



REGISTERED NUMBER: 05536210

Registrar's
Copy

Needlers Limited

Abbreviated Accounts

31st December 2013

Smailes Goldie
Chartered Accountants

 **UK200Group**
Independent quality assured professionals



Needlers Limited (Registered number: 05536210)

Contents of the Abbreviated Accounts *for the year ended 31st December 2013*

	Page
Company Information	1
Strategic Report	2
Report of the Directors	4
Report of the Independent Auditors on the Abbreviated Accounts	6
Abbreviated Profit and Loss Account	7
Abbreviated Balance Sheet	8
Notes to the Abbreviated Accounts	9

Needlers Limited

Company Information

for the year ended 31st December 2013

DIRECTORS:

A J Needler
Mrs A K Needler
A Mercer
R J Russell

SECRETARY:

J R Shipley

REGISTERED OFFICE:

Reldeen House
Wyke Way
Melton West Business Park
Melton
East Yorkshire
HU14 3BQ

REGISTERED NUMBER:

05536210 (England and Wales)

AUDITORS:

Smailes Goldie
Chartered Accountants
Statutory Auditor
Regent's Court
Princess Street
Hull
East Yorkshire HU2 8BA

Needlers Limited (Registered number: 05536210)

Strategic Report

for the year ended 31st December 2013

The directors present their strategic report for the year ended 31st December 2013.

REVIEW OF BUSINESS

The company continued to perform strongly throughout the year, with excellent sales growth. The market remained highly competitive with margins under continued pressure from food manufacturers. The business will continue to seek large group accounts but will also focus the sales efforts towards the smaller independent food manufacturers to help spread the risk away from the larger food groups.

A new ERP and warehouse management system went live in September 2013 with no disruption to customers. The ERP system is now providing substantially more data which is helping to drive the efficiencies of the business. The system has already improved the pick rates and more importantly pick accuracy in the warehouse.

An investment in sales resource and logistics was made in Ireland, to help strengthen our growing business in this region. The Irish food manufacturing market is growing and many companies have factories in both the U.K. and Ireland.

The management team has been further expanded to include a marketing manager; this has proved to be extremely successful, with a growing presence on social media. Additional services such as training and compliance videos are being offered to customers.

The business continues to invest in training, three of the senior management team being currently involved in personal development and mentoring programmes. Four of the middle managers were also involved in a 5 day team management training course.

Despite the loss of a proportion of business with a large customer, the company has a strong sales pipeline which will mean that sales levels will at least be maintained for 2014.

PRINCIPAL RISKS AND UNCERTAINTIES

The management of the business and the execution of the company's strategy are subject to a number of risks. The key business risks affecting the company are considered to relate to:

- Currency Risk, which the company manages by putting in place a mixture of currency hedges at minimum of 6 months in advance
- Raw material risk. The company is subject to price movements in key raw materials including oil (plastic products), Latex and cotton. The company tries to mitigate these risks by agreeing forward contracts with suppliers
- Bad Debt Risk. The financial health of our key customers is a risk to the business. The company has in place credit insurance protection on companies granted in excess of £10,000 credit.
- Availability of funding. The business has an excellent relationship with its bank and provides monthly management figures and regularly reviews the performance of the business with the bank.

Needlers Limited (Registered number: 05536210)

Strategic Report

for the year ended 31st December 2013

ANALYSIS OF PERFORMANCE

The business is monitored by the Board and by external professionals. The overall performance of the company is measured through the use of the key performance indicators the principal KPI's are

- Sales Growth
- Gross profit % Margin
- Operating Profit as a % of sales
- Average debtor days
- Headroom in bank facilities

With the exception of bank headroom, these figures are evident from the financial statements.

ON BEHALF OF THE BOARD:



A J Needler - Director

15th May 2014

Needlers Limited (Registered number: 05536210)

Report of the Directors

for the year ended 31st December 2013

The directors present their report with the accounts of the company for the year ended 31st December 2013.

DIVIDENDS

Interim dividends of £75,000 were paid during the year. The directors recommend that no final dividend be paid.

DIRECTORS

The directors shown below have held office during the whole of the period from 1st January 2013 to the date of this report.

A J Needler
Mrs A K Needler
A Mercer

Other changes in directors holding office are as follows:

R J Russell - appointed 2nd September 2013

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Report of the Directors 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 AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

Needlers Limited (Registered number: 05536210)

Report of the Directors

for the year ended 31st December 2013

AUDITORS

The auditors, Smailes Goldie, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:

A handwritten signature in black ink, appearing to be 'A J Needler', written over a horizontal line.

A J Needler - Director

15th May 2014

Report of the Independent Auditors to Needlers Limited

Under Section 449 of the Companies Act 2006

We have examined the abbreviated accounts set out on pages seven to nineteen, together with the full financial statements of Needlers Limited for the year ended 31st December 2013 prepared under Section 396 of the Companies Act 2006.

This report is made solely to the company, in accordance with Section 449 of the Companies Act 2006. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special 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, for our work, for this report, or for the opinions we have formed.~~

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with Section 445 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the Regulations made under that Section and to report our opinion to you.

Basis of opinion

We conducted our work in accordance with Bulletin 2008/4 issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 445(3) of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with the Regulations made under that Section.

Ian Lamb FCA CF (Senior Statutory Auditor)
for and on behalf of Smailes Goldie
Chartered Accountants
Statutory Auditor
Regent's Court
Princess Street
Hull
East Yorkshire HU2 8BA

15th May 2014

Needlers Limited (Registered number: 05536210)

Profit and Loss Account

for the year ended 31st December 2013

	Notes	Year ended 31.12.13		Period 1.12.11 to 31.12.12	
		£	£	£	£
TURNOVER	2		20,956,229		18,988,267
Continuing operations		20,220,080		18,306,712	
Discontinued operations		736,149		681,555	
Cost of sales	3		16,421,310		14,927,221
GROSS PROFIT	3		4,534,919		4,061,046
Net operating expenses	3		3,889,195		3,322,877
OPERATING PROFIT	5		645,724		738,169
Continuing operations		627,202		708,051	
Discontinued operations		18,522		30,118	
Exceptional items	6		105,977		(100,943)
			751,701		637,226
Interest payable and similar charges	7		109,012		108,647
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION			642,689		528,579
Tax on profit on ordinary activities	8		160,510		141,154
PROFIT FOR THE FINANCIAL YEAR			482,179		387,425

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profits for the current year or previous period.

Needlers Limited (Registered number: 05536210)

Abbreviated Balance Sheet

31st December 2013

	Notes	2013 £	2012 £
FIXED ASSETS			
Intangible assets	10	334,781	330,417
Tangible assets	11	606,764	593,361
Investments	12	<u>2,364</u>	<u>2,364</u>
		943,909	926,142
CURRENT ASSETS			
Stocks	13	2,868,017	2,794,157
Debtors	14	5,502,043	4,850,250
Cash at bank and in hand		<u>410,313</u>	<u>79,403</u>
		8,780,373	7,723,810
CREDITORS			
Amounts falling due within one year	15	<u>7,177,074</u>	<u>6,473,488</u>
NET CURRENT ASSETS		<u>1,603,299</u>	<u>1,250,322</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		2,547,208	2,176,464
CREDITORS			
Amounts falling due after more than one year	16	(374,154)	(433,882)
PROVISIONS FOR LIABILITIES	20	<u>(47,885)</u>	<u>(24,592)</u>
NET ASSETS		<u>2,125,169</u>	<u>1,717,990</u>
CAPITAL AND RESERVES			
Called up share capital	21	90,000	90,000
Share premium	22	743,578	743,578
Profit and loss account	22	<u>1,291,591</u>	<u>884,412</u>
SHAREHOLDERS' FUNDS	27	<u>2,125,169</u>	<u>1,717,990</u>

The abbreviated accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to medium-sized companies.

The financial statements were approved by the Board of Directors on 15th May 2014 and were signed on its behalf by:



A J Needler - Director

The notes form part of these abbreviated accounts

Needlers Limited (Registered number: 05536210)

Notes to the Abbreviated Accounts

for the year ended 31st December 2013

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention.

Preparation of consolidated financial statements

The company has relied upon the exemptions conferred by section 399 of the Companies Act, 2006 in not preparing group accounts.

Financial Reporting Standard number 1

Exemption has been taken from preparing a cash flow statement on the grounds that the parent company includes the subsidiary in its published financial statements.

Turnover

Turnover is the amount receivable, excluding value added tax, in the ordinary course of business for goods supplied as a principal and for services provided.

Goodwill

Goodwill is written off evenly over its estimated economic life of 19 years and is stated in the balance sheet as cost less amounts written off.

Patents and licences

Patents, trademarks and licences are capitalised at cost. The values are reviewed annually to ensure any impairments are accounted for.

Tangible fixed assets

Depreciation is calculated to write down the original costs of assets over their expected useful lives.

The rates generally applicable are:

Improvements to leasehold property	over remaining period of the lease
Motor vehicles	over 4 years
Plant and equipment	between 2 and 5 years

Stocks

Stock is stated at the lower of cost and net realisable value. Cost represents that expenditure which has been incurred in the normal course of business in bringing the product or service to its present location and condition.

Deferred tax

Deferred taxation is the taxation attributable to timing differences between profits computed for taxation purposes and profits as stated in the accounts. Full provision is made for deferred taxation on the liability method. Provision is only made in respect of deferred taxation assets to the extent that it is anticipated that these timing differences will reverse in the immediate future.

Hire purchase and leasing commitments

Assets acquired under finance leases and hire purchase contracts are treated as fixed assets. The amount capitalised is the present value of the minimum lease payments payable during the lease term. Depreciation is charged to the profit and loss account in accordance with the normal depreciation policy.

The corresponding lease commitments are shown as liabilities. The interest element of rental obligations is charged to the profit and loss account over the period of the lease in proportion to the balance of capital repayments outstanding.

Incentives received in the course of entering in to operating leases are smoothed over the full term of the lease up to the date of the first rent review.

Needlers Limited (Registered number: 05536210)

Notes to the Abbreviated Accounts - continued for the year ended 31st December 2013

1. ACCOUNTING POLICIES - continued

Investments

Fixed asset investments are included at cost unless, in the opinion of the directors, there is a permanent diminution in the value of these investments, in which case a provision is made against the deficit.

Government grants

Government grants relating to tangible fixed assets are treated as deferred income and released to the profit and loss account over the expected useful lives of the assets concerned. Other grants are credited to the profit and loss account as the related expense is incurred.

2. TURNOVER

The turnover is wholly attributable to the company's principal activity carried on within the United Kingdom.

3. ANALYSIS OF OPERATIONS

	Continuing £	2013 Discontinued £	Total £
Cost of sales	<u>15,888,507</u>	<u>532,803</u>	<u>16,421,310</u>
Gross profit	<u>4,331,573</u>	<u>203,346</u>	<u>4,534,919</u>
Net operating expenses:			
Distribution costs	410,509	4,282	414,791
Administrative expenses	3,301,023	180,542	3,481,565
Other operating income	<u>(7,161)</u>	<u>-</u>	<u>(7,161)</u>
	<u>3,704,371</u>	<u>184,824</u>	<u>3,889,195</u>
	Continuing £	2012 Discontinued £	Total £
Cost of sales	<u>14,468,442</u>	<u>458,779</u>	<u>14,927,221</u>
Gross profit	<u>3,838,270</u>	<u>222,776</u>	<u>4,061,046</u>
Net operating expenses:			
Distribution costs	343,738	5,144	348,882
Administrative expenses	2,790,659	187,514	2,978,173
Other operating income	<u>(4,178)</u>	<u>-</u>	<u>(4,178)</u>
	<u>3,130,219</u>	<u>192,658</u>	<u>3,322,877</u>

Needlers Limited (Registered number: 05536210)

Notes to the Abbreviated Accounts - continued for the year ended 31st December 2013

4. STAFF COSTS

	Year ended 31.12.13 £	Period 1.12.11 to 31.12.12 £
Wages and salaries	1,725,767	1,504,335
Social security costs	185,210	147,808
	<u>1,910,977</u>	<u>1,652,143</u>

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

	Year ended 31.12.13	Period 1.12.11 to 31.12.12
Directors	4	3
Sales and administration staff	<u>62</u>	<u>60</u>
	<u>66</u>	<u>63</u>

5. OPERATING PROFIT

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

	Year ended 31.12.13 £	Period 1.12.11 to 31.12.12 £
Hire of plant and machinery	102,278	72,390
Depreciation - owned assets	49,899	47,624
Depreciation - assets on hire purchase contracts	150,647	89,571
Loss/(profit) on disposal of fixed assets	86	(500)
Goodwill amortisation	25,000	27,083
Patents and licences amortisation	3,136	-
Auditors' remuneration	<u>7,688</u>	<u>7,455</u>
Directors' remuneration	<u>211,365</u>	<u>145,327</u>

The number of directors to whom retirement benefits were accruing was as follows:

Money purchase schemes	<u>2</u>	<u>2</u>
------------------------	----------	----------

Needlers Limited (Registered number: 05536210)

Notes to the Abbreviated Accounts - continued for the year ended 31st December 2013

5. OPERATING PROFIT - continued

Information regarding the highest paid director for the year ended 31st December 2013 is as follows:

	Year ended 31.12.13 £
Emoluments etc	<u>116,082</u>

6. EXCEPTIONAL ITEMS

During the year there were the following exceptional items:

	Year ended 31.12.13 £	Period 1.12.11 to 31.12.12 £
Onerous lease costs	-	(39,500)
Relocation costs	-	(61,443)
Profit on sale of Merchant division	<u>105,977</u>	<u>-</u>
	<u>105,977</u>	<u>(100,943)</u>

7. INTEREST PAYABLE AND SIMILAR CHARGES

	Year ended 31.12.13 £	Period 1.12.11 to 31.12.12 £
Included in this category are:		
Interest payable - finance leases and hire purchase contracts	26,264	16,669
Interest payable - bank loans, overdrafts and invoice financing facilities	48,380	53,114
	<u>76,644</u>	<u>69,783</u>

8. TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows:

	Year ended 31.12.13 £	Period 1.12.11 to 31.12.12 £
Current tax:		
UK corporation tax	137,217	144,323
Deferred tax	<u>23,293</u>	<u>(3,169)</u>
Tax on profit on ordinary activities	<u>160,510</u>	<u>141,154</u>

Needlers Limited (Registered number: 05536210)

Notes to the Abbreviated Accounts - continued for the year ended 31st December 2013

8. TAXATION - continued

Factors affecting the tax charge

The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below:

	Year ended 31.12.13 £	Period 1.12.11 to 31.12.12 £
Profit on ordinary activities before tax	<u>642,689</u>	<u>528,579</u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 23% (2012 - 24%)	147,818	126,859
Effects of:		
Capital allowances in excess of depreciation	(15,787)	-
Depreciation in excess of capital allowances	-	7,628
Expenses not deductible for tax purposes	4,970	8,806
Marginal rate relief	(1,253)	(2,508)
Change in rate of corporation tax	<u>1,469</u>	<u>3,538</u>
Current tax charge	<u>137,217</u>	<u>144,323</u>

9. DIVIDENDS

	Year ended 31.12.13 £	Period 1.12.11 to 31.12.12 £
Ordinary shares of £1 each Interim	<u>75,000</u>	<u>86,750</u>

Needlers Limited (Registered number: 05536210)

Notes to the Abbreviated Accounts - continued for the year ended 31st December 2013

10. INTANGIBLE FIXED ASSETS

	Goodwill £	Patents and licences £	Totals £
COST			
At 1st January 2013	475,000	32,500	507,500
Additions	-	32,500	32,500
At 31st December 2013	475,000	65,000	540,000
AMORTISATION			
At 1st January 2013	177,083	-	177,083
Amortisation for year	25,000	3,136	28,136
At 31st December 2013	202,083	3,136	205,219
NET BOOK VALUE			
At 31st December 2013	272,917	61,864	334,781
At 31st December 2012	297,917	32,500	330,417

11. TANGIBLE FIXED ASSETS

	Improvements to property £	Plant and machinery £	Motor vehicles £	Office Equipment £	Totals £
COST					
At 1st January 2013	146,732	324,263	352,985	241,166	1,065,146
Additions	-	29,725	104,563	85,130	219,418
Disposals	-	-	(40,677)	(3,167)	(43,844)
At 31st December 2013	146,732	353,988	416,871	323,129	1,240,720
DEPRECIATION					
At 1st January 2013	11,113	163,200	176,471	121,001	471,785
Charge for year	10,079	45,892	82,123	62,452	200,546
Eliminated on disposal	-	-	(35,208)	(3,167)	(38,375)
At 31st December 2013	21,192	209,092	223,386	180,286	633,956
NET BOOK VALUE					
At 31st December 2013	125,540	144,896	193,485	142,843	606,764
At 31st December 2012	135,619	161,063	176,514	120,165	593,361

Needlers Limited (Registered number: 05536210)

Notes to the Abbreviated Accounts - continued for the year ended 31st December 2013

11. TANGIBLE FIXED ASSETS - continued

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Plant and machinery £	Motor vehicles £	Office Equipment £	Totals £
COST				
At 1st January 2013	218,003	232,844	78,564	529,411
Additions	25,341	104,563	36,259	166,163
Disposals	-	(7,500)	-	(7,500)
Transfer to ownership	<u>(68,773)</u>	<u>-</u>	<u>-</u>	<u>(68,773)</u>
At 31st December 2013	<u>174,571</u>	<u>329,907</u>	<u>114,823</u>	<u>619,301</u>
DEPRECIATION				
At 1st January 2013	65,173	60,197	12,512	137,882
Charge for year	42,870	78,767	29,010	150,647
Eliminated on disposal	-	(2,031)	-	(2,031)
Transfer to ownership	<u>(53,292)</u>	<u>-</u>	<u>-</u>	<u>(53,292)</u>
At 31st December 2013	<u>54,751</u>	<u>136,933</u>	<u>41,522</u>	<u>233,206</u>
NET BOOK VALUE				
At 31st December 2013	<u>119,820</u>	<u>192,974</u>	<u>73,301</u>	<u>386,095</u>
At 31st December 2012	<u>152,830</u>	<u>172,647</u>	<u>66,052</u>	<u>391,529</u>

12. FIXED ASSET INVESTMENTS

	Shares in subsidiary undertaking £	Unlisted investments £	Totals £
COST			
At 1st January 2013 and 31st December 2013	<u>2,000</u>	<u>364</u>	<u>2,364</u>
NET BOOK VALUE			
At 31st December 2013	<u>2,000</u>	<u>364</u>	<u>2,364</u>
At 31st December 2012	<u>2,000</u>	<u>364</u>	<u>2,364</u>

The company's investments at the balance sheet date in the share capital of companies include the following:

B & W (Hygiene Services) Company Limited

Nature of business: Dormant

Class of shares:	%
Ordinary	holding 100.00

The directors are of the opinion that the unlisted investments have a value substantially in excess of their cost but no formal valuation has been carried out.

Needlers Limited (Registered number: 05536210)

Notes to the Abbreviated Accounts - continued for the year ended 31st December 2013

13. STOCKS

	2013 £	2012 £
Stocks	<u>2,868,017</u>	<u>2,794,157</u>

14. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2013 £	2012 £
Trade debtors	4,925,519	4,089,522
Amounts owed by group undertakings	130,592	220,974
Other debtors	320,846	239,637
Prepayments and accrued income	<u>125,086</u>	<u>300,117</u>
	<u>5,502,043</u>	<u>4,850,250</u>

15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2013 £	2012 £
Bank loans and overdrafts (see note 17)	337,938	121,684
Hire purchase contracts (see note 18)	183,226	168,214
Trade creditors	3,555,000	3,276,044
Tax	137,644	144,750
Social security and other taxes	57,627	60,107
VAT	255,479	145,628
Other creditors	9,306	9,352
Amounts owed to subsidiary undertaking	2,000	2,000
Invoice financing advances	1,775,680	1,724,671
Accruals and deferred income	<u>863,174</u>	<u>821,038</u>
	<u>7,177,074</u>	<u>6,473,488</u>

16. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2013 £	2012 £
Preference shares (see note 17)	150,000	150,000
Hire purchase contracts (see note 18)	151,834	213,418
Other creditors	<u>72,320</u>	<u>70,464</u>
	<u>374,154</u>	<u>433,882</u>

17. LOANS

An analysis of the maturity of loans is given below:

	2013 £	2012 £
Amounts falling due within one year or on demand:		
Bank overdrafts	<u>337,938</u>	<u>121,684</u>

Needlers Limited (Registered number: 05536210)

Notes to the Abbreviated Accounts - continued for the year ended 31st December 2013

17. LOANS - continued

	2013 £	2012 £
Amounts falling due in more than five years:		
Repayable otherwise than by instalments		
Preference shares	<u>150,000</u>	<u>150,000</u>

Details of shares shown as liabilities are as follows:

Allotted, issued and fully paid:			2013 £	2012 £
Number:	Class:	Nominal value:		
150,000	Preference	£1	<u>150,000</u>	<u>150,000</u>

The preference shares, which have no fixed redemption date but may be redeemed, at the option of the company, in blocks of at least 10,000 preference shares, carry no voting rights and carry the right on a winding-up or other return of capital to repayment in priority to the holders of any other class of shares.

The preference shares carry a fixed cumulative preferential dividend at a rate of 6% per annum. The holder of the preference shares has waived the right to receive a dividend in respect of the period up to 31st December 2013.

18. OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS AND LEASES

	Hire purchase contracts	
	2013 £	2012 £
Gross obligations repayable:		
Within one year	195,665	186,646
Between one and five years	<u>158,006</u>	<u>223,566</u>
	<u>353,671</u>	<u>410,212</u>
Finance charges repayable:		
Within one year	12,439	18,432
Between one and five years	<u>6,172</u>	<u>10,148</u>
	<u>18,611</u>	<u>28,580</u>
Net obligations repayable:		
Within one year	183,226	168,214
Between one and five years	<u>151,834</u>	<u>213,418</u>
	<u>335,060</u>	<u>381,632</u>

Needlers Limited (Registered number: 05536210)

Notes to the Abbreviated Accounts - continued for the year ended 31st December 2013

18. OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS AND LEASES - continued

The following operating lease payments are committed to be paid within one year:

	Land and buildings		Other operating leases	
	2013	2012	2013	2012
	£	£	£	£
Expiring:				
Within one year	13,500	26,800	16,079	3,769
Between one and five years	-	39,500	68,654	36,673
In more than five years	<u>255,504</u>	<u>202,274</u>	<u>-</u>	<u>-</u>
	<u>269,004</u>	<u>268,574</u>	<u>84,733</u>	<u>40,442</u>

19. SECURED DEBTS

The following secured debts are included within creditors:

	2013	2012
	£	£
Bank overdrafts	337,938	121,684
Invoice financing	<u>1,775,680</u>	<u>1,724,671</u>
	<u>2,113,618</u>	<u>1,846,355</u>

The bank overdraft and invoice financing liability are secured by a fixed and floating charge over the assets of the company.

20. PROVISIONS FOR LIABILITIES

	2013	2012
	£	£
Deferred tax	<u>47,885</u>	<u>24,592</u>
		Deferred tax
		£
Balance at 1st January 2013		<u>24,592</u>
Transfer from profit and loss		<u>23,293</u>
Balance at 31st December 2013		<u>47,885</u>

21. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:
Number: Class:

	Nominal value:	2013	2012
	£1	£	£
90,000 Ordinary		<u>90,000</u>	<u>90,000</u>

Needlers Limited (Registered number: 05536210)

Notes to the Abbreviated Accounts - continued for the year ended 31st December 2013

22. RESERVES

	Profit and loss account £	Share premium £	Totals £
At 1st January 2013	884,412	743,578	1,627,990
Profit for the year	482,179		482,179
Dividends	(75,000)		(75,000)
At 31st December 2013	<u>1,291,591</u>	<u>743,578</u>	<u>2,035,169</u>

23. ULTIMATE PARENT COMPANY

The ultimate parent company is Needlers Holdings Limited, a company controlled by A.J. Needler.

24. CONTINGENT LIABILITIES

The company has entered into an unlimited guarantee in respect of the bank borrowings of its parent company. At 31st December 2013 the potential liability of the company under the arrangement was £Nil (2012 £Nil).

25. RELATED PARTY DISCLOSURES

The company has taken advantage of the exemptions available under Financial Reporting Standard No 8 in respect of transactions and balances with its parent and ultimate parent company.

26. ULTIMATE CONTROLLING PARTY

The company was controlled throughout the period by A.J. Needler by virtue of his controlling shareholding of this company's parent company, Needlers Holdings Limited.

27. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2013 £	2012 £
Profit for the financial year	482,179	387,425
Dividends	(75,000)	(86,750)
Net addition to shareholders' funds	407,179	300,675
Opening shareholders' funds	<u>1,717,990</u>	<u>1,417,315</u>
Closing shareholders' funds	<u>2,125,169</u>	<u>1,717,990</u>