

REGISTERED NUMBER: 02692195 (England and Wales)

**Strategic Report, Report of the Directors and
Financial Statements for the Year Ended 30 September 2017
for
Barco Sales Ltd**

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for the Year Ended 30 September 2017**

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Barco Sales Ltd
Company Information
for the Year Ended 30 September 2017

DIRECTORS:

P R Barrow
S J Barrow
P J Barrow

SECRETARY:

S J Barrow

REGISTERED OFFICE:

8 Hampstead Gate
1A Frognal
Hampstead
London
NW3 6AL

REGISTERED NUMBER:

02692195 (England and Wales)

SENIOR STATUTORY AUDITOR: A J Azarang ACA

AUDITORS:

Brackman Chopra LLP
Registered Auditors
8 Hampstead Gate
1 A Frognal
Hampstead
London
NW3 6AL

**Strategic Report
for the Year Ended 30 September 2017**

The directors present their strategic report for the year ended 30 September 2017.

REVIEW OF BUSINESS

The company's principal activity is that of purchase and sale of plumbing equipment to the wholesale market.

The Directors considered the results for the year, and the financial position at the end of it, to be in line with expectations.

The directors regard turnover and gross margin as key performance indicators of the business.

Despite fiercely competitive trading conditions 2017 was a year of reasonable performance. Turnover was 12.6% increase on last year but due to the fiercely competitive market for purchasing gross margin has decreased by 0.3%.

The company has continued its expansion into own brand product ranges. Sales of own brand products have continued to increase in 2017. These product ranges are expected to make a major contribution to the future growth of the company.

PRINCIPAL RISKS AND UNCERTAINTIES

The key business risks and uncertainties affecting the business are considered to relate to competition from both national and independent wholesalers and from the current downturn in the UK economy.

The company monitors credit risk closely and considers that its current policies of credit checks meet its objectives of managing exposure to credit risk.

The company has no significant concentrations of credit risk. Amounts shown in the balance sheet best represent the maximum credit risk exposure in the event that parties fail to perform their obligations under financial instruments.

FUTURE DEVELOPMENTS

The Directors anticipate that despite the general downturn in economic conditions the company will continue to maintain the current level of profitability.

FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The company holds or issues financial instruments in order to achieve three main objectives being:

- a) To finance its operations
- b) To manage its exposure to interest and currency risks arising from its operations and from sources for finance; and
- c) For trading purposes

The various financial instruments (eg trade debtors, trade creditors, accruals and prepayments) arise directly from the company's operations. The company does not use complicated financial instruments including derivative financial instruments for trading purposes.

The board regularly reviews the financial requirements of the company and the risks associated therewith. Company operations are primarily financed from retained earnings, intra-group company loans, Directors Loan Accounts and bank borrowings (including an overdraft facility).

ON BEHALF OF THE BOARD:



S J Barrow - Secretary

26 June 2018

**Report of the Directors
for the Year Ended 30 September 2017**

The directors present their report with the financial statements of the company for the year ended 30 September 2017.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of purchase and sale of plumbing equipment to the wholesale market.

DIVIDENDS

No dividends will be distributed for the year ended 30 September 2017.

DIRECTORS

The directors during the year under review were:

P R Barrow
S J Barrow
P J Barrow

The directors holding office at 30 September 2017 did not hold any beneficial interest in the issued share capital of the company at 1 October 2016 or 30 September 2017.

DONATIONS

During the year the company donated £4,192 to charity for the following purposes:-

	£
Cancer Research	400
Children in need	20
Children with Spina Bifida/hydrocephalus	600
Hospices	447
Sufferers of Parkinsons disease	2,725
	<hr/>
	4,192
	<hr/>

DISCLOSURE IN THE STRATEGIC REPORT

The directors have included disclosures regarding future developments and risk exposure within the Strategic Report.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

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

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- 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.

Barco Sales Ltd (Registered number: 02692195)

**Report of the Directors
for the Year Ended 30 September 2017**

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

AUDITORS

The auditors, Brackman Chopra LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:



S J Barrow - Secretary

26 June 2018

**Report of the Independent Auditors to the Members of
Barco Sales Ltd**

Opinion

We have audited the financial statements of Barco Sales Ltd (the 'company') for the year ended 30 September 2017 which comprise the Statement of Comprehensive Income, Balance Sheet, Statement of Changes in Equity, Cash Flow Statement and Notes to the Cash Flow Statement, Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

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 a Report of the Auditors 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.

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 30 September 2017 and of its loss 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.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

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

Other information

The directors are responsible for the other information. The other information comprises the information in the Strategic Report and the Report of the Directors, but does not include the financial statements and our Report of the Auditors thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinion on other matters prescribed by the Companies Act 2006

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

- the information given in the Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and the Report of the Directors have been prepared in accordance with applicable legal requirements.

**Report of the Independent Auditors to the Members of
Barco Sales Ltd**

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report or the Report of the Directors.

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.

Responsibilities of directors

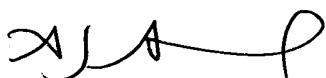
As explained more fully in the Statement of Directors' Responsibilities set out on page three, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Our responsibilities for the audit of the financial statements

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

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Auditors.



A J Azarang ACA (Senior Statutory Auditor)
for and on behalf of Brackman Chopra LLP
Registered Auditors
8 Hampstead Gate
1 A Frognal
Hampstead
London
NW3 6AL

26 June 2018

Barco Sales Ltd (Registered number: 02692195)

**Statement of Comprehensive Income
for the Year Ended 30 September 2017**

		2017		2016	
	Notes	£	£	£	£
TURNOVER	4		13,625,956		12,096,628
Cost of sales			10,610,074		8,972,715
GROSS PROFIT			3,015,882		3,123,913
Administrative expenses			2,910,596		2,963,907
OPERATING PROFIT	6		105,286		160,006
Share of profit in associated partnership		3,099		8,200	
Interest receivable and similar income		726		4,676	
			3,825		12,876
			109,111		172,882
Amounts written off investments	7		400,471		(2,083)
			(291,360)		174,965
Interest payable and similar expenses	8		66,093		60,268
(LOSS)/PROFIT BEFORE TAXATION			(357,453)		114,697
Tax on (loss)/profit	9		74,228		34,083
(LOSS)/PROFIT FOR THE FINANCIAL YEAR			(431,681)		80,614
OTHER COMPREHENSIVE INCOME			-		-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR			(431,681)		80,614

The notes form part of these financial statements

Barco Sales Ltd (Registered number: 02692195)

**Balance Sheet
30 September 2017**

	Notes	2017	2016
		£	£
FIXED ASSETS			
Tangible assets	11	2,172,316	2,226,926
Investments	12	902,140	1,047,146
		<u>3,074,456</u>	<u>3,274,072</u>
CURRENT ASSETS			
Stocks	13	3,652,711	2,851,849
Debtors	14	5,287,490	5,032,808
Cash at bank and in hand		497,070	1,713,113
		<u>9,437,271</u>	<u>9,597,770</u>
CREDITORS			
Amounts falling due within one year	15	5,146,455	5,134,589
NET CURRENT ASSETS		<u>4,290,816</u>	<u>4,463,181</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>7,365,272</u>	<u>7,737,253</u>
PROVISIONS FOR LIABILITIES	18	81,677	21,977
NET ASSETS		<u><u>7,283,595</u></u>	<u><u>7,715,276</u></u>
CAPITAL AND RESERVES			
Called up share capital	19	1,500	1,500
Retained earnings	20	7,282,095	7,713,776
SHAREHOLDERS' FUNDS		<u><u>7,283,595</u></u>	<u><u>7,715,276</u></u>

The financial statements were approved by the Board of Directors on 26 June 2018 and were signed on its behalf by:


P R Barrow - Director


S J Barrow - Director


P J Barrow - Director

The notes form part of these financial statements

Barco Sales Ltd (Registered number: 02692195)

**Statement of Changes in Equity
for the Year Ended 30 September 2017**

	Called up share capital £	Retained earnings £	Total equity £
Balance at 1 October 2015	1,500	7,633,162	7,634,662
Changes in equity			
Total comprehensive income	-	80,614	80,614
Balance at 30 September 2016	<u>1,500</u>	<u>7,713,776</u>	<u>7,715,276</u>
Changes in equity			
Total comprehensive income	-	(431,681)	(431,681)
Balance at 30 September 2017	<u><u>1,500</u></u>	<u><u>7,282,095</u></u>	<u><u>7,283,595</u></u>

The notes form part of these financial statements

Barco Sales Ltd (Registered number: 02692195)

**Cash Flow Statement
for the Year Ended 30 September 2017**

	Notes	2017 £	2016 £
Cash flows from operating activities			
Cash generated from operations	1	(1,228,663)	433,523
Interest paid		(66,093)	(60,048)
Interest element of hire purchase or finance lease rental payments paid		-	(220)
Tax paid		(18,825)	(19,164)
Net cash from operating activities		(1,313,581)	354,091
Cash flows from investing activities			
Purchase of tangible fixed assets		(93,372)	(280,053)
Sale of tangible fixed assets		10,750	47,234
Profit share Trieste Film Partnership		1,531	3,096
Drawings Big Screen Productions LLP		1,568	5,104
Impairment on investment		145,008	(2,083)
Interest received		726	4,676
Net cash from investing activities		66,211	(222,026)
Cash flows from financing activities			
Loan repayments in year		(61,579)	(55,876)
Net cash from financing activities		(61,579)	(55,876)
(Decrease)/increase in cash and cash equivalents		(1,308,949)	76,189
Cash and cash equivalents at beginning of year	2	1,377,585	1,301,396
Cash and cash equivalents at end of year	2	68,636	1,377,585

The notes form part of these financial statements

Notes to the Cash Flow Statement
for the Year Ended 30 September 2017

1. RECONCILIATION OF (LOSS)/PROFIT BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS

	2017 £	2016 £
(Loss)/profit before taxation	(357,453)	114,697
Depreciation charges	147,980	134,827
Profit on disposal of fixed assets	(10,750)	(6,113)
Finance costs	66,093	60,268
Finance income	(3,825)	(12,876)
	<u>(157,955)</u>	<u>290,803</u>
(Increase)/decrease in stocks	(800,862)	638,202
Increase in trade and other debtors	(254,682)	(32,286)
Decrease in trade and other creditors	(15,164)	(463,196)
	<u>(1,228,663)</u>	<u>433,523</u>
Cash generated from operations	(1,228,663)	433,523

2. CASH AND CASH EQUIVALENTS

The amounts disclosed on the Cash Flow Statement in respect of cash and cash equivalents are in respect of these Balance Sheet amounts:

Year ended 30 September 2017

	30/9/17 £	1/10/16 £
Cash and cash equivalents	497,070	1,713,113
Bank overdrafts	(428,434)	(335,528)
	<u>68,636</u>	<u>1,377,585</u>

Year ended 30 September 2016

	30/9/16 £	1/10/15 £
Cash and cash equivalents	1,713,113	1,445,846
Bank overdrafts	(335,528)	(144,450)
	<u>1,377,585</u>	<u>1,301,396</u>

**Notes to the Financial Statements
for the Year Ended 30 September 2017**

1. LEGAL FORM OF THE COMPANY

Barco Sales Ltd is a private company, limited by shares, incorporated in England. The company's principal place of business is 15 Bessemer Road, Welwyn Garden City, AL7 1HB. The company's registered office is disclosed on page 1.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Principal activity and turnover

The company's principal activity is that of purchase and sale of plumbing equipment to the wholesale market.

Turnover represents the amounts (excluding value added tax) derived from the sale of goods and services to customers during the year. Revenue is recognised when the company becomes entitled to it - usually on the rendering of an invoice.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Long leasehold	- Straight line over the life of the lease
Fixtures and fittings	- 10% - 25% Straight Line
Motor vehicles	- 25% Straight Line
Computer equipment	- 20% Straight Line

Fixed assets are carried in the balance sheet at cost less accumulated depreciation.

Stocks

Stocks are stated at the lower of cost and net estimated selling price less selling costs.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Statement of Comprehensive Income, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

Full provision is made for deferred tax assets and liabilities arising from timing differences between the recognition of gains and losses in the accounts and their recognition for tax purposes.

Foreign currencies

Transactions in foreign currencies are recorded using the rate of exchange ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated using the rate of exchange ruling at the balance sheet date and the gains and losses on translation are included in the Profit & Loss Account.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

**Notes to the Financial Statements - continued
for the Year Ended 30 September 2017**

2. ACCOUNTING POLICIES - continued

Fixed asset and other investments

Fixed asset investments are valued at cost less impairment.

Other investments are valued at cost less impairment.

The investments in Trieste Film Partners and Big Screen Productions 4 LLP have been valued at cost less impairment represented by the total of original cost and partners current account which are reported separately in the company accounts.

Forward foreign currency contracts

Forward foreign currency contracts have been recorded on the balance sheet at fair value using the rate of exchange ruling at the balance sheet date. The gains or losses have been calculated using the contracted rate compared to the rate of exchange ruling at the at the balance sheet date and are included in the profit & loss account.

3. CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

In the application of the Company's accounting policies, which are described in note 2, the directors are required to make judgements, estimates and assumptions about the carrying amounts of assets and Liabilities that are not readily apparent from other sources. The estimates and assumptions are based on all factors that are considered to be relevant. Actual results may differ from these estimates.

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

CRITICAL ACCOUNTING JUDGEMENTS IN APPLYING THE ACCOUNTING POLICIES

The following are the critical judgements that the members have made in the process of applying the Company's accounting policies and that have the most significant effect on the amounts recognised in the financial statements:

Assets, other than those measured at fair value, are assessed for indicators of impairment at each balance sheet date. If there is objective evidence of impairment, an impairment loss is recognised in the profit or loss as described below.

IMPAIRMENT OF FIXED ASSET INVESTMENTS

For fixed asset investments carried at cost less impairment, the impairment loss is the difference between the asset's carrying amount and the best estimate of the amount that would be received for the asset if it were to be sold at the reporting date.

Where indicators exist for a decrease in the impairment loss, and the decrease can be related objectively to an event occurring after the impairment was recognised, the prior impairment loss is tested to determine reversal. An impairment loss is reversed on an individual impaired fixed asset investment to the extent that the revised recoverable value does not lead to a revised carrying value amount higher than the carrying value had no impairment been recognised.

4. TURNOVER

The turnover and profit before taxation are attributable to the one principal activity of the company wholly undertaken in the UK.

Barco Sales Ltd

**Notes to the Financial Statements - continued
for the Year Ended 30 September 2017**

5. EMPLOYEES AND DIRECTORS

	2017	2016
	£	£
Wages and salaries	1,901,484	1,999,351
Social security costs	214,101	216,460
Other pension costs	89,692	25,298
	<u>2,205,277</u>	<u>2,241,109</u>

The average number of employees during the year was as follows:

	2017	2016
Warehouse and distribution	18	18
Sales	12	11
Administration	16	16
	<u>46</u>	<u>45</u>

	2017	2016
	£	£
Directors' remuneration	654,100	889,180
Directors' pension contributions to money purchase schemes	64,000	4,800

The number of directors to whom retirement benefits were accruing was as follows:

Money purchase schemes	<u>3</u>	<u>3</u>
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Information regarding the highest paid director is as follows:

	2017	2016
	£	£
Emoluments etc	295,660	500,000
Pension contributions to money purchase schemes	60,000	-

6. OPERATING PROFIT

The operating profit is stated after charging/(crediting):

	2017	2016
	£	£
Depreciation - owned assets	147,982	134,827
Profit on disposal of fixed assets	(10,750)	(6,113)
Auditors remuneration - audit of the financial statements	28,586	28,586
Taxation compliance services	2,888	2,888
Other non- audit services	74,657	53,971
Foreign exchange differences	<u>(29,209)</u>	<u>10,018</u>

Notes to the Financial Statements - continued
for the Year Ended 30 September 2017

7. AMOUNTS WRITTEN OFF INVESTMENTS

	2017 £	2016 £
Impairment of Film Partnership investment	<u>400,471</u>	<u>(2,083)</u>

8. INTEREST PAYABLE AND SIMILAR EXPENSES

	2017 £	2016 £
Bank interest	1,606	4,358
Directors loan interest	64,482	55,690
Interest on tax paid late	5	-
Hire purchase	-	220
	<u>66,093</u>	<u>60,268</u>

9. TAXATION

Analysis of the tax charge

The tax charge on the loss for the year was as follows:

	2017 £	2016 £
Current tax:		
UK corporation tax	14,528	19,094
Deferred tax	<u>59,700</u>	<u>14,989</u>
Tax on (loss)/profit	<u>74,228</u>	<u>34,083</u>

Reconciliation of total tax charge included in profit and loss

The tax assessed for the year is higher than the standard rate of corporation tax in the UK. The difference is explained below:

	2017 £	2016 £
(Loss)/profit before tax	<u>(357,453)</u>	<u>114,697</u>
(Loss)/profit multiplied by the standard rate of corporation tax in the UK of 19.500% (2016 - 20%)	(69,703)	22,939
Effects of:		
Expenses not deductible for tax purposes	(1,249)	1,587
Capital allowances for period in excess of depreciation	6,688	12,002
Utilisation of tax losses	(5,736)	(18,298)
Partnership taxable income in excess of income arising in the year	5,611	(230)
Partnership amortisation	78,092	-
Adjustments in respect of previous periods	825	1,094
Deferred tax	<u>59,700</u>	<u>14,989</u>
Total tax charge	<u>74,228</u>	<u>34,083</u>

Notes to the Financial Statements - continued
for the Year Ended 30 September 2017

10. PENSION COSTS

The company operates a defined contribution pension scheme in respect of the directors. The scheme and its assets are held by independent managers. The pension charge represents contributions due from the company and amounted to £64,000 (2016: £4,800).

The company operates a defined contribution group personal pension scheme in respect of the employees. The scheme and its assets are held by independent managers. The pension charge represents contributions due from the company and amounted to £25,692 (2016: £20,498). As at 30 September 2017 contributions in the sum of £Nil (2016: £64) were outstanding.

11. TANGIBLE FIXED ASSETS

	Long leasehold £	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST					
At 1 October 2016	2,359,904	464,147	347,878	479,464	3,651,393
Additions	-	24,496	49,312	19,564	93,372
Disposals	-	(8,486)	(36,823)	(71,895)	(117,204)
At 30 September 2017	2,359,904	480,157	360,367	427,133	3,627,561
DEPRECIATION					
At 1 October 2016	423,102	410,503	162,682	428,180	1,424,467
Charge for year	29,199	16,242	81,333	21,208	147,982
Eliminated on disposal	-	(8,486)	(36,823)	(71,895)	(117,204)
At 30 September 2017	452,301	418,259	207,192	377,493	1,455,245
NET BOOK VALUE					
At 30 September 2017	1,907,603	61,898	153,175	49,640	2,172,316
At 30 September 2016	1,936,802	53,644	185,196	51,284	2,226,926

12. FIXED ASSET INVESTMENTS

	2017 £	2016 £
Participating interests	2	2
Other investments not loans	902,138	1,047,144
	902,140	1,047,146

Notes to the Financial Statements - continued
for the Year Ended 30 September 2017

12. **FIXED ASSET INVESTMENTS - continued**

Additional information is as follows:

	Interest in other participating interests £	Unlisted investments £	Totals £
COST			
At 1 October 2016 and 30 September 2017	2	1,022,307	1,022,309
PROVISIONS			
At 1 October 2016	-	15,163	15,163
Provision for year	-	145,006	145,006
At 30 September 2017	-	160,169	160,169
NET BOOK VALUE			
At 30 September 2017	2	862,138	862,140
At 30 September 2016	2	1,007,144	1,007,146

Investments (neither listed nor unlisted) were as follows:

	2017 £	2016 £
Option over motor vehicle	40,000	40,000

The company's investments at the Balance Sheet date in the share capital of companies include the following:

Associated companies

Bessemer Road Management Company Ltd

Registered office:

Nature of business: Property Management

	% holding	31/5/17 £	31/5/16 £
Class of shares:			
Ordinary	40.00		
Aggregate capital and reserves		(3,745)	(3,679)
Loss for the year		(66)	(6,626)

Notes to the Financial Statements - continued
for the Year Ended 30 September 2017

12. **FIXED ASSET INVESTMENTS - continued**

Big Screen Productions 4 LLP

Registered office:

Nature of business: England & Wales

Class of shares:	%
Film scheme	holding
	4.90

	2017	2016
	£	£
Aggregate capital and reserves	137,000	209,000
Loss for the year	<u>(41,000)</u>	<u>(118,000)</u>

Unlisted investments represent the company's 4.9% % interest in Big Screen Productions 4 LLP and a 1.31% equity interest in Trieste Film Partners, a general partnership carrying on a business in British films. The impairment recovered against the original cost of the investment of £620,105 during the year was £1,731 (2016: £2,083).

On 30 September 2013 the company purchased an option over a Limited Edition motor vehicle for 5 years from P J Barrow. Under the terms of the option the amount paid to the seller if exercised would be discounted by 10% and the £40,000 paid for the option.

13. **STOCKS**

	2017	2016
	£	£
Finished goods	<u>3,652,711</u>	<u>2,851,849</u>

In common with many companies in the the plumbing supplies industry, the majority of our suppliers have standard reservation title clauses. To the extent that stock is seperately identifiable, it may be subject to a reservation of title clause.

14. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2017	2016
	£	£
Trade debtors	2,211,914	2,010,558
Amounts owed by group undertakings	2,806,889	2,776,526
Prepayments and accrued income	268,687	245,724
	<u>5,287,490</u>	<u>5,032,808</u>

Notes to the Financial Statements - continued
for the Year Ended 30 September 2017

15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017 £	2016 £
Bank loans and overdrafts (see note 16)	428,434	397,107
Trade creditors	793,109	1,231,561
Amounts owed to connected companies	862,137	543,720
Amounts owed to group undertakings	355,144	277,981
Tax	13,703	18,000
Social security and other taxes	105,679	129,622
VAT	171,571	65,531
Other creditors	-	64
Derivative liability	-	8,389
Directors' current accounts	2,247,268	2,409,381
Accruals and deferred income	169,410	53,233
	<u>5,146,455</u>	<u>5,134,589</u>

The Clydesdale bank loans are secured over the company's share of lease rental income receivable from the Trieste Film Partners investment included under other investments in note 10. The loans were settled in full during the year ended 30 September 2017. The loans were settled in full during the year ended 30 September 2017.

16. LOANS

An analysis of the maturity of loans is given below:

	2017 £	2016 £
Amounts falling due within one year or on demand:		
Bank overdrafts	428,434	335,528
Bank loans	-	61,579
	<u>428,434</u>	<u>397,107</u>

The bank loans are secured on company assets as detailed in note 13 above.

The bank loans are repayable by annual instalments over 15 years (comprising principal and interest elements) and accrue interest at an effective rate of 4.699% per annum. The loans were settled in full during the year ended 30 September 2017.

Notes to the Financial Statements - continued
for the Year Ended 30 September 2017

17. FINANCIAL INSTRUMENTS

As at 30 September 2017 the company has the following financial commitments under Forward Foreign Currency Contracts:-

Maturity	Sell £	Buy \$	Contract rate	Spot Rate	Gain/(Loss)
3 October 2016	72,078	95,000	1.318021	1.2834	1,944
1 November 2016	98,619	130,000	1.318203	1.222	7,764
1 December 2016	125,094	165,000	1.319012	1.2622	5,630
3 January 2017	34,074	45,000	1.320663	1.224	2,691
1 February 2017	113,550	150,000	1.320999	1.2647	5,055
1 March 2017	83,182	110,000	1.322395	1.2317	6,125
Gain on Derivative					£29,209
Derivative Liability at 30 September 2016					£8,389
Derivative Liability at 30 September 2017					£Nil

18. PROVISIONS FOR LIABILITIES

	2017 £	2016 £
Deferred tax	81,677	21,977
		Deferred tax
		£
Balance at 1 October 2016		21,977
Movements in the year		59,700
Balance at 30 September 2017		81,677

19. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:			2017	2016
Number:	Class:	Nominal value:	£	£
1,500	Ordinary	£1	1,500	1,500

**Notes to the Financial Statements - continued
for the Year Ended 30 September 2017**

20. RESERVES

	Retained earnings £
At 1 October 2016	7,713,776
Deficit for the year	(431,681)
	<hr/>
At 30 September 2017	7,282,095
	<hr/>

21. ULTIMATE PARENT COMPANY

The company's parent undertaking is Barco Holdings Limited, a company controlled by the directors by virtue of their shareholdings. The latest financial statements for Barco Holdings Limited can be obtained from Companies House, Crown Way, Cardiff, CF14 3UZ.

22. CONTINGENT LIABILITIES

The company held investments in the following Film Partnerships during the year ended 30 September 2017:-

Trieste Film Partners
Big Film Production 4 LLP

Although not as yet issued the Promoter of both Film Partnership has indicated that HMRC may issue Partner Payment/Accelerated Payment notices withdrawing the tax relief previously received by the Company on these two Film Partnerships. In the event that HMRC succeed in the challenge to disallow the tax relief previously claimed the maximum potential tax liability (before interest and penalties) will be £593,094.

23. RELATED PARTY DISCLOSURES

At the balance sheet date the amount due from Starfish Records Ltd, a fellow group undertaking, was £2,806,889 (2016: £2,776,526). During the year £30,363 was transferred to Starfish Records Ltd as an interest free group loan repayable on demand.

At the balance sheet date the amount due to/(from) Barco holdings Ltd, the company's parent undertaking was £358,143 (2016: £277,981) this amount is an interest free group loan repayable on demand. During the year Barco Holdings Ltd invoiced Management charges of £100,000 (2016:£100,000).

Royalties and advances due to PR and SJ Barrow was £300,000(2016:£Nil in respect of utilisation of the Taurus brand.