Ringtons Limited

Directors' report and financial statements for the year ended 26 June 2015

Registered Number 00572008

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Ringtons Limited

Directors' report and financial statements

for the year ended 26 June 2015

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Ringtons Limited

Directors and advisers

Directors
P N H Smith
S M Smith
C J Smith
J R Malton
J D Smith
J C Thompson

Company secretary
P N H Smith

Registered number
00572008

Registered office
10-22 Algernon Road
Heaton
Newcastle upon Tyne
Tyne & Wear
NE6 2YN

Independent auditors
PricewaterhouseCoopers LLP
Central Square South
Orchard Street
Newcastle upon Tyne
NE1 3AZ

Bankers
Lloyds Bank Plc
PO Box 72
Bailey Drive
Gillingham Business Park
Kent
ME8 0LS

Solicitors
Muckle LLP
Time Central
32 Gallowgate
Newcastle upon Tyne
NE1 4BF

Ringtons Limited

Strategic report
for the year ended 26 June 2015

Introduction
The directors present their strategic report for the year ended 26 June 2015.

Control and ownership
The group is a 100+ year old private, family owned and managed business.

Principal activities
The principal activities of the company comprise the following:

- Sourcing, blending and packaging of tea and infusion for its own brand and a variety of other customers.
- Retailing of its tea brand and related products directly to households via sales vans, primarily throughout north and central England.

Business review and future developments
The directors were satisfied with the company's performance during the year.

Sales growth of 6% has been achieved with most parts of the business contributing to growth. Margins have remained at satisfactory levels.

Retained profits continue to be invested in facility improvements, efficiency improvements together with additional tea and coffee packing capacity.

The directors continue to be ready to invest in other trading ventures particularly in the tea and coffee market as opportunities arise.

Principal risks and uncertainties
The management of the business and the execution of the group's strategy are subject to a number of risks. The key business risks affecting the group are considered to relate to commodity sourcing, production costs, selling prices and customer contracts. These risks are minimised by implementing buying strategies to assist with commodity markets, continued investment in production equipment and processes to reduce production costs and market research for competitor activity and consumer trends to assist with customer contracts and prices.

Financial risk management
The directors consider the key financial risks to the business to be in relation to bad debts, payments and cash management. The directors are satisfied that these risks are sufficiently managed and controlled by credit control management and regular cash flow forecasting to ensure requirements are within available facilities.

Ringtons Limited

Strategic report
for the year ended 26 June 2015 (continued)

Financial key performance indicators
The company's directors and senior managers use a wide range of key performance indicators to monitor the business' financial performance on a monthly basis.

The company's key financial and other performance indicators during the year were as follows:

	2015	2014	Changes
	£'000	£'000	%
Turnover	51,844	48,985	5.8
Gross profit	20,400	19,259	5.9
Operating profit	4,238	3,651	16.1
Shareholders fund	19,070	16,549	15.2
Average number of employees	514	506	1.6

The shareholders are well informed about performance of the business, and receive a comprehensive review of the results, an update on key customer and supplier relationships, markets and future development plans, on an annual basis.

Other key performance indicators
The directors and senior managers continually monitor the customer satisfaction levels and delivery against their expectations inclusive of, but not limited to, performance on timeliness and quality.

This report was approved by the board on 3 November 2015 and signed on its behalf of:

P N H Smith
Director

Ringtons Limited

Directors' report
for the year ended 26 June 2015

The directors present their report and the financial statements for the year ended 26 June 2015.

Results and dividends
The profit for the year, after taxation, amounted to £3,646,387 (2014: £3,087,837).

Particulars of dividends paid are detailed in note 21 to the financial statements.

Directors
The directors of the company who were in office during the year and up to the date of signing the financial statements were:

P N H Smith
S M Smith
C J Smith
J R Malton
J D Smith
J C Thompson
D N Brown (appointed 1 July 2015)

Charitable contributions
The company made charitable donations of £300,250 (2014: £450,000) in the year.

Employees
The company is committed to employment policies, which follow best practice, based on equal opportunities for all employees, irrespective of sex, race, colour, disability or marital status and offers appropriate training and career development for disabled staff. If members of staff become disabled the company continues employment wherever possible and arranges retraining.

The company is also committed to providing employees with information on matters of concern to them on a regular basis, so that the views of employees can be taken into account when making decisions that are likely to affect their interests. In addition, the company encourages the involvement of employees by formally publicising important developments and promoting the common awareness in relation to the financial and economic factors that affect the performance of the group by means of regular meetings and continuous individual contact.

Future developments and financial risk management are detailed within the strategic report.

Directors' responsibilities statement
The directors are responsible for preparing the strategic report, the directors' report and the financial statements in accordance with applicable law and regulations.

Ringtons Limited

Directors' report (continued)
for the year ended 26 June 2015

Directors' responsibilities statement (continued)
Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have prepared the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- 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 company will continue in business.

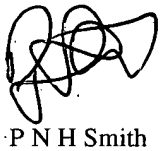
The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies 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.

Disclosure of information to auditors
Each of the persons who are directors at the time when this directors' report is approved has confirmed that:

- so far as that director is aware, there is no relevant audit information of which the company's auditors are unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the company's auditors are aware of that information.

Independent auditors
During the year UNW LLP resigned as auditors to the company, and the directors have appointed PricewaterhouseCoopers LLP.

On behalf of the board



P N H Smith
Director

3 November 2015

Ringtons Limited

Independent auditors' report to the members of Ringtons Limited

Report on the financial statements

Our opinion
In our opinion, Ringtons Limited's financial statements (the "financial statements"):

- give a true and fair view of the state of the company's affairs as at 26 June 2015 and of its 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.

What we have audited
The financial statements comprise:

- the balance sheet as at 26 June 2015;
- the profit and loss account for the year then ended;
- the accounting policies; and
- the notes to the financial statements, which include other explanatory information.

The financial reporting framework that has been applied in the preparation of the financial statements is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In applying the financial reporting framework, the directors have made a number of subjective judgements, for example in respect of significant accounting estimates. In making such estimates, they have made assumptions and considered future events.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion, the information given in the Strategic Report and the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Other matters on which we are required to report by exception

Adequacy of accounting records and information and explanations received
Under the Companies Act 2006 we are required to report to you if, in our opinion:

- we have not received all the information and explanations we require for our audit; or
- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns.

We have no exceptions to report arising from this responsibility.

Directors' remuneration
Under the Companies Act 2006 we are required to report to you if, in our opinion, certain disclosures of directors' remuneration specified by law are not made. We have no exceptions to report arising from this responsibility.

Independent auditors' report to the members of Ringtons Limited (continued)

Responsibilities for the financial statements and the audit

Our responsibilities and those of the directors
As explained more fully in the Directors' Responsibilities Statement set out on pages 4-5, 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) ("ISAs (UK & Ireland)"). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

What an audit of financial statements involves
We conducted our audit in accordance with ISAs (UK & Ireland). 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 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.

We primarily focus our work in these areas by assessing the directors' judgements against available evidence, forming our own judgements, and evaluating the disclosures in the financial statements.

We test and examine information, using sampling and other auditing techniques, to the extent we consider necessary to provide a reasonable basis for us to draw conclusions. We obtain audit evidence through testing the effectiveness of controls, substantive procedures or a combination of both.

In addition, we read all the financial and non-financial information in the Directors' Report and Financial Statements 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.

Jonathan Greenaway (Senior Statutory Auditor)
for and on behalf of PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
Newcastle upon Tyne

3 November 2015

Ringtons Limited

Profit and loss account
for the year ended 26 June 2015

	Note	2015 £	2014 £
Turnover	1	**51,844,176**	48,984,934
Cost of sales		**(31,444,587)**	(29,725,777)
Gross profit		**20,399,589**	19,259,157
Distribution costs		**(11,443,183)**	(11,348,727)
Administrative expenses		**(4,740,418)**	(4,335,783)
Other operating income	2	**22,500**	76,171
Operating profit	3	**4,238,488**	3,650,818
Net profit on sale of tangible fixed assets	6	**207,712**	247,793
Profit on ordinary activities before interest		**4,446,200**	3,898,611
Interest receivable and similar income	7	**43,425**	37,258
Interest payable and similar charges	8	**(30,460)**	(60,490)
Profit on ordinary activities before taxation		**4,459,165**	3,875,379
Tax on profit on ordinary activities	9	**(812,778)**	(787,542)
Profit for the financial year	19	**3,646,387**	3,087,837

All amounts relate to continuing operations.

There were no recognised gains and losses for 2015 and 2014 other than those included in the profit and loss account.

There is no material difference between the profit on ordinary activities before taxation and the profit for the financial year stated above and their historical costs equivalents.

Ringtons Limited

Balance sheet as at 26 June 2015

	Note	£	2015 £	£	2014 £
Fixed assets					
Tangible assets	10		**10,930,777**		8,657,848
Investments	11		**1**		1
			10,930,778		8,657,849
Current assets					
Stocks	12	**8,748,183**		7,697,833	
Debtors	13	**3,773,489**		3,748,200	
Cash at bank and in hand		**4,458,864**		6,264,900	
		16,980,536		17,710,933	
Creditors: amounts falling due within one year	14	**(8,617,640)**		(9,291,350)	
Net current assets			**8,362,896**		8,419,583
Total assets less current liabilities			**19,293,674**		17,077,432
Creditors: amounts falling due after more than one year	15		**(60,714)**		(455,455)
Provisions for liabilities					
Deferred tax	16	**(83,241)**		(33,785)	
Other provisions	17	**(79,783)**		(39,643)	
			(163,024)		(73,428)
Net assets			**19,069,936**		16,548,549
Capital and reserves					
Called up share capital	18		**142,444**		142,444
Capital redemption reserve	19		**296,343**		296,343
Profit and loss account	19		**18,631,149**		16,109,762
Total shareholders' funds	20		**19,069,936**		16,548,549

The financial statements on pages 8 to 22 were approved by the board of directors on 3 November 2015 and were signed on its behalf by:

P N H Smith
Director

Company registered number: 00572008

Ringtons Limited

Statement of accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the financial statements.

Basis of preparation of financial statements
The financial statements are prepared on the going concern basis, under the historical cost convention and in accordance with the Companies Act 2006 and applicable accounting standards in the United Kingdom. The principal accounting policies, which have been applied consistently throughout the year, are set out below.

As the company is a wholly owned subsidiary of Ringtons Holdings Limited and is included in the consolidated financial statements of Ringtons Holdings Limited which are publicly available. Consequently, the company has taken advantage of the exemption from preparing consolidated financial statements under the terms of section 400 of the Companies' Act 2006.

Under FRS 1 'Cash Flow Statements (Revised 1996)' the company is exempt from the requirement to prepare a cash flow statement on the grounds that a parent undertaking includes the company in its own published consolidated financial statements.

The company has taken advantage of the exemption contained in FRS 8 'Related Party Disclosures' and has therefore not disclosed transactions or balances with wholly owned subsidiaries which form part of the group.

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.

Retail van sales – the value of sales of goods accepted by customers, excluding value added tax.
Other customers – the value of sales of goods despatched to customers, excluding value added tax.

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	-	2% straight line
Leasehold property	-	2% straight line
Plant and machinery	-	10%-25% straight line
Fixtures, fittings and other assets	-	10%-25% straight line

Depreciation is not charged on land or assets under construction.

Finance leases
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.

Ringtons Limited

Statement of accounting policies (continued)

Operating leases
Rental under operating leases are charged to the profit and loss account on a straight-line basis over the lease term.

Investments
Investments held as fixed assets are shown at cost less provision for impairment.

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

Deferred taxation
Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exceptions:

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold.

Deferred tax assets are recognised only to the extent that the directors consider that it is 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 is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

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

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.

Pensions
The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

Notes to the financial statements for the year ended 26 June 2015

1 Turnover

The whole of the turnover and profit before tax are attributable to the one principal activity of the company.

All turnover arose within the United Kingdom.

2 Other operating income

	2015	2014
	£	£
Rent receivable	**22,500**	76,171

3 Operating profit

Profit on ordinary activities before taxation is stated after charging/(crediting):

	2015	2014
	£	£
Depreciation of tangible fixed assets:		
- owned by the company	**1,188,468**	1,097,947
- held under hire purchase agreements	**273,816**	273,816
Operating lease rentals:		
- other operating leases	**69,000**	69,000
Net loss on foreign currency translation	**(3,291)**	(19,395)
Profit on disposal of fixed assets	**(243,924)**	(66,315)
Auditors' remuneration:		
Audit of these financial statements	**14,500**	11,850
Amounts receivable by the auditors and their associates in respect of:		
Other services relating to accounting	**-**	4,750
Other services relating to taxation	**2,500**	4,420

Notes to the financial statements for the year ended 26 June 2015 (continued)

4 Staff costs

Staff costs, including directors' remuneration, were as follows:

	2015	2014
	£	£
Wages and salaries	**11,527,695**	10,661,124
Social security costs	**1,029,839**	946,877
Other pension costs	**542,475**	513,257
	13,100,009	12,121,258

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

	2015	2014
	Number	Number
Production	**115**	113
Selling and distribution	**361**	353
Administrative	**38**	40
	514	506

5 Directors' remuneration

	2015	2014
	£	£
Remuneration	**804,293**	684,484
Company pension contributions to defined contribution pension schemes	**16,000**	16,000
	820,293	700,484

During the year retirement benefits were accruing to 1 director (2014: 1) in respect of defined contribution pension schemes.

The highest paid director received remuneration of £267,347 (2014: £225,045) and pension contributions to defined contribution pension of £nil (2014: £nil)

Notes to the financial statements for the year ended 26 June 2015 (continued)

6 Net profit on sale of tangible fixed assets

	2015	2014
	£	£
Profit on disposal of sales offices	**207,712**	247,793

7 Interest receivable and similar income

	2015	2014
	£	£
Bank interest receivable	**40,047**	34,588
Other interest receivable	**3,378**	2,670
	43,425	37,258

8 Interest payable and similar charges

	2015	2014
	£	£
Interest payable on bank borrowing	**14,883**	23,404
On loans from group undertakings	**15,577**	37,086
	30,460	60,490

Notes to the financial statements for the year ended 26 June 2015 (continued)

9 Tax on profit on ordinary activities

Analysis of tax charge in the year

	2015	2014
	£	£
Current tax (see note below)		
UK corporation tax charge on profit for the year	**767,568**	925,000
Adjustments in respect of prior periods	**(4,246)**	(46,503)
Total current tax	**763,322**	878,497
Deferred tax		
Origination and reversal of timing differences	**53,240**	(85,836)
Effect of changes in tax rate	**(262)**	(5,119)
Other	**(3,522)**	-
Total deferred tax (see note 16)	**49,456**	(90,955)
Tax on profit on ordinary activities	**812,778**	787,542

Factors affecting tax charge for the year

The tax assessed for the year is lower (2014: higher) than the standard rate of corporation tax in the UK of 20.75% (2014: 22.5%). The differences are explained below:

	2015	2014
	£	£
Profit on ordinary activities before taxation	**4,459,165**	3,875,379
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 20.75% (2014: 22.5%)	**925,307**	871,960
Effects of:		
(Income)/Expenses not deductible for tax purposes	**(69,424)**	40,988
Capital allowances for year in excess of depreciation	**(53,240)**	(27,192)
Income not taxable for tax purposes	**-**	(55,681)
Adjustments to tax charge in respect of prior periods	**(4,246)**	(46,503)
Short term timing differences leading to an increase in taxation	**-**	113,029
Group relief claimed without payment	**(35,075)**	(18,104)
Current tax charge for the year (see note above)	**763,322**	878,497

Notes to the financial statements for the year ended 26 June 2015 (continued)

9 Tax on profit on ordinary activities (continued)

Factors that may affect future tax charges
The 2013 Budget announced that the main rate of UK corporation tax would reduce to 20% from 1 April 2015 and as such deferred tax is recognised at 20%.

In addition, changes to the main rate were announced in the Chancellor's Budget on 8 July 2015, including reductions to the main rate down to 19% from 1 April 2017 and 18% from 1 April 2020. As these changes had not been substantially enacted at the balance sheet date their effects are not included in these financial statements.

10 Tangible fixed assets

	Freehold property	Leasehold property	Plant and machinery	Fixtures, fittings and other assets	Assets under construction	Total
	£	£	£	£	£	£
Cost						
At 1 July 2014	4,073,512	773,857	8,207,466	5,621,368	105,470	18,781,673
Additions	-	173,370	1,546,592	967,580	1,216,205	3,903,747
Disposals	(130,296)	-	(285,612)	(1,142,677)	-	(1,558,585)
At 26 June 2015	**3,943,216**	**947,227**	**9,468,446**	**5,446,271**	**1,321,675**	**21,126,835**
Accumulated depreciation						
At 1 July 2014	1,533,565	137,811	5,060,581	3,391,868	-	10,123,825
Charge for the year	72,482	17,500	506,980	865,322	-	1,462,284
On disposals	(28,978)	-	(284,839)	(1,076,234)	-	(1,390,051)
At 26 June 2015	**1,577,069**	**155,311**	**5,282,722**	**3,180,956**	**-**	**10,196,058**
Net book value						
At 26 June 2015	**2,366,147**	**791,916**	**4,185,724**	**2,265,315**	**1,321,675**	**10,930,777**
At 30 June 2014	2,539,947	636,046	3,146,885	2,229,500	105,470	8,657,848

The net book value of assets held under finance leases or hire purchase contracts, included above, are as follows:

	2015	2014
	£	£
Plant and machinery	**823,145**	929,313
Motor vehicles	**385,378**	553,026
	1,208,523	1,482,339

Notes to the financial statements for the year ended 26 June 2015 (continued)

11 Investments

	Investments in subsidiary companies
	£
Cost or valuation	
At 1 July 2014 and 26 June 2015	1
Net book value	
At 26 June 2015	**1**
At 30 June 2014	1

The directors believe that the carrying value of the investments is supported by their underlying net assets.

Subsidiary undertakings

The company owns 100% of the issued share capital of The Perfectly Picked and Packed Company Limited, a company registered in England and Wales, which has remained dormant throughout the year.

12 Stocks

	2015	2014
	£	£
Raw materials	**5,321,633**	5,133,688
Finished goods and goods for resale	**3,426,550**	2,564,145
	8,748,183	7,697,833

13 Debtors

	2015	2014
	£	£
Trade debtors	**3,093,651**	3,091,735
Amounts owed by group undertakings	**56,874**	60,636
Other debtors	**343,699**	417,524
Prepayments and accrued income	**279,265**	178,305
	3,773,489	3,748,200

The amounts owed by group undertakings are unsecured, interest free and have no fixed repayment date.

14 Creditors: amounts falling due within one year

	2015	2014
	£	£
Bank loans and overdrafts	**1,087,477**	1,218,562
Net obligations under hire purchase contracts	**404,640**	540,447
Trade creditors	**1,294,513**	1,002,853
Amounts owed to group undertakings	**15,398**	2,000,000
Corporation tax	**206,322**	382,721
Other taxation and social security	**396,104**	340,860
Accruals and deferred income	**5,213,186**	3,805,907
	8,617,640	9,291,350

The amounts owed to group undertakings are unsecured, interest free and have no fixed repayment date.

Hire purchase liabilities are secured over the assets to which they relate.

15 Creditors: amounts falling due after more than one year

	2015	2014
	£	£
Net obligation under finance leases and hire purchase contracts	**60,714**	455,455

Obligations under finance leases and hire purchase contracts, included above, are payable as follows:

	2015	2014
	£	£
Between two and five years	**60,714**	455,455

Hire purchase liabilities are secured over the assets to which they relate.

Notes to the financial statements for the year ended 26 June 2015 (continued)

16 Deferred tax

	2015	2014
	£	£
At 1 July 2014	**33,785**	124,740
Charge for/(released during) year	**49,718**	(90,955)
Under provision in prior year	**(262)**	-
At 26 June 2015	**83,241**	33,785

The provision for deferred taxation is made up as follows:

	2015	2014
	£	£
Accelerated capital allowances	**195,618**	151,780
Other timing differences	**(112,377)**	(117,995)
	83,241	33,785

17 Other provisions

	Onerous lease provision
	£
At 1 July 2014	39,643
Additions	40,140
At 26 June 2015	**79,783**

Notes to the financial statements for the year ended 26 June 2015 (continued)

18 Called up share capital

	2015	2014
	£	£
Authorised		
2,076,000 (2014: 2,076,000) ordinary shares of £1 each	**2,076,000**	2,076,000
Allotted, called up and fully paid		
142,444 (2014: 142,444) ordinary shares of £1 each	**142,444**	142,444

19 Reserves

	Capital redemption reserve	Profit and loss account
	£	£
At 1 July 2014	296,343	16,109,762
Profit for the financial year	-	3,646,387
Dividends: Equity capital	-	(1,125,000)
At 26 June 2015	**296,343**	**18,631,149**

20 Reconciliation of movements in shareholders' funds

	2015	2014
	£	£
Opening shareholders' funds	**16,548,549**	14,210,712
Profit for the financial year	**3,646,387**	3,087,837
Dividends (Note 21)	**(1,125,000)**	(750,000)
Closing shareholders' funds	**19,069,936**	16,548,549

Notes to the financial statements for the year ended 26 June 2015 (continued)

21 Dividends

	2015	2014
	£	£
Dividends paid on equity capital	**1,125,000**	750,000

Dividends paid at £7.90 (2014: £5.27) per share.

22 Capital commitments

At the year end the company had capital commitments as follows:

	2015	2014
	£	£
Contracted for but not provided in these financial statements	**670,684**	126,960

23 Pension commitments

The company's pension contributions are charged to the profit and loss account in the year in which they are payable. The cost of contributions to the scheme in the year amount to £542,475 (2014: £513,257). An amount of £68,697 (2014: £61,885) is due to the scheme at the year end.

24 Operating lease commitments

At the year end the company had annual commitments under non-cancellable operating leases as follows:

	Land and buildings	
	2015	2014
	£	£
Expiry date:		
Between 2 and 5 years	**69,000**	69,000

25 Ultimate parent undertaking and controlling party

The immediate and ultimate parent undertaking, and controlling party is Ringtons Holdings Limited, a company registered in the United Kingdom.

Ringtons Holdings Limited is the parent undertaking of the smallest and largest group of undertakings to consolidate these financial statements at 26 June 2015. The consolidated financial statements of Ringtons Holdings Limited are available from 10-22 Algernon Road, Heaton, Newcastle upon Tyne, NE6 2YN.

Transactions with other group companies within the Ringtons Group which are eliminated on consolidation are not disclosed as the company has taken advantage of the exemption available under FRS 8 'Related Party Disclosures'.