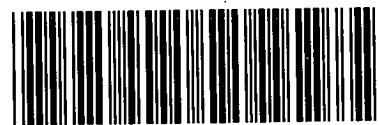


**CRENDON TIMBER ENGINEERING LIMITED**  
**DIRECTORS' REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED**  
**30 APRIL 2014**

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**CRENDON TIMBER ENGINEERING LIMITED**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 APRIL 2014**

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**COMPANY INFORMATION**

Directors	A W K Merriam M A Eburne A P Haughton J R Peryer P Bell P H Simpson D J Moore
Company number	01992573
Registered office	98 Hendford Hill Yeovil Somerset BA20 2QR
Auditor	Nexia Smith & Williamson Portwall Place Portwall Lane Bristol BS1 6NA
Bankers	HSBC Bank plc Yeovil Branch 1 Middle Street Yeovil Somerset BA20 1LR

**DIRECTORS' REPORT**

The directors present their annual report and the audited financial statements for the year ended 30 April 2014

**DIRECTORS**

The directors who held office during the year and at the date of this report are as follows:

A W K Merriam

M A Eburne (appointed 2 December 2013)

A P Haughton

J R Peryer

P Bell

P H Simpson

D J Moore

**DIVIDENDS**

A final dividend of £120,000 was proposed for the year (2013: £120,000). An interim dividend of £75,000 was paid (2013: £75,000).

**POLITICAL DONATIONS**

The company has not made any donation or subscription for political purposes.

**EMPLOYEES**

The directors acknowledge the importance of good communications and relations with their employees and believe that they should be aware of matters which affect the company they serve. Employees are provided with regular information by various means and are represented at discussions concerning their welfare.

The company recognises its obligations towards less able people and endeavours to provide as much employment as the demands of the company's operations and the abilities of the less able persons allow.

Applications for employment from less able people are studied with care, and if existing employees become less able, every effort is made to find them appropriate work and training where it is needed.

Opportunities are offered to less able employees to develop their knowledge and skills and undertake greater responsibility.

**AUDITORS**

Pursuant to a shareholders' resolution, the company is not obliged to re-appoint its auditors annually and Nexia Smith&Williamson will therefore continue in office. In the case of each person who was a director at the time this report was approved:

- so far as that director was aware there was no relevant available information of which the company's auditors were unaware; and
- that director had taken all steps that the director ought to have taken as a director to make himself aware of any relevant audit information and to establish that the company's auditors were aware of that information.

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

By order of the Board.



A P Haughton

Director

Date: 3 September 2014

The directors are responsible for preparing the Directors' Report and Strategic 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 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 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.

The directors are responsible for the maintenance and integrity of the corporate and financial information included on the company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

In so far as each of the directors are aware:

- there is no relevant audit information of which the company's auditors are unaware; and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

The directors present their strategic report for the year ended 30 April 2014.

## REVIEW OF THE BUSINESS

The principal activity of the company continues to be the manufacture and erection of timber roof and floor systems.

Trading conditions improved during the period as volumes in both Housebuilding and Commercial sectors increased on last year due to improving confidence in all regions and sectors. Margin performance for manufactured product was in line with expectations but challenges in our contracting operations proved detrimental to overall profitability. Operating efficiency improved during the year as changes to manufacturing and distribution took effect and overheads were well controlled and in line with expectations. Overall, Operating Profit was substantially below expectations due to the performance of certain installed projects but changes have been implemented to strengthen this part of the business and support the profitable delivery of our commercial offering.

The following are the principal key financial performance indicators relating to the year's trading:

	2014	2013
Gross margin	20.4%	22.7%
Operating Margin (adjusted)	(0.0%)	0.6%
Pre-tax return on average shareholders' equity	3.8%	6.5%
Shareholders' equity (£'000s)	1,498	1,623
Sales per Employee (£'000s)	137	118

## Development of the Business

In the financial year, shareholders' equity decreased from £1,623,204 to £1,497,596. This is accounted for as follows:

	2014 £'000	2013 £'000
Opening shareholders' equity	1,623	1,727
Net profit for the year after tax	69	91
	1,693	1,818
Dividends paid	(195)	(195)
Closing shareholders' equity	1,498	1,623

## Position of the company at year end

Net assets at the year end were £1,497,596 (2013: £1,623,204) and net current assets were £637,653 (2013: £1,017,533).

## Capital expenditure

During the year the company spent £199,477 (2013: £267,376) on purchases of fixed assets.

## Environment

We operate in accordance with our Environmental Policy which applies to all our operations and administration functions. We recognise that our operations can result in emissions to air and water and the generation of waste. It is our aim to reduce the environmental impacts of our business and to operate in a responsible manner.

## Health & Safety

The health and safety of the company's employees, customers and others we come into contact with as a result of our activities is actively managed to minimise both short and long term risk.

We operate a Health & Safety Management System which is monitored by a Health & Safety Manager who advises and regularly reports to the board on all issues pertaining to health and safety.

The key health and safety ratios monitored by the company are:

	2014	2013
Accident ratio (accidents per 1,000 hours)	0.17	0.25
Lost time injury ratio (reportable accidents per 1,000 hours)	0.04	0.07

### **Human Resources**

We have a company philosophy that clearly sets out the importance we attach to acting with integrity, fairness and consistency. This philosophy is a key part of induction training and is regularly brought to the attention of staff thereafter. This is reinforced in the Group Vision and Values documents which are communicated to all employees.

We are an accredited 'Investor in People'. This commits us to train and develop all employees to improve their skills, so that they are empowered to reach their full potential in their career, and so that they enable the company to achieve its business objectives.

During the year, the average number of staff employed in the company increased from 179 to 183

### **PRINCIPAL RISKS AND UNCERTAINTIES**

We maintain a register of operational, financial and external risks that is regularly reviewed by the Board. The significant risks and uncertainties are:

#### **Market Risk**

Our business depends on the general health of the house-building and repairs market. Consequently demand for our products fluctuates with conditions in those markets. In order to minimise risk, we conduct market research and risk analysis in assessing investments and we review stock and customer credit levels in the light of current and anticipated trading conditions.

#### **Information Technology**

Our information technology systems are an integral part of our operations. In order to ensure continuity and reliability, we continuously maintain our systems, have off-site back-up facilities, and a disaster recovery plan in place that is regularly tested for efficiency and reliability.

#### **Personnel**

We recognise that staff recruitment, training and retention are fundamental to the success of the business. Training programmes are in place to ensure adequate and relevant training is available to all members of staff. The performance of all personnel is reviewed by line management and job progression is actively encouraged. Staff retention is continuously monitored and reported to the Board on a monthly basis.

#### **Liquidity**

Banking arrangements are made through the parent company. The company undertakes regular cash-flow forecasting to ensure that bank and other borrowing facilities are sufficient to meet working capital requirements.

By order of the Board.



A P Haughton  
Director

Date: 3 September 2014

We have audited the financial statements of Crendon Timber Engineering Limited for the year ended 30 April 2014 which comprise the Profit & Loss Account, the Balance Sheet and the related notes. 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 shareholders, 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 shareholders 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 shareholders 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 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 (FRC's) Ethical Standards for Auditors.

**Scope of the audit of the financial statements**

A description of the scope of an audit of financial statements is provided on the FRC's website at [www.frc.org.uk/auditscopeukprivate](http://www.frc.org.uk/auditscopeukprivate)

**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 30 April 2014 and of the company's profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

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

In our opinion the information given in the Directors' Report and Strategic 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.



Carl Deane

Senior Statutory Auditor, for and on behalf of

NEXIA SMITH & WILLIAMSON

Chartered Accountants and Statutory Auditor

Portwall Place

Portwall Lane

Bristol

BS1 6NA

Date: 3 September 2014



**PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 30 APRIL 2014**

	Note	2014 £	2013 £
<b>TURNOVER</b>			
Continuing operations	2	25,063,391	21,159,658
Cost of sales		(19,959,069)	(16,357,316)
<b>GROSS PROFIT</b>		<u>5,104,322</u>	<u>4,802,342</u>
Administrative expenses		(5,114,659)	(4,685,124)
<b>OPERATING (LOSS)/PROFIT</b>			
Adjusted Operating (Loss)/Profit		(10,337)	117,218
Restructuring Costs	3	-	(71,609)
	3	(10,337)	45,609
Dividends received	8	81,999	70,000
Net interest	6	(12,105)	(7,140)
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		<u>59,557</u>	<u>108,469</u>
Tax on profit on ordinary activities	7	9,835	(17,169)
<b>PROFIT FOR THE YEAR AFTER TAXATION</b>		<u><u>69,392</u></u>	<u><u>91,300</u></u>

All of the activities are continuing.

All recognised gains and losses are included in the profit and loss account.

The notes on pages 10 to 17 form part of these financial statements.

**BALANCE SHEET**  
**AS AT 30 APRIL 2014**

	Note	2014		2013	
		£	£	£	£
<b>FIXED ASSETS</b>					
Tangible assets	9		862,685		872,813
Investments	10		<u>2</u>		<u>2</u>
			862,687		872,815
<b>CURRENT ASSETS</b>					
Stocks	11	1,059,155		998,886	
Debtors	12	6,205,488		4,911,190	
Cash at bank and in hand		<u>716</u>		<u>853</u>	
		7,265,359		5,910,929	
<b>CREDITORS: Amounts falling due within one year</b>	13	<u>(6,627,706)</u>		<u>(4,893,396)</u>	
<b>NET CURRENT ASSETS</b>			<u>637,653</u>		<u>1,017,533</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			1,500,340		1,890,348
<b>CREDITORS: Amounts falling due after more than one year</b>	14		(101)		(246,614)
Provisions for liabilities and charges	15		<u>(2,643)</u>		<u>(20,530)</u>
			<u>1,497,596</u>		<u>1,623,204</u>
<b>CAPITAL AND RESERVES</b>					
Share capital	16		2		2
Profit and loss account	17		<u>1,497,594</u>		<u>1,623,202</u>
<b>SHAREHOLDERS' FUNDS</b>	18		<u>1,497,596</u>		<u>1,623,204</u>

These financial statements were approved by the directors and authorised for issue on 3 September 2014 and are signed on their behalf by:



A P Haughton  
Director

Company Registered Number 1992573

The notes on pages 10 to 17 form part of these financial statements.

## **1 ACCOUNTING POLICIES**

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

### **Basis of accounting**

The financial statements have been prepared under the historical cost convention in accordance with applicable accounting standards.

The directors have taken advantage of the exemption in Financial Reporting Standard 1 from including a cash flow statement in the financial statements on the grounds that the company is wholly owned and its parent publishes a consolidated cash flow statement.

### **Consolidation**

The company has taken exemption from preparing group financial statements in accordance with the Companies Act 2006 as it is a wholly owned subsidiary of a company incorporated within the EEA. Accordingly the financial statements present information about the company as an individual undertaking and not about the group.

### **Turnover**

Turnover is based on amounts receivable excluding Value Added Tax, for goods and services supplied to customers during the year.

### **Depreciation**

Depreciation is calculated so as to write off the cost/valuation of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Leasehold improvements	Over the duration of the lease on a straight line basis
Plant and machinery	5 to 10 years on a straight line basis
Motor vehicles	4 to 5 years on a straight line basis
Fixtures and fittings	3 to 10 years on a straight line basis
Computer and office equipment	3 to 10 years on a straight line basis

### **Stocks**

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

### **Taxation**

The charge for taxation is based on the results for the year and takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax provision is not discounted.

### **Pension costs defined contribution scheme**

Contributions are charged to the profit and loss account for the year as they become payable to the scheme.

## 1 ACCOUNTING POLICIES (continued)

### Operating lease commitments

Rentals applicable to operating leases where substantially all the benefits and risks of ownership remain with the lessor are charged against profit on a straight line basis over the period of the lease.

### Investments

Investments are stated at cost less provision for any impairment in value.

### Related party transactions

Advantage has been taken in these financial statements of the exemption under Financial Reporting Standard 8 from providing details of related party transactions with group companies.

## 2 TURNOVER

Turnover, which all arises in the UK, represents sales to customers (excluding value added tax) in respect of the company's principal activity.

## 3 OPERATING PROFIT/(LOSS)

Operating profit is stated after charging:

	2014	2013
	£	£
Depreciation charge for:		
Owned assets	208,593	206,359
Operating lease rental - Hire of plant and machinery	207,569	260,728
Operating lease rental - Other	233,367	219,860
Auditors' remuneration (including expenses):		
Audit services	20,558	16,100
Non audit services	<u>6,000</u>	<u>5,750</u>

Restructuring costs in the year totalling £Nil (2013: £71,609) relate to redundancy and reorganisation costs.

**CRENDON TIMBER ENGINEERING LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 APRIL 2014 (continued)**

**4 STAFF NUMBERS AND COSTS**

The average number of persons (including directors) employed by the company during the financial year, analysed by activity amounted to:

	2014	2013
	No.	No.
Sales and administration	80	77
Production	103	102
	<u>183</u>	<u>179</u>

The aggregate payroll costs of the above were:

	2014	2013
	£	£
Wages and salaries	4,508,578	4,253,453
Social security costs	418,490	404,377
Other pension costs	212,144	186,462
	<u>5,139,212</u>	<u>4,844,292</u>

**5 EMOLUMENTS OF DIRECTORS**

The directors' aggregate emoluments in respect of qualifying services were:

	2014	2013
	£	£
Emoluments receivable	257,529	268,995
Value of company pension contributions to money purchase schemes	37,373	36,430
	<u>294,902</u>	<u>305,425</u>

The emoluments excluding pension contributions of the highest paid director were £94,118 (2013: £94,860) and the company's contribution to the money purchase scheme in respect of this director was £10,731 (2013: £13,939).

The emoluments of four of the directors were not paid through Crendon Timber Engineering Limited during 2014, as they were paid through other companies within the Bradford & Sons Limited group of companies. One of the directors was paid through Snows Timber Limited, whilst the remaining three were paid through Bradford & Sons Limited.

**6 NET INTEREST**

	2014	2013
	£	£
<b>a) Interest payable</b>		
Bank loans and overdrafts	12,569	8,719
Other interest	-	357
	<u>12,569</u>	<u>9,076</u>
	2014	2013
	£	£
<b>b) Interest receivable</b>		
Other finance income	464	1,936
	<u>464</u>	<u>1,936</u>

**CRENDON TIMBER ENGINEERING LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 APRIL 2014 (continued)**

**7 TAXATION ON ORDINARY ACTIVITIES**

**a) UK corporation tax on profits for the year**

	2014	2013
	£	£
Current tax:		
UK corporation tax at 22.8% (2013 - 23.9%)	5,521	-
Adjustments relating to earlier years	2,531	(552)
	<u>8,052</u>	<u>(552)</u>
Deferred tax (note 15):		
Origination and reversal of timing differences	(8,164)	17,545
Adjustments relating to earlier years	(9,723)	176
	<u>(9,835)</u>	<u>17,169</u>

**b) Tax charge reconciliation**

	2014	2013
	%	%
Standard rate of corporation tax	22.8	23.9
Effects of:		
Capital allowances in excess of depreciation	17.2	(35.1)
Adjustment to tax charge in respect of prior periods	4.2	(1.4)
Income not taxable for tax purposes	(31.4)	-
Expenses not deductible for tax purposes	2.0	4.0
Group relief surrendered	-	14.0
Other short term timing differences	(1.3)	(6.8)
	<u>13.5</u>	<u>(1.4)</u>

**8 DIVIDENDS**

	2014	2013
	£	£
Dividends received	<u>81,999</u>	<u>70,000</u>
Dividends paid (£97,500 per share (2013: £97,500 per share))	<u>195,000</u>	<u>195,000</u>

**CRENDON TIMBER ENGINEERING LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 APRIL 2014 (continued)**

**9 TANGIBLE FIXED ASSETS**

	<b>Leasehold improvements</b>	<b>Plant and machinery</b>	<b>Computer and office equipment</b>	<b>Fixtures and fittings</b>	<b>Motor vehicles</b>	<b>Total</b>
<b>Cost or valuation</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
At 1 May 2013	439,604	2,088,447	361,792	385,455	454,910	3,730,208
Additions	17,772	141,283	1,881	4,689	27,900	193,525
Transfers from group	-	57,069	-	-	-	57,069
Disposals	-	(35,225)	-	-	(22,992)	(58,217)
At 30 April 2014	457,376	2,251,574	363,673	390,144	459,818	3,922,585
<b>Depreciation</b>						
At 1 May 2013	313,915	1,610,987	300,939	347,081	284,473	2,857,395
Charge for the year	12,071	101,036	39,289	8,192	48,005	208,593
On transfers from group	-	51,117	-	-	-	51,117
On disposals	-	(34,213)	-	-	(22,992)	(57,205)
At 30 April 2014	325,986	1,728,927	340,228	355,273	309,486	3,059,900
<b>Net book value</b>						
At 30 April 2014	131,390	522,647	23,445	34,871	150,332	862,685
At 30 April 2013	125,689	477,460	60,853	38,374	170,437	872,813

**10 FIXED ASSET INVESTMENTS**

	2014	2013
	£	£
<b>Net book value</b>		
At 30 April 2014	<u>2</u>	<u>2</u>

Details of the subsidiary undertakings at 30 April 2014, all of which are incorporated in England and Wales and 100% owned, are as follows:

<b>Company</b>	<b>Nature of Business</b>	<b>Status</b>
Crendon Roofing Services Limited	Specialist roofing contractor	Active
H Y Arnold (Castleford) Limited	Dormant	Dormant

The aggregate amount of capital and reserves and the results of these undertakings for the last relevant financial period were as follows:

	<b>Capital and reserves</b>	<b>Loss for the period</b>
	£	£
Crendon Roofing Services Limited	53,120	(181,235)

**11 STOCK**

	2014	2013
	£	£
Raw materials and consumables	724,660	752,697
Work in progress	55,773	36,543
Finished goods	278,722	209,646
	<u>1,059,155</u>	<u>998,886</u>

**CRENDON TIMBER ENGINEERING LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 APRIL 2014 (continued)**

**12 DEBTORS**

	2014	2013
	£	£
<b>Amounts falling due within one year</b>		
Trade debtors	5,790,451	4,313,632
Amounts owed by group undertakings	48,992	83,877
Other debtors	7,802	4,590
Prepayments and accrued income	214,087	421,698
	<u>6,061,332</u>	<u>4,823,797</u>
<b>Amounts falling due after more than one year</b>		
Trade debtors	144,156	87,393
	<u>6,205,488</u>	<u>4,911,190</u>

**13 CREDITORS: Amounts falling due within one year**

	2014	2013
	£	£
Bank overdraft	775,127	131,761
Trade creditors	4,653,992	3,607,795
Amounts owed to group undertakings	402,594	215,173
Corporation tax	8,052	-
Other tax and social security	216,177	280,327
Other creditors and accruals	571,764	658,340
	<u>6,627,706</u>	<u>4,893,396</u>

**14 CREDITORS: Amounts falling due after more than one year**

	2014	2013
	£	£
Amounts due to group undertakings	<u>101</u>	<u>246,614</u>

**15 PROVISIONS FOR LIABILITIES AND CHARGES**

**Deferred taxation**

	2014	2013
	£	£
Accelerated capital allowances	2,643	20,530
Other timing differences	-	-
Full provision	<u>2,643</u>	<u>20,530</u>

	2014	2013
	£	£
Provision at 1 May	20,530	2,809
Deferred tax charge in the profit and loss	(17,887)	17,721
Provision at 30 April	<u>2,643</u>	<u>20,530</u>

Finance Act 2013 included legislation to reduce main rate corporation tax from 23% to 21% from 1 April 2014, and to 20% from 1 April 2015. The full anticipated effect of these changes is not considered material.



**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 APRIL 2014 (continued)**

**16 CALLED UP SHARE CAPITAL**

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

**17 PROFIT AND LOSS ACCOUNT**

	2014	2013
	£	£
As at 1 May	1,623,202	1,726,902
Retained profit for the year	69,392	91,300
Dividends paid	(195,000)	(195,000)
As at 30 April	<u>1,497,594</u>	<u>1,623,202</u>

**18 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**

	2014	2013
	£	£
Profit for the year	69,392	91,300
Dividends (note 8)	(195,000)	(195,000)
	<u>(125,608)</u>	<u>(103,700)</u>
Opening shareholders' funds	1,623,204	1,726,904
Closing shareholders' funds	<u>1,497,596</u>	<u>1,623,204</u>

**19 OPERATING LEASES COMMITMENTS**

Annual commitments under operating leases are as follows:

Land and buildings	2014	2013
	£	£
Expiring:		
In one year or less	-	7,500
Between one and five years	<u>215,000</u>	<u>215,000</u>
	<u>215,000</u>	<u>222,500</u>
Other	2014	2013
	£	£
Expiring:		
In one year or less	21,901	65,003
Between one and five years	<u>136,107</u>	<u>125,411</u>
	<u>158,008</u>	<u>190,414</u>

**20 CONTINGENT LIABILITIES**

There is a cross guarantee in place between the company and its fellow group companies to secure the bank overdrafts. The contingent liability to the company at 30 April 2014 amounted to £Nil (2013: £Nil).

There is a cross guarantee in place between the company and its fellow group companies in respect of the bank loan. The maximum potential liability at 30 April 2014 is £10,317,000 (2013: £10,117,000).

## **21 RELATED PARTY TRANSACTIONS**

The company has taken advantage of the exemption available under Financial Reporting Standard 8 from providing details of related party transactions with group companies as they are incorporated within the financial statements of its parent company, Bradford and Sons Limited. Copies of that company's financial statements are available from the Registrar of Companies, Companies House, Crown Way, Cardiff, CF4 3UZ.

## **22 ULTIMATE PARENT COMPANY**

The company is a wholly owned subsidiary of Bradford and Sons Limited, which is registered in England and Wales and is the immediate controlling party.

The largest and smallest group of companies for which the financial statements are drawn up is that headed by Bradford and Sons Limited. Consolidated accounts for Bradford and Sons Limited are available from Companies House.