

# Joseph Morris Butchers Limited

Abbreviated accounts

for the year ended 30 April 2014

integra

Accounting Limited

>Chartered Certified Accountants

5 Station Road Hinckley Leicestershire LE10 1AW

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COMPANIES HOUSE

Registration number 7540052

**Joseph Morris Butchers Limited**

**Strategic report  
for the year ended 30 April 2014**

Joseph Morris Butchers Limited has sustained substantial growth due to expanding its core retail sector. This is mainly due to the relocation of its continental division to a more appropriate strategic location.

The directors are confident that the move to expand the highly lucrative retail business will continue to provide good revenue for the foreseeable future.

Our newly implemented and expanded catering division is showing signs of strong growth and we intend to take full advantage of this opportunity.

The future outlook of the company will benefit from our development into this new area and also the continual move away from supermarket shopping to the more traditional high class family butcher.

This report was approved by the Board on 17 September 2014 and signed on its behalf by

A handwritten signature in black ink, appearing to read 'R. W. Morris', with a stylized flourish at the end.

**R W Morris  
Director**

## **Joseph Morris Butchers Limited**

### **Directors' report for the year ended 30 April 2014**

The directors present their report and the accounts for the year ended 30 April 2014.

#### **Directors**

The directors who served during the year are as stated below:

R J Morris  
R W Morris  
Mrs H E Watts

#### **Statement of directors' responsibilities**

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

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that year.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and 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.

Each of the persons who is a director at the date of approval of this report confirm that:

- so far as each director is aware, there is no relevant audit information of which the company's auditor is unaware; and
- each director has taken all steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information.

**Joseph Morris Butchers Limited**

**Directors' report  
for the year ended 30 April 2014**

..... continued

**Auditors**

Integra Accounting Limited are deemed to be reappointed in accordance with Section 487(2) of the Companies Act 2006.

This report was approved by the Board on 17 September 2014 and signed on its behalf by

A handwritten signature in black ink, appearing to read 'R. W. Morris', with a stylized flourish at the end.

**R W Morris  
Director**

**Independent auditors' report to Joseph Morris Butchers Limited  
under Section 449 of the Companies Act 2006**

We have examined the abbreviated accounts set out on pages 5 to 16 together with the financial statements of Joseph Morris Butchers Limited for the year ended 30 April 2014 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 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 for our audit work, for this report, or for the opinions we have formed.

**Respective responsibilities of the directors and the 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 "The special auditor's report on abbreviated accounts in the United Kingdom" 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 that provision.



Mrs J Carter (senior statutory auditor)  
For and on behalf of Integra Accounting Limited  
Chartered Certified Accountants and  
Statutory Auditor

17 September 2014

5 Station Road  
Hinckley  
Leicestershire  
LE10 1AW

**Joseph Morris Butchers Limited**

**Abbreviated profit and loss account  
for the year ended 30 April 2014**

		<b>2014</b>	<b>2013</b>
	<b>Notes</b>	<b>£</b>	<b>£</b>
<b>Gross profit</b>		1,347,232	1,125,320
Administrative expenses		(798,150)	(686,619)
Other operating income		7,553	3,375
		<u>          </u>	<u>          </u>
<b>Profit on ordinary activities before taxation</b>		556,635	442,076
Tax on profit on ordinary activities	<b>5</b>	(155,246)	(117,514)
		<u>          </u>	<u>          </u>
<b>Profit for the year</b>	<b>13</b>	401,389	324,562
Dividends		(64,000)	(57,500)
		<u>          </u>	<u>          </u>
<b>Retained profit for the year</b>		337,389	267,062
		<u>          </u>	<u>          </u>

There are no recognised gains or losses other than the profit or loss for the above two financial years.

**The notes on pages 8 to 16 form an integral part of these financial statements.**

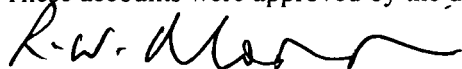
**Joseph Morris Butchers Limited**

**Abbreviated balance sheet  
as at 30 April 2014**

		2014		2013	
	Notes	£	£	£	£
<b>Fixed assets</b>					
Intangible assets	6		618,480		773,100
Tangible assets	7		915,617		725,034
			<u>1,534,097</u>		<u>1,498,134</u>
<b>Current assets</b>					
Stocks	8	125,703		149,901	
Debtors	9	197,396		176,109	
Cash at bank and in hand		358,504		162,034	
		<u>681,603</u>		<u>488,044</u>	
<b>Creditors: amounts falling due within one year</b>	10	<u>(1,285,873)</u>		<u>(1,408,240)</u>	
<b>Net current liabilities</b>			<u>(604,270)</u>		<u>(920,196)</u>
<b>Total assets less current liabilities</b>			929,827		577,938
<b>Provisions for liabilities</b>			<u>(64,400)</u>		<u>(49,900)</u>
<b>Net assets</b>			<u>865,427</u>		<u>528,038</u>
<b>Capital and reserves</b>					
Called up share capital	12		100		100
Profit and loss account	13		865,327		527,938
<b>Shareholders' funds</b>			<u>865,427</u>		<u>528,038</u>

These abbreviated accounts have been prepared in accordance with the special provisions of Section 445(3) of the Companies Act 2006 relating to medium-sized companies.

These accounts were approved by the directors on 17 September 2014, and are signed on their behalf by:



**R W Morris**  
**Director**

**Registration number 7540052**

**The notes on pages 8 to 16 form an integral part of these financial statements.**

**Joseph Morris Butchers Limited**

**Cash flow statement  
for the year ended 30 April 2014**

	Notes	2014 £	2013 £
<b>Reconciliation of operating profit to net cash inflow from operating activities</b>			
Operating profit		556,635	442,076
Depreciation		209,462	103,857
Decrease in stocks		24,198	(59,725)
(Increase) in debtors		(21,287)	(38,040)
(Decrease) in creditors		(156,367)	(113,811)
<b>Net cash inflow from operating activities</b>		<u>612,641</u>	<u>334,357</u>
<b>Cash flow statement</b>			
Net cash inflow from operating activities		612,641	334,357
Taxation	16	(106,746)	(42,614)
Capital expenditure	16	(245,425)	(32,049)
		<u>260,470</u>	<u>259,694</u>
Equity dividends paid		(64,000)	(57,500)
<b>Increase in cash in the year</b>		<u>196,470</u>	<u>202,194</u>
<b>Reconciliation of net cash flow to movement in net funds (Note 17)</b>			
<b>Increase in cash in the year</b>		196,470	202,194
<b>Net funds at 1 May 2013</b>		162,034	(40,160)
<b>Net funds at 30 April 2014</b>		<u>358,504</u>	<u>162,034</u>



## **Joseph Morris Butchers Limited**

### **Notes to the abbreviated financial statements for the year ended 30 April 2014**

#### **1. Accounting policies**

##### **1.1. Accounting convention**

The accounts are prepared under the historical cost convention and comply with financial reporting standards of the Accounting Standards Board.

##### **1.2. Turnover**

Turnover represents the total invoice value, excluding value added tax, of sales made during the year and derives from the provision of goods falling within the company's ordinary activities.

##### **1.3. Goodwill**

Acquired goodwill is written off in equal annual instalments over its estimated useful economic life of 5 years.

##### **1.4. Tangible fixed assets and depreciation**

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Long leasehold properties	-	5% straight line
Slaughter house and warehouse improvements	-	10% straight line
Improvements to leasehold properties	-	5% straight line
Fixtures and equipment	-	25% reducing balance
Motor vehicles	-	25% reducing balance
Office equipment	-	25% straight line

##### **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.

##### **1.7. Pensions**

The pension costs charged in the financial statements represent the contribution payable by the company during the year.

##### **1.8. Deferred taxation**

Deferred tax is provided on the liability method to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes. Tax deferred or accelerated is accounted for in respect of all material timing differences.

**Joseph Morris Butchers Limited**

**Notes to the abbreviated financial statements  
for the year ended 30 April 2014**

..... continued

<b>2. Operating profit</b>	<b>2014</b>	<b>2013</b>
	<b>£</b>	<b>£</b>
Operating profit is stated after charging:		
Depreciation and other amounts written off intangible assets	154,620	42,950
Depreciation and other amounts written off tangible assets	64,842	60,907
Auditors' remuneration (Note 3)	3,000	3,000
	<u>          </u>	<u>          </u>
and after crediting:		
Profit on disposal of tangible fixed assets	10,000	-
	<u>          </u>	<u>          </u>
 <b>3. Auditors' remuneration</b>	 <b>2014</b>	 <b>2013</b>
	<b>£</b>	<b>£</b>
Auditors' remuneration - audit of the financial statements	3,000	3,000
	<u>          </u>	<u>          </u>
 <b>4. Employees</b>		
<b>Number of employees</b>	<b>2014</b>	<b>2013</b>
The average monthly numbers of employees (including the directors) during the year were:		
	64	58
	<u>          </u>	<u>          </u>
 <b>Employment costs</b>	 <b>2014</b>	 <b>2013</b>
	<b>£</b>	<b>£</b>
Wages and salaries	1,525,934	1,416,981
Social security costs	134,783	116,148
Pension costs-other operating charge	36,410	41,330
	<u>          </u>	<u>          </u>
	1,697,127	1,574,459
	<u>          </u>	<u>          </u>

**Joseph Morris Butchers Limited**

**Notes to the abbreviated financial statements  
for the year ended 30 April 2014**

..... continued

<b>4.1. Directors' remuneration</b>	<b>2014</b>	<b>2013</b>
Remuneration and other emoluments	25,460	22,531
Pension contributions	36,410	41,330
	<u>61,870</u>	<u>63,861</u>
	<b>Number</b>	<b>Number</b>
Number of directors to whom retirement benefits are accruing under a money purchase scheme	<u>3</u>	<u>3</u>

**Joseph Morris Butchers Limited**

**Notes to the abbreviated financial statements  
for the year ended 30 April 2014**

..... continued

**5. Tax on profit on ordinary activities**

<b>Analysis of charge in period</b>	<b>2014</b>	<b>2013</b>
	<b>£</b>	<b>£</b>
<b>Current tax</b>		
UK corporation tax	140,800	106,800
Adjustments in respect of previous periods	(54)	14
Total current tax charge	<u>140,746</u>	<u>106,814</u>
<b>Deferred tax</b>		
Timing differences, origination and reversal	14,500	10,700
Total deferred tax	<u>14,500</u>	<u>10,700</u>
Tax on profit on ordinary activities	<u>155,246</u>	<u>117,514</u>

**Factors affecting tax charge for period**

The tax assessed for the period is higher than the standard rate of corporation tax in the UK (22.84 per cent). The differences are explained below:

	<b>2014</b>	<b>2013</b>
	<b>£</b>	<b>£</b>
Profit on ordinary activities before taxation	<u>556,635</u>	<u>442,076</u>
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 22.84% (30 April 2013 : 23.92%)	127,135	105,745
<b>Effects of:</b>		
Expenses not deductible for tax purposes	49	10,895
Capital allowances for period in excess of depreciation	19,717	36
Marginal rate relief	(6,074)	(9,914)
Rounding difference	(27)	38
Current tax charge for period	<u>140,800</u>	<u>106,800</u>

**Joseph Morris Butchers Limited**

**Notes to the abbreviated financial statements  
for the year ended 30 April 2014**

..... continued

**6. Intangible fixed assets**

	<b>Goodwill</b>	<b>Total</b>
	<b>£</b>	<b>£</b>
<b>Cost</b>		
At 1 May 2013 and at 30 April 2014	859,000	859,000
<b>Amortisation</b>		
At 1 May 2013	85,900	85,900
Charge for year	154,620	154,620
At 30 April 2014	240,520	240,520
<b>Net book values</b>		
At 30 April 2014	618,480	618,480
At 30 April 2013	773,100	773,100

<b>7. Tangible fixed assets</b>	<b>Land</b>	<b>Improvement to leasehold property</b>	<b>Long leasehold property</b>	<b>Slaughterhouse &amp; warehouse improvements</b>	<b>Fixtures and equipment</b>	<b>Motor vehicles</b>	<b>Office equipment</b>	<b>Total</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>Cost</b>								
At 1 May 2013	-	-	715,487	11,536	87,859	29,010	249	844,141
Additions	145,798	8,231	-	-	52,794	48,602	-	255,425
At 30 April 2014	145,798	8,231	715,487	11,536	140,653	77,612	249	1,099,566
<b>Depreciation</b>								
At 1 May 2013	-	-	71,550	2,308	35,200	9,925	124	119,107
Charge for the year	-	274	35,775	1,154	17,862	9,715	62	64,842
At 30 April 2014	-	274	107,325	3,462	53,062	19,640	186	183,949
<b>Net book values</b>								
At 30 April 2014	145,798	7,957	608,162	8,074	87,591	57,972	63	915,617
At 30 April 2013	-	-	643,937	9,228	52,659	19,085	125	725,034

**Joseph Morris Butchers Limited**

**Notes to the abbreviated financial statements  
for the year ended 30 April 2014**

..... continued

<b>8. Stocks</b>	<b>2014</b>	<b>2013</b>
	<b>£</b>	<b>£</b>
Finished goods and goods for resale	<u>125,703</u>	<u>149,901</u>
<b>9. Debtors</b>	<b>2014</b>	<b>2013</b>
	<b>£</b>	<b>£</b>
Trade debtors	145,586	127,256
Other debtors	13,231	12,445
Prepayments and accrued income	<u>38,579</u>	<u>36,408</u>
	<u>197,396</u>	<u>176,109</u>
<b>10. Creditors: amounts falling due within one year</b>	<b>2014</b>	<b>2013</b>
	<b>£</b>	<b>£</b>
Trade creditors	244,558	284,523
Corporation tax	140,800	106,800
Other taxes and social security costs	31,908	32,171
Directors' accounts	694,792	790,597
Other creditors	163,624	185,594
Accruals and deferred income	<u>10,191</u>	<u>8,555</u>
	<u>1,285,873</u>	<u>1,408,240</u>
<b>11. Provision for deferred taxation</b>	<b>2014</b>	<b>2013</b>
	<b>£</b>	<b>£</b>
Accelerated capital allowances	<u>64,400</u>	<u>49,900</u>
Provision at 1 May 2013	49,900	
Deferred tax charge in profit and loss account	<u>14,500</u>	
Provision at 30 April 2014	<u>64,400</u>	

**Joseph Morris Butchers Limited**

**Notes to the abbreviated financial statements  
for the year ended 30 April 2014**

..... continued

12. Share capital	2014	2013
<b>Allotted, called up and fully paid</b>		
40 Ordinary A shares of £1 each	40	40
40 Ordinary B shares of £1 each	40	40
20 Ordinary C shares of £1 each	20	20
	<u>100</u>	<u>100</u>
 <b>Equity Shares</b>		
40 Ordinary A shares of £1 each	40	40
40 Ordinary B shares of £1 each	40	40
20 Ordinary C shares of £1 each	20	20
	<u>100</u>	<u>100</u>
 <b>13. Reserves</b>	<b>Profit and loss account £</b>	<b>Total £</b>
<b>At 1 May 2013</b>	527,938	527,938
Profit for the year	401,389	401,389
Equity Dividends	(64,000)	(64,000)
<b>At 30 April 2014</b>	<u>865,327</u>	<u>865,327</u>
 <b>14. Financial commitments</b>		
At 30 April 2014 the company had annual commitments under non-cancellable operating leases as follows:		
	<b>2014 £</b>	<b>2013 £</b>
<b>Expiry date:</b>		
Between one and five years	<u>17,000</u>	<u>17,000</u>

**Joseph Morris Butchers Limited**

**Notes to the abbreviated financial statements  
for the year ended 30 April 2014**

..... continued

**15. Related party transactions**

During the year the director's current account of R J Morris was credited with dividend of £23,000 and charged with drawings of £55,383. The balance at 30 April 2014 was £312,285 (2013: £344,668).

During the year the director's current account of R W Morris was credited with capital introduced of £75 and dividends of £23,000 and charged with drawings of £55,961. The balance at 30 April 2014 was £311,367 (2013: £344,253).

During the year the director's current account of Mrs H E Watts was credited with capital introduced of £143 and dividend of £18,000 and charged with drawings of £48,679. The balance at 30 April 2014 was £71,140 (2013: £101,676).

D J Morris, who is the father of the three directors, has a loan to the company. During the year DJ Morris withdrew £14,312 (2013: £42,380) from the company. The loan is interest free with no fixed repayment date.

Mrs E A Morris, who is the mother of the three directors, has a loan to the company. During the year Mrs E A Morris withdrew £7,657 (2013: £7,820) from the company. The loan is interest free with no fixed repayment date.

The amount owed to D J and Mrs E A Morris is included in other creditors and is disclosed in note 10 to the financial statements.

**16. Gross cash flows**

	2014 £	2013 £
<b>Taxation</b>		
Corporation tax paid	(106,746)	(42,614)
<b>Capital expenditure</b>		
Payments to acquire tangible assets	(255,425)	(32,049)
Receipts from sales of tangible assets	10,000	-
	<u>(245,425)</u>	<u>(32,049)</u>