

Registered Number 04008186

Christy Home Textiles Limited
Annual report and financial statements
for the year ended 31 March 2015

WEDNESDAY



A4NDNC6X

A32

30/12/2015

#152

COMPANIES HOUSE

Christy Home Textiles Limited

Annual report and financial statements for the year ended 31 March 2015

Contents

Directors and advisors for the year ended 31 March 2015	3
Directors' report for the year ended 31 March 2015	4
Independent auditors' report to the members of Christy Home Textiles Limited	6
Profit and loss account for the year ended 31 March 2015	8
Balance sheet as at 31 March 2015	9
Statement of accounting policies	10
Notes to the financial statements for the year 31 March 2015	12

Christy Home Textiles Limited

Directors and advisors for the year ended 31 March 2015

Directors

Mr R R Mandawewala

Mr C R Jones

Mr M Bansal

Secretary

Mr M Bansal

Registered Office

Park Square

Bird Hall Lane

Stockport

Cheshire

SK3 0XN

Independent Auditors

PricewaterhouseCoopers LLP

101 Barbirolli Square

Lower Mosley Street

Manchester

M2 3PW

Bankers

Bank of India

79 Newton Street

Manchester

M1 1EX

Bank of Baroda

50 Swan Street

Manchester

M4 5JU

Barclays Bank Plc

Birmingham Team

PO Box 3333

Snow Hill

Queensway

Birmingham

B3 2WN

Christy Home Textiles Limited

Directors' report for the year ended 31 March 2015

The directors present their report and the audited financial statements of the company for the year ended 31 March 2015. This report has been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006, specifically sections 415 (A) regarding the Directors' report and 415 (B) regarding the Strategic Report.

Principal activity, results and dividends

The company manages its investments in subsidiaries. The company's profit and loss account is shown on page 8 and the balance sheet on page 9. The directors have declared and approved the payment of a dividend of £nil (2014: £nil) for the financial year.

The company's position as an intermediate holding company within the Welspun Home Textiles UK Limited group of companies means that it is not directly exposed to any significant financial risks. A summary of those significant financial risks to which the CHT Holdings group is exposed and how they are managed, is provided within the directors' report of the financial statements of CHT Holdings Limited.

The company will continue to operate as an investment company for the foreseeable future.

Directors and their interests

The directors who held office during the year and up to the date of signing the financial statements are given below:

Mr R R Mandawewala

Mr C R Jones (appointed on 3 August 2015)

Mr M Bansal

Mr R J T Walker (resigned on 30 May 2015)

Statement of directors' responsibilities

The directors are responsible for preparing 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 prepared 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 judgements 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; and
- 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.

Christy Home Textiles Limited

Directors' report for the year ended 31 March 2015 (continued)

Disclosure of information to auditors

In accordance with Section 418 of the Companies Act 2006, each director in office at the date the directors' report is approved, confirms that

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

Independent Auditors

A resolution to reappoint PricewaterhouseCoopers LLP as auditors to the company will be proposed at the annual general meeting.

By order of the Board



Mr Manish Bansal
Finance Director
22 October 2015

Christy Home Textiles Limited

Independent auditors' report to the members of Christy Home Textiles Limited

Report on the financial statements

Our opinion

In our opinion, Christy Home Textiles Limited's financial statements (the "financial statements"):

- give a true and fair view of the state of the company's affairs as at 31 March 2015 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.

What we have audited

The financial statements comprise:

- the balance sheet as at 31 March 2015;
- the profit and loss account for the year then ended;
- the statement of accounting policies; and
- the notes to the financial statements, which include other explanatory information.

The financial reporting framework that has been applied in the preparation of the financial statements is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In applying the financial reporting framework, the directors have made a number of subjective judgements, for example in respect of significant accounting estimates. In making such estimates, they have made assumptions and considered future events.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion, the information given in the Directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Other matters on which we are required to report by exception

Adequacy of accounting records and information and explanations received

Under the Companies Act 2006 we are required to report to you if, in our opinion:

- we have not received all the information and explanations we require for our audit; or
- 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.

We have no exceptions to report arising from this responsibility.

Directors' remuneration

Under the Companies Act 2006 we are required to report to you if, in our opinion, certain disclosures of directors' remuneration specified by law are not made. We have no exceptions to report arising from this responsibility.

Christy Home Textiles Limited

Independent auditors' report to the members of Christy Home Textiles Limited (continued)

Responsibilities for the financial statements and the audit

Our responsibilities and those of the directors

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) ("ISAs (UK & Ireland)"). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

What an audit of financial statements involves

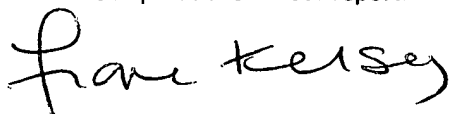
We conducted our audit in accordance with ISAs (UK & Ireland). An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. 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.

We primarily focus our work in these areas by assessing the directors' judgements against available evidence, forming our own judgements, and evaluating the disclosures in the financial statements.

We test and examine information, using sampling and other auditing techniques, to the extent we consider necessary to provide a reasonable basis for us to draw conclusions. We obtain audit evidence through testing the effectiveness of controls, substantive procedures or a combination of both.

In addition, we read all the financial and non-financial information in the Annual 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.



Fiona Kelsey (Senior Statutory Auditor)
for and on behalf of PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
Manchester
23 October 2015

Christy Home Textiles Limited

Profit and loss account for the year ended 31 March 2015

	Notes	2015 £'000	2014 £'000
Operating costs	1	(170)	(170)
Loss on ordinary activities before taxation		(170)	(170)
Net interest receivable		-	6
Tax on loss on ordinary activities	4	-	-
Loss for the financial year	11	(170)	(164)

There were no recognised gains or losses other than those recognised above and therefore no separate statement of total recognised gains and losses has been presented.

There is no material difference between the result on ordinary activities before taxation and the result for the financial year stated above and their historical cost equivalents.

All results were generated from continuing operations.

The accounting policies and notes on pages 10 to 16 form an integral part of these financial statements.

Christy Home Textiles Limited

Balance sheet as at 31 March 2015

	Notes	2015 £'000	2014 £'000
Fixed assets			
Intangible assets	5	625	745
Investments	6	8,226	8,226
		8,851	8,971
Current assets			
Debtors	7	2,750	2,756
Cash at bank and in hand		6	-
		2,756	2,756
Creditors: amounts falling due within one year	8	(9,669)	(9,712)
Net current liabilities		(6,913)	(6,956)
Total assets less current liabilities		1,938	2,015
Net assets		1,938	2,015
Capital and reserves			
Called up share capital	9	1,655	1
Share premium account	11	436	436
Capital redemption reserve	11	-	61
Capital reserve	11	-	1,500
Profit and loss account	10	(153)	17
Total shareholders' funds	11	1,938	2,015

The financial statements on pages 8 to 16 were approved by the Board of Directors on 22 October 2015 and signed on its behalf by:



Mr Manish Bansal
Finance Director
Registered number: 04008186

The accounting policies and notes on pages 10 to 16 form an integral part of these financial statements.

Christy Home Textiles Limited

Statement of accounting policies

Basis of accounting

These financial statements have been prepared on the going concern basis, under the historical cost convention, in accordance with the Companies Act 2006 and applicable accounting standards in the United Kingdom. The principal accounting policies, which have been applied consistently, are set out below.

Basis of preparation

The company is exempt under Section 401 of the Companies Act 2006 from the requirement to prepare consolidated financial statements as it and its subsidiary undertakings are included by full consolidation in the consolidated financial statements of its intermediate parent, Welspun Home Textiles UK Limited.

The company is also exempt under the terms of FRS 8 from disclosing related party transactions with entities that are part of the Welspun Home Textiles UK Limited Group.

The company has taken advantage of the exemption from preparing a cash flow statement under the terms of FRS 1 (revised 1996) as a consolidated cash flow is included in the financial statements of the ultimate parent undertaking.

Investments

Investments in subsidiaries and associated undertakings are shown at cost, unless their value has been impaired in which case they are valued at the higher of their realisable value or value in use.

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date, where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date.

A net deferred tax asset is recognised as recoverable and therefore recognised only when, on the basis of all available evidence, it can be regarded as more likely than not that there will be suitable taxable profits against which to recover carried forward tax losses and from which the future reversal of underlying timing differences can be deducted.

Deferred tax is measured at the average tax rates that are expected to apply in the years in which the timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax is measured on an undiscounted basis.

Operating leases

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

Transactions in foreign currencies

Profit and loss account transactions in foreign currencies are translated into sterling at the exchange rate in operation on the date of the transaction or at contracted forward rates of exchange. Assets and liabilities denominated in foreign currencies are translated into sterling at the closing rates or at contracted forward rates of exchange. All revaluation differences and realised foreign exchange differences are taken to the profit and loss account.

Christy Home Textiles Limited

Statement of accounting policies (continued)

Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

Dividends

Interim dividends are recognised when paid and final dividends are booked as a liability when they are approved by the members passing a written resolution. Dividends paid are not disclosed on the face of the profit and loss account but as a distribution out of profit and loss reserves.

Financial Instruments

Debtors and creditors are non-derivative financial assets or liabilities with fixed or determinable payments that are not quoted on an active market. They are included within assets or liabilities at book value depending on when they fall due.

Intangible assets

Intangible assets relate to goodwill. Goodwill is amortised over 20 years, being the expected useful economic life.

Christy Home Textiles Limited

Notes to the financial statements for the year 31 March 2015

1 Operating costs

	2015 £'000	2014 £'000
Employees and directors (Note 3)	50	50
Amortisation of goodwill (Note 5)	120	120
	170	170

2 Operating loss

Auditors' remuneration has been borne by a parent undertaking, with no recharge to the company.

3 Employees and directors

Staff costs	2015 £'000	2014 £'000
Staff costs (including directors) during the year were as follows:		
Wages and salaries	45	45
Social security costs	3	3
Other pension costs	2	2
	50	50

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

	Number	Number
Administration	1	1
	1	1

Directors	£'000	£'000
Remuneration in respect of directors was as follows:		
Emoluments	45	45
Payments to a defined contribution pension scheme	2	2
	47	47

Retirement benefits

Retirement benefits are accruing to one (2014: one) director under defined contribution schemes at 31 March 2015.

At the end there were no amounts prepaid or owing in relation to defined contribution schemes (2013: nil).

Christy Home Textiles Limited

Notes to the financial statements for the year 31 March 2015 (continued)

4 Tax on loss on ordinary activities

(a) Analysis of charge in year

	2015 £'000	2014 £'000
Current tax		
UK corporation tax on losses for the year	-	-
Adjustments in respect of prior year	-	-
Total current tax	-	-
Total tax on loss on ordinary activities	-	-

(b) Factors affecting tax charge for the year

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

	2015 £'000	2014 £'000
Loss on ordinary activities before taxation	(170)	(164)
Loss on ordinary activities multiplied by standard rate in the UK of 21% (2014: 23%):	(36)	(38)
Effects of:		
Group relief not paid for	10	10
Expenses not deductible for taxation purposes	26	28
Adjustments in respect of prior years	-	-
Current tax charge for the year	-	-

(c) Factors which may affect future tax charges

The standard rate of corporation tax in the UK changed from 23% to 21% with effect from 1 April 2014.

Further changes to the UK corporation tax rates were announced in the Chancellor's Budget on 8 July 2015. These include reductions to the main rate to reduce the rate to 19% from 1 April 2017 and to 18% from 1 April 2020.

As the changes had not been substantively enacted at the balance sheet date their effects are not included in these financial statements.

Christy Home Textiles Limited

Notes to the financial statements for the year 31 March 2015 (continued)

5 Intangible assets

Goodwill is being amortised over 20 years being, in the opinion of the directors, its estimated useful economic life.

	£'000
Cost	
At 1 April 2014	2,394
At 31 March 2015	2,394
Accumulated amortisation	
At 1 April 2014	1,649
Charge for the year	120
At 31 March 2015	1,769
Net book value	
At 31 March 2015	625
At 31 March 2014	745

6 Investments

	Shares in Group Undertakings £'000
Cost	
As at 1 April 2014	8,226
As at 31 March 2015	8,226
Net book value at 31 March 2015	8,226
Net book value at 31 March 2014	8,226

The company has the following subsidiary undertakings incorporated in England and Wales unless otherwise stated

Name	Class of share	Holdings	Nature of business
Welspun UK Limited	Ordinary	100%	Design, manufacture, distribution and retailing of towels & bedding
Christy 2004 Limited *	Ordinary	100%	Dormant
E. R. Kingsley (Textiles) Limited	Ordinary	100%	Dormant
Christy UK Limited	Ordinary	100%	Property company
Christy Welspun GmbH ¹	Ordinary	100%	Sales and distribution for Europe
Christy Lifestyle LLC*	Ordinary	100%	Sales and distribution for USA

In the opinion of the directors the value of the investments is not lower than the net book value as stated above.

* Shares held by a subsidiary company.

¹ Incorporated in Germany

Christy Home Textiles Limited

Notes to the financial statements for the year 31 March 2015 (continued)

7 Debtors

	2015 £'000	2014 £'000
Amounts owed by group undertakings	2,750	2,756
All amounts owed to group undertakings are unsecured, do not bear interest and are repayable on demand		

8 Creditors: amounts falling due within one year

	2015 £'000	2014 £'000
Amounts owed to parent company	-	785
Amounts owed to group undertakings	9,624	8,877
Other creditors	45	50
	9,669	9,712

Amounts owed to group undertakings are unsecured, do not bear interest and are repayable on demand

9 Called up share capital

	2015 £	2014 £
Called up and fully paid		
1,592,760 ordinary shares of £1 each	1,593	-
1000 A ordinary shares	1	1
60,700 preference shares of £1 each	61	-
	1,655	1,000

During the year the Company issued 60,700 preference shares, and 1,593,760 ordinary shares to its parent company.

Christy Home Textiles Limited

Notes to the financial statements for the year 31 March 2015 (continued)

10 Profit and loss account

	£'000
As at 1 April 2014	17
Loss for the financial year	(170)
As at 31 March 2015	(153)

11 Reconciliation of movements in shareholders' funds

	Called up share capital £'000	Share premium account £'000	Capital redemption reserve £'000	Capital Reserve £'000	Profit and loss account £'000	Total £'000
At 1 April 2014	1	436	61	1,500	17	2,015
Interest on capital contribution	-	-	-	93	-	93
Shares issued	1,654		(61)	(1,593)	-	
Loss for the financial year	-	-	-	-	(170)	(170)
At 31 March 2015	1,655	436	-	-	(153)	1,938

12 Ultimate Holding Company

The immediate parent company is CHT Holdings Limited, a company incorporated in Great Britain and registered in England and Wales. The intermediate parent undertaking is Welspun Home Textiles UK Limited, a company incorporated in Great Britain and registered in England and Wales. This is the parent undertaking of the smallest group to consolidate these financial statements. Copies of the Welspun Home Textiles UK Limited consolidated financial statements can be obtained, upon payment of the appropriate fee, from Companies House, Crown Way, Cardiff, CF14 3UZ.

The ultimate parent undertaking and controlling party, by virtue of its 100% shareholding in Welspun Home Textiles UK Limited, is Welspun India Limited, a company incorporated in India and quoted on the Mumbai (India) Stock Exchange. The Mumbai (India) Stock Exchange address is Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai- 400001, India. This is the parent undertaking of the largest group to consolidate these financial statements.

13 Related party transactions

The company has taken advantage of the exemption in FRS 8 "Related Party Disclosures" in not disclosing transactions with entities that are part of the group and wholly-owned by a member of that group.