

BURFORD GARDEN CENTRE LIMITED

**DIRECTORS' REPORT
AND
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2015**

TUESDAY



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COMPANIES HOUSE

BURFORD GARDEN CENTRE LIMITED

COMPANY INFORMATION

DIRECTORS	Mr N Johnson Mrs C L Johnson Mr P Gingell Ms M Cassens (appointed 1 February 2015) Mr G Sheldrake (appointed 1 February 2015) Ms E Day (appointed 1 February 2015)
COMPANY SECRETARY	Mr P Gingell
REGISTERED NUMBER	02773151
REGISTERED OFFICE	8 King Edward Street Oxford OX1 4HL
TRADING ADDRESS	Shilton Road Burford Oxon OX18 4PA
INDEPENDENT AUDITORS	Wellers Accountants & Statutory Auditors 8 King Edward Street Oxford OX1 4HL
BANKERS	Barclays Bank Plc 95 High Street Burford Oxon OX18 4QP
SOLICITORS	Bower & Bailey Willow House 2 Heynes Place Station Lane Witney Oxon OX28 4YN

BURFORD GARDEN CENTRE LIMITED

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BURFORD GARDEN CENTRE LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 JANUARY 2015

The directors present their report and the accounts for the year ended 31 January 2015.

DIRECTORS' RESPONSIBILITIES STATEMENT

The directors are responsible for preparing the Group strategic report, the Directors' report and the accounts in accordance with applicable law and regulations.

Company law requires the directors to prepare accounts for each financial year. Under that law the directors have elected to prepare the accounts 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 accounts unless they are satisfied that they give a true and fair view of the state of affairs of the company and the group and of the profit or loss of the group for that period. In preparing these accounts, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the group 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 the group and enable them to ensure that the accounts comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

PRINCIPAL ACTIVITIES

The principal activity of the group is that relating to garden centres.

The subsidiary undertaking, Treasures of Tenbury Limited, did not trade in the current or prior year.

DIRECTORS

The directors who served during the year and their interests in the group's issued share capital were:

	"A" Ordinary shares of £1 each		"B" Ordinary shares of £1 each	
	31/1/15	1/2/14	31/1/15	1/2/14
Mr N Johnson	67,590	67,590	7,510	7,510
Mrs C L Johnson	22,410	22,410	2,490	2,490
Mr P Gingell	-	-	-	-

BURFORD GARDEN CENTRE LIMITED

**DIRECTORS' REPORT
FOR THE YEAR ENDED 31 JANUARY 2015**

DISCLOSURE OF INFORMATION TO AUDITORS

Each of the persons who are directors at the time when this Directors' report is approved has confirmed that:

- so far as that director is aware, there is no relevant audit information of which the company and the group's auditors are unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the company and the group's auditors are aware of that information.

AUDITORS

The auditors, Wellers, are deemed to be reappointed in accordance with section 485 of the Companies Act 2006 by virtue of an elective resolution passed by the members on 29 April 1994.

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



.....
Mr P Gingell
Director

Date: 23 October 2015

BURFORD GARDEN CENTRE LIMITED

GROUP STRATEGIC REPORT FOR THE YEAR ENDED 31 JANUARY 2015

BUSINESS REVIEW

The results and the financial position of the group for the year to 31 January 2015 are shown in the attached accounts.

The directors consider that trading performance during the year under review was above expectations. The directors consider that the business faces no specific risks in the forthcoming period other than the general risks associated with retail activities and those relating to wider economic trends. Where risks can be identified, they will be addressed and actions taken, where possible, to control them.

The directors will continue to pursue their policy of ensuring the future growth of the business.

FINANCIAL PERFORMANCE

Turnover for the year was £9,943,262, an increase on last year of approximately 11% (2014 - £8,973,635).

Overall gross profit margin amounted to £4,420,756 (44.5%) which is an improvement on last years £3,972,005 (44.3%).

Operating profit has also increased, amounting to £1,090,549 (11.0%) this year compared to £1,030,543 (11.5%) last year.

The net asset position of the group has improved from £7,536,526 as at 31 January 2014 to £15,311,657 as at 31 January 2015. In addition to the profit generated this year, a revaluation of land and buildings has also contributed to the significant increase in net assets.

PRINCIPAL RISKS AND UNCERTAINTIES

Competitive risk

The group manages competitive trading risk by providing high demand products, having good customer service and by maintaining strong relationships with those customers.

Market risk

The group manages its risk by maintaining a wide customer base, offering a wide product range to customers.

Currency risk

The group purchases some of its stock items in Euros. In order to manage the resultant currency risk the company holds a Euro bank account. All of the group's sales are currently denominated in Sterling.

Interest rate risk

The group ensures it has sufficient cash resources available to cover any additional liabilities arising from interest rate rises. The directors frequently monitor and review relevant interest rates in order to ensure that the group is able to quickly respond to any sudden fluctuations.

Liquidity risk

The group's policy is to finance working capital through retained earnings and bank borrowing at prevailing market interest rates. The directors ensure that sufficient funds are available to meet amounts due and also negotiate extended credit terms with suppliers where necessary.

Bank loan interest is fixed and, as such, monthly repayments are not subject to change. The company protects

BURFORD GARDEN CENTRE LIMITED

**GROUP STRATEGIC REPORT (continued)
FOR THE YEAR ENDED 31 JANUARY 2015**

its liquidity by ensuring there are adequate funds available to meet repayments.

FINANCIAL INSTRUMENTS

The group's principal financial instruments comprise bank balances, bank overdrafts, trade receivables, trade payables and loans to the group.

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



.....
Mr P Gingell
Director

Date: 23 October 2015

BURFORD GARDEN CENTRE LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF BURFORD GARDEN CENTRE LIMITED

We have audited the financial statements of Burford Garden Centre Limited for the year ended 31 January 2015, set out on pages 7 to 28. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an Auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As explained more fully in the Directors' responsibilities statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

SCOPE OF THE AUDIT OF THE FINANCIAL STATEMENTS

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the group's and the parent company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Group strategic report and the Directors' 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 group's and the parent company's affairs as at 31 January 2015 and of the group'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 Group strategic report and the Directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements.

BURFORD GARDEN CENTRE LIMITED

**INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF BURFORD GARDEN CENTRE
LIMITED**

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company 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.



Simon John Hockley Smith (Senior statutory auditor)
for and on behalf of

Wellers

Accountants & Statutory Auditors
8 King Edward Street
Oxford
OX1 4HL

23 October 2015

BURFORD GARDEN CENTRE LIMITED

**CONSOLIDATED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 JANUARY 2015**

	Note	2015 £	2014 £
TURNOVER	1,2	9,943,262	8,973,635
Cost of sales		(5,522,506)	(5,001,629)
GROSS PROFIT		4,420,756	3,972,006
Administrative expenses		(3,382,957)	(2,995,734)
Other operating income	3	52,750	54,271
OPERATING PROFIT	4	1,090,549	1,030,543
EXCEPTIONAL ITEMS			
Exceptional items	8	541,856	-
PROFIT ON ORDINARY ACTIVITIES BEFORE INTEREST		1,632,405	1,030,543
Income from other fixed asset investments		6,106	17,185
Interest receivable and similar income		380	6,428
Interest payable and similar charges	7	(96,350)	(189,033)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		1,542,541	865,123
Tax on profit on ordinary activities	9	(303,567)	(165,970)
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		1,238,974	699,153
Minority interests		(59)	63
PROFIT FOR THE FINANCIAL YEAR	19	1,238,915	699,216

All amounts relate to continuing operations.

The notes on pages 12 to 28 form part of these financial statements.

BURFORD GARDEN CENTRE LIMITED

**CONSOLIDATED STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES
FOR THE YEAR ENDED 31 JANUARY 2015**

	2015 £	2014 £
PROFIT FOR THE FINANCIAL YEAR	1,238,915	699,216
Unrealised surplus on revaluation of tangible fixed assets	7,142,157	-
TOTAL RECOGNISED GAINS AND LOSSES RELATING TO THE YEAR	8,381,072	699,216


The notes on pages 12 to 28 form part of these financial statements.

BURFORD GARDEN CENTRE LIMITED
REGISTERED NUMBER: 02773151

CONSOLIDATED BALANCE SHEET
AS AT 31 JANUARY 2015

	Note	2015 £	2014 £
FIXED ASSETS			
Tangible assets	10	18,385,144	11,111,739
Investments	11	20,000	65,238
		<u>18,405,144</u>	<u>11,176,977</u>
CURRENT ASSETS			
Stocks	12	1,260,826	1,204,010
Debtors	13	117,414	114,482
Cash at bank and in hand		261,139	69,075
		<u>1,639,379</u>	<u>1,387,567</u>
CREDITORS: amounts falling due within one year	14	<u>(1,887,794)</u>	<u>(2,333,355)</u>
NET CURRENT LIABILITIES		<u>(248,415)</u>	<u>(945,788)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>18,156,729</u>	<u>10,231,189</u>
CREDITORS: amounts falling due after more than one year	15	(2,784,127)	(2,630,797)
PROVISIONS FOR LIABILITIES			
Deferred tax	17	(60,945)	(63,866)
NET ASSETS		<u>15,311,657</u>	<u>7,536,526</u>
CAPITAL AND RESERVES			
Called up share capital	18	100,000	100,000
Revaluation reserve	19	13,424,002	6,281,845
Profit and loss account	19	1,772,497	1,139,582
SHAREHOLDERS' FUNDS	20	<u>15,296,499</u>	<u>7,521,427</u>
MINORITY INTERESTS	22	<u>15,158</u>	<u>15,099</u>
		<u>15,311,657</u>	<u>7,536,526</u>

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 23 October 2015.


.....
Mr P Gingell
Director


.....
Mr N Johnson
Director

The notes on pages 12 to 28 form part of these financial statements.


BURFORD GARDEN CENTRE LIMITED
REGISTERED NUMBER: 02773151

COMPANY BALANCE SHEET
AS AT 31 JANUARY 2015

		2015	2014
	Note	£	£
FIXED ASSETS			
Tangible assets	10	18,385,144	11,111,739
Investments	11	294,602	339,840
		<u>18,679,746</u>	<u>11,451,579</u>
CURRENT ASSETS			
Stocks	12	1,260,826	1,204,010
Debtors	13	117,414	114,481
Cash at bank and in hand		257,243	66,360
		<u>1,635,483</u>	<u>1,384,851</u>
CREDITORS: amounts falling due within one year	14	<u>(2,187,897)</u>	<u>(2,633,456)</u>
NET CURRENT LIABILITIES		<u>(552,414)</u>	<u>(1,248,605)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>18,127,332</u>	<u>10,202,974</u>
CREDITORS: amounts falling due after more than one year	15	(2,784,127)	(2,630,797)
PROVISIONS FOR LIABILITIES			
Deferred tax	17	(60,945)	(63,866)
NET ASSETS		<u>15,282,260</u>	<u>7,508,311</u>
CAPITAL AND RESERVES			
Called up share capital	18	100,000	100,000
Revaluation reserve	19	13,424,002	6,281,845
Profit and loss account	19	1,758,258	1,126,466
SHAREHOLDERS' FUNDS	20	<u>15,282,260</u>	<u>7,508,311</u>

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 23 October 2015.


.....
Mr P Gingell
Director


.....
Mr N Johnson
Director

The notes on pages 12 to 28 form part of these financial statements.

BURFORD GARDEN CENTRE LIMITED

**CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 JANUARY 2015**

	Note	2015 £	2014 £
Net cash flow from operating activities	23	1,833,777	1,266,098
Returns on investments and servicing of finance	24	(89,864)	(165,420)
Taxation		(151,594)	(138,822)
Capital expenditure and financial investment	24	(165,923)	(304,694)
Equity dividends paid		(606,000)	(806,000)
CASH INFLOW/(OUTFLOW) BEFORE FINANCING		820,396	(148,838)
Financing	24	189,472	(156,771)
INCREASE/(DECREASE) IN CASH IN THE YEAR		1,009,868	(305,609)

**RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET FUNDS/DEBT
FOR THE YEAR ENDED 31 JANUARY 2015**

	2015 £	2014 £
Increase/(Decrease) in cash in the year	1,009,868	(305,609)
Cash (inflow)/outflow from (increase)/decrease in debt and lease financing	(189,472)	156,771
CHANGE IN NET DEBT RESULTING FROM CASH FLOWS	820,396	(148,838)
Other non-cash changes	-	1
MOVEMENT IN NET DEBT IN THE YEAR	820,396	(148,837)
Net debt at 1 February 2014	(3,783,179)	(3,634,342)
NET DEBT AT 31 JANUARY 2015	(2,962,783)	(3,783,179)

The notes on pages 12 to 28 form part of these financial statements.

BURFORD GARDEN CENTRE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JANUARY 2015

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention as modified by the revaluation of land and buildings and in accordance with applicable accounting standards.

1.2 Basis of consolidation

The financial statements consolidate the accounts of Burford Garden Centre Limited and all of its subsidiary undertakings ('subsidiaries').

1.3 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.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost or valuation less depreciation. Depreciation is not charged on freehold land. Depreciation on other tangible fixed assets is provided at rates calculated to write off the cost or valuation of those assets, less their estimated residual value, over their expected useful lives on the following bases:

Freehold buildings	-	0.05% reducing balance
Plant and machinery	-	15% reducing balance
Motor vehicles	-	25% reducing balance
Computer equipment and website	-	20% straight line

1.5 Revaluation of tangible fixed assets

Individual freehold and leasehold properties are carried at current year value at the balance sheet date. A full valuation is obtained from a qualified valuer for each property every five years, with an interim valuation three years after the previous full valuation, and in any year where it is likely that there has been a material change in value.

Revaluation gains and losses are recognised in the statement of total recognised gains and losses unless losses exceed the previously recognised gains or reflect a clear consumption of economic benefits, in which case the losses are recognised in the profit and loss account.

1.6 Investments

- (i) **Subsidiary undertakings**
Investments in subsidiaries are valued at cost less provision for impairment.
- (ii) **Other investments**
Investments held as fixed assets are shown at cost less provision for impairment.

BURFORD GARDEN CENTRE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JANUARY 2015

1. ACCOUNTING POLICIES (continued)

1.7 Leasing and hire purchase

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the Profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

1.8 Operating leases

Rentals under operating leases are charged to the profit and loss account on a straight line basis over the lease term.

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the period until the date the rent is expected to be adjusted to the prevailing market rate.

1.9 Stocks

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

1.10 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.

Deferred tax is not provided on timing differences arising from the revaluation of fixed assets in the financial statements.

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 discounted.

1.11 Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the balance sheet date.

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction.

Exchange gains and losses are recognised in the profit and loss account.

BURFORD GARDEN CENTRE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2015**

1. ACCOUNTING POLICIES (continued)**1.12 Pensions**

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

2. TURNOVER

The whole of the turnover is attributable to garden centre sales.

All turnover arose within the United Kingdom.

3. OTHER OPERATING INCOME

	2015 £	2014 £
Net rents receivable	52,750	54,271

4. OPERATING PROFIT

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

	2015 £	2014 £
Depreciation of tangible fixed assets:		
- owned by the group	62,225	71,940
- held under finance leases	17,688	11,851
Auditors' remuneration	9,000	9,000
Operating lease rentals:		
- plant and machinery	34,238	33,491
Difference on foreign exchange	4,333	3,201

Auditors fees for the company were £9,000 (2014 - £9,000)

5. STAFF COSTS

Staff costs, including directors' remuneration, were as follows:

	2015 £	2014 £
Wages and salaries	2,168,340	1,842,979
Social security costs	161,249	140,734
Other pension costs	8,204	-
	2,337,793	1,983,713

BURFORD GARDEN CENTRE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2015**

5. STAFF COSTS (continued)

The average monthly number of employees, including the directors, during the year was as follows:

	2015 No.	2014 No.
Directors	3	3
Management	7	7
Administrative staff	25	23
Sales staff	105	96
	<u>140</u>	<u>129</u>

6. DIRECTORS' REMUNERATION

	2015 £	2014 £
Remuneration	<u>141,618</u>	<u>137,152</u>
Company pension contributions to defined contribution pension schemes	<u>1,014</u>	<u>-</u>

During the year retirement benefits were accruing to 1 director (2014 - NIL) in respect of defined contribution pension schemes.

7. INTEREST PAYABLE

	2015 £	2014 £
On bank loans and overdrafts	<u>96,350</u>	<u>189,033</u>

8. EXCEPTIONAL ITEMS

	2015 £	2014 £
Net loan interest compensation	<u>541,856</u>	<u>-</u>

The company received compensation in respect of an historical interest rate hedging product.

BURFORD GARDEN CENTRE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2015**

9. TAXATION

	2015 £	2014 £
Analysis of tax charge in the year		
Current tax (see note below)		
UK corporation tax charge on profit for the year	306,488	151,594
Adjustments in respect of prior periods	-	2,931
Total current tax	<u>306,488</u>	<u>154,525</u>
Deferred tax (see note 17)		
Origination and reversal of timing differences	(2,921)	11,445
Tax on profit on ordinary activities	<u><u>303,567</u></u>	<u><u>165,970</u></u>

Factors affecting tax charge for the year

The tax assessed for the year is lower than (2014 - *lower than*) the standard rate of corporation tax in the UK of 21% (2014 - 23%). The differences are explained below:

	2015 £	2014 £
Profit on ordinary activities before tax	<u>1,542,541</u>	<u>865,123</u>
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 21% (2014 - 23%)	323,934	198,978
Effects of:		
Difference between capital allowances and depreciation	(21,643)	(44,188)
Utilisation of tax losses	(249)	-
Marginal rate relief	(204)	(6,462)
Change in standard rate	4,650	1,103
Adjustments to tax charge in respect of prior periods	-	2,931
Other trading income not included in accounts	-	2,156
Other interest not included in accounts	-	7
Current tax charge for the year (see note above)	<u><u>306,488</u></u>	<u><u>154,525</u></u>

Factors that may affect future tax charges

There are no factors that may affect future tax charges.

BURFORD GARDEN CENTRE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2015**

10. TANGIBLE FIXED ASSETS

Group	Freehold land & buildings £	Plant & machinery £	Motor vehicles £	Computer equipment & website £	Total £
Cost or valuation					
At 1 February 2014	10,735,452	1,405,214	65,089	122,245	12,328,000
Additions	107,864	54,987	34,883	13,427	211,161
Revaluation surplus/(deficit)	7,122,720	-	-	-	7,122,720
	<u>17,966,036</u>	<u>1,460,201</u>	<u>99,972</u>	<u>135,672</u>	<u>19,661,881</u>
Depreciation					
At 1 February 2014	19,437	1,019,760	54,819	122,245	1,216,261
Charge for the year	(19,437)	57,367	20,009	2,537	60,476
	<u>-</u>	<u>1,077,127</u>	<u>74,828</u>	<u>124,782</u>	<u>1,276,737</u>
Net book value					
At 31 January 2015	<u>17,966,036</u>	<u>383,074</u>	<u>25,144</u>	<u>10,890</u>	<u>18,385,144</u>
At 31 January 2014	<u>10,716,015</u>	<u>385,454</u>	<u>10,270</u>	<u>-</u>	<u>11,111,739</u>

The net book value of assets held under finance leases or hire purchase contracts, included above, are as follows:

Group	2015 £	2014 £
Land and buildings	55,726	60,277
Plant and machinery	25,029	27,714
Motor vehicles	26,162	-
	<u>106,917</u>	<u>87,991</u>

Included in land and buildings is freehold land at valuation of £4,700,000 and at cost of £716,500 which is not depreciated.

Cost or valuation at 31 January 2015 is as follows:

Group	Land and buildings £
At cost	4,561,471
At valuation:	
June 2015 valuation (open market existing use basis)	13,404,565
	<u>17,966,036</u>

BURFORD GARDEN CENTRE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2015**

10. TANGIBLE FIXED ASSETS (continued)

If the land and buildings had not been included at valuation they would have been included under the historical cost convention as follows:

Group	2015 £	2014 £
Cost	4,555,017	4,453,607
Accumulated depreciation	(14,389)	(12,986)
Net book value	<u>4,540,628</u>	<u>4,440,621</u>

Company	Freehold land & buildings £	Plant & machinery £	Motor vehicles £	Computer equipment & website £	Total £
Cost or valuation					
At 1 February 2014	10,735,452	1,405,214	65,089	122,245	12,328,000
Additions	107,864	54,987	34,883	13,427	211,161
Revaluation surplus/(deficit)	7,122,720	-	-	-	7,122,720
At 31 January 2015	<u>17,966,036</u>	<u>1,460,201</u>	<u>99,972</u>	<u>135,672</u>	<u>19,661,881</u>
Depreciation					
At 1 February 2014	19,437	1,019,760	54,819	122,245	1,216,261
Charge for the year	(19,437)	57,367	20,009	2,537	60,476
At 31 January 2015	<u>-</u>	<u>1,077,127</u>	<u>74,828</u>	<u>124,782</u>	<u>1,276,737</u>
Net book value					
At 31 January 2015	<u>17,966,036</u>	<u>383,074</u>	<u>25,144</u>	<u>10,890</u>	<u>18,385,144</u>
At 31 January 2014	<u>10,716,015</u>	<u>385,454</u>	<u>10,270</u>	<u>-</u>	<u>11,111,739</u>

The net book value of assets held under finance leases or hire purchase contracts, included above, are as follows:

Company	2015 £	2014 £
Land and buildings	55,726	60,277
Plant and machinery	25,029	27,714
Motor vehicles	26,162	-
	<u>106,917</u>	<u>87,991</u>

BURFORD GARDEN CENTRE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
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Cost or valuation at 31 January 2015 is as follows:

Company	Land and buildings £
At cost:	4,561,471
At valuation:	
22 February 2010 valuation (open market existing use basis)	13,404,565
	17,966,036

The holding company's freehold property, fixtures, fittings and machinery was revalued by Savills (UK) Limited Chartered Surveyors in 2015 at an open market value of £18,360,000.

If the land and buildings had not been included at valuation they would have been included under the historical cost convention as follows:

Company	2015 £	2014 £
Cost	4,555,017	4,453,607
Accumulated depreciation	(14,389)	(12,986)
Net book value	4,540,628	4,440,621

11. FIXED ASSET INVESTMENTS

Group	Unlisted investments £
Cost or valuation	
At 1 February 2014	65,238
Disposals	(45,238)
At 31 January 2015	20,000
Net book value	
At 31 January 2015	20,000
At 31 January 2014	65,238

BURFORD GARDEN CENTRE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2015**

11. FIXED ASSET INVESTMENTS (continued)

Company	Investment in subsidiary company £	Unlisted investments £	Total £
Cost or valuation			
At 1 February 2014	274,602	65,238	339,840
Disposals	-	(45,238)	(45,238)
At 31 January 2015	274,602	20,000	294,602
Net book value			
At 31 January 2015	274,602	20,000	294,602
At 31 January 2014	274,602	65,238	339,840

Details of the principal subsidiary can be found under note number 30.

12. STOCKS

	Group		Company	
	2015 £	2014 £	2015 £	2014 £
Finished goods and goods for resale	1,260,826	1,204,010	1,260,826	1,204,010

The difference between purchase price or production cost of stocks and their replacement cost is not material.

13. DEBTORS

	Group		Company	
	2015 £	2014 £	2015 £	2014 £
Trade debtors	75,373	41,180	75,373	41,179
Other debtors	791	45	791	45
Prepayments and accrued income	41,250	73,257	41,250	73,257
	117,414	114,482	117,414	114,481

BURFORD GARDEN CENTRE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
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14. CREDITORS:
Amounts falling due within one year

	Group		Company	
	2015	2014	2015	2014
	£	£	£	£
Bank loans and overdrafts	397,803	1,166,527	397,803	1,166,527
Net obligations under finance leases and hire purchase contracts	41,991	54,929	41,991	54,929
Trade creditors	606,751	481,019	607,234	481,502
Amounts owed to group undertakings	-	-	299,618	299,618
Corporation tax	306,488	151,594	306,488	151,594
Other taxation and social security	386,824	387,242	386,824	387,242
Other creditors	32,240	14,845	32,242	14,845
Accruals and deferred income	115,697	77,199	115,697	77,199
	1,887,794	2,333,355	2,187,897	2,633,456

Included within other creditors due within one year is a joint loan to the company from Mr N Johnson and Mrs C L Johnson, both directors, amounting to £15,856 (2014 - £2,451).

During the year, at one point this loan account was overdrawn to the sum of £80,955. Interest on the overdrawn loan account amounting to £380 was charged at a rate of 4% until 5 April 2014 and 3.25% thereafter, calculated on a daily basis and charged on a monthly basis. There is no fixed date for repayment. During the year advances of £600,160 and repayments of £613,945 were made.

15. CREDITORS:
Amounts falling due after more than one year

	Group		Company	
	2015	2014	2015	2014
	£	£	£	£
Bank loans	2,733,755	2,583,419	2,733,755	2,583,419
Net obligations under finance leases and hire purchase contracts	50,372	47,378	50,372	47,378
	2,784,127	2,630,797	2,784,127	2,630,797

BURFORD GARDEN CENTRE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2015**

15. CREDITORS:

Amounts falling due after more than one year (continued)

Creditors include amounts not wholly repayable within 5 years as follows:

	Group		Company	
	2015	2014	2015	2014
	£	£	£	£
Repayable by instalments	747,935	1,095,826	747,935	1,095,826

The loans shown above are repayable by monthly instalments and carry interest at normal commercial rates.

Obligations under finance leases and hire purchase contracts, included above, are payable as follows:

	Group		Company	
	2015	2014	2015	2014
	£	£	£	£
Between one and five years	50,372	47,378	50,372	47,378

The finance lease and hire purchase liabilities shown above have been secured against the assets in question.

16. SECURED DEBT

	2015	2014
	£	£
Bank loans and overdraft	3,223,921	3,852,254

All bank loans and overdrafts are secured by a fixed charge over freehold land created on 1 November 1993 and by a fixed and floating charge over the assets of the company created on 18 November 1993, both in favour of Barclays Bank PLC.

17. DEFERRED TAXATION

	Group		Company	
	2015	2014	2015	2014
	£	£	£	£
At beginning of year	63,866	52,421	63,866	52,421
(Released during)/charge for the year (P&L)	(2,921)	11,445	(2,921)	11,445
At end of year	60,945	63,866	60,945	63,866

BURFORD GARDEN CENTRE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2015**

17. DEFERRED TAXATION (continued)

The provision for deferred taxation is made up as follows:

	<u>Group</u>		<u>Company</u>	
	2015	2014	2015	2014
	£	£	£	£
Accelerated capital allowances	60,945	63,866	60,945	63,866

No provision has been made for deferred tax on gains recognised on revaluing freehold land and buildings to its market value where potentially taxable gains have been rolled over into replacement assets.

Such tax would become payable only if the land and buildings were sold without it being possible to claim rollover relief. If the property was disposed of for £18,360,000 the estimated taxation liability would be £2,600,000.

18. SHARE CAPITAL

	2015	2014
	£	£
Allotted, called up and fully paid		
90,000 "A" Ordinary shares of £1 each	90,000	90,000
10,000 "B" Ordinary shares of £1 each	10,000	10,000
	100,000	100,000

19. RESERVES

Group	Revaluation reserve £	Profit and loss account £
At 1 February 2014	6,281,845	1,139,582
Profit for the financial year		1,238,915
Dividends: Equity capital		(606,000)
Surplus on revaluation of freehold property	7,142,157	
At 31 January 2015	13,424,002	1,772,497

BURFORD GARDEN CENTRE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2015**

19. RESERVES (continued)

	Revaluation reserve £	Profit and loss account £
Company		
At 1 February 2014	6,281,845	1,126,466
Profit for the financial year		1,237,792
Dividends: Equity capital		(606,000)
Surplus on revaluation of freehold property	7,142,157	
	<u>13,424,002</u>	<u>1,758,258</u>
At 31 January 2015		

20. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS

	2015 £	2014 £
Group		
Opening shareholders' funds	7,521,427	7,628,211
Profit for the financial year	1,238,915	699,216
Dividends (Note 21)	(606,000)	(806,000)
Other recognised gains and losses during the year	7,142,157	-
	<u>15,296,499</u>	<u>7,521,427</u>
Closing shareholders' funds		
	<u>15,296,499</u>	<u>7,521,427</u>
Company		
Opening shareholders' funds	7,508,311	7,613,893
Profit for the financial year	1,237,792	700,418
Dividends (Note 21)	(606,000)	(806,000)
Other recognised gains and losses during the year	7,142,157	-
	<u>15,282,260</u>	<u>7,508,311</u>
Closing shareholders' funds		
	<u>15,282,260</u>	<u>7,508,311</u>

The company has taken advantage of the exemption contained within section 408 of the Companies Act 2006 not to present its own profit and loss account.

The profit for the year dealt with in the accounts of the company was £1,237,792 (2014 - £700,418).

21. DIVIDENDS

	2015 £	2014 £
Dividends paid on equity capital	<u>606,000</u>	<u>806,000</u>

BURFORD GARDEN CENTRE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2015**

22. MINORITY INTERESTS

Equity

At 1 February 2014	£ (15,099)
Proportion of profit/(loss) after taxation for the year	(59)
At 31 January 2015	<u>(15,158)</u>

23. NET CASH FLOW FROM OPERATING ACTIVITIES

	2015 £	2014 £
Operating profit	1,090,549	1,030,543
Exceptional items	541,856	-
Depreciation of tangible fixed assets	79,913	83,791
(Increase)/decrease in stocks	(56,816)	44,974
(Increase)/decrease in debtors	(2,932)	192,498
Increase/(decrease) in creditors	181,207	(85,708)
Net cash inflow from operating activities	<u><u>1,833,777</u></u>	<u><u>1,266,098</u></u>

24. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN CASH FLOW STATEMENT

	2015 £	2014 £
Returns on investments and servicing of finance		
Interest received	380	6,428
Interest paid	(96,350)	(189,033)
Income from investments	6,106	17,185
Net cash outflow from returns on investments and servicing of finance	<u><u>(89,864)</u></u>	<u><u>(165,420)</u></u>
	2015 £	2014 £
Capital expenditure and financial investment		
Purchase of tangible fixed assets	(211,161)	(259,456)
Purchase of unlisted and other investments	-	(45,238)
Sale of unlisted and other investments	45,238	-
Net cash outflow from capital expenditure	<u><u>(165,923)</u></u>	<u><u>(304,694)</u></u>

BURFORD GARDEN CENTRE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2015**

24. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN CASH FLOW STATEMENT (continued)

	2015 £	2014 £
Financing		
New secured loans	199,417	-
Repayment of loans	-	(259,079)
(Repayment of)/new finance leases	(9,945)	102,308
Net cash inflow/(outflow) from financing	189,472	(156,771)

25. ANALYSIS OF CHANGES IN NET DEBT

	1 February 2014 £	Cash flow £	Other non-cash changes £	31 January 2015 £
Cash at bank and in hand	69,075	192,064	-	261,139
Bank overdraft	(817,804)	817,804	-	-
	(748,729)	1,009,868	-	261,139
Debt:				
Debts due within one year	(403,652)	(189,472)	153,329	(439,795)
Debts falling due after more than one year	(2,630,798)	-	(153,329)	(2,784,127)
Net debt	(3,783,179)	820,396	-	(2,962,783)

26. PENSION COMMITMENTS

The company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £8,204 (2014 - £NIL). Contributions totalling £NIL (2014 - £NIL) were payable to the fund at the balance sheet date.

BURFORD GARDEN CENTRE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JANUARY 2015

27. OPERATING LEASE COMMITMENTS

At 31 January 2015 the group had annual commitments under non-cancellable operating leases as follows:

Group	Land and buildings		Plant and machinery	
	2015 £	2014 £	2015 £	2014 £
Expiry date:				
Within 1 year	3,150	2,888	16,569	4,749
Between 2 and 5 years	-	-	17,669	28,368
Total	3,150	2,888	34,238	33,117

At 31 January 2015 the company had annual commitments under non-cancellable operating leases as follows:

Company	Land and buildings		Plant and machinery	
	2015 £	2014 £	2015 £	2014 £
Expiry date:				
Within 1 year	3,150	2,888	16,569	4,749
Between 2 and 5 years	-	-	17,669	28,368
Total	3,150	2,888	34,238	33,117

28. RELATED PARTY TRANSACTIONS

The company loaned money to Mr N Johnson and Mrs C L Johnson, both directors, during the year. Details of this loan can be found in note 14 of these accounts.

The company has received consultancy services from Mr E Johnson, the father of one of the directors, as detailed below.

Burford Garden Centre Limited received photography and website design services from Burford Productions LLP as detailed below. Nigel Johnson and his two sons are partners of Burford Productions LLP.

Details of transactions during the period and the balances outstanding at the balance sheet date are set out below:

	2015 £	2014 £
Plant hire & consultancy services charged to this company by Mr E Johnson	18,000	18,000
Net balance owed to N and C L Johnson	15,856	2,451
Dividends paid to N and C L Johnson	606,000	806,000
Balance owed to Treasures of Tenbury Limited	299,618	299,618
Photography and website design services charged to the company by Burford Productions LLP	24,000	18,000

BURFORD GARDEN CENTRE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2015**

28. RELATED PARTY TRANSACTIONS (continued)

29. CONTROLLING PARTY

The ultimate controlling party in this year as well as the preceding year is Mr N Johnson by virtue of his directorship and majority shareholding in Burford Garden Centre Limited.

30. PRINCIPAL SUBSIDIARY

Company name	Country	Percentage Shareholding	Principal activity
Treasures of Tenbury Limited	England & Wales	95	Non-Trading