
EVAC+CHAIR INTERNATIONAL LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2014

THURSDAY

COMPANIES HOUSE



A4FNGXSA

A22

10/09/2015

#50

EVAC+CHAIR INTERNATIONAL LIMITED

COMPANY INFORMATION

DIRECTORS

M N Wallace
B M Scholes (resigned 24 October 2014)
A S Whitmore
D T Smith (resigned 12 December 2014)
R A Williams
M A Roberts

REGISTERED NUMBER

03593826

REGISTERED OFFICE

Paraid House
Weston Lane, Tyseley
Birmingham
B11 3RS

INDEPENDENT AUDITORS

Smith Cooper Limited
Chartered Accountants & Statutory Auditors
158 Edmund Street
Birmingham
B3 2HB

BANKERS

Yorkshire Bank
Temple Point
1 Temple Row
Birmingham
B2 5YB

EVAC+CHAIR INTERNATIONAL LIMITED

CONTENTS

	Page
Strategic report	1
Directors' report	3
Independent auditors' report	4 - 5
Profit and loss account	6
Balance sheet	7 - 8
Cash flow statement	9
Notes to the financial statements	10 - 22

EVAC+CHAIR INTERNATIONAL LIMITED

STRATEGIC REPORT FOR THE YEAR ENDED 31 DECEMBER 2014

INTRODUCTION

The principal activities of the company in the period under review continued to be the manufacture, sale and service of emergency evacuation chairs and related training both in the UK and the rest of the world.

The results for the company are disclosed on page 6 to the financial statements and show a pre-tax profit of £127,073 (2013 - £119,022) and turnover of £5,683,567 (2013 - £5,238,067).

BUSINESS REVIEW

Turnover grew by 8.5% compared to the previous year as we started to see returns from the launch of the Emergency Solutions brand and our increased investment in advertising and marketing. The company won further substantial new contracts towards the end of the financial period leading to a large growth in forecast turnover and profitability in 2015.

The company also continued to invest in new and innovative product development and exciting product launches are planned for 2015.

PRINCIPAL RISKS AND UNCERTAINTIES

The principal risks and uncertainties affecting the company in the future are:

- Raw material price increases
- Exchange rate fluctuations
- Introduction of further government legislation increasing the costs of employment

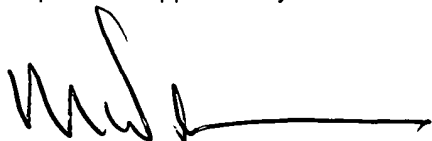
KEY PERFORMANCE INDICATORS

KPIs are used internally in all departments to monitor performance and control costs. However, given the straightforward nature of the business, the company's directors are of the opinion that analysis of these Financial Statements using KPIs is not necessary for an understanding of the development, performance or position of the business.

FUTURE DEVELOPMENTS

The market remains extremely competitive but we have a good pipeline of tender opportunities to bid for and, since the year end, the company has won several new national contracts. Investment in systems has continued as we continually seek to maximise the use of the automated processes available from our software to reduce processing times.

This report was approved by the board on 4 September 2015 and signed on its behalf.



.....
M N Wallace
Director

EVAC+CHAIR INTERNATIONAL LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2014

The directors present their report and the audited financial statements for the year ended 31 December 2014.

DIRECTORS' RESPONSIBILITIES STATEMENT

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

Company law requires the directors to prepare financial statements for each financial year. Under that law 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.

DIRECTORS

The directors who served during the year were:

M N Wallace
B M Scholes (resigned 24 October 2014)
A S Whitmore
D T Smith (resigned 12 December 2014)
R A Williams
M A Roberts

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'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's auditors are aware of that information.

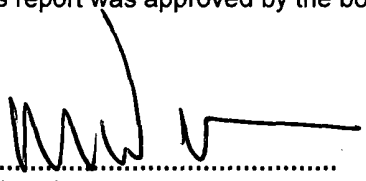
EVAC+CHAIR INTERNATIONAL LIMITED

**DIRECTORS' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2014**

AUDITORS

The auditors, Smith Cooper Limited, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

This report was approved by the board on *4 September 2015* and signed on its behalf.


.....
M N Wallace
Director

EVAC+CHAIR INTERNATIONAL LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF EVAC+CHAIR INTERNATIONAL LIMITED

We have audited the financial statements of Evac+Chair International Limited for the year ended 31 December 2014, set out on pages 6 to 22. 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 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 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 company's affairs as at 31 December 2014 and of its 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 Strategic report and the Directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements.

EVAC+CHAIR INTERNATIONAL LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF EVAC+CHAIR INTERNATIONAL 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, 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.



Jeremy Cope (Senior statutory auditor)

for and on behalf of
Smith Cooper Limited

Chartered Accountants
Statutory Auditors

158 Edmund Street
Birmingham
B3 2HB

Date: 9.9.2015

EVAC+CHAIR INTERNATIONAL LIMITED

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2014**

	Note	2014 £	2013 £
TURNOVER			
Company and share of joint venture turnover		5,750,351	5,238,067
Less: share of joint venture turnover		(66,784)	-
Company turnover	1,2	5,683,567	5,238,067
Cost of sales		(2,258,027)	(1,960,053)
GROSS PROFIT		3,425,540	3,278,014
Distribution costs		(1,229,356)	(1,155,087)
Administrative expenses		(2,032,261)	(1,942,021)
OPERATING PROFIT	3	163,923	180,906
Interest receivable and similar income		139	44
Interest payable and similar charges	6	(36,989)	(61,928)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		127,073	119,022
Tax on profit on ordinary activities	7	(8,390)	1,540
PROFIT FOR THE FINANCIAL YEAR	18	118,683	120,562

All amounts relate to continuing operations.

There were no recognised gains and losses for 2014 or 2013 other than those included in the Profit and loss account.

The notes on pages 10 to 22 form part of these financial statements.

EVAC+CHAIR INTERNATIONAL LIMITED
REGISTERED NUMBER: 03593826

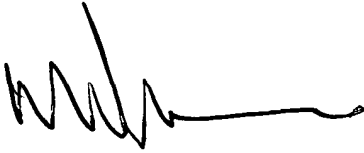
BALANCE SHEET
AS AT 31 DECEMBER 2014

	Note	£	2014 £	£	2013 £
FIXED ASSETS					
Intangible assets	8		13,046		23,313
Tangible assets	9		387,780		387,646
Investments	10		60,000		-
			<u>460,826</u>		<u>410,959</u>
CURRENT ASSETS					
Stocks	11	551,473		534,588	
Debtors	12	4,949,289		5,019,447	
Cash at bank and in hand		89,330		90,359	
		<u>5,590,092</u>		<u>5,644,394</u>	
CREDITORS: amounts falling due within one year	13	<u>(1,967,430)</u>		<u>(2,758,182)</u>	
NET CURRENT ASSETS			<u>3,622,662</u>		<u>2,886,212</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>4,083,488</u>		<u>3,297,171</u>
CREDITORS: amounts falling due after more than one year	14		(745,891)		(69,445)
PROVISIONS FOR LIABILITIES					
Deferred tax	15		(39,854)		(35,875)
ACCRUALS AND DEFERRED INCOME	16		-		(695)
NET ASSETS			<u>3,297,743</u>		<u>3,191,156</u>
CAPITAL AND RESERVES					
Called up share capital	17		1,200		1,200
Profit and loss account	18		3,296,543		3,189,956
SHAREHOLDERS' FUNDS	19		<u>3,297,743</u>		<u>3,191,156</u>

EVAC+CHAIR INTERNATIONAL LIMITED

**BALANCE SHEET (continued)
AS AT 31 DECEMBER 2014**

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:



.....
M N Wallace
Director

Date: 4 September 2015

The notes on pages 10 to 22 form part of these financial statements.

EVAC+CHAIR INTERNATIONAL LIMITED

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2014**

	Note	2014 £	2013 £
Net cash flow from operating activities	21	(461,164)	173,386
Returns on investments and servicing of finance	22	(52,050)	(61,884)
Taxation		11,017	(119,494)
Capital expenditure and financial investment	22	(117,876)	(109,770)
Equity dividends paid		(12,096)	-
CASH OUTFLOW BEFORE FINANCING		(632,169)	(117,762)
Financing	22	631,140	(34,138)
DECREASE IN CASH IN THE YEAR		(1,029)	(151,900)

**RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET FUNDS/DEBT
FOR THE YEAR ENDED 31 DECEMBER 2014**

	2014 £	2013 £
Decrease in cash in the year	(1,029)	(151,900)
Cash (inflow)/outflow from (increase)/decrease in debt and lease financing	(631,140)	34,138
CHANGE IN NET DEBT RESULTING FROM CASH FLOWS	(632,169)	(117,762)
New finance lease	(52,105)	(26,243)
Other non-cash changes	(226,744)	-
MOVEMENT IN NET DEBT IN THE YEAR	(911,018)	(144,005)
Net (debt)/funds at 1 January 2014	(43,754)	100,251
NET DEBT AT 31 DECEMBER 2014	(954,772)	(43,754)

The notes on pages 10 to 22 form part of these financial statements.

EVAC+CHAIR INTERNATIONAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014

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 applicable accounting standards.

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 Intangible fixed assets and amortisation

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

Amortisation is provided at the following rates:

Trademarks, Patents & Technology Costs	- 25 - 50% straight line basis
---	--------------------------------

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	- 10% straight line basis
Motor vehicles	- 25% reducing balance basis
Fixtures & fittings	- 25% straight line basis

1.5 Investments

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

1.6 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.

EVAC+CHAIR INTERNATIONAL LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014**

1. ACCOUNTING POLICIES (continued)

1.7 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.

1.8 Stocks and work in progress

Stocks and work in progress 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.

1.9 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.

1.10 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.

1.11 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.

EVAC+CHAIR INTERNATIONAL LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014**

2. TURNOVER

The whole of the turnover is attributable to the one principal activity of the company.

A geographical analysis of turnover is as follows:

	2014 £	2013 £
United Kingdom	4,142,313	3,848,002
Rest of World	1,541,254	1,390,065
	<u>5,683,567</u>	<u>5,238,067</u>

3. OPERATING PROFIT

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

	2014 £	2013 £
Amortisation	12,419	61,845
Depreciation of tangible fixed assets:		
- owned by the company	81,516	84,319
- held under finance leases	25,484	19,123
Auditors' remuneration	4,725	4,500
Auditors' remuneration - non-audit	10,244	27,735
Operating lease rentals:		
- plant and machinery	120,328	114,480
Difference on foreign exchange	3,876	(1,247)
Research and development expenditure written off	22,161	9,562
Amortisation of government grants	(695)	(929)
	<u> </u>	<u> </u>

4. STAFF COSTS

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

	2014 £	2013 £
Wages and salaries	2,179,604	2,045,701
Social security costs	227,634	213,501
Other pension costs	84,475	83,069
	<u>2,491,713</u>	<u>2,342,271</u>

EVAC+CHAIR INTERNATIONAL LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014**

4. STAFF COSTS (continued)

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

	2014 No.	2013 No.
Production staff	41	40
Administrative staff	31	28
Directors	6	6
	<u>78</u>	<u>74</u>

5. DIRECTORS' REMUNERATION

	2014 £	2013 £
Remuneration	<u>352,227</u>	<u>363,521</u>
Company pension contributions to defined contribution pension schemes	<u>36,120</u>	<u>37,190</u>
Compensation for loss of office	<u>6,000</u>	<u>-</u>

During the year retirement benefits were accruing to 5 directors (2013 - 5) in respect of defined contribution pension schemes.

The highest paid director received remuneration of £92,970 (2013 - £96,925).

The value of the company's contributions paid to a defined contribution pension scheme in respect of the highest paid director amounted to £9,148 (2013 - £12,883).

6. INTEREST PAYABLE

	2014 £	2013 £
On bank loans and overdrafts	6,977	1,822
Other similar charges payable	16,370	56,380
Finance charges	13,642	3,726
	<u>36,989</u>	<u>61,928</u>

EVAC+CHAIR INTERNATIONAL LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014**

7. TAXATION

	2014 £	2013 £
Analysis of tax charge/(credit) in the year		
Current tax (see note below)		
UK corporation tax charge on profit for the year	4,411	14,621
Adjustments in respect of prior periods	-	(25,637)
Total current tax	<u>4,411</u>	<u>(11,016)</u>
Deferred tax (see note 15)		
Origination and reversal of timing differences	<u>3,979</u>	<u>9,476</u>
Tax on profit on ordinary activities	<u><u>8,390</u></u>	<u><u>(1,540)</u></u>

Factors affecting tax charge for the year

The tax assessed for the year is lower than (2013 - *lower than*) the standard rate of corporation tax in the UK of 20% (2013 - 20%). The differences are explained below:

	2014 £	2013 £
Profit on ordinary activities before tax	<u>127,073</u>	<u>119,022</u>
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 20% (2013 - 20%)	25,415	23,804
Effects of:		
Expenses not deductible for tax purposes, other than goodwill amortisation and impairment	3,079	1,909
Capital allowances for year in excess of depreciation	(8,427)	(3,134)
Adjustments to tax charge in respect of prior periods	-	(25,637)
Short term timing difference leading to an increase (decrease) in taxation	4,448	-
Adjustment in research and development tax credit leading to an increase (decrease) in the tax charge	(20,104)	(7,958)
Current tax charge/(credit) for the year (see note above)	<u><u>4,411</u></u>	<u><u>(11,016)</u></u>

Factors that may affect future tax charges

There were no factors that may affect future tax charges.

EVAC+CHAIR INTERNATIONAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014

8. INTANGIBLE FIXED ASSETS

	Patents £
Cost	
At 1 January 2014	392,024
Additions	2,152
At 31 December 2014	394,176
Amortisation	
At 1 January 2014	368,711
Charge for the year	12,419
At 31 December 2014	381,130
Net book value	
At 31 December 2014	13,046
At 31 December 2013	23,313

9. TANGIBLE FIXED ASSETS

	Plant & machinery £	Motor vehicles £	Fixtures & fittings £	Total £
Cost				
At 1 January 2014	888,137	90,431	340,122	1,318,690
Additions	83,066	-	24,068	107,134
At 31 December 2014	971,203	90,431	364,190	1,425,824
Depreciation				
At 1 January 2014	670,326	30,944	229,774	931,044
Charge for the year	48,958	22,914	35,128	107,000
At 31 December 2014	719,284	53,858	264,902	1,038,044
Net book value				
At 31 December 2014	251,919	36,573	99,288	387,780
At 31 December 2013	217,811	59,487	110,348	387,646

EVAC+CHAIR INTERNATIONAL LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014**

9. TANGIBLE FIXED ASSETS (continued)

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

	2014 £	2013 £
Plant and machinery	163,696	82,989
Motor vehicles	7,471	20,579
Furniture, fittings and equipment	15,481	20,917
	<u>186,648</u>	<u>124,485</u>

10. FIXED ASSET INVESTMENTS

	Investment in joint ventures £
Cost or valuation	
At 1 January 2014	-
Additions	60,000
At 31 December 2014	<u>60,000</u>
Net book value	
At 31 December 2014	<u>60,000</u>
At 31 December 2013	<u>-</u>

Joint ventures

Name	Country of incorporation	Class of shares	Holding
Quantum LLC	USA	Ordinary	50%

Joint ventures

Name	Aggregate of share capital and reserves £	Profit/(loss) £
Quantum LLC	<u>70,162</u>	<u>(49,838)</u>

EVAC+CHAIR INTERNATIONAL LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014**

11. STOCKS

	2014 £	2013 £
Raw materials	27,968	35,654
Work in progress	57,360	59,661
Finished goods and goods for resale	466,145	439,273
	<u>551,473</u>	<u>534,588</u>

12. DEBTORS

	2014 £	2013 £
Trade debtors	822,711	986,664
Amounts owed by group undertakings	3,972,870	3,851,070
Other debtors	12,034	33,859
Prepayments and accrued income	141,674	147,854
	<u>4,949,289</u>	<u>5,019,447</u>

Amounts owed by group undertakings represent long term loans to the immediate parent company Hicorp 9 Limited and ultimate parent company Evac+Chair Holdings Limited.

Trade debtors includes £542,142 (2013 - £492,963) secured under an invoice discounting facility.

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

	2014 £	2013 £
Bank loans and overdrafts	143,795	15,000
Other loans	106,116	-
Net obligations under finance leases and hire purchase contracts	48,300	49,668
Trade creditors	562,134	730,217
Corporation tax	4,411	14,620
Other taxation and social security	218,155	167,899
Directors current accounts	122	1,125,252
Other creditors	205,077	230,263
Accruals and deferred income	679,320	425,263
	<u>1,967,430</u>	<u>2,758,182</u>

Bank loans and overdrafts are secured on the assets of the company. Liabilities under finance leases and hire purchase agreements are secured on the individual assets concerned. Included in other creditors is an amount of £197,217 (2013 - £202,930) owed to Lloyds TSB Commercial Finance under an invoice discounting facility, which is secured on the assets of the company.

EVAC+CHAIR INTERNATIONAL LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014**

14. CREDITORS:

Amounts falling due after more than one year

	2014 £	2013 £
Bank loans	559,066	-
Other loans	120,628	-
Net obligations under finance leases and hire purchase contracts	66,197	69,445
	<u>745,891</u>	<u>69,445</u>

Included within the above are amounts falling due as follows:

	2014 £	2013 £
Between one and two years		
Bank loans	147,431	-
Other loans	120,628	-
	<u>268,059</u>	<u>-</u>
Between two and five years		
Bank loans	411,635	-
	<u>411,635</u>	<u>-</u>

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

	2014 £	2013 £
Between one and five years	66,197	69,445
	<u>66,197</u>	<u>69,445</u>

Bank loans are secured over the assets of the company.

Liabilities under finance leases and hire purchase agreements are secured on the individual assets concerned.

15. DEFERRED TAXATION

	2014 £	2013 £
At beginning of year	35,875	26,399
Charge for year (P&L)	3,979	9,476
	<u>39,854</u>	<u>35,875</u>
At end of year	39,854	35,875

EVAC+CHAIR INTERNATIONAL LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014**

15. DEFERRED TAXATION (continued)

The provision for deferred taxation is made up as follows:

	2014 £	2013 £
Accelerated capital allowances	44,302	35,875
Other short term timing differences	(4,448)	-
	<u>39,854</u>	<u>35,875</u>

16. ACCRUALS AND DEFERRED INCOME

	2014 £	2013 £
Government grants	-	695
	<u>-</u>	<u>695</u>

17. SHARE CAPITAL

	2014 £	2013 £
Allotted, called up and fully paid		
1,000 Ordinary A shares of £1 each	1,000	1,000
200 Ordinary B shares of £1 each	200	200
	<u>1,200</u>	<u>1,200</u>

18. RESERVES

	Profit and loss account £
At 1 January 2014	3,189,956
Profit for the financial year	118,683
Dividends: Equity capital	(12,096)
	<u>3,296,543</u>
At 31 December 2014	<u>3,296,543</u>

EVAC+CHAIR INTERNATIONAL LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014**

19. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS

	2014 £	2013 £
Opening shareholders' funds	3,191,156	3,070,594
Profit for the financial year	118,683	120,562
Dividends (Note 20)	(12,096)	-
Closing shareholders' funds	<u>3,297,743</u>	<u>3,191,156</u>

20. DIVIDENDS

	2014 £	2013 £
Dividends paid on equity capital	<u>12,096</u>	<u>-</u>

21. NET CASH FLOW FROM OPERATING ACTIVITIES

	2014 £	2013 £
Operating profit	163,923	180,906
Amortisation of intangible fixed assets	12,419	61,845
Depreciation of tangible fixed assets	107,000	103,442
Increase in stocks	(16,885)	(80,222)
Decrease/(increase) in debtors	166,317	(285,156)
Increase in amounts owed by group undertakings	(106,600)	-
(Decrease)/increase in creditors	(787,338)	192,571
Net cash (outflow)/inflow from operating activities	<u>(461,164)</u>	<u>173,386</u>

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

	2014 £	2013 £
Returns on investments and servicing of finance		
Interest received	139	44
Interest paid	(38,547)	(58,202)
Hire purchase interest	(13,642)	(3,726)
Net cash outflow from returns on investments and servicing of finance	<u>(52,050)</u>	<u>(61,884)</u>

EVAC+CHAIR INTERNATIONAL LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014**

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

	2014 £	2013 £
Capital expenditure and financial investment		
Purchase of intangible fixed assets	(2,152)	(21,030)
Purchase of tangible fixed assets	(55,029)	(87,811)
Purchase of trade investments	(60,000)	-
Government grants received	(695)	(929)
Net cash outflow from capital expenditure	<u>(117,876)</u>	<u>(109,770)</u>
	2014 £	2013 £
Financing		
New secured loans	750,000	90,000
Repayment of loans	(62,139)	(75,000)
Repayment of finance leases	(56,721)	(49,138)
Net cash inflow/(outflow) from financing	<u>631,140</u>	<u>(34,138)</u>

23. ANALYSIS OF CHANGES IN NET DEBT

	1 January 2014 £	Cash flow £	Other non-cash changes £	31 December 2014 £
Cash at bank and in hand	90,359	(1,029)	-	89,330
Debt:				
Finance leases	(119,113)	56,721	(52,105)	(114,497)
Debts due within one year	(15,000)	(687,861)	452,950	(249,911)
Debts falling due after more than one year	-	-	(679,694)	(679,694)
Net debt	<u>(43,754)</u>	<u>(632,169)</u>	<u>(278,849)</u>	<u>(954,772)</u>

24. 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 £84,475 (2013 - £83,069). Contributions totalling £22,238 (2013 - £11,010) were payable to the fund at the balance sheet date and are included in creditors.

EVAC+CHAIR INTERNATIONAL LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014**

25. OPERATING LEASE COMMITMENTS

At 31 December 2014 the company had annual commitments under non-cancellable operating leases as follows:

	Land and buildings			Other
	2014	2013	2014	2013
	£	£	£	£
Expiry date:				
Within 1 year	-	2,700	9,664	8,713
Between 2 and 5 years	42,250	26,000	52,908	55,440
After more than 5 years	66,000	66,000	488	-

26. RELATED PARTY TRANSACTIONS

The company has taken advantage of the exemption contained within Financial Reporting Standard 8 from disclosing transactions with its immediate parent company, Hicorp 9 Limited and ultimate parent company Evac+Chair Holdings Limited, on the grounds that the ultimate parent publishes consolidated financial statements of the group.

During the year, Mr B M Scholes charged £22,809 (2013 - £25,240) to the company in respect of rent of the property occupied by the company at Weston Lane, in respect of the period during which he remained a director.

Mr B Scholes had a director's loan account with company. He ceased to be a director during the year, however, for the purposes of comparability the amount outstanding at the balance sheet date was £226,744 due from the company (2013 - £1,125,252). Interest totalling £31,570 (2013 - £56,380) was charged to the company on this loan during the year.

Mr A Whitmore also has a director's current account with the company. At the year end the amount outstanding was £122 due from the company (2013 due to the company - £55).

27. ULTIMATE PARENT COMPANY

The company's immediate parent company is Hicorp 9 Limited, a company incorporated and registered in England & Wales.

The company's ultimate parent company is Evac + Chair Holdings Limited, a company incorporated and registered in England & Wales.

Evac + Chair Holdings Limited heads the group within which Evac + Chair International Limited belongs and for which group accounts are prepared. Copies of the group accounts can be obtained from Companies House, Crown Way, Maindy, Cardiff CF14 3UZ.

28. CONTROLLING PARTY

The ultimate controlling party is Mr M N Wallace by virtue of his shareholding in the ultimate parent company.