

Registration number: 05264188

# The Todd Group Limited

Annual Report and Consolidated Financial Statements

for the Year Ended 31 December 2014

MHI Audit LLP  
Chartered Certified Accountants and Statutory Auditor  
Hamilton House  
25 High Street  
Rickmansworth  
Herts  
WD3 1ET

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COMPANIES HOUSE

# **THE TODD GROUP LIMITED**

## **COMPANY INFORMATION**

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**Director** Mr Matthew Charles Todd

**Company secretary** Mrs Virginia Todd

**Registered office** Hamilton House  
25 High Street  
Rickmansworth  
Herts  
WD3 1ET

**Auditors** MHI Audit LLP  
Chartered Certified Accountants and Statutory Auditor  
Hamilton House  
25 High Street  
Rickmansworth  
Herts  
WD3 1ET

# THE TODD GROUP LIMITED

## STRATEGIC REPORT FOR THE YEAR ENDED 31 DECEMBER 2014

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The director presents his strategic report for the year ended 31 December 2014.

### Business review

#### *Fair review of the business*

The group has continued to grow despite the difficult economic climate. We have expanded operations with the opening of a new Head Office and Distribution Centre in Northolt during the year.

The group's key financial and other performance indicators during the year were as follows:

	Unit	2014	2013
Turnover	£	10,842,878	9,763,574
Turnover growth	%	11	8
Gross profit margin	%	27	26
Profit before tax	£	390,812	298,434

The director is confident in the future of the group's performance.

#### *Principal risks and uncertainties*

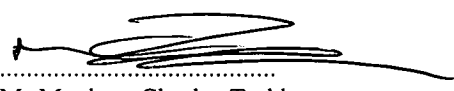
##### Currency risk

The group operates solely in the UK but does makes purchases of raw materials from other countries and therefore has the need to make payments in foreign currency. The group does not hedge such foreign currency cash flows and as a consequence is exposed through fluctuations in foreign exchange rates. During the year the group had an overall gain on foreign exchange of £36 (2013: £1,589 loss) which has been credited / (2013: debited) to the profit and loss account.

##### Interest rate risk

The group pays interest on amounts due on long term bank loans based on market rates which are subject to floating interest rates. It also receives bank interest on deposits held with banks, all based on floating interest rates. The group does not hedge the floating rate to a fixed rate and accordingly the group is subject to interest rate risk through fluctuations in base rates.

Approved by the Board on 29/4/15 and signed on its behalf by:

  
.....  
Mr Matthew Charles Todd  
Director

## **THE TODD GROUP LIMITED**

### **DIRECTOR'S REPORT FOR THE YEAR ENDED 31 DECEMBER 2014**

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The director presents his report and the consolidated financial statements for the year ended 31 December 2014.

#### **Statement of Director's Responsibilities**

The director is responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the director to prepare financial statements for each financial year. Under that law the director has 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 director must not approve the financial statements unless he is satisfied that they give a true and fair view of the state of affairs of the group and the company and of the profit or loss of the group for that period. In preparing these financial statements, the director is required to:

- select suitable accounting policies and 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 director is responsible for keeping adequate accounting records that are sufficient to show and explain the group's and the company's transactions and disclose with reasonable accuracy at any time the financial position of the group and the company and enable him to ensure that the financial statements comply with the Companies Act 2006. He is also responsible for safeguarding the assets of the group and the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

#### **Director of the company**

The director who held office during the year was as follows:

Mr Matthew Charles Todd

#### **Financial instruments**

##### ***Objectives and policies***

The group finances its operations through a mixture of retained profits and bank borrowings.

##### ***Price risk, credit risk, liquidity risk and cash flow risk***

In respect of the group's loans, these comprise of loans from financial institutions. The interest payable on the loans are variable. The company manages liquidity risk by ensuring there are sufficient funds to meet the payments.

#### **Disclosure of information to the auditor**

The director has taken 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 group's auditor is aware of that information. The director confirms that there is no relevant information that he knows of and which he knows the auditor is unaware of.

#### **Reappointment of auditors**

The auditors MHI Audit LLP are deemed to be reappointed under section 487(2) of the Companies Act 2006.

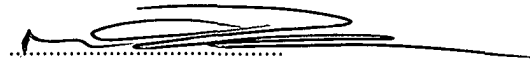
**THE TODD GROUP LIMITED**

**DIRECTOR'S REPORT FOR THE YEAR ENDED 31 DECEMBER 2014**

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Approved by the Board on 25/4/15 and signed on its behalf by:



Mr Matthew Charles Todd  
Director

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE TODD GROUP LIMITED**

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We have audited the financial statements of The Todd Group Limited for the year ended 31 December 2014, set out on pages 7 to 26. 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 auditor's 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 auditor**

As explained more fully in the Statement of Director's Responsibilities (set out on page 3), the director is 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 (APB'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 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 Annual Report and Consolidated Financial Statements 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 of the parent company's affairs as at 31 December 2014 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 Strategic Report and Director's Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

# INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE TODD GROUP LIMITED

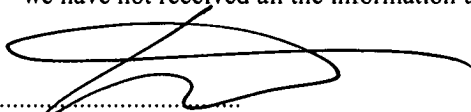
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## **Matters on which we are required to report by exception**

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.



.....  
Mr Chris Bleach FCCA (Senior Statutory Auditor)  
For and on behalf of MHI Audit LLP  
Chartered Certified Accountants and Statutory Auditor

Hamilton House  
25 High Street  
Rickmansworth  
Herts  
WD3 1ET

Date: 29/4/15.....

**THE TODD GROUP LIMITED**  
**CONSOLIDATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31**  
**DECEMBER 2014**

	Note	2014 £	2013 £
Turnover		10,842,878	9,763,574
Cost of sales		<u>(7,952,670)</u>	<u>(7,278,802)</u>
Gross profit		2,890,208	2,484,772
Administrative expenses		<u>(2,479,718)</u>	<u>(2,155,220)</u>
Group operating profit	2	410,490	329,552
Interest payable and similar charges	6	<u>(19,678)</u>	<u>(31,119)</u>
Profit on ordinary activities before taxation		390,812	298,433
Tax on profit on ordinary activities	7	<u>(119,499)</u>	<u>(63,717)</u>
Profit for the financial year attributable to members of the parent company	18	<u><u>271,313</u></u>	<u><u>234,716</u></u>

Turnover and operating profit derive wholly from continuing operations.

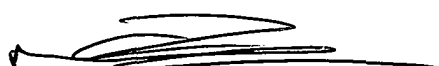
The group has no recognised gains or losses for the year other than the results above.



**THE TODD GROUP LIMITED**  
**CONSOLIDATED BALANCE SHEET AT 31 DECEMBER 2014**

		2014		2013	
	Note	£	£	£	£
<b>Fixed assets</b>					
Intangible fixed assets	8		199,061		219,478
Tangible fixed assets	9		533,938		550,808
<b>Current assets</b>					
Stocks	11	3,085,415		2,537,365	
Debtors	12	741,948		620,102	
Cash at bank and in hand		<u>70,564</u>		<u>53,803</u>	
		3,897,927		3,211,270	
Creditors: Amounts falling due within one year	13	<u>(3,694,538)</u>		<u>(3,072,011)</u>	
Net current assets			<u>203,389</u>		<u>139,259</u>
Total assets less current liabilities			936,388		909,545
Creditors: Amounts falling due after more than one year	14		(103,818)		(153,484)
Provisions for liabilities	15		<u>(68,000)</u>		<u>(55,804)</u>
Net assets			<u><u>764,570</u></u>		<u><u>700,257</u></u>
<b>Capital and reserves</b>					
Called up share capital	16	70,000		70,000	
Profit and loss account	18	<u>694,570</u>		<u>630,257</u>	
Shareholders' funds	19		<u><u>764,570</u></u>		<u><u>700,257</u></u>

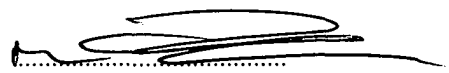
Approved and authorised for issue by the director on 29/1/15

  
 Mr Matthew Charles Todd  
 Director

**THE TODD GROUP LIMITED**  
**(REGISTRATION NUMBER: 05264188)**  
**BALANCE SHEET AT 31 DECEMBER 2014**

	Note	2014 £	2013 £
<b>Fixed assets</b>			
Investments	10	<u>774,646</u>	<u>774,646</u>
<b>Current assets</b>			
Debtors	12	16,720	-
Cash at bank and in hand		<u>-</u>	<u>609</u>
		16,720	609
Creditors: Amounts falling due within one year	13	<u>(34,925)</u>	<u>(372,379)</u>
Net current liabilities		<u>(18,205)</u>	<u>(371,770)</u>
Total assets less current liabilities		756,441	402,876
Creditors: Amounts falling due after more than one year	14	<u>-</u>	<u>(16,475)</u>
Net assets		<u>756,441</u>	<u>386,401</u>
<b>Capital and reserves</b>			
Called up share capital	16	70,000	70,000
Profit and loss account	18	<u>686,441</u>	<u>316,401</u>
Shareholders' funds	19	<u>756,441</u>	<u>386,401</u>

Approved and authorised for issue by the director on 29/4/15

  
Mr Matthew Charles Todd  
Director

**THE TODD GROUP LIMITED**  
**CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31**  
**DECEMBER 2014**

**Reconciliation of operating profit to net cash flow from operating activities**

	2014 £	2013 £
Operating profit	410,490	329,552
Depreciation, amortisation and impairment charges	152,345	152,200
Loss on disposal of fixed assets	8,856	4,225
Increase in stocks	(548,050)	(176,849)
Increase in debtors	(121,846)	(5,400)
Increase in creditors	843,172	185,814
Net cash inflow from operating activities	<u>744,967</u>	<u>489,542</u>

**Cash flow statement**

	2014 £	2013 £
Net cash inflow from operating activities	<u>744,967</u>	<u>489,542</u>
<b>Returns on investments and servicing of finance</b>		
HP and finance lease interest	(5,448)	(3,358)
Interest paid	<u>(14,230)</u>	<u>(27,761)</u>
	<u>(19,678)</u>	<u>(31,119)</u>
Tax paid	<u>(47,203)</u>	<u>(223,774)</u>
<b>Capital expenditure and financial investment</b>		
Purchase of tangible fixed assets	(140,423)	(207,790)
Sale of tangible fixed assets	<u>16,509</u>	<u>31,843</u>
	<u>(123,914)</u>	<u>(175,947)</u>
Equity dividends paid	<u>(207,000)</u>	<u>(250,000)</u>
Net cash inflow/(outflow) before management of liquid resources and financing	<u>347,172</u>	<u>(191,298)</u>
<b>Financing</b>		
Value of new loans obtained during the period	-	400,000
Repayment of loans and borrowings	(221,383)	(201,958)
Repayment of capital element of finance leases and HP contracts	<u>(60,096)</u>	<u>(72,403)</u>
	<u>(281,479)</u>	<u>125,639</u>
Increase/(decrease) in cash	<u>65,693</u>	<u>(65,659)</u>

The notes on pages 12 to 26 form an integral part of these financial statements.

**THE TODD GROUP LIMITED**  
**CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31**  
**DECEMBER 2014**  
..... *CONTINUED*

**Reconciliation of net cash flow to movement in net debt**

	Note	2014 £	2013 £
Increase/(decrease) in cash		65,693	(65,659)
Cash inflow from increase in loans		-	(400,000)
Cash outflow from repayment of loans		221,383	201,958
Cash outflow from repayment of capital element of finance leases and hire purchase contracts		<u>60,096</u>	<u>72,403</u>
Change in net debt resulting from cash flows	22	347,172	(191,298)
 New finance leases		<u>-</u>	<u>(93,338)</u>
Movement in net debt	22	347,172	(284,636)
Net debt at 1 January	22	<u>(810,609)</u>	<u>(525,973)</u>
Net debt at 31 December	22	<u><u>(463,437)</u></u>	<u><u>(810,609)</u></u>

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

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**1 Accounting policies**

**Basis of preparation**

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards.

**Basis of consolidation**

The group financial statements consolidate the financial statements of the company and its subsidiary undertakings drawn up to 31 December 2014.

Subsidiary undertakings are included using the acquisitions method of accounting. Under this method the group profit and loss account and statement of cashflows include the results and cashflows of subsidiaries from the date of acquisition and to the date of sale outside the group in the case of disposals of subsidiaries. The purchase consideration has been allocated to the assets and liabilities on the basis of fair value at the date of acquisition.

No profit and loss account is presented for the company as permitted by Section 408 of the Companies Act 2006. Its profit for the financial year was £577,040 (2013 - £376,694).

**Turnover**

Turnover represents amounts chargeable, net of value added tax, in respect of the sale of goods and services to customers.

**Goodwill**

Positive goodwill is capitalised, classified as an asset on the balance sheet and amortised on a straight line basis over its useful economic life. It is reviewed for impairment at the end of the first full financial year following the acquisition and in other periods if events or changes in circumstances indicate that the carrying value may not be recoverable.

If a subsidiary, associate or business is subsequently sold or closed, any goodwill arising on acquisition that was written off directly to reserves or that has not been amortised through the profit and loss account is taken into account in determining the profit or loss on sale or closure.

**Amortisation**

Amortisation is provided on intangible fixed assets so as to write off the cost, less any estimated residual value, over their expected useful economic life as follows:

<b>Asset class</b>	<b>Amortisation method and rate</b>
Goodwill	Straight line over 20 years

**Depreciation**

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

<b>Asset class</b>	<b>Depreciation method and rate</b>
Leasehold improvements	Over the term of the lease
Plant and machinery	25% reducing balance
Motor vehicles	25% reducing balance

# **THE TODD GROUP LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31**

**DECEMBER 2014**

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### **Fixed asset investments**

Fixed asset investments are stated at historical cost less provision for any diminution in value.

### **Stock**

Stock is valued at the lower of cost and net realisable value, after due regard for obsolete and slow moving stocks. Net realisable value is based on selling price less anticipated costs to completion and selling costs.

### **Deferred tax**

Deferred tax is recognised, without discounting, in respect of all timing differences between the treatment of certain items for taxation and accounting purposes, which have arisen but not reversed by the balance sheet date, except as required by FRS19.

Deferred tax is measured at the rates that are expected to apply in the periods when the timing differences are expected to reverse, based on the tax rates and law enacted at the balance sheet date.

### **Foreign currency**

Transactions in foreign currencies are recorded at the exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated at the closing rates at the balance sheet date. All exchange differences are included in the profit and loss account.

### **Hire purchase and leasing**

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

Assets held under finance leases, which are leases where substantially all the risks and rewards of ownership of the asset have passed to the group, are capitalised in the balance sheet as tangible fixed assets and are depreciated over their useful lives. The capital elements of future obligations under the leases are included as liabilities in the balance sheet. The interest element of the rental obligation is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding. Assets held under hire purchase agreements are capitalised as tangible fixed assets and are depreciated over their useful lives. The capital element of future finance payments is included within creditors. Finance charges are allocated to accounting periods over the length of the contract and represent a constant proportion of the balance of capital repayments outstanding.

### **Financial instruments**

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the group after deducting all of its liabilities. Where shares are issued, any component that creates a financial liability of the group is presented as a liability in the balance sheet. The corresponding dividends relating to the liability component are charged as interest expense in the profit and loss account.

### **Pensions**

The group operates a defined contribution pension scheme. Contributions are recognised in the profit and loss account in the period in which they become payable in accordance with the rules of the scheme.

# THE TODD GROUP LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31

DECEMBER 2014

### 2 Operating profit

Operating profit is stated after charging:

	2014 £	2013 £
Operating leases - other assets	15,633	12,039
Foreign currency (gains)/losses	(36)	1,589
Loss on sale of tangible fixed assets	8,856	4,225
Depreciation of owned assets	123,507	116,609
Depreciation of assets held under finance lease and hire purchase contracts	8,421	15,174
Amortisation	20,417	20,417
Auditor's remuneration	22,844	25,724

### 3 Auditor's remuneration

	2014 £	2013 £
Audit of the financial statements	10,500	10,200
<b>Fees payable to the group's auditor and its associates for other services:</b>		
Taxation compliance services	5,650	4,438
Other services	6,694	11,086
	12,344	15,524
	22,844	25,724

### 4 Particulars of employees

The average number of persons employed by the group (including director) during the year, analysed by category was as follows:

	2014 No.	2013 No.
Administration and support	21	17
Sales	46	41
	67	58

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

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The aggregate payroll costs were as follows:

	2014 £	2013 £
Wages and salaries	1,834,177	1,537,012
Social security costs	179,200	155,194
Staff pensions	6,000	6,000
	<u>2,019,377</u>	<u>1,698,206</u>

**5 Director's remuneration**

The director's remuneration for the year was as follows:

	2014 £	2013 £
Remuneration (including benefits in kind)	14,500	27,085
Company contributions paid to money purchase schemes	<u>6,000</u>	<u>6,000</u>

During the year the number of directors who were receiving benefits and share incentives was as follows:

	2014 No.	2013 No.
Accruing benefits under money purchase pension scheme	<u>1</u>	<u>1</u>

**6 Interest payable and similar charges**

	2014 £	2013 £
Interest on bank borrowings	6	7,628
Interest on other loans	14,224	20,133
Finance charges	<u>5,448</u>	<u>3,358</u>
Group interest payable and similar charges	<u>19,678</u>	<u>31,119</u>



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

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**7 Taxation**

**Tax on profit on ordinary activities**

	<b>2014</b>	<b>2013</b>
	<b>£</b>	<b>£</b>
<b>Current tax</b>		
Corporation tax charge	99,187	39,087
Adjustments in respect of previous years	8,116	1,339
UK Corporation tax	107,303	40,426
<b>Deferred tax</b>		
Origination and reversal of timing differences	12,196	23,291
<b>Total tax on profit on ordinary activities</b>	<b>119,499</b>	<b>63,717</b>

**Factors affecting current tax charge for the year**

Tax on profit on ordinary activities for the year is higher than (2013 - lower than) the standard rate of corporation tax in the UK of 21.5% (2013 - 21.8%).

The differences are reconciled below:

	<b>2014</b>	<b>2013</b>
	<b>£</b>	<b>£</b>
Profit on ordinary activities before taxation	390,812	298,433
Corporation tax at standard rate	84,025	65,054
Depreciation in excess of capital allowances	(4,081)	(32,261)
Other timing differences	687	-
Expenses not deductible for tax purposes	18,210	3,145
Non tax deductible amortisation	4,390	4,083
Adjustment in respect of previous years	8,116	1,339
Relief claimed-non trade charges	(248)	-
Marginal relief	(3,796)	(934)
<b>Total current tax</b>	<b>107,303</b>	<b>40,426</b>

# THE TODD GROUP LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31

DECEMBER 2014

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### 8 Intangible fixed assets

#### Group

	Goodwill £	Total £
<b>Cost</b>		
At 1 January 2014	<u>408,333</u>	<u>408,333</u>
At 31 December 2014	<u>408,333</u>	<u>408,333</u>
<b>Amortisation</b>		
At 1 January 2014	188,855	188,855
Charge for the year	<u>20,417</u>	<u>20,417</u>
At 31 December 2014	<u>209,272</u>	<u>209,272</u>
<b>Net book value</b>		
At 31 December 2014	<u>199,061</u>	<u>199,061</u>
At 31 December 2013	<u>219,478</u>	<u>219,478</u>

# THE TODD GROUP LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31

DECEMBER 2014

### 9 Tangible fixed assets

#### Group

	Plant and machinery £	Motor vehicles £	Leasehold improvements £	Total £
<b>Cost or valuation</b>				
At 1 January 2014	963,354	230,770	460,207	1,654,331
Additions	140,423	-	-	140,423
Disposals	(1,009)	(54,697)	-	(55,706)
At 31 December 2014	1,102,768	176,073	460,207	1,739,048
<b>Depreciation</b>				
At 1 January 2014	620,273	85,326	397,924	1,103,523
Charge for the year	89,262	25,878	16,788	131,928
Eliminated on disposals	-	(30,341)	-	(30,341)
At 31 December 2014	709,535	80,863	414,712	1,205,110
<b>Net book value</b>				
At 31 December 2014	393,233	95,210	45,495	533,938
At 31 December 2013	343,081	145,444	62,283	550,808

#### Leased assets

Included within the net book value of tangible fixed assets is £25,263 (2013 - £108,919) in respect of assets held under finance leases and similar hire purchase contracts. Depreciation for the year on these assets was £8,421 (2013 - £15,174).

### 10 Investments held as fixed assets

#### Company

	2014 £	2013 £
Shares in group undertakings and participating interests	774,646	774,646

# THE TODD GROUP LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31

DECEMBER 2014

### Shares in group undertakings and participating interests

	Subsidiary undertakings £	Total £
<b>Cost</b>		
At 1 January 2014	774,646	774,646
At 31 December 2014	774,646	774,646
<b>Net book value</b>		
At 31 December 2014	774,646	774,646
At 31 December 2013	774,646	774,646

### Details of undertakings

Details of the investments in which the group holds 20% or more of the nominal value of any class of share capital are as follows:

Undertaking	Country of incorporation	Holding	Proportion of voting rights and shares held	Principal activity
<b>Subsidiary undertakings</b>				
Todd Doors Limited		Ordinary shares	100%	retail and wholesale supply of doors

### 11 Stocks

	Group		Company	
	2014 £	2013 £	2014 £	2013 £
Stocks	3,085,415	2,537,365	-	-

# THE TODD GROUP LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31

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### 12 Debtors

	Group		Company	
	2014	2013	2014	2013
	£	£	£	£
Trade debtors	408,737	506,648	-	-
Amounts owed by group undertakings	-	-	16,720	-
Other debtors	146,633	19,847	-	-
Prepayments and accrued income	186,578	93,607	-	-
	<u>741,948</u>	<u>620,102</u>	<u>16,720</u>	<u>-</u>

Group debtors includes £97,917 (2013 - £1,750) receivable after more than one year and parent company debtors includes £nil (2013 - £nil) receivable after more than one year.

This can be analysed as follows:

	Group		Company	
	2014	2013	2014	2013
	£	£	£	£
Other debtors	<u>97,917</u>	<u>1,750</u>	<u>-</u>	<u>-</u>

### 13 Creditors: Amounts falling due within one year

	Group		Company	
	2014	2013	2014	2013
	£	£	£	£
Trade creditors	2,260,355	1,584,388	-	-
Bank loans and overdrafts	420,689	652,581	-	69,070
Obligations under finance lease and hire purchase contracts	9,911	60,097	-	-
Amounts owed to group undertakings	-	-	-	265,846
Corporation tax	99,187	39,087	34,000	37,463
Other taxes and social security	130,043	203,199	-	-
Other creditors	554,917	456,868	370	-
Directors' current accounts	60,555	-	555	-
Accruals and deferred income	158,881	75,791	-	-
	<u>3,694,538</u>	<u>3,072,011</u>	<u>34,925</u>	<u>372,379</u>

# THE TODD GROUP LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31

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Creditors amounts falling due within one year includes the following liabilities, on which security has been given by the group/company:

### Group

	2014 £	2013 £
Bank loans and invoice finance	420,689	652,581
Obligations under finance lease and hire purchase contracts	9,911	60,097
	<u>430,600</u>	<u>712,678</u>

The bank loans are secured against all assets of the company through a standard bank debenture dated 2nd March 2005. The obligations under finance lease and hire purchase contracts are secured on the specific assets subject to the finance provided.

### Company

	2014 £	2013 £
Bank loan	-	69,070

## 14 Creditors: Amounts falling due after more than one year

	Group		Company	
	2014 £	2013 £	2014 £	2013 £
Bank loans and overdrafts	97,500	135,923	-	16,475
Obligations under finance lease and hire purchase contracts	5,901	15,811	-	-
Other creditors	417	1,750	-	-
	<u>103,818</u>	<u>153,484</u>	<u>-</u>	<u>16,475</u>

Creditors amounts falling due after more than one year includes the following liabilities, on which security has been given by the group/company:

### Group

	2014 £	2013 £
Bank loans	97,500	135,923
Obligations under finance lease and hire purchase contracts	5,901	15,811
	<u>103,401</u>	<u>151,734</u>

# THE TODD GROUP LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31

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The bank loans are secured against all assets of the company through a standard bank debenture dated 2nd March 2005. The obligations under finance lease and hire purchase contracts are secured on the specific assets subject to the finance provided.

### Company

	2014 £	2013 £
Bank loan	-	16,475

### Obligations under finance leases and HP contracts

#### Amounts repayable:

	Group		Company	
	2014 £	2013 £	2014 £	2013 £
In one year or less on demand	9,911	60,097	-	-
Between one and two years	5,901	15,811	-	-
	<u>15,812</u>	<u>75,908</u>	<u>-</u>	<u>-</u>

## 15 Provisions

### Group

	Deferred tax £	Total £
At 1 January 2014	55,804	55,804
Charged to the profit and loss account	12,196	12,196
At 31 December 2014	<u>68,000</u>	<u>68,000</u>

#### Analysis of deferred tax

	2014 £	2013 £
Difference between accumulated depreciation and amortisation and capital allowances	<u>68,000</u>	<u>55,804</u>

# THE TODD GROUP LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31

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### 16 Share capital

#### Allotted, called up and fully paid shares

	2014		2013	
	No.	£	No.	£
Ordinary shares of £1 each	<u>70,000</u>	<u>70,000</u>	<u>70,000</u>	<u>70,000</u>

### 17 Dividends

	2014 £	2013 £
<b>Dividends paid</b>		
Current year interim dividend paid	<u>207,000</u>	<u>250,000</u>

### 18 Reserves

#### Group

	Profit and loss account £	Total £
At 1 January 2014	630,257	630,257
Profit for the year	271,313	271,313
Dividends	<u>(207,000)</u>	<u>(207,000)</u>
At 31 December 2014	<u>694,570</u>	<u>694,570</u>

#### Company

	Profit and loss account £	Total £
At 1 January 2014	316,401	316,401
Profit for the year	577,040	577,040
Dividends	<u>(207,000)</u>	<u>(207,000)</u>
At 31 December 2014	<u>686,441</u>	<u>686,441</u>



# THE TODD GROUP LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31

DECEMBER 2014

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### 19 Reconciliation of movement in shareholders' funds

#### Group

	2014 £	2013 £
Profit attributable to the members of the group	271,313	234,716
Dividends	(207,000)	(250,000)
Net addition/(reduction) to shareholders' funds	64,313	(15,284)
Shareholders' funds at 1 January	700,257	715,541
Shareholders' funds at 31 December	764,570	700,257

#### Company

	2014 £	2013 £
Profit attributable to the members of the company	577,040	376,694
Dividends	(207,000)	(250,000)
Net addition to shareholders' funds	370,040	126,694
Shareholders' funds at 1 January	386,401	259,707
Shareholders' funds at 31 December	756,441	386,401

### 20 Pension schemes

#### Defined contribution pension scheme

The group operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the group to the scheme and amounted to £6,000 (2013 - £6,000).

# THE TODD GROUP LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31

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### 21 Commitments

#### Operating lease commitments

##### Group

As at 31 December 2014 the group had annual commitments under non-cancellable operating leases as follows:

Operating leases which expire:

	2014 £	2013 £
<b>Land and buildings</b>		
Within one year	-	53,060
Within two and five years	328,360	320,360
Over five years	308,125	40,000
	<u>636,485</u>	<u>413,420</u>
<b>Other</b>		
Within one year	1,420	-
Within two and five years	14,853	11,391
	<u>16,273</u>	<u>11,391</u>

### 22 Analysis of net debt

	At 1 January 2014 £	Cash flow £	At 31 December 2014 £
Cash at bank and in hand	53,803	16,761	70,564
Bank overdraft	(350,173)	48,932	(301,241)
	<u>(296,370)</u>	<u>65,693</u>	<u>(230,677)</u>
Debt due within one year	(302,408)	182,960	(119,448)
Debt due after more than one year	(135,923)	38,423	(97,500)
Finance leases and hire purchase contracts	(75,908)	60,096	(15,812)
Net debt	<u>(810,609)</u>	<u>347,172</u>	<u>(463,437)</u>

## THE TODD GROUP LIMITED

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31

DECEMBER 2014

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#### 23 Related party transactions

##### Director's advances and credits

	2014 Advance/ Credit £	2014 Repaid £	2013 Advance/ Credit £	2013 Repaid £
<b>Mr Matthew Charles Todd</b>				
Loan advances	<u>123,645</u>	<u>123,645</u>	<u>150,000</u>	<u>150,000</u>

##### Other related party transactions

During the year the company made the following related party transactions:

##### **M Todd** (Director)

The director operates a director's loan account. This loan is interest free with no fixed date for repayment. At the balance sheet date the amount due to M Todd was £60,555 (2013: £nil).

The premises in Dominion Road in Bournemouth which the group occupies is owned by M Todd. The group paid rent for these premises of £112,000 (2013: £100,000) in the year.

The premises in Church Road in Northolt which the group occupies is owned by the parents of M Todd. The group paid rent for these premises of £126,500 (2013: £126,500) in the year.

Included in bank loans are three loans totalling £216,948 (2013: £352,786) owed to NatWest Bank Plc. M Todd has provided a personal guarantee of £150,000 in total in respect of these loans.

A dividend of £124,200 (2013: £150,000) was paid to M Todd during the period.

##### **V Todd** (Spouse of M Todd)

V Todd operates a loan account with the company. This loan is interest free with no fixed date for repayment. At the balance sheet date the amount due to V Todd was £370 (2013: £nil).

A dividend of £82,800 (2013: £100,000) was paid to V Todd during the period.

#### 24 Control

The company is controlled by the director who owns 60% of the called up share capital.