

Registered number: 00372371

## J. PREEDY & SONS LIMITED

### ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 2015

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COMPANIES HOUSE

## **J. PREEDY & SONS LIMITED**

### **INDEPENDENT AUDITOR'S REPORT TO J. PREEDY & SONS LIMITED UNDER SECTION 449 OF THE COMPANIES ACT 2006**

We have examined the abbreviated accounts, which comprise the Balance sheet and the related notes, together with the financial statements of J. Preedy & Sons Limited for the year ended 31 March 2015 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 work, for this report, or for the opinions we have formed.

#### **RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITOR**

The directors are responsible for preparing the abbreviated accounts in accordance with section 444 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.

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 are properly prepared.

#### **OPINION ON FINANCIAL STATEMENTS**

In our opinion the Company is entitled to deliver abbreviated accounts prepared in accordance with section 444(3) of the Companies Act 2006, and the abbreviated accounts which comprise the Balance sheet and the related notes have been properly prepared in accordance with the regulations made under that section.



Malcolm Reddihough (Senior statutory auditor)

for and on behalf of  
**PKF Littlejohn LLP**

Statutory Auditor

1 Westferry Circus  
Canary Wharf  
London  
E14 4HD

31 March 2016

**J. PREEDY & SONS LIMITED**  
**REGISTERED NUMBER: 00372371**

**ABBREVIATED BALANCE SHEET**  
**AS AT 31 MARCH 2015**

	Note	2015 £	2014 £
<b>FIXED ASSETS</b>			
Tangible assets	2	617,605	658,412
<b>CURRENT ASSETS</b>			
Stocks		197,615	322,381
Debtors		578,160	1,194,751
Cash at bank and in hand		123,884	46,979
		<u>899,659</u>	<u>1,564,111</u>
<b>CREDITORS: amounts falling due within one year</b>		<u>(560,908)</u>	<u>(792,201)</u>
<b>NET CURRENT ASSETS</b>		<u>338,751</u>	<u>771,910</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>956,356</u>	<u>1,430,322</u>
<b>CREDITORS: amounts falling due after more than one year</b>	3	(193,101)	(227,322)
<b>PROVISIONS FOR LIABILITIES</b>			
Deferred tax		(114,208)	(55,208)
<b>NET ASSETS EXCLUDING PENSION SCHEME LIABILITY</b>		<u>649,047</u>	<u>1,147,792</u>
Defined benefit pension scheme liability		(636,000)	(370,400)
<b>NET ASSETS INCLUDING PENSION SCHEME LIABILITY</b>		<u>13,047</u>	<u>777,392</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	4	5,000	5,000
Profit and loss account		8,047	772,392
<b>SHAREHOLDERS' FUNDS</b>		<u>13,047</u>	<u>777,392</u>

The abbreviated accounts, which have been prepared in accordance with the provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006, were approved and authorised for issue by the board and were signed on its behalf on 31 March 2016.



**K T Preedy**  
Director

The notes on pages 3 to 6 form part of these financial statements.

**NOTES TO THE ABBREVIATED ACCOUNTS  
FOR THE YEAR ENDED 31 MARCH 2015**

**1. ACCOUNTING POLICIES**

**1.1 Basis of preparation of financial statements**

The full financial statements, from which these abbreviated accounts have been extracted, have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

**1.2 Going concern**

The financial statements have been prepared on the going concern basis. The Directors consider that the use of the going concern basis is appropriate because there are no material uncertainties related to events or conditions that may cast significant doubt about the ability of the Company to continue as a going concern. In making this assessment the Directors have reviewed the current cash and financial position of the business and forecasts for the period ahead. They have considered the longer term plans for the Company and how it will develop its various business lines in future years, and which products and services it will pursue. They have considered whether the Company is exposed to any contingent liabilities, and have concluded that it is not.

**1.3 Turnover**

Turnover comprises revenue recognised by the Company in respect of goods and services supplied during the year, exclusive of Value Added Tax and trade discounts.

**1.4 Tangible fixed assets and depreciation**

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Freehold property	-	50 years
Plant & equipment	-	5-10 years
Motor vehicles	-	5 years
Computer equipment & office machinery	-	4 years
Commercial vehicles	-	4 years

No depreciation is provided on freehold land.

**1.5 Leasing and hire purchase**

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the Company. 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.

**1.6 Operating leases**

Rental charges applicable to operating leases where substantially all of the benefits and risk of ownership remain with the lessor are charged to profit and loss account on an accruals basis.

**NOTES TO THE ABBREVIATED ACCOUNTS  
FOR THE YEAR ENDED 31 MARCH 2015**

**1. ACCOUNTING POLICIES (continued)**

**1.7 Stocks and work in progress**

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

**1.8 Deferred taxation**

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Deferred tax assets and liabilities are not discounted.

**1.9 Foreign currencies**

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the balance sheet date.

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction.

Exchange gains and losses are recognised in the Profit and loss account.

**NOTES TO THE ABBREVIATED ACCOUNTS  
FOR THE YEAR ENDED 31 MARCH 2015**

**1. ACCOUNTING POLICIES (continued)**

**1.10 Pensions**

The Company operates a defined benefits pension scheme and the pension charge is based on a full actuarial valuation dated 5 April 2014..

**(a) Staff**

The Company operates a defined benefits pension scheme that has been closed to new entrants. With effect from 30 September 2006, the trustees froze the benefits accruing in the scheme. The Company is taking steps to ensure that the scheme will be fully funded up to that date. The assets of the scheme are held separately from those of the Company in an independently administered fund. Independent actuaries complete a valuation every three years. In accordance with their recommendations, contributions are paid to the scheme so as to secure the benefits set out in the rules. The pension charge is based on a full actuarial valuation as at 5 April 2014.

The Company has adopted the FRSSE requirements in relation to accounting for Retirement Benefits in these Financial Statements. Current service costs and any curtailment gains are recognised in arriving at operating profit. The interest cost net of the expected return on scheme assets is included in net finance costs. Actuarial gains and losses are recognised immediately in the Statement of Total Recognised Gains and Losses.

**(b) Staff**

The Company has made a defined contribution group personal pension plan available to all new employees. The funds of the scheme are administered by Trustees and are separate from the Company. The pension charge represents contributions payable by the Company for the year. The Company's liability is limited to the amount of the contributions.

**(c) Directors**

The Company contributes to a self invested pension plan for certain Directors. The funds of the scheme are administered by Trustees and are separate from the Company. The pension charge represents contributions payable by the Company for the year. The Company's liability is limited to the amount of the contributions.

**NOTES TO THE ABBREVIATED ACCOUNTS  
FOR THE YEAR ENDED 31 MARCH 2015**

**2. TANGIBLE FIXED ASSETS**

	£
<b>Cost</b>	
At 1 April 2014	2,208,215
Additions	3,643
Disposals	(393,836)
	<hr/> 1,818,022 <hr/>
At 31 March 2015	1,818,022
<b>Depreciation</b>	
At 1 April 2014	1,549,803
Charge for the year	37,217
On disposals	(386,603)
	<hr/> 1,200,417 <hr/>
At 31 March 2015	1,200,417
<b>Net book value</b>	
At 31 March 2015	<hr/> <hr/> 617,605 <hr/> <hr/>
At 31 March 2014	<hr/> <hr/> 658,412 <hr/> <hr/>

**3. CREDITORS:**

**Amounts falling due after more than one year**

On 14 March 2012, the Company signed an agreement with its bankers to obtain a loan of £280,000. The loan is secured against the premises at 7b Coronation Road, London NW10 7PQ. The balance outstanding at 31 March 2014 is £237,513 (2013 - £260,294).

**4. SHARE CAPITAL**

	2015 £	2014 £
<b>Allotted, called up and fully paid</b>		
5,000 Ordinary shares of £1 each	<hr/> <hr/> 5,000 <hr/> <hr/>	<hr/> <hr/> 5,000 <hr/> <hr/>

**5. ULTIMATE PARENT UNDERTAKING AND CONTROLLING PARTY**

All of the issued share capital of the Company is owned by J Preedy Holdings Limited, a company registered in England and Wales. There is no ultimate controlling party of J Preedy Holdings Limited.