

Company Registration No. 04615577 (England and Wales)

ABC EARLY LEARNING & CHILDCARE CENTRE UK LIMITED

ANNUAL REPORT

FOR THE PERIOD ENDED 31 MARCH 2015

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COMPANIES HOUSE

ABC EARLY LEARNING & CHILDCARE CENTRE UK LIMITED

COMPANY INFORMATION

DIRECTORS

Mrs E L Catton
Mr D P Hateley

SECRETARY

Mrs E L Catton

COMPANY NUMBER

04615577

REGISTERED OFFICE

Wolverhampton Business Park
Bradbourne Avenue
Wolverhampton
West Midlands
WV10 6AU

AUDITORS

JW Hinks LLP
Chartered Accountants and Registered Auditors
19 Highfield Road
Edgbaston
Birmingham
B15 3BH

BANKERS

Barclays Bank PLC
Queen Square
Wolverhampton
West Midlands
WV1 1DS

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ABC EARLY LEARNING & CHILDCARE CENTRE UK LIMITED

STRATEGIC REPORT

FOR THE PERIOD ENDED 31 MARCH 2015

The directors present the strategic report and financial statements for the period ended 31 March 2015.

REVIEW OF THE BUSINESS

The company's performance has been in line with the directors' expectations for the period ended March 2015. Both Codsall and Wolverhampton Business Park centres are now fully operational and occupancy rates are growing.

We look forward to the coming year and believe that we are well placed to continue to develop the business in all areas of our endeavor.

Principal risks and uncertainties

- 1) Risk of a negative OFSTED inspection report – we have good relations with OFSTED and both centres are due inspection in 2016.
- 2) Government funding – with a growing population and high demand for a childcare provision the risk of a reduction in funding is deemed to be low.
- 3) Competition in local area – with a strong reputation and excellent service provision we are well placed to deal with increased competition.

It is the intention of the company's directors to produce and present a balanced review of the company's performance for the period ended 31 March 2015.

We consider that our key financial performance indicators are those which communicate the performance and strength of the company as a whole.

Annual turnover and gross margin analysis for the periods ended 31 March 2015 to 31 December 2013 are as follows:

	2015	2013
Turnover (£)	2,034,839	1,108,450
Gross profit %	50.52	50.41

Gross profit margins are consistent with previous years, and results continue to improve along with the turnover, and operational capabilities.

On behalf of the board



Mrs E L Catton
DIRECTOR

11 December 2015

ABC EARLY LEARNING & CHILDCARE CENTRE UK LIMITED

DIRECTORS' REPORT

FOR THE PERIOD ENDED 31 MARCH 2015

The directors present their report and financial statements for the period ended 31 March 2015.

RESULTS AND DIVIDENDS

The results for the period are set out on page 6.

The total distributions for the period ended 31 March 2015 were £50,000.

MARKET VALUE OF LAND AND BUILDINGS

In the opinion of the directors the market value of land and buildings exceeds the current net book value.

DIRECTORS

The following directors have held office since 1 January 2014:

Mrs E L Catton

Mr D P Hateley

FINANCIAL INSTRUMENTS

The company's principal financial instruments comprise cash and bank loans. The main purpose of these financial instruments is to raise finance for the company's operations and expansion plans. The company has various other financial instruments such as trade debtors and trade creditors which arise directly from its operations. The company does not enter into derivative transactions.

It is, and has been throughout the period under review, the company's policy that no trading in financial instruments shall be undertaken. The main risks arising from the company's financial instruments are interest rate risk, credit risk and liquidity risk. The board reviews and agrees policies for managing each of these risks and they are summarised below.

AUDITORS

The auditors, J W Hinks LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

DIRECTORS' REPORT (CONTINUED)

FOR THE PERIOD ENDED 31 MARCH 2015

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Strategic Report, 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 judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

STATEMENT OF DISCLOSURE TO AUDITORS

So far as the directors are aware, there is no relevant audit information of which the company's auditors are unaware. Additionally, the directors have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the company's auditors are aware of that information.

On behalf of the board.



Mrs E L Catton

DIRECTOR

11 December 2015

ABC EARLY LEARNING & CHILDCARE CENTRE UK LIMITED

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF ABC EARLY LEARNING & CHILDCARE CENTRE UK LIMITED

We have audited the financial statements of ABC Early Learning & Childcare Centre UK Limited for the period ended 31 March 2015 set out on pages 6 to 19. 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.

This is the first year that the company has been subject to a statutory audit.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As explained more fully in the Directors' Responsibilities Statement set out on pages 2 – 3, 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 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.

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 March 2015 and of its profit for the period 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 Directors' Report for the financial period for which the financial statements are prepared is consistent with the financial statements.

ABC EARLY LEARNING & CHILDCARE CENTRE UK LIMITED

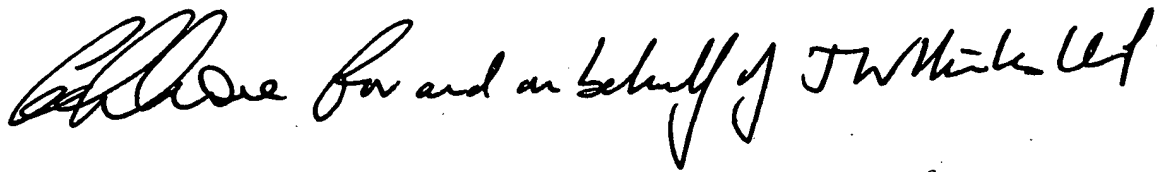
INDEPENDENT AUDITORS' REPORT (CONTINUED)

TO THE MEMBERS OF ABC EARLY LEARNING & CHILDCARE CENTRE UK 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.

A handwritten signature in black ink, appearing to read 'Gary Ashmore for and on behalf of JW Hinks Ltd'.

Mr Gary Ashmore FCA (Senior Statutory Auditor)

for and on behalf of

JW HINKS LLP

CHARTERED ACCOUNTANTS AND REGISTERED AUDITORS

19 Highfield Road

Edgbaston

Birmingham

B15 3BH

11 December 2015

ABC EARLY LEARNING & CHILDCARE CENTRE UK LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE PERIOD ENDED 31 MARCH 2015

		Period ended 31 March 2015 £	Year ended 31 December 2013 £
	Notes		
TURNOVER	2	2,034,839	1,108,450
Cost of sales		(1,006,887)	(549,676)
GROSS PROFIT		1,027,952	558,774
Administrative expenses		(463,697)	(275,659)
Other operating income		9,876	49,793
OPERATING PROFIT	3	574,131	332,908
Other interest receivable and similar income	4	360	346
Interest payable and similar charges	5	(136,712)	(91,866)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		437,779	241,388
Tax on profit on ordinary activities	6	(66,639)	48,542
PROFIT FOR THE PERIOD	15	371,140	289,930

The profit and loss account has been prepared on the basis that all operations are continuing operations.

There are no recognised gains and losses other than those passing through the profit and loss account.

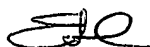
ABC EARLY LEARNING & CHILDCARE CENTRE UK LIMITED

BALANCE SHEET

AS AT 31 MARCH 2015

	Notes	2015 £	2013 £
FIXED ASSETS			
Tangible assets	8	3,988,860	3,913,371
CURRENT ASSETS			
Stocks	9	2,914	2,914
Debtors	10	30,905	52,919
Cash at bank and in hand		191,245	44,749
		<u>225,064</u>	<u>100,582</u>
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	11	<u>(288,954)</u>	<u>(303,340)</u>
NET CURRENT LIABILITIES		<u>(63,890)</u>	<u>(202,758)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>3,924,970</u>	<u>3,710,613</u>
CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	12	(2,924,110)	(3,038,203)
PROVISIONS FOR LIABILITIES	13	(20,900)	(11,100)
ACCRUALS AND DEFERRED INCOME	14	(9,518)	(12,008)
		<u>970,442</u>	<u>649,302</u>
CAPITAL AND RESERVES			
Called up share capital	17	1,000	1,000
Profit and loss account	15	969,442	648,302
SHAREHOLDERS' FUNDS	16	<u>970,442</u>	<u>649,302</u>

Approved by the Board and authorised for issue on 11 December 2015



Mrs E L Catton
DIRECTOR

COMPANY REGISTRATION NO. 04615577

ABC EARLY LEARNING & CHILDCARE CENTRE UK LIMITED

CASH FLOW STATEMENT

FOR THE PERIOD ENDED 31 MARCH 2015

	Period ended 31 March 2015 £	Year ended 31 December 2013 £
NET CASH INFLOW FROM OPERATING ACTIVITIES	571,753	408,684
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE		
Interest received	360	346
Interest paid	(136,712)	(91,866)
NET CASH OUTFLOW FOR RETURNS ON INVESTMENTS AND SERVICING OF FINANCE	(136,352)	(91,520)
TAXATION	-	26,642
CAPITAL EXPENDITURE		
Payments to acquire tangible assets	(126,939)	(1,733,927)
NET CASH OUTFLOW FOR CAPITAL EXPENDITURE	(126,939)	(1,733,927)
EQUITY DIVIDENDS PAID	(50,000)	(50,000)
NET CASH INFLOW/(OUTFLOW) BEFORE MANAGEMENT OF LIQUID RESOURCES AND FINANCING	258,462	(1,440,121)
FINANCING		
New long term bank loan	-	664,063
Other new long term loans	-	372,000
Re-ageing / new short term loans	2,127	77,339
Government grant received	-	500
Repayment of long term bank loan	(79,577)	-
Repayment of other long term loans	(34,516)	-
Repayment of other short term loans	-	(58,595)
NET CASH (OUTFLOW)/INFLOW FROM FINANCING	(111,966)	1,055,307
INCREASE/(DECREASE) IN CASH IN THE PERIOD	146,496	(384,814)

NOTES TO THE CASH FLOW STATEMENT

FOR THE PERIOD ENDED 31 MARCH 2015

1 RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES	2015	2013
	£	£
Operating profit	574,131	332,908
Depreciation of tangible assets	51,450	13,080
Decrease/(increase) in stocks	-	(364)
Decrease/(increase) in debtors	22,014	(20,092)
(Decrease)/Increase in creditors within one year	(73,352)	85,644
Movement on grant provision	(2,490)	(2,492)
NET CASH INFLOW FROM OPERATING ACTIVITIES	571,753	408,684

2 ANALYSIS OF NET DEBT	1 January 2014	Cash flow	Other non-31 March 2015 cash changes
	£	£	£
Net cash:			
Cash at bank and in hand	44,749	146,496	-
Bank deposits	-	-	-
Debt:			
Debts falling due within one year	(63,934)	(2,127)	-
Debts falling due after one year	(3,038,203)	114,093	-
	(3,102,137)	111,966	-
NET DEBT	(3,057,388)	258,462	(2,798,926)

3 RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET DEBT	2015	2013
	£	£
Increase/(decrease) in cash in the period	146,496	(384,814)
Cash outflow/(inflow) from decrease/(increase) in debt	111,966	(1,054,807)
MOVEMENT IN NET DEBT IN THE PERIOD	258,462	(1,439,621)
Opening net debt	(3,057,388)	(1,617,767)
CLOSING NET DEBT	(2,798,926)	(3,057,388)

ABC EARLY LEARNING & CHILDCARE CENTRE UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 MARCH 2015

1 ACCOUNTING POLICIES

1.1 ACCOUNTING CONVENTION

The financial statements are prepared under the historical cost convention.

1.2 COMPLIANCE WITH ACCOUNTING STANDARDS

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated).

1.3 TURNOVER

Turnover represents invoiced sales of services.

1.4 TANGIBLE FIXED ASSETS AND DEPRECIATION

Tangible fixed assets other than freehold land are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Freehold property	1% on cost
Improvements to property	2% on cost
Computer equipment	33% on reducing balance
Fixtures, fittings & equipment	10% on reducing balance

1.5 LEASING

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.6 STOCK

Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving stocks.

1.7 DEFERRED TAXATION

Deferred taxation is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

1.8 GOVERNMENT GRANTS

Grants are credited to deferred revenue. Grants towards capital expenditure are released to the profit and loss account over the expected useful life of the assets. Grants towards revenue expenditure are released to the profit and loss account as the related expenditure is incurred.

ABC EARLY LEARNING & CHILDCARE CENTRE UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 MARCH 2015

1 ACCOUNTING POLICIES (Continued)

1.9 PRIOR YEAR ADJUSTMENT

During the preparation of the financial statements to 31 March 2015 direct labour costs amounting to £523,114 have been reanalysed as direct costs rather than indirect in the 2013 comparative disclosures. Therefore comparative balances have been amended in the 2015 financial statements and there is no effect on the final profit for the year ended 31 December 2013 or opening and closing reserves of the company as at that date.

2 TURNOVER

The total turnover of the company for the period has been derived from its principal activity wholly undertaken in the United Kingdom.

3	OPERATING PROFIT	2015	2013
		£	£
	Operating profit is stated after charging:		
	Depreciation of tangible assets	51,450	13,080
	Operating lease rentals	23,400	18,720
	Auditors' remuneration (including expenses and benefits in kind)	7,590	-

and after crediting:

Government grants	2,490	2,492
	<u>2,490</u>	<u>2,492</u>

4	INVESTMENT INCOME	2015	2013
		£	£
	Bank interest	357	346
	Other interest	3	-
		<u>360</u>	<u>346</u>

5	INTEREST PAYABLE	2015	2013
		£	£
	On other loans wholly repayable within five years	136,712	91,866
		<u>136,712</u>	<u>91,866</u>

ABC EARLY LEARNING & CHILDCARE CENTRE UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 MARCH 2015

6	TAXATION	2015 £	2013 £
	DOMESTIC CURRENT YEAR TAX		
	U.K. corporation tax	56,839	(6,466)
	Adjustment for prior years	-	(40,126)
	TOTAL CURRENT TAX	56,839	(46,592)
	DEFERRED TAX		
	Origination and reversal of timing differences	9,800	(1,950)
		66,639	(48,542)
	FACTORS AFFECTING THE TAX CHARGE FOR THE PERIOD		
	Profit on ordinary activities before taxation	437,779	241,388
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 20.00% (2013 – 20.00%)	87,556	48,278
	Effects of:		
	Permenant adjustments	3,702	420
	Temporary timing differences	(11,147)	(55,164)
	Tax losses utilised	(23,272)	-
	Adjustments to previous periods	-	(40,126)
		(30,717)	(94,870)
	CURRENT TAX CHARGE FOR THE PERIOD	56,839	(46,592)
7	DIVIDENDS	2015 £	2013 £
	Ordinary final paid	50,000	50,000

ABC EARLY LEARNING & CHILDCARE CENTRE UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 MARCH 2015

8 TANGIBLE FIXED ASSETS

	Freehold property	Improvements to property	Computer equipment	Fixtures, fittings & equipment	Total
	£	£	£	£	£
COST					
At 1 January 2014	3,782,542	-	11,537	209,329	4,003,408
Additions	-	111,701	1,829	13,409	126,939
At 31 March 2015	3,782,542	111,701	13,366	222,738	4,130,347
DEPRECIATION					
At 1 January 2014	-	-	10,427	79,610	90,037
Charge for the period	33,937	2,229	971	14,313	51,450
At 31 March 2015	33,937	2,229	11,398	93,923	141,487
NET BOOK VALUE					
At 31 March 2015	3,748,605	109,472	1,968	128,815	3,988,860
At 31 December 2013	3,782,542	-	1,110	129,719	3,913,371

Included in Freehold properties is land amounting to £388,905 (2013 – £388,905) for which depreciation is not provided.

9 STOCKS

	2015	2013
	£	£
Finished goods and goods for resale	2,914	2,914

10 DEBTORS

	2015	2013
	£	£
Trade debtors	22,602	7,389
Other debtors	6,032	6,466
Prepayments and accrued income	2,271	39,064
	30,905	52,919

ABC EARLY LEARNING & CHILDCARE CENTRE UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 MARCH 2015

11	CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	2015	2013
		£	£
	Bank loans and overdrafts	66,061	63,934
	Trade creditors	40,494	107,217
	Amounts owed to participating interests	112	-
	Corporation tax	56,839	-
	Directors' current accounts	21,351	94,226
	Accruals and deferred income	104,097	37,963
		<u>288,954</u>	<u>303,340</u>

ABC EARLY LEARNING & CHILDCARE CENTRE UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 MARCH 2015

12 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	2015 £	2013 £
Bank loans	1,970,971	2,050,548
Other loans	953,139	987,655
	<u>2,924,110</u>	<u>3,038,203</u>
ANALYSIS OF LOANS		
Not wholly repayable within five years by instalments:		
Bank loans	1,706,728	1,783,124
Not wholly repayable within five years other than by instalments:		
Director Loan account	(958,139)	(987,655)
Wholly repayable within five years	2,241,582	2,306,668
	<u>2,990,171</u>	<u>3,102,137</u>
Included in current liabilities	(66,061)	(63,934)
	<u>2,924,110</u>	<u>3,038,203</u>
Instalments not due within five years	-	-
LOAN MATURITY ANALYSIS		
In more than one year but not more than two years	66,061	66,856
In more than two years but not more than five years	198,183	200,568
In more than five years	1,706,728	1,783,124

The Bank loan is secured against the freehold property owned by the company.

ABC EARLY LEARNING & CHILDCARE CENTRE UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 MARCH 2015

13 PROVISIONS FOR LIABILITIES

	Deferred tax liability £
Balance at 1 January 2014	11,100
Profit and loss account	9,800
	<u> </u>
Balance at 31 March 2015	<u>20,900</u>

THE DEFERRED TAX LIABILITY IS MADE UP AS FOLLOWS:

	2015 £	2013 £
Accelerated capital allowances	20,900	11,100
	<u> </u>	<u> </u>

14 ACCRUALS AND DEFERRED INCOME

	Government grants £
Balance at 1 January 2014	12,008
Amortisation in the period	(2,490)
	<u> </u>
Balance at 31 March 2015	<u>9,518</u>

ABC EARLY LEARNING & CHILDCARE CENTRE UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 MARCH 2015

15 STATEMENT OF MOVEMENTS ON PROFIT AND LOSS ACCOUNT

	Profit and loss account £
Balance at 1 January 2014	648,302
Profit for the period	371,140
Dividends paid	(50,000)
Balance at 31 March 2015	<u>969,442</u>

16 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2015 £	2013 £
Profit for the financial period	371,140	289,930
Dividends	(50,000)	(50,000)
Net addition to shareholders' funds	<u>321,140</u>	<u>239,930</u>
Opening Shareholders' funds	649,302	409,372
Closing Shareholders' funds	<u>970,442</u>	<u>649,302</u>

17 SHARE CAPITAL

	2015 £	2013 £
ALLOTTED, CALLED UP AND FULLY PAID		
1000 Ordinary of £1 each	–	1,000
500 Ordinary A of £1 each	500	–
500 Ordinary B of £1 each	500	–
	<u>1,000</u>	<u>1,000</u>

During the year Ordinary shares of the company were redesignated into, 500 Ordinary A shares and 500 Ordinary B shares. There were no extra shares issued or consideration received in respect of the redesignation.

18 FINANCIAL COMMITMENTS

At 31 March 2015 the company was committed to making the following payments under non-cancellable operating leases in the year to 31 March 2016:

	Land and buildings	
	2015	2013
	£	£
Operating leases which expire:		
In over five years	18,720	18,720
	<u> </u>	<u> </u>

19 DIRECTORS' REMUNERATION

	2015	2013
	£	£
Remuneration for qualifying services	13,366	10,795
	<u> </u>	<u> </u>

20 TRANSACTIONS WITH DIRECTORS

At the year end Mrs E L Catton was owed £21,351 (2013 – £28,972) by way of her directors loan account.

At the year end Mr D P Hateley was owed £953,139 (2013 – £1,052,908) by way of his directors loan account.

These amounts were extended on an interest free basis.

There are no fixed repayment terms for these loans, however the sum of £958,139 (2013 – £987,654) is not repayable to Mr D P Hateley within one year of the period end.

21 ULTIMATE CONTROLLING PARTY

The company is under the control of the Board of Directors throughout the current and previous periods.

ABC EARLY LEARNING & CHILDCARE CENTRE UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 MARCH 2015

22 RELATED PARTY RELATIONSHIPS AND TRANSACTIONS

Dividends paid to directors

Dividends totalling £50,000 (2013 – £50,000) were paid during the period to the directors.

Law Childcare Developments

During the period ABC Early Learning & Childcare Centre UK Limited paid rent to Law Childcare Developments, a partnership that is under common control amounting to £23,400 (2013 – £18,720). At the period end ABC Early Learning & Childcare Centre UK Limited owed Law Childcare Developments £112 (2013 – £Nil).

The Vadella Fettling Company Limited

During the period ABC Early Learning & Childcare Centre UK Limited paid The Vadella Fettling Company Limited £28,568 (2013 – £19,800) for their services. The Vadella Fettling Company Limited is under the control of the spouse of Mrs E L Catton, a company director.

23 EMPLOYEES

NUMBER OF EMPLOYEES

The average monthly number of employees (including directors) during the period was:

	2015 Number	2013 Number
Directors	2	2
Direct salaries	66	51
Management and administration	6	4
Maintenance	2	1
	<u>76</u>	<u>58</u>

EMPLOYMENT COSTS

	2015 £	2013 £
Wages and salaries	1,036,984	575,858
Social security costs	49,571	28,111
	<u>1,086,555</u>	<u>603,969</u>