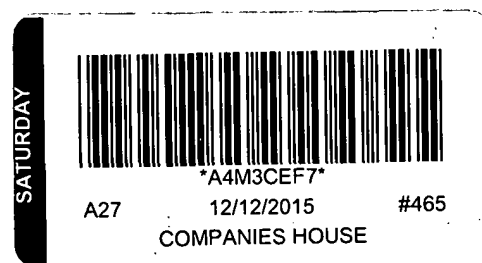


Company Registration No. 07585473 (England and Wales)

DAVID HERMON HODGE LIMITED

REPORTS AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2015



DAVID HERMON HODGE LIMITED

DIRECTOR AND ADVISERS

Director	Mr D H Hodge
Company number	07585473
Registered office	281 Carnfield Place Walton Summit Preston PR5 8AN
Registered auditor	Moore and Smalley LLP Richard House 9 Winckley Square Preston PR1 3HP
Bankers	NatWest plc 35 Fishergate Preston Lancashire PR1 3BH

DAVID HERMON HODGE LIMITED

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DAVID HERMON HODGE LIMITED

STRATEGIC REPORT

FOR THE YEAR ENDED 31 MARCH 2015

The director presents the strategic report and financial statements for the year ended 31 March 2015.

Review of the business

The principal activity of the group continued to be that of the distribution of heating oil and road fuel to the haulage industry and the supply of heating oil to domestic users.

The trading company is divided into two district operating businesses; fuel oil and lubricants. In the year to 31 March 2015 the fuel division has experienced a standard British winter. Over the course of the year the sector has seen declining sales value due to reduction in fuel prices but the company has been able to maximise this in terms of gross profit margin which has improved from 4.8% to 6%.

The trading company has seen an increase in overheads due to the expansion of its lubricants division and its investment staff, as demonstrated by the increase in average employee numbers from 46 to 51. In the same period our lubricants division has seen continued growth in turnover and gross profit. This has been due to a methodical and structured approach to expanding the business, utilizing quality brands and focusing on customer service.

Principal risks and uncertainties

Operational risks

The group operates in a mature market influenced by several factors; these include price of goods, access to supply, seasonality of sales and competition.

- Price of goods is predominantly outside our control, influenced by exchange rates, production (extraction and refining) and global supply (Asia, America).
- Seasonality is the main driver of operational risk; two of the fuel division's products are reliant on the behaviour of the weather - an unseasonably mild winter will reflect on sales to our domestic customer base whereas inclement summer/autumn weather will reflect on sales to the farming communities.
- Competition encompasses threats from both small businesses attempting to gain foothold whereas large limited companies or Plc require new territories to increase their market share.

Financial instruments

The group finances its operations through a mixture of retained profits and, where necessary to fund expansion or capital expenditure programmes, through bank borrowings.


The management's objectives are to:

- Retain sufficient liquid funds to enable it to meet its day to day obligations as they fall due whilst maximising returns on surplus funds;
- Minimise the group's exposure to fluctuating interest rates when seeking new borrowing; and
- Match the repayment schedule of any external borrowings or overdrafts with the expected future cash flows expected to arise from the group's trading activities.

Hedge accounting is not used by the group.

Where appropriate, the group's funds are held primarily in short term variable rate deposit accounts. The directors believe that this gives them the flexibility to release cash resources at short notice and also allows them to take advantage of changing conditions in the finance markets as they arise. All deposits are with a reputable United Kingdom bank.

On behalf of the board



Mr D H Hodge

Director

DAVID HERMON HODGE LIMITED

DIRECTOR'S REPORT

FOR THE YEAR ENDED 31 MARCH 2015

The director presents his report and financial statements for the year ended 31 March 2015.

Results and dividends

The consolidated profit and loss account for the year is set out on page 5.

Dividends of £104,000 were paid during the year. Post year end, dividends of £30,000 have been proposed.

Director

The following director has held office since 1 April 2014:

Mr D H Hodge

Auditor

The auditors, Moore and Smalley LLP, is deemed to be reappointed under section 487(2) of the Companies Act 2006.

Statement of director's responsibilities

The director is responsible for preparing the Strategic Report, Director's 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 company and of the group and of the profit or loss of the group for that period. In preparing these financial statements, the director is required to:

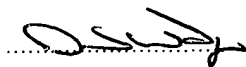
- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the group will continue in business.

The director is 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 the group 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 company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Statement of disclosure to auditor

So far as the director is aware, there is no relevant audit information of which the group's auditor is unaware. Additionally, the director has taken all the necessary steps that he ought to have taken as director in order to make himself aware of all relevant audit information and to establish that the group's auditor is aware of that information.

On behalf of the board



Mr D H Hodge

Director

DAVID HERMON HODGE LIMITED

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF DAVID HERMON HODGE LIMITED

We have audited the group and parent company financial statements (the "financial statements") of David Hermon Hodge Limited for the year ended 31 March 2015 set out on pages 5 to 20. 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 director and auditor

As explained more fully in the Director's Responsibilities Statement set out on page 2, 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 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 the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the director; 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 group's and parent company's affairs as at 31 March 2015 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.

DAVID HERMON HODGE LIMITED


INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF DAVID HERMON HODGE 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 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.



Christine Wilson (Senior Statutory Auditor)
for and on behalf of Moore and Smalley LLP
Chartered Accountants
Statutory Auditor

Richard House
9 Winckley Square
Preston
PR1 3HP

11/9/15

DAVID HERMON HODGE LIMITED

CONSOLIDATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 2015

	Notes	2015 £	2014 £
Turnover	2	58,099,458	74,048,683
Cost of sales		(54,605,752)	(70,472,135)
Gross profit		<u>3,493,706</u>	<u>3,576,548</u>
Distribution costs		(2,168,221)	(2,182,946)
Administrative expenses		(1,036,515)	(870,180)
Operating profit	3	<u>288,970</u>	<u>523,422</u>
Other interest receivable and similar income		-	326
Interest payable and similar charges	6	(107,465)	(129,054)
Profit on ordinary activities before taxation		<u>181,505</u>	<u>394,694</u>
Tax on profit on ordinary activities	7	(54,020)	(104,625)
Profit on ordinary activities after taxation		<u><u>127,485</u></u>	<u><u>290,069</u></u>

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.

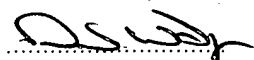
DAVID HERMON HODGE LIMITED

BALANCE SHEETS

AS AT 31 MARCH 2015

	Notes	Group 2015 £	2014 £	Company 2015 £	2014 £
Fixed assets					
Intangible assets	10	1,479,646	1,671,616	-	-
Tangible assets	11	757,663	750,589	-	-
Investments	12	-	-	1,954,375	1,954,375
		<u>2,237,309</u>	<u>2,422,205</u>	<u>1,954,375</u>	<u>1,954,375</u>
Current assets					
Stocks	13	1,045,419	881,944	-	-
Debtors	14	5,827,476	6,790,264	317,016	165,339
Cash at bank and in hand		69,375	75,437	-	-
		<u>6,942,270</u>	<u>7,747,645</u>	<u>317,016</u>	<u>165,339</u>
Creditors: amounts falling due within one year	15	(8,808,525)	(9,749,679)	(2,223,119)	(2,071,442)
Net current liabilities		<u>(1,866,255)</u>	<u>(2,002,034)</u>	<u>(1,906,103)</u>	<u>(1,906,103)</u>
Total assets less current liabilities		371,054	420,171	48,272	48,272
Creditors: amounts falling due after more than one year	16	(114,213)	(195,917)	-	-
Provisions for liabilities	17	(82,467)	(73,365)	-	-
		<u>174,374</u>	<u>150,889</u>	<u>48,272</u>	<u>48,272</u>
Capital and reserves					
Called up share capital	18	10,000	10,000	10,000	10,000
Profit and loss account	19	164,374	140,889	38,272	38,272
Shareholders' funds	20	<u>174,374</u>	<u>150,889</u>	<u>48,272</u>	<u>48,272</u>

Approved by the Board and authorised for issue on 11/9/15



Mr D H Hodge
Director

Company Registration No. 07585473

DAVID HERMON HODGE LIMITED

CONSOLIDATED CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 MARCH 2015

	£	2015 £	£	2014 £
Net cash inflow from operating activities		554,883		933,961
Returns on investments and servicing of finance				
Interest received	-		326	
Interest paid	(107,465)		(129,054)	
Net cash outflow for returns on investments and servicing of finance		(107,465)		(128,728)
Taxation		(90,283)		(28,439)
Capital expenditure				
Payments to acquire tangible assets	(116,977)		(120,035)	
Receipts from sales of tangible assets	13,250		128,455	
Net cash (outflow)/inflow for capital expenditure		(103,727)		8,420
Acquisitions and disposals				
Purchase of subsidiary undertakings (net of cash acquired)	-		(500,950)	
Net cash outflow for acquisitions and disposals		-		(500,950)
Equity dividends paid		(104,000)		(145,000)
Net cash inflow before management of liquid resources and financing		149,408		139,264
Financing				
Capital element of hire purchase contracts	(155,470)		(140,529)	
Net cash outflow from financing		(155,470)		(140,529)
Decrease in cash in the year		(6,062)		(1,265)

DAVID HERMON HODGE LIMITED

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2015

1	Reconciliation of operating profit to net cash inflow from operating activities		2015	2014
			£	£
	Operating profit		288,970	523,422
	Depreciation of tangible assets		208,649	199,687
	Amortisation of intangible assets		191,970	179,711
	Profit on disposal of tangible assets		(12,060)	(92,686)
	Increase in stocks		(163,475)	(34,409)
	Decrease in debtors		991,903	403,240
	Decrease in creditors within one year		(951,074)	(245,004)
	Net cash inflow from operating activities		<u>554,883</u>	<u>933,961</u>

2	Analysis of net debt	1 April 2014	Cash flow	Other non-cash changes	31 March 2015
		£	£	£	£
	Net cash:				
	Cash at bank and in hand	<u>75,437</u>	<u>(6,062)</u>	<u>-</u>	<u>69,375</u>
	Finance leases	<u>(336,635)</u>	<u>155,470</u>	<u>(99,936)</u>	<u>(281,101)</u>
	Net debt	<u>(261,198)</u>	<u>149,408</u>	<u>(99,936)</u>	<u>(211,726)</u>

3	Reconciliation of net cash flow to movement in net debt	2015	2014
		£	£
	Decrease in cash in the year	(6,062)	(1,265)
	Cash outflow from decrease in debt	<u>155,470</u>	<u>140,529</u>
	Change in net debt resulting from cash flows	<u>149,408</u>	<u>139,264</u>
	New finance lease	<u>(99,936)</u>	<u>(163,744)</u>
	Movement in net debt in the year	<u>49,472</u>	<u>(24,480)</u>
	Opening net debt	<u>(261,198)</u>	<u>(236,718)</u>
	Closing net debt	<u>(211,726)</u>	<u>(261,198)</u>

4	Major non-cash transactions
	The non-cash change in net debt represents the value of new hire purchase agreements entered into during the year of £99,936.

DAVID HERMON HODGE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR 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 Basis of consolidation

The consolidated profit and loss account and balance sheet include the financial statements of the company and its subsidiary undertakings made up to 31 March 2015. The results of subsidiaries sold or acquired are included in the profit and loss account up to, or from the date control passes. Intra-group sales and profits are eliminated fully on consolidation.

1.4 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.5 Goodwill

Goodwill represents positive goodwill arising on acquisitions of trades and assets.

Positive goodwill arising on such acquisitions is capitalised, classed as an asset on the balance sheet and amortised over its estimated useful life up to a maximum of 20 years. This length of time is presumed to be the maximum useful life of purchased goodwill because it is difficult to make projections beyond this period. Goodwill is reviewed for impairment at the end of the first full financial year following each acquisition and subsequently as and when necessary if circumstances emerge that indicate that the carrying value may not be recoverable.

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over a period of 8 to 10 years.

Goodwill arising on the consolidation of subsidiary undertakings is amortised over a period of 10 to 20 years.

1.6 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 land and buildings	2%-33% straight line
Computer equipment	20%-50% straight line
Storage tanks and equipment	10%-33% straight line
Office equipment	10%-33% straight line
Motor vehicles and tankers	12.5%-50% straight line

DAVID HERMON HODGE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2015

1 Accounting policies

(Continued)

1.7 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

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

1.8 Investments

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

1.9 Stock

Work in progress is valued at the lower of cost and net realisable value.

1.10 Pensions

The Group operates a defined contribution scheme for the benefit of its employees. Contributions payable are charged to the profit and loss account in the year they are payable.

1.11 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.

1.12 Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

1.13 Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

2 Turnover

The total turnover of the group for the year has been derived from its principal activity.

DAVID HERMON HODGE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2015

2 Turnover

(Continued)

Segmental analysis by geographical area

The analysis by geographical area of the group's turnover is set out as below:

	2015 £	2014 £
Geographical segment		
United Kingdom	58,012,017	73,979,096
Overseas	87,441	69,587
	<u>58,099,458</u>	<u>74,048,683</u>

3 Operating profit

2015
£

2014
£

Operating profit is stated after charging:

Amortisation of intangible assets	191,970	179,711
Depreciation of tangible assets	208,649	199,687
Loss on foreign exchange transactions	1,421	-
Operating lease rentals		
- Plant and machinery	46,695	40,780
- Other assets	37,000	37,000

and after crediting:

Profit on disposal of tangible assets	(12,060)	(92,686)
---------------------------------------	----------	----------

Auditors' remuneration

Fees payable to the group's auditor for the audit of the group's annual accounts (company £0; 2014: £0)

Other services	9,905	10,110
	1,715	920
	<u>11,620</u>	<u>11,030</u>

DAVID HERMON HODGE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2015

4 Employees

Number of employees

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

	2015 Number	2014 Number
Selling and distribution staff	39	35
Administrative and management staff	12	11
	<u>51</u>	<u>46</u>

Employment costs

	2015 £	2014 £
Wages and salaries	1,424,902	1,271,582
Social security costs	146,454	131,805
Other pension costs	27,094	27,548
	<u>1,598,450</u>	<u>1,430,935</u>

5 Director's remuneration

	2015 £	2014 £
Remuneration for qualifying services	66,402	80,986
Company pension contributions to defined contribution schemes	20,624	20,575
	<u>87,026</u>	<u>101,561</u>

The number of directors for whom retirement benefits are accruing under defined contribution schemes amounted to 1 (2014 - 1).

6 Interest payable

	2015 £	2014 £
On bank loans and overdrafts	92,522	112,430
Hire purchase interest	14,943	16,624
	<u>107,465</u>	<u>129,054</u>

DAVID HERMON HODGE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2015

7	Taxation	2015 £	2014 £
	Domestic current year tax		
	U.K. corporation tax	44,918	68,770
	Total current tax	44,918	68,770
	Deferred tax		
	Origination and reversal of timing differences	9,102	35,855
		54,020	104,625
	Factors affecting the tax charge for the year		
	Profit on ordinary activities before taxation	181,505	394,694
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 20% (2014 - 23%)	36,301	90,780
	Effects of:		
	Non deductible expenses	22,113	23,022
	Capital allowances in excess of depreciation	(8,751)	(46,301)
	Movement in short term timing differences	431	483
	Marginal relief	-	(3,420)
	Research and development tax credit	(5,176)	-
	Capital gain	-	4,206
		8,617	(22,010)
	Current tax charge for the year	44,918	68,770

8 Profit for the financial year

As permitted by section 408 Companies Act 2006, the holding company's profit and loss account has not been included in these financial statements. The profit for the financial year is made up as follows:

	2015 £	2014 £
Holding company's profit for the financial year	104,000	145,000
9 Dividends	2015 £	2014 £
Ordinary final paid	104,000	145,000

DAVID HERMON HODGE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2015

10 Intangible fixed assets Group

	Goodwill	Consolidated goodwill	Total
	£	£	£
Cost			
At 1 April 2014 & at 31 March 2015	452,186	1,685,007	2,137,193
Amortisation			
At 1 April 2014	249,604	215,973	465,577
Charge for the year	83,202	108,768	191,970
At 31 March 2015	332,806	324,741	657,547
Net book value			
At 31 March 2015	119,380	1,360,266	1,479,646
At 31 March 2014	202,582	1,469,034	1,671,616

11 Tangible fixed assets Group

	Freehold land and buildings	Computer equipment	Storage tanks and equipment	Office equipment	Motor vehicles and tankers	Total
	£	£	£	£	£	£
Cost						
At 1 April 2014	130,765	90,099	115,810	16,046	933,715	1,286,435
Additions	6,859	98,890	1,523	2,107	107,534	216,913
Disposals	-	-	-	-	(2,380)	(2,380)
At 31 March 2015	137,624	188,989	117,333	18,153	1,038,869	1,500,968
Depreciation						
At 1 April 2014	29,365	62,091	46,065	9,201	389,124	535,846
On disposals	-	-	-	-	(1,190)	(1,190)
Charge for the year	8,902	15,516	22,195	3,004	159,032	208,649
At 31 March 2015	38,267	77,607	68,260	12,205	546,966	743,305
Net book value						
At 31 March 2015	99,357	111,382	49,073	5,948	491,903	757,663
At 31 March 2014	101,400	28,008	69,745	6,845	544,591	750,589

DAVID HERMON HODGE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2015

11 Tangible fixed assets

(Continued)

Included above are assets held under finance leases or hire purchase contracts as follows:

	Storage tanks and equipment £	Office equipment £	Motor vehicles and tankers £	Total £
Net book values				
At 31 March 2015	-	-	507,879	507,879
At 31 March 2014	-	-	473,310	473,310
Depreciation charge for the year				
31 March 2015	-	-	88,042	88,042
31 March 2014	-	-	97,458	97,458

12 Fixed asset investments Company

	Shares in group undertakings £
Cost	
At 1 April 2014 & at 31 March 2015	1,954,375
Net book value	
At 31 March 2015	1,954,375
At 31 March 2014	1,954,375

In the opinion of the the aggregate value of the company's investment in subsidiary undertakings is not less than the amount included in the balance sheet.

Holdings of more than 20%

The company holds more than 20% of the share capital of the following companies:

Company	Country of registration or incorporation	Shares held Class	%
Subsidiary undertakings			
Hermon Hodge Limited	England & Wales	Ordinary	100.00
Preston Fuels Limited*	England & Wales	Ordinary	100.00

DAVID HERMON HODGE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2015

12 Fixed asset investments

(Continued)

The principal activity of these undertakings for the last relevant financial year was as follows:

	Principal activity
Hermon Hodge Limited	Distribution of heating oil and road fuel
Preston Fuels Limited*	Dormant

* = Subsidiary of Hermon Hodge Limited

13 Stocks

	Group 2015 £	2014 £	Company 2015 £	2014 £
Finished goods and goods for resale	1,045,419	881,944	-	-

14 Debtors

	Group 2015 £	2014 £	Company 2015 £	2014 £
Trade debtors	4,956,764	5,977,862	-	-
Corporation tax	65,452	36,337	65,452	36,337
Other debtors	509,943	666,456	251,564	129,002
Prepayments and accrued income	295,317	109,609	-	-
	5,827,476	6,790,264	317,016	165,339

15 Creditors : amounts falling due within one year

	Group 2015 £	2014 £	Company 2015 £	2014 £
Net obligations under finance lease and hire purchase contracts	166,888	140,718	-	-
Trade creditors	5,696,431	5,791,147	-	-
Amounts owed to group undertakings	-	-	2,179,739	2,060,702
Corporation tax	74,033	90,283	29,115	-
Taxes and social security costs	46,146	39,652	-	-
Other creditors	2,558,911	3,415,662	13,225	9,700
Accruals and deferred income	266,116	272,217	1,040	1,040
	8,808,525	9,749,679	2,223,119	2,071,442

DAVID HERMON HODGE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2015

16 Creditors : amounts falling due after more than one year

	Group		Company	
	2015	2014	2015	2014
	£	£	£	£
Net obligations under finance leases and hire purchase agreements	114,213	195,917	-	-
Net obligations under finance leases and hire purchase contracts				
Repayable within one year	166,888	140,718	-	-
Repayable between one and five years	114,213	195,917	-	-
	281,101	336,635	-	-
Included in liabilities falling due within one year	(166,888)	(140,718)	-	-
	114,213	195,917	-	-

17 Provisions for liabilities Group

	Deferred taxation £
Balance at 1 April 2014	73,365
Profit and loss account	9,102
Balance at 31 March 2015	82,467

The deferred tax liability is made up as follows:

	Group		Company	
	2015	2014	2015	2014
	£	£	£	£
Accelerated capital allowances	83,756	74,223	-	-
Other timing differences	(1,289)	(858)	-	-
	82,467	73,365	-	-

DAVID HERMON HODGE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2015

18 Share capital	2015 £	2014 £
Allotted, called up and fully paid		
9,000 Ordinary 'A' shares of £1 each	9,000	9,000
500 Ordinary 'B' shares of £1 each	500	500
500 Ordinary 'C' shares of £1 each	500	500
	<u>10,000</u>	<u>10,000</u>
19 Statement of movements on profit and loss account Group		Profit and loss account £
Balance at 1 April 2014		140,889
Profit for the year		127,485
Dividends paid		<u>(104,000)</u>
Balance at 31 March 2015		<u>164,374</u>
Company		Profit and loss account £
Balance at 1 April 2014		38,272
Profit for the year		104,000
Dividends paid		<u>(104,000)</u>
Balance at 31 March 2015		<u>38,272</u>

DAVID HERMON HODGE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2015

20	Reconciliation of movements in shareholders' funds Group	2015	2014
		£	£
	Profit for the financial year	127,485	290,069
	Dividends	(104,000)	(145,000)
	Net addition to shareholders' funds	23,485	145,069
	Opening shareholders' funds	150,889	5,820
	Closing shareholders' funds	174,374	150,889
Company		2015	2014
		£	£
	Profit for the financial year	104,000	145,000
	Dividends	(104,000)	(145,000)
	Net depletion in shareholders' funds	-	-
	Opening shareholders' funds	48,272	48,272
	Closing shareholders' funds	48,272	48,272

21 Financial commitments

At 31 March 2015 the group had annual commitments under non-cancellable operating leases as follows:

	Land and buildings		Other	
	2015	2014	2015	2014
	£	£	£	£
Expiry date:				
Within one year	28,667	25,000	9,274	16,888
Between two and five years	-	12,000	68,960	38,403
	28,667	37,000	78,234	55,291

DAVID HERMON HODGE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2015

22 Directors' benefits: Advances, credits and guarantees

The following directors had interest free loans during the year. The movement on these loans are as follows:

	Amount outstanding		Maximum in year
	2015 £	2014 £	
Director's current account	245,462	129,002	280,462

During the year the company paid personal expenses and made advances of £151,460. Repayments received amounted to £35,000.

23 Related party relationships and transactions

Group

The group rents premises from Hermon Hodge Self Administered Pension Fund, the trustees of include Mr D H Hodge. The total rent payable during the year was £12,000 (2014: £12,000).

At the year end, the group has an outstanding balance with Hermon Hodge Self Administered Pension Fund included in trade debtors of £nil (2014: £1,577).

The group traded with the following Mr D H Hodge on normal commercial terms. Sales made to Mr D H Hodge in the year amounted to £1,268 (2014: £928).

Company

The company has taken advantage of the exemption available under FRS 8 to exclude disclosure of transactions with subsidiaries, as it is part of a group that prepares consolidated financial statements which are publicly available.

During the year the company paid dividends totalling £80,000 (2014: £121,000) to Mr D H Hodge and his close family.

The ultimate controlling party is Mr D H Hodge.