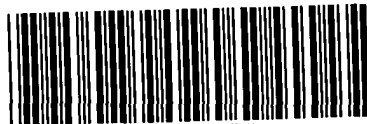


REGISTERED NUMBER: SC470528 (Scotland)

**Group Strategic Report, Report of the Directors and
Consolidated Financial Statements
for the Year Ended 31 October 2014
for
24/26 Holdings Limited**

FRIDAY



S4ADH0NV

SCT

26/06/2015

#12

COMPANIES HOUSE

**Contents of the Consolidated Financial Statements
for the Year Ended 31 October 2014**

	Page
Company Information	1
Group Strategic Report	2
Report of the Directors	3
Report of the Independent Auditors	5
Consolidated Profit and Loss Account	7
Consolidated Statement of Total Recognised Gains and Losses	8
Consolidated Balance Sheet	9
Company Balance Sheet	11
Consolidated Cash Flow Statement	12
Notes to the Consolidated Cash Flow Statement	13
Notes to the Consolidated Financial Statements	15

24/26 Holdings Limited

**Company Information
for the Year Ended 31 October 2014**

DIRECTORS:

A Taylor
Mrs T Taylor

REGISTERED OFFICE:

c/o Campbell Dallas LLP
Titanium 1
King's Inch Place
Renfrew
PA4 8WF

REGISTERED NUMBER:

SC470528 (Scotland)

AUDITORS:

Campbell Dallas LLP
Chartered Accountants
Statutory Auditors
Titanium 1
King's Inch Place
Renfrew
PA4 8WF

**Group Strategic Report
for the Year Ended 31 October 2014**

The directors present their strategic report of the company and the group for the year ended 31 October 2014.

REVIEW OF BUSINESS

The results for the year show an operating profit of £0.9m (2013: £0.9m) on sales of £36.8m (2013: £32.5m).

The group has a net balance sheet value of £2.4m at 31 October 2014 (2013: £1.3m).

PRINCIPAL RISKS AND UNCERTAINTIES

We believe that the company can meet key business risk of competition, both local and national.

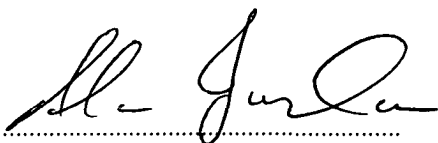
OUTLOOK

Since the year end the group has maintained its position in the sectors in which it operates and we believe that it is well positioned to increase its share of the available market.

KEY PERFORMANCE INDICATORS ('KPI'S')

Given the straightforward nature of the business, the directors are of the opinion that analysis using KPIs is not necessary for an understanding of the development, performance or position of the business.

ON BEHALF OF THE BOARD:



.....
A Taylor - Director

Date: 5/6/15

**Report of the Directors
for the Year Ended 31 October 2014**

The directors present their report with the financial statements of the company and the group for the year ended 31 October 2014.

DIVIDENDS

A dividend of £79,791 was paid during the year. The directors propose that no final dividend be paid.

DIRECTORS

The directors who have held office during the period from 1 November 2013 to the date of this report are as follows:

A Taylor - appointed 20 February 2014

Mrs T Taylor - appointed 20 February 2014

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 the group and of the profit or loss of the group 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 and the group's transactions and disclose with reasonable accuracy at any time the financial position of the company and the group 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 the group 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 group'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 group's auditors are aware of that information.

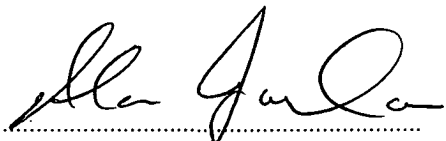
24/26 Holdings Limited (Registered number: SC470528)

**Report of the Directors
for the Year Ended 31 October 2014**

AUDITORS

The auditors, Campbell Dallas LLP, 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 read 'A Taylor', written over a dotted line.

A Taylor - Director

Date: 5/6/15

Report of the Independent Auditors to the Members of 24/26 Holdings Limited

We have audited the financial statements of 24/26 Holdings Limited for the year ended 31 October 2014 on pages seven to twenty six. 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 a Report of the Auditors 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 auditors

As explained more fully in the Statement of Directors' Responsibilities set out on page three, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the group's and the 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 Group Strategic Report and the Report of the Directors 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 October 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 Group Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements.

**Report of the Independent Auditors to the Members of
24/26 Holdings 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.



Fraser Campbell (Senior Statutory Auditor)
for and on behalf of Campbell Dallas LLP
Chartered Accountants
Statutory Auditors
Titanium 1
King's Inch Place
Renfrew
PA4 8WF

Date:5/6/15.....

24/26 Holdings Limited (Registered number: SC470528)**Consolidated Profit and Loss Account
for the Year Ended 31 October 2014**

	Notes	2014 £	2013 £
TURNOVER		36,788,910	32,400,993
Cost of sales		34,673,795	30,184,057
GROSS PROFIT		2,115,115	2,216,936
Administrative expenses		1,219,927	1,329,313
		895,188	887,623
Other operating income		-	2,376
OPERATING PROFIT	3	895,188	889,999
Profit/loss on sale of invest		-	57,437
		895,188	947,436
Interest receivable and similar income		63,097	85,093
		958,285	1,032,529
Interest payable and similar charges	5	221,289	241,173
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		736,996	791,356
Tax on profit on ordinary activities	6	182,295	212,319
PROFIT FOR THE FINANCIAL YEAR FOR THE GROUP		554,701	579,037

CONTINUING OPERATIONS

None of the group's activities were acquired or discontinued during the current year or previous year.

The notes form part of these financial statements

24/26 Holdings Limited (Registered number: SC470528)

**Consolidated Statement of Total Recognised Gains and Losses
for the Year Ended 31 October 2014**

	2014 £	2013 £
PROFIT FOR THE FINANCIAL YEAR	554,701	579,037
Unrealised surplus on revaluation of properties	572,636	-
TOTAL RECOGNISED GAINS AND LOSSES RELATING TO THE YEAR	<u>1,127,337</u>	<u>579,037</u>

The notes form part of these financial statements

Consolidated Balance Sheet
31 October 2014

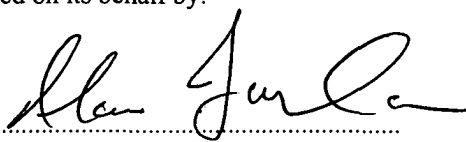
		2014	2013
	Notes	£	£
FIXED ASSETS			
Intangible assets	9	200,098	251,058
Tangible assets	10	1,783,319	271,403
Investments	11	-	-
		<u>1,983,417</u>	<u>522,461</u>
CURRENT ASSETS			
Stocks	12	3,203,557	3,058,000
Debtors	13	5,114,422	3,927,624
Cash at bank and in hand		68,419	304,590
		<u>8,386,398</u>	<u>7,290,214</u>
CREDITORS			
Amounts falling due within one year	14	<u>7,938,645</u>	<u>6,121,010</u>
NET CURRENT ASSETS		<u>447,753</u>	<u>1,169,204</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>2,431,170</u>	<u>1,691,665</u>
CREDITORS			
Amounts falling due after more than one year	15	-	(316,654)
PROVISIONS FOR LIABILITIES	19	<u>(64,590)</u>	<u>(55,905)</u>
NET ASSETS		<u><u>2,366,580</u></u>	<u><u>1,319,106</u></u>

The notes form part of these financial statements

Consolidated Balance Sheet - continued
31 October 2014

		2014	2013
	Notes	£	£
CAPITAL AND RESERVES			
Called up share capital	20	100	2
Revaluation reserve	21	572,636	-
Profit and loss account	21	1,793,844	1,319,104
SHAREHOLDERS' FUNDS	24	<u>2,366,580</u>	<u>1,319,106</u>

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


.....
A Taylor - Director

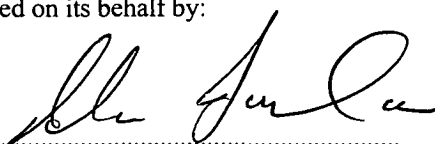

.....
Mrs T Taylor - Director

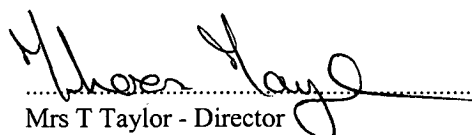
The notes form part of these financial statements

Company Balance Sheet
31 October 2014

	Notes	2014 £	2013 £
FIXED ASSETS			
Intangible assets	9	-	-
Tangible assets	10	-	-
Investments	11	4,950,100	-
		<u>4,950,100</u>	<u>-</u>
CURRENT ASSETS			
Debtors	13	185,605	-
CREDITORS			
Amounts falling due within one year	14	<u>106,568</u>	<u>-</u>
NET CURRENT ASSETS			
		<u>79,037</u>	<u>-</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			
		<u><u>5,029,137</u></u>	<u><u>-</u></u>
CAPITAL AND RESERVES			
Called up share capital	20	100	-
Revaluation reserve	21	4,948,998	-
Profit and loss account	21	80,039	-
SHAREHOLDERS' FUNDS			
	24	<u><u>5,029,137</u></u>	<u><u>-</u></u>

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


.....
A Taylor - Director


.....
Mrs T Taylor - Director

The notes form part of these financial statements

**Consolidated Cash Flow Statement
for the Year Ended 31 October 2014**

	Notes	2014 £	2013 £
Net cash inflow from operating activities	1	881,848	1,320,097
Returns on investments and servicing of finance	2	(158,192)	(156,080)
Taxation		(240,356)	(117,906)
Capital expenditure and financial investment	2	(980,770)	284,006
Equity dividends paid		(79,961)	(219,500)
		<u>(577,431)</u>	<u>1,110,617</u>
Financing	2	94,120	(430,593)
(Decrease)/increase in cash in the period		<u>(483,311)</u>	<u>680,024</u>
Reconciliation of net cash flow to movement in net debt	3		
(Decrease)/increase in cash in the period		(483,311)	680,024
Cash outflow from decrease in debt		<u>400,004</u>	<u>402,380</u>
Change in net debt resulting from cash flows		<u>(83,307)</u>	<u>1,082,404</u>
Movement in net debt in the period		<u>(83,307)</u>	<u>1,082,404</u>
Net debt at 1 November		<u>(4,223,102)</u>	<u>(5,305,506)</u>
Net debt at 31 October		<u>(4,306,409)</u>	<u>(4,223,102)</u>

The notes form part of these financial statements

**Notes to the Consolidated Cash Flow Statement
for the Year Ended 31 October 2014**

1. RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	2014	2013
	£	£
Operating profit	895,188	889,999
Depreciation charges	92,450	75,334
Increase in stocks	(145,557)	(2,567)
(Increase)/decrease in debtors	(1,186,798)	298,676
Increase in creditors	1,226,565	58,655
Net cash inflow from operating activities	881,848	1,320,097

2. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	2014	2013
	£	£
Returns on investments and servicing of finance		
Interest received	63,097	85,093
Interest paid	(75,497)	(68,185)
Finance costs	(145,792)	(172,988)
Net cash outflow for returns on investments and servicing of finance	(158,192)	(156,080)
Capital expenditure and financial investment		
Purchase of intangible fixed assets	(98)	-
Purchase of tangible fixed assets	(980,672)	(16,423)
Sale of fixed asset investments	-	300,429
Net cash (outflow)/inflow for capital expenditure and financial investment	(980,770)	284,006
Financing		
Loan repayments in year	(400,004)	(400,004)
Capital repayments in year	-	(2,376)
Amount introduced by directors	505,032	-
Amount withdrawn by directors	(11,006)	(28,213)
Share issue	98	-
Net cash inflow/(outflow) from financing	94,120	(430,593)

The notes form part of these financial statements

**Notes to the Consolidated Cash Flow Statement
for the Year Ended 31 October 2014**

3. ANALYSIS OF CHANGES IN NET DEBT

	At 1.11.13 £	Cash flow £	At 31.10.14 £
Net cash:			
Cash at bank and in hand	304,590	(236,171)	68,419
Bank overdrafts	(3,811,038)	(247,140)	(4,058,178)
	<u>(3,506,448)</u>	<u>(483,311)</u>	<u>(3,989,759)</u>
Debt:			
Debts falling due within one year	(400,000)	83,350	(316,650)
Debts falling due after one year	(316,654)	316,654	-
	<u>(716,654)</u>	<u>400,004</u>	<u>(316,650)</u>
Total	<u>(4,223,102)</u>	<u>(83,307)</u>	<u>(4,306,409)</u>

The notes form part of these financial statements

**Notes to the Consolidated Financial Statements
for the Year Ended 31 October 2014**

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets.

Basis of consolidation

The group financial statements consolidate the financial statements of the company and its subsidiaries.

During the year the company acquired the entire share capital of Southeast Traders Limited in a share for share exchange with shareholders of that company. The transaction represented a change of the identity of the holding company rather than an acquisition. Southeast Traders Limited investment in its subsidiary CRC Innovations Limited was transacted to 24/26 Holdings Limited as part of the exchange. Consequently, the restructure was accounted for using merger accounting principles as set out in FRS 6 Acquisitions and Mergers.

Under merger accounting principles, the consolidated results of 24/26 Holdings Limited and its subsidiaries are combined from the beginning of the financial period in which the merger occurred. The 31/10/2013 comparatives represent the results of Southeast Traders Group Limited prior to the share for share exchange.

During the year the company purchased the share capital of Alathe Investments Limited. The acquisition method of accounting has been used; therefore the results of this acquisition is included from the date of acquisition.

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2002, is being amortised evenly over its estimated useful life of twenty years.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Improvements to property	- 5% on cost
Fixtures and fittings	- 20% on reducing balance
Computer equipment	- 33% on cost and 25% on cost

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

**Notes to the Consolidated Financial Statements - continued
for the Year Ended 31 October 2014**

1. ACCOUNTING POLICIES - continued

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Deferred tax is provided at the average rates that are expected to apply when the timing differences reverse, based on current tax rates and laws. Deferred tax is not provided on timing differences arising from the revaluation of fixed assets where there is no commitment to sell the asset. Deferred tax assets and liabilities are not discounted.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over the estimated useful lives or the lease term, whichever is shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of future payments is treated as a liability.

2. STAFF COSTS

	2014	2013
	£	£
Wages and salaries	401,565	381,194
Social security costs	47,483	43,858
	<u>449,048</u>	<u>425,052</u>

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

	2014	2013
Traders and admin staff	<u>15</u>	<u>13</u>

**Notes to the Consolidated Financial Statements - continued
for the Year Ended 31 October 2014**

3. OPERATING PROFIT

The operating profit is stated after charging:

	2014	2013
	£	£
Hire of plant and machinery	36,884	22,575
Depreciation - owned assets	41,392	24,275
Goodwill amortisation	25,000	25,000
Development costs amortisation	26,058	26,059
Foreign exchange differences	-	358
	<u>7,399</u>	<u>6,000</u>
Directors' remuneration	<u>7,399</u>	<u>6,000</u>

4. AUDITORS' REMUNERATION

	2014	2013
	£	£
Fees payable to the company's auditors for the audit of the company's financial statements	2,000	8,500
Auditors' remuneration for non audit work	<u>44,087</u>	<u>15,275</u>

Auditors fees

	£	£
Audit of these financial statements	2,000	8,500
Audit of financial statements of subsidiaries pursuant to legislation	11,400	4,000
Corporation tax compliance	1,250	1,650
Consultancy services	13,880	9,625
Other tax advisory	<u>17,557</u>	<u>-</u>

5. INTEREST PAYABLE AND SIMILAR CHARGES

	2014	2013
	£	£
Bank loan interest	11,994	21,299
Interest on late tax payment	2,970	-
Invoice finance interest	60,533	46,886
Bank interest	<u>145,792</u>	<u>172,988</u>
	<u>221,289</u>	<u>241,173</u>

Notes to the Consolidated Financial Statements - continued
for the Year Ended 31 October 2014

6. TAXATION

Analysis of the tax charge

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

	2014 £	2013 £
Current tax:		
UK corporation tax	184,210	212,673
Under/over provision	(10,600)	1,603
Total current tax	173,610	214,276
Deferred tax	8,685	(1,957)
Tax on profit on ordinary activities	182,295	212,319

Factors affecting the tax charge

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

	2014 £	2013 £
Profit on ordinary activities before tax	736,996	791,356
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 21% (2013 - 23.500%)	154,769	185,969
Effects of:		
Expenses not deductible for tax purposes	7,527	15,195
Depreciation in excess of capital allowances	5,745	10,615
Adjustments to tax charge in respect of previous periods	(10,600)	1,603
Change of rate	16,169	894
Current tax charge	173,610	214,276

7. PROFIT OF PARENT COMPANY

As permitted by Section 408 of the Companies Act 2006, the Profit and Loss Account of the parent company is not presented as part of these financial statements. The parent company's profit for the financial year was £160,000 (2013 - £0).

Notes to the Consolidated Financial Statements - continued
for the Year Ended 31 October 2014

8. DIVIDENDS

	2014 £	2013 £
Ordinary shares of £1 each		
Interim	<u>79,961</u>	<u>219,500</u>

9. INTANGIBLE FIXED ASSETS

Group

	Goodwill £	Development costs £	Totals £
COST			
At 1 November 2013	500,000	130,294	630,294
Additions	98	-	98
At 31 October 2014	<u>500,098</u>	<u>130,294</u>	<u>630,392</u>
AMORTISATION			
At 1 November 2013	353,177	26,059	379,236
Amortisation for year	25,000	26,058	51,058
At 31 October 2014	<u>378,177</u>	<u>52,117</u>	<u>430,294</u>
NET BOOK VALUE			
At 31 October 2014	<u>121,921</u>	<u>78,177</u>	<u>200,098</u>
At 31 October 2013	<u>146,823</u>	<u>104,235</u>	<u>251,058</u>

Notes to the Consolidated Financial Statements - continued
for the Year Ended 31 October 2014

10. TANGIBLE FIXED ASSETS**Group**

	Freehold property £	Improvements to property £	Fixtures and fittings £	Computer equipment £	Totals £
COST OR VALUATION					
At 1 November 2013	-	286,171	86,932	29,884	402,987
Additions	927,364	11,744	28,479	13,085	980,672
Revaluations	572,636	-	-	-	572,636
At 31 October 2014	1,500,000	297,915	115,411	42,969	1,956,295
DEPRECIATION					
At 1 November 2013	-	48,325	60,109	23,150	131,584
Charge for year	-	14,896	20,231	6,265	41,392
At 31 October 2014	-	63,221	80,340	29,415	172,976
NET BOOK VALUE					
At 31 October 2014	1,500,000	234,694	35,071	13,554	1,783,319
At 31 October 2013	-	237,846	26,823	6,734	271,403

Cost or valuation at 31 October 2014 is represented by:

	Freehold property £	Improvements to property £	Fixtures and fittings £	Computer equipment £	Totals £
Valuation in 2014	572,636	-	-	-	572,636
Cost	927,364	297,915	115,411	42,969	1,383,659
	1,500,000	297,915	115,411	42,969	1,956,295

If freehold land and buildings had not been revalued they would have been included at the following historical cost:

	2014 £	2013 £
Cost	927,364	-

Freehold land and buildings were valued on an open market basis on 31 October 2014 by the directors based on advice received from Ross & Liddell Chartered Surveyors.

Notes to the Consolidated Financial Statements - continued
for the Year Ended 31 October 2014

11. **FIXED ASSET INVESTMENTS**

Company	Shares in group undertakings £
COST OR VALUATION	
Additions	1,102
Revaluations	4,948,998
	<hr/>
At 31 October 2014	4,950,100
	<hr/>
NET BOOK VALUE	
At 31 October 2014	4,950,100
	<hr/> <hr/>

Cost or valuation at 31 October 2014 is represented by:

	Shares in group undertakings £
Valuation in 2014	4,948,998
Cost	1,102
	<hr/>
	4,950,100
	<hr/> <hr/>

On 27 March 2014 the company acquired the entire share capital of Southeast Traders Limited (including its wholly owned subsidiary, CRC Innovations (Scotland) Limited). The acquisition was completed as share for share exchange as part of a group restructure which resulted in the ultimate ownership of the group remaining unchanged. Consequently, the acquisition has been accounted for under the principles of merger accounting.

On 27 March 2014 the company acquired the ordinary share capital of Alathe Investments Limited for £100.

Fixed asset investments of the company include the following:

	Country of Incorporation	Trade	Ownership
Southeast Traders Limited	Scotland	Wholesaler of food & drink	100%
C R C Innovations (Scotland) Limited	Scotland	Wholesaler of food & drink	100%
Alathe Investments Limited	Scotland	Property ownership	100%

Notes to the Consolidated Financial Statements - continued
for the Year Ended 31 October 2014

12. STOCKS

	Group	
	2014	2013
	£	£
Stocks	<u>3,203,557</u>	<u>3,058,000</u>

13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2014	2013	2014	2013
	£	£	£	£
Trade debtors	3,794,367	2,818,373	-	-
Amounts owed by group undertakings	-	-	4,174	-
Other debtors	1,202,897	1,044,542	181,431	-
Prepayments	117,158	64,709	-	-
	<u>5,114,422</u>	<u>3,927,624</u>	<u>185,605</u>	<u>-</u>

Included within trade debtors is £1,707,640 which is subject to an invoice discounting arrangement.

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2014	2013	2014	2013
	£	£	£	£
Bank loans and overdrafts (see note 16)	4,374,828	4,211,038	-	-
Trade creditors	2,807,499	1,490,837	-	-
Amounts owed to group undertakings	-	-	106,468	-
Tax	175,831	242,577	-	-
Social security and other taxes	10,922	9,926	-	-
VAT	36,486	38,645	-	-
Other creditors	6,591	6,491	100	-
Directors' current accounts	505,032	11,006	-	-
Accrued expenses	21,456	110,490	-	-
	<u>7,938,645</u>	<u>6,121,010</u>	<u>106,568</u>	<u>-</u>

Included within bank loans and overdrafts is an amount of £1,635,253 drawn on an invoice discounting account.

Notes to the Consolidated Financial Statements - continued
for the Year Ended 31 October 2014

15. **CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	Group	
	2014	2013
	£	£
Bank loans (see note 16)	-	316,654

16. **LOANS**

An analysis of the maturity of loans is given below:

	Group	
	2014	2013
	£	£
Amounts falling due within one year or on demand:		
Bank overdrafts	4,058,178	3,811,038
Bank loans	316,650	400,000
	<u>4,374,828</u>	<u>4,211,038</u>
Amounts falling due between one and two years:		
Bank loans - 1-2 years	-	316,654

17. **OPERATING LEASE COMMITMENTS**

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

Group	Land and buildings		Other operating leases	
	2014	2013	2014	2013
	£	£	£	£
Expiring:				
Within one year	72,000	114,500	-	-
Between one and five years	-	-	27,581	14,100
	<u>72,000</u>	<u>114,500</u>	<u>27,581</u>	<u>14,100</u>

Notes to the Consolidated Financial Statements - continued
for the Year Ended 31 October 2014

18. SECURED DEBTS

The following secured debts are included within creditors:

	Group	
	2014	2013
	£	£
Bank overdrafts	4,058,178	-
Bank loans	316,650	-
	<u>4,374,828</u>	<u>-</u>

Bank borrowings are secured by a floating charge over the assets of the group and a personal guarantee from the shareholders, Alan and Theresa Taylor for £850,000.

19. PROVISIONS FOR LIABILITIES

	Group	
	2014	2013
	£	£
Deferred tax	<u>64,590</u>	<u>55,905</u>

Group

	Deferred tax £
Balance at 1 November 2013	55,905
Provided during year	<u>8,685</u>
Balance at 31 October 2014	<u>64,590</u>

20. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2014 £	2013 £
100	Ordinary	£1	<u>100</u>	<u>2</u>

100 Ordinary shares of £1 each were allotted and fully paid for cash at par during the year.

**Notes to the Consolidated Financial Statements - continued
for the Year Ended 31 October 2014**

21. RESERVES

Group

	Profit and loss account £	Revaluation reserve £	Totals £
At 1 November 2013	1,319,104	-	1,319,104
Profit for the year	554,701		554,701
Dividends	(79,961)		(79,961)
Revaluation	-	572,636	572,636
	<u>1,793,844</u>	<u>572,636</u>	<u>2,366,480</u>
At 31 October 2014	<u>1,793,844</u>	<u>572,636</u>	<u>2,366,480</u>

Company

	Profit and loss account £	Revaluation reserve £	Totals £
Profit for the year	160,000		160,000
Dividends	(79,961)		(79,961)
Valuation on acquisition	-	4,948,998	4,948,998
	<u>80,039</u>	<u>4,948,998</u>	<u>5,029,037</u>
At 31 October 2014	<u>80,039</u>	<u>4,948,998</u>	<u>5,029,037</u>

22. RELATED PARTY DISCLOSURES

During the year, total dividends of £79,961 were paid to the directors.

At 31 October 2014 the directors were due £505,032 from the group. This loan is non interest bearing and has no fixed repayment date.

During the year the group incurred £88,619 (2013: £193,693) of property rental charges from a retirement scheme of which Mr & Mrs Taylor are trustees. During the year the group purchased a commercial property from the retirement benefit scheme at a cost of £850,000.

At 31 October 2014, the group are owed £1,152,911 (2013: £934,098) by Southeast Developments (Scotland) Limited, a company under common directorship.

23. ULTIMATE CONTROLLING PARTY

The group is under the control of Mrs T Taylor & Mr A Taylor throughout the year by virtue of their shareholding.

Notes to the Consolidated Financial Statements - continued
for the Year Ended 31 October 2014

24. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

Group

	2014 £	2013 £
Profit for the financial year	554,701	579,037
Dividends	(79,961)	(219,500)
	<u>474,740</u>	<u>359,537</u>
Other recognised gains and losses relating to the year (net)	572,636	-
New share capital subscribed	98	2
	<u>1,047,474</u>	<u>359,539</u>
Net addition to shareholders' funds	1,047,474	359,539
Opening shareholders' funds	1,319,106	959,567
	<u>2,366,580</u>	<u>1,319,106</u>
Closing shareholders' funds	2,366,580	1,319,106

Company

	2014 £	2013 £
Profit for the financial year	160,000	-
Dividends	(79,961)	-
	<u>80,039</u>	<u>-</u>
Other recognised gains and losses relating to the year (net)	4,948,998	-
New share capital subscribed	100	-
	<u>5,029,137</u>	<u>-</u>
Net addition to shareholders' funds	5,029,137	-
Opening shareholders' funds	-	-
	<u>5,029,137</u>	<u>-</u>
Closing shareholders' funds	5,029,137	-