

Registered number: 02661484

Keemlaw Limited

Unaudited

Directors' report and financial statements

for the year ended 31 December 2015



Keemlaw Limited

Company Information

Directors

D L F Law
H J R Law

Company secretary

D L F Law

Registered number

02661484

Registered office

Montague Place
Quayside
Chatham
Kent
ME4 4QU

Accountants

Kreston Reeves LLP
Chartered Accountants
Montague Place
Quayside
Chatham Maritime
Chatham
Kent
ME4 4QU

Keemlaw Limited

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Keemlaw Limited

**Directors' report
for the year ended 31 December 2015**

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

Directors

The directors who served during the year were:

D L F Law
H J R Law

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

This report was approved by the board on 26 September 2016 and signed on its behalf.

A handwritten signature in black ink, consisting of stylized, overlapping loops and curves, likely representing the initials 'DLF'.

D L F Law
Secretary

Keemlaw Limited

Chartered accountants' report to the board of directors on the preparation of the unaudited statutory financial statements of Keemlaw Limited for the year ended 31 December 2015

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Keemlaw Limited for the year ended 31 December 2015 which comprise the Profit and loss account, the Balance sheet and the related notes from the company's accounting records and from information and explanations you have given to us.

As a member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at icaew.com/regulations.

This report is made solely to the Board of directors of Keemlaw Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the financial statements of Keemlaw Limited and state those matters that we have agreed to state to the Board of directors of Keemlaw Limited, as a body, in this report in accordance with AAF 2/10 as detailed at icaew.com/compilation. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Keemlaw Limited and its Board of directors, as a body, for our work or for this report.

It is your duty to ensure that Keemlaw Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the company's assets, liabilities, financial position and profit. You consider that Keemlaw Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or review of the financial statements of Keemlaw Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.



Kreston Reeves LLP

Chartered Accountants

Montague Place
Quayside
Chatham Maritime
Chatham
Kent
ME4 4QU

26 September 2016

Keemlaw Limited

**Profit and loss account
for the year ended 31 December 2015**

| | Note | 2015 £ | 2014 £ |
|---|-------------|----------------------|-----------------------|
| Turnover | 1 | 1,573,459 | 1,469,679 |
| Cost of sales | | <u>(895,906)</u> | <u>(858,903)</u> |
| Gross profit | | 677,553 | 610,776 |
| Administrative expenses | | <u>(584,020)</u> | <u>(610,001)</u> |
| Operating profit | 2 | 93,533 | 775 |
| Interest payable and similar charges | | <u>(1,748)</u> | <u>(1,843)</u> |
| Profit/(loss) on ordinary activities before taxation | | 91,785 | (1,068) |
| Tax on profit/(loss) on ordinary activities | 3 | <u>(18,399)</u> | <u>(4,644)</u> |
| Profit/(loss) for the financial year | 11 | <u>73,386</u> | <u>(5,712)</u> |

The notes on pages 6 to 10 form part of these financial statements.

Balance sheet
as at 31 December 2015

| | Note | £ | 2015 £ | £ | 2014 £ |
|---|------|----------------|----------------|----------------|----------------|
| Fixed assets | | | | | |
| Intangible assets | 4 | | 87,375 | | 99,625 |
| Tangible assets | 5 | | 19,198 | | 28,608 |
| Investments | 6 | | 1 | | 1 |
| | | | <u>106,574</u> | | <u>128,234</u> |
| Current assets | | | | | |
| Stocks | | 142,442 | | 205,790 | |
| Debtors | 7 | 141,956 | | 126,264 | |
| Cash at bank and in hand | | 2,184 | | 3,553 | |
| | | <u>286,582</u> | | <u>335,607</u> | |
| Creditors: amounts falling due within one year | 8 | (223,575) | | (298,809) | |
| Net current assets | | | <u>63,007</u> | | <u>36,798</u> |
| Total assets less current liabilities | | | <u>169,581</u> | | <u>165,032</u> |
| Provisions for liabilities | | | | | |
| Deferred tax | 9 | | (1,776) | | (5,613) |
| Net assets | | | <u>167,805</u> | | <u>159,419</u> |
| Capital and reserves | | | | | |
| Called up share capital | 10 | | 2 | | 2 |
| Profit and loss account | 11 | | 167,803 | | 159,417 |
| Shareholders' funds | | | <u>167,805</u> | | <u>159,419</u> |

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 477 of the Companies Act 2006 ("the Act") and members have not required the company to obtain an audit for the year in question in accordance with section 476 of the Act.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and for preparing financial statements which give a true and fair view of the state of affairs of the company as at 31 December 2015 and of its profit for the year in accordance with the requirements of sections 394 and 395 of the Act and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The financial statements have been prepared in accordance with the provisions applicable to small companies within Part 15 of the Companies Act 2006 and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

Keemlaw Limited

**Balance sheet (continued)
as at 31 December 2015**

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 26 September 2016.

A handwritten signature in black ink, consisting of a large, stylized 'D' followed by a horizontal line and a small loop.

D L F Law
Director

The notes on pages 6 to 10 form part of these financial statements.

**Notes to the financial statements
for the year ended 31 December 2015**

1. Accounting policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

1.2 Turnover

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

1.3 Goodwill

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

1.4 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 of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

| | | |
|-----------------------|---|----------------------|
| Plant & machinery | - | 15% reducing balance |
| Motor vehicles | - | 25% reducing balance |
| Showroom improvements | - | 20% straight line |

1.5 Investments

Investments held as fixed assets are shown at cost less provision for impairment.

1.6 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

1.7 Deferred taxation

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

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

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

Deferred tax assets and liabilities are not discounted.

**Notes to the financial statements
for the year ended 31 December 2015**

2. Operating profit

The operating profit is stated after charging:

| | 2015 £ | 2014 £ |
|--|---------------|---------------|
| Amortisation - intangible fixed assets | 12,250 | 12,250 |
| Depreciation of tangible fixed assets: - owned by the company | 9,410 | 10,092 |
| | <u>21,660</u> | <u>22,342</u> |

During the year, no director received any emoluments (2014 - £NIL).

3. Taxation

| | 2015 £ | 2014 £ |
|---|---------------|--------------|
| Analysis of tax charge/(credit) in the year | | |
| Current tax | | |
| UK corporation tax charge on profit/loss for the year | 22,236 | 2,529 |
| Deferred tax (see note 9) | | |
| Origination and reversal of timing differences | (3,837) | 2,115 |
| Tax on profit/loss on ordinary activities | <u>18,399</u> | <u>4,644</u> |

There were no factors that affected the tax charge for the year which has been calculated on the profits on ordinary activities before tax at the standard rate of corporation tax in the UK of 20% (2014 - 20%).

4. Intangible fixed assets

| | Goodwill £ |
|--|-----------------------|
| Cost | |
| At 1 January 2015 and 31 December 2015 | 206,375 |
| Amortisation | |
| At 1 January 2015 | 106,750 |
| Charge for the year | 12,250 |
| At 31 December 2015 | 119,000 |
| Net book value | |
| At 31 December 2015 | 87,375 |
| At 31 December 2014 | 99,625 |

Notes to the financial statements
for the year ended 31 December 2015

5. Tangible fixed assets

| | Plant & machinery £ | Motor vehicles £ | Showroom improve- ments £ | Total £ |
|--|---------------------------|------------------------|------------------------------------|------------|
| Cost | | | | |
| At 1 January 2015 and 31 December 2015 | 61,943 | 52,906 | 21,171 | 136,020 |
| Depreciation | | | | |
| At 1 January 2015 | 52,334 | 44,722 | 10,356 | 107,412 |
| Charge for the year | 3,130 | 2,046 | 4,234 | 9,410 |
| At 31 December 2015 | 55,464 | 46,768 | 14,590 | 116,822 |
| Net book value | | | | |
| At 31 December 2015 | 6,479 | 6,138 | 6,581 | 19,198 |
| At 31 December 2014 | 9,609 | 8,184 | 10,815 | 28,608 |

6. Fixed asset investments

| | Investments in subsidiary companies £ |
|--|---|
| Cost or valuation | |
| At 1 January 2015 and 31 December 2015 | 1 |
| Net book value | |
| At 31 December 2015 | 1 |
| At 31 December 2014 | 1 |

Subsidiary undertakings

The following were subsidiary undertakings of the company:

| Name | Class of shares | Holding |
|---|-----------------|---------|
| Keemlaw Catering Equipment Limited Wholesale and retail of catering supplies | £1 ordinary | 100 % |

**Notes to the financial statements
for the year ended 31 December 2015**

6. Fixed asset investments (continued)

The aggregate of the share capital and reserves as at 31 December 2015 and of the profit or loss for the year ended on that date for the subsidiary undertakings were as follows:

| Name | Aggregate of share capital and reserves £ | Profit/(loss) £ |
|---|--|----------------------------|
| Keemlaw Catering Equipment Limited Wholesale and retail of catering supplies | <u>1</u> | <u>-</u> |

7. Debtors

| | 2015 £ | 2014 £ |
|---------------|-------------------|-------------------|
| Trade debtors | 126,780 | 102,802 |
| Prepayments | 12,676 | 20,962 |
| Other debtors | 2,500 | 2,500 |
| | <u>141,956</u> | <u>126,264</u> |

**8. Creditors:
Amounts falling due within one year**

| | 2015 £ | 2014 £ |
|------------------------------------|-------------------|-------------------|
| Bank loans and overdrafts | 43,350 | 11,642 |
| Trade creditors | 112,409 | 210,835 |
| Corporation tax | 22,236 | 2,529 |
| Other taxation and social security | 15,218 | 19,929 |
| Accruals | 11,255 | 8,174 |
| Other creditors | 19,107 | 45,700 |
| | <u>223,575</u> | <u>298,809</u> |

9. Deferred taxation

| | 2015 £ | 2014 £ |
|---|-------------------|-------------------|
| At beginning of year | 5,613 | 3,498 |
| (Released during)/charge for year (P&L) | (3,837) | 2,115 |
| At end of year | <u>1,776</u> | <u>5,613</u> |

**Notes to the financial statements
for the year ended 31 December 2015**

9. Deferred taxation (continued)

The provision for deferred taxation is made up as follows:

| | 2015 £ | 2014 £ |
|--------------------------------|--------------|--------------|
| Accelerated capital allowances | <u>1,776</u> | <u>5,613</u> |

10. Share capital

| | 2015 £ | 2014 £ |
|---|-----------|-----------|
| Allotted, called up and fully paid | | |
| 2 Ordinary shares of £1 each | <u>2</u> | <u>2</u> |

11. Reserves

| | Profit and loss account £ |
|-------------------------------|---------------------------------|
| At 1 January 2015 | 159,417 |
| Profit for the financial year | 73,386 |
| Dividends: Equity capital | (65,000) |
| | <u>167,803</u> |
| At 31 December 2015 | <u>167,803</u> |

12. Dividends

| | 2015 £ | 2014 £ |
|----------------------------------|---------------|---------------|
| Dividends paid on equity capital | <u>65,000</u> | <u>60,000</u> |

13. Related party transactions

During the year the company incurred management charges on arms length terms of £54,859 (2014: £47,833) from Keemlaw, a partnership which is wholly owned by the directors of the company. During the year various other sums were transferred to and from this partnership.

14. Controlling party

The company is not under the control of any one individual.