'000
<i>Employee costs during the year amounted to:</i>		
Wages and salaries	-	336
Social security costs	-	32
Pension costs	-	6
	<u>          </u>	<u>          </u>
	-	374
	<u>          </u>	<u>          </u>

The average monthly number of persons employed by the company during the year was as follows:

	2014	2013
Production	-	11
Distribution and sales	-	3
	<u>          </u>	<u>          </u>
	-	14
	<u>          </u>	<u>          </u>

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## Notes (continued)

### 6 Tax on profit on ordinary activities

	2014 £'000	2013 £'000
Corporation tax charge	-	128
Over provision in prior year	-	(1)
	<hr/>	<hr/>
Current tax charge for the year	-	127
Deferred tax (Note 11)	-	3
	<hr/>	<hr/>
Total tax charge for the year	-	130
	<hr/>	<hr/>

The difference between the total current taxation shown above and the amount calculated by applying the standard rate of corporation tax to the profit before tax is as follows:

	2014 £'000	2013 £'000
Profit on ordinary activities before tax	-	531
	<hr/>	<hr/>
Tax on profit on ordinary activities at standard corporation tax rate of 23% (2013: 24%)	-	127
<i>Effects of:</i>		
Depreciation/capital allowances	-	(1)
Disallowed expenses	-	2
Over provision in prior year	-	(1)
	<hr/>	<hr/>
Current tax charge for the year	-	127
	<hr/>	<hr/>

#### **Factors that may affect future tax charges:**

With effect from 1 April 2014, the UK corporation tax rate will reduce from 23% to 21%. The rate is expected to reduce by a further 1% to 20% by 1 April 2015.

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## Notes (continued)

### 7 Tangible assets

	Freehold land and buildings £'000	Plant & equipment £'000	Total £'000
<b>Cost</b>			
At beginning of year	412	394	806
Transfer to fellow subsidiary	(412)	(394)	(806)
	<hr/>	<hr/>	<hr/>
<b>At end of year</b>	-	-	-
	<hr/>	<hr/>	<hr/>
<b>Depreciation</b>			
At beginning of year	351	390	741
Transfer to fellow subsidiary	(351)	(390)	(741)
	<hr/>	<hr/>	<hr/>
<b>At end of year</b>	-	-	-
	<hr/>	<hr/>	<hr/>
<b>Net book values</b>			
At 31 March 2013	61	4	65
	<hr/>	<hr/>	<hr/>
<b>At 31 March 2014</b>	-	-	-
	<hr/>	<hr/>	<hr/>

### 8 Stocks

	2014 £'000	2013 £'000
Finished goods	-	498
	<hr/>	<hr/>

There are no significant differences between the replacement cost of stocks and their balance sheet amounts.



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## Notes (continued)

### 9 Debtors

	2014 £'000	2013 £'000
Amounts owed by group undertakings (a)	3,189	3,019
Deferred tax (Note 11)	-	24
	<u>3,189</u>	<u>3,043</u>

a) The amounts due from group undertakings are unsecured, interest free and have no fixed repayment terms.

### 10 Creditors: amounts falling due within one year

	2014 £'000	2013 £'000
Accruals and deferred income	-	63
Corporation tax	-	68
Amounts owed to group undertakings (a)	-	286
	<u>-</u>	<u>417</u>

a) The amounts due from group undertakings are unsecured, interest free and have no fixed repayment terms.

### 11 Deferred tax

	2014 £'000	2013 £'000
Balance at beginning of year	24	27
Charge for the year (Note 6)	-	(3)
Transfer to fellow subsidiary	(24)	-
	<u>-</u>	<u>-</u>
Balance at end of year	-	24

The deferred tax asset at 31 March 2014 of £Nil (2013: £24,000) relates to capital allowances.

# Burco Dean Appliances Limited

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## Notes (continued)

### 12 Called up share capital

	2014 £	2013 £
<b>Authorised:</b>		
100 ordinary shares of £1 each	100	100
	<hr/>	<hr/>
<b>Allotted, called up and fully paid:</b>		
2 ordinary shares of £1 each	2	2
	<hr/>	<hr/>

### 13 Reconciliation of movement in profit and loss account and shareholders' funds

#### (i) Profit and loss account

	2014 £'000	2013 £'000
Balance at beginning of year	1,706	1,305
Profit for the financial year	-	401
	<hr/>	<hr/>
Balance at end of year	1,706	1,706
	<hr/>	<hr/>

#### (ii) Shareholders' funds

	2014 £'000	2013 £'000
Balance at beginning of year	3,189	2,788
Profit for the financial year	-	401
	<hr/>	<hr/>
Balance at end of year	3,189	3,189
	<hr/>	<hr/>

## Notes (continued)

### 14 Pension arrangements

Certain company employees are members of either an externally funded defined benefit scheme or one of the company's defined contribution pension schemes. On 28 February 2013 the Glen Dimplex Group defined benefit pension scheme was closed to further accrual.

Some of the company's employees together with employees of other Glen Dimplex group companies participate in the Glen Dimplex Group Pension Scheme, the assets of which are held separately from those of the company, and are vested in trustees for the benefit of employees and their dependants. The contributions are determined by qualified actuaries on the basis of periodic valuations using the projected unit method.

The service cost to the company for this scheme amounted to £Nil for the year (2013: £Nil). The pension charge for payments to defined contribution schemes for the year was £Nil (2013: £6,000).

As at the balance sheet date, the defined benefit scheme shows a net deficit of £16,986,000 based on valuations of the scheme updated to that date by qualified independent actuaries. The market value of the scheme's assets, which are not intended to be realised in the short term and may be subject to significant change before they are realised, were £27,179,000, the present value of the scheme's liabilities, which are derived from cash flow projections over long periods and thus inherently uncertain, were £48,411,000, and the related deferred tax asset was £4,246,000. The company's share of this deficit is not readily identifiable on a consistent and reasonable basis and accordingly, as allowed under FRS 17 Retirement Benefits, the company accounts for its contributions to the scheme as if it were a defined contribution pension scheme.

The most recent actuarial valuation of the scheme was at 5 April 2012. Particulars of these valuations and the updated valuations as at 31 March 2014 referred to the above can be found in the consolidated financial statements of the parent company, Glen Electric Limited.

The company is one of a number of participating employers in the scheme and the implications of surpluses or deficits are considered on a Group-wide basis. The contribution rate for the year ended 31 March 2014 was Nil (2013: 26.9%) of pensionable earnings. Employees of the company had represented c. 1% of the total employees entitled to benefit under the scheme.

### 15 Related party transactions

As a subsidiary undertaking of Glen Electric Limited, the company has taken advantage of the exemption in Financial Reporting Standard Number 8 "Related Party Disclosures" not to disclose transactions with other members of the group headed by Glen Electric Limited.

There are no further related party transactions that require disclosure.

### 16 Approval of financial statements

The financial statements were approved by the directors on 19 November 2014.