



REGISTRARS COPY

**STRATEGIC REPORT,
REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2017
FOR
E. SIDWELL LIMITED**



CONTENTS OF THE FINANCIAL STATEMENTS
for the year ended 30 September 2017

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E. SIDWELL LIMITED
COMPANY INFORMATION
for the year ended 30 September 2017

DIRECTORS:

A J Sidwell
D H Sidwell
F McQueen
Mrs A Sidwell

SECRETARY:

Mrs P D Sowter

REGISTERED OFFICE:

7 Berrington Road
Sydenham Industrial Estate
Leamington Spa
CV31 1NB

REGISTERED NUMBER:

00733621 (England and Wales)

AUDITORS:

Dafferns LLP
One Eastwood
Harry Weston Road
Binley Business Park
Coventry
CV3 2UB

STRATEGIC REPORT
for the year ended 30 September 2017

The directors present their strategic report for the year ended 30 September 2017.

We are presenting a balanced and comprehensive review of the performance of our business during the year and its position at the year end. The review is consistent with the size and nature of our business taking into account the risks and uncertainties that we face.

REVIEW OF BUSINESS

The company operates in the wholesale fruit and vegetables market delivering fresh prepped produce, dairy and limited dry goods to restaurants, pubs, hotels, catering companies, schools, universities and local authorities.

The company conducts its operations from two sites (Stratford and Leamington), which continue to operate independently of one another. However, during the financial year the management of both depots has now been brought together under one Managing Director, Forbes McQueen, who has managed the more successful operations at Stratford for the past 15 years. This change facilitates a number of efficiencies, which are already delivering lower operating costs and improved margins.

Overall sales have increased by 4.5% to £12,321,505 (2016: 11,786,001) with a profit before tax of £23,444 (2016: £142,854 loss). Net assets increased to £336,015 (2016: £312,571).

KEY PERFORMANCE INDICATORS

Gross margin across the businesses was 32.6%

Net margin across the businesses was 0.2%

Management continue to review key performance indicators with a view to maximising return.

PRINCIPAL RISKS AND UNCERTAINTIES

THE BUSINESS

Delivering fresh and prepared produce, dairy and dry goods to wholesale kitchens within the Midlands. The operation will continue, as before, under the existing management team.

No major capital investments are planned.

There is a risk caused by uncertainty over Brexit. With a low sterling and possible future food tariffs from Europe, purchase prices could be forced up. It may be difficult to raise prices sufficiently quickly so gross margins may suffer. There is also a chance that the Brexit negotiations may lead to lower imported food prices overall. Regardless, we will continue to seek UK based supply wherever possible, which insulates us from this risk and reduces "food miles".

FUTURE DEVELOPMENTS AND RESEARCH AND DEVELOPMENT

The Stratford operation will continue as it has over the past few years. No capital expenditure is planned other than the replacement of worn out vehicles. Financial performance is expected to be very similar to the past two years.

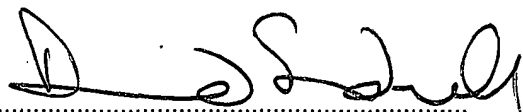
The Leamington depot has completed all capital investments. It has also scaled back its operation, stopping the supply to less profitable customers and reducing the number of runs and vans used.

STRATEGIC REPORT
for the year ended 30 September 2017

OUTLOOK

The directors believe that the company is in an ever improving position for the future maintaining a ongoing focus on attracting new customers through our passion for quality and enhancing our net profit margin through further development of the company's internal efficiencies and waste minimisation. The outlook for the coming year looks positive.

ON BEHALF OF THE BOARD:



D H Sidwell - Director

Date:

26/06/2018



26/06/2018

**REPORT OF THE DIRECTORS
for the year ended 30 September 2017**

The directors present their report with the financial statements of the company for the year ended 30 September 2017.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of wholesalers of fresh fruit and vegetables.

DIVIDENDS

No dividends will be distributed for the year ended 30 September 2017.

FUTURE DEVELOPMENTS

Future developments have been detailed in the strategic report in accordance with s414C(11) CA 2006.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 October 2016 to the date of this report.

A J Sidwell
D H Sidwell
F McQueen
Mrs A Sidwell

Other changes in directors holding office are as follows:

J Wilkinson - resigned 30 April 2017
Mrs A Wilkinson - resigned 4 April 2017

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Strategic Report, 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 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;
- 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.

REPORT OF THE DIRECTORS
for the year ended 30 September 2017

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 company'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 company's auditors are aware of that information.

ON BEHALF OF THE BOARD:



.....
D H Sidwell - Director

Date: 26/06/2018

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF E. SIDWELL LIMITED

Opinion

We have audited the financial statements of E. Sidwell Limited (the 'company') for the year ended 30 September 2017 which comprise the Statement of Comprehensive Income, Balance Sheet, Statement of Changes in Equity, Cash Flow Statement and Notes to the Cash Flow Statement, Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (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.

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 30 September 2017 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.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The directors are responsible for the other information. The other information comprises the information in the Strategic Report and the Report of the Directors, but does not include the financial statements and our Report of the Auditors thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the 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; and
- the Strategic Report and the Report of the Directors have been prepared in accordance with applicable legal requirements.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
E. SIDWELL LIMITED**

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report or the Report of the Directors.

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, 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; 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.

Responsibilities of directors

As explained more fully in the Statement of Directors' Responsibilities set out on page four, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Auditors.



Richard Miller MA (Oxon) FCA (Senior Statutory Auditor)
for and on behalf of Dafferns LLP
One Eastwood
Harry Weston Road
Binley Business Park
Coventry
CV3 2UB

Date: 26 June 2018

E. SIDWELL LIMITED (REGISTERED NUMBER: 00733621)

STATEMENT OF COMPREHENSIVE INCOME
for the year ended 30 September 2017

	Notes	2017 £	2016 £
TURNOVER	4	12,321,505	11,786,001
Cost of sales		8,302,364	8,023,969
GROSS PROFIT		4,019,141	3,762,032
Distribution costs		2,858,929	2,755,939
Administrative expenses		961,128	971,527
		3,820,057	3,727,466
OPERATING PROFIT	6	199,084	34,566
Interest payable and similar expenses	7	175,640	177,420
PROFIT/(LOSS) BEFORE TAXATION		23,444	(142,854)
Tax on profit/(loss)	8	-	-
PROFIT/(LOSS) FOR THE FINANCIAL YEAR		23,444	(142,854)
OTHER COMPREHENSIVE INCOME		-	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		23,444	(142,854)

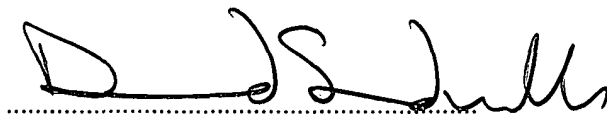
The notes form part of these financial statements

E. SIDWELL LIMITED (REGISTERED NUMBER: 00733621)

**BALANCE SHEET
30 September 2017**

	Notes	2017 £	2016 £
FIXED ASSETS			
Intangible assets	9	-	150
Tangible assets	10	1,333,716	1,440,626
		<u>1,333,716</u>	<u>1,440,776</u>
CURRENT ASSETS			
Stocks	11	136,483	143,427
Debtors	12	1,704,014	1,790,795
Cash at bank and in hand		21,940	159,908
		<u>1,862,437</u>	<u>2,094,130</u>
CREDITORS			
Amounts falling due within one year	13	1,223,755	1,585,939
NET CURRENT ASSETS		<u>638,682</u>	<u>508,191</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,972,398</u>	<u>1,948,967</u>
CREDITORS			
Amounts falling due after more than one year	14	1,636,383	1,636,396
NET ASSETS		<u><u>336,015</u></u>	<u><u>312,571</u></u>
CAPITAL AND RESERVES			
Called up share capital	18	75	75
Revaluation reserve	19	588,641	588,641
Capital redemption reserve	19	25	25
Retained earnings	19	(252,726)	(276,170)
SHAREHOLDERS' FUNDS		<u><u>336,015</u></u>	<u><u>312,571</u></u>

The financial statements were approved by the Board of Directors on 26 June 2018 and were signed on its behalf by:



D H Sidwell - Director



The notes form part of these financial statements

STATEMENT OF CHANGES IN EQUITY
for the year ended 30 September 2017

	Called up share capital £	Retained earnings £	Revaluation reserve £	Capital redemption reserve £	Total equity £
Balance at 1 October 2015	75	(133,316)	588,641	25	455,425
Changes in equity					
Total comprehensive income	-	(142,854)	-	-	(142,854)
Balance at 30 September 2016	<u>75</u>	<u>(276,170)</u>	<u>588,641</u>	<u>25</u>	<u>312,571</u>
Changes in equity					
Total comprehensive income	-	23,444	-	-	23,444
Balance at 30 September 2017	<u>75</u>	<u>(252,726)</u>	<u>588,641</u>	<u>25</u>	<u>336,015</u>

The notes form part of these financial statements

CASH FLOW STATEMENT
for the year ended 30 September 2017

	Notes	2017 £	2016 £
Cash flows from operating activities			
Cash generated from operations	1	604,280	327,777
Interest paid		(175,640)	(177,420)
Net cash from operating activities		<u>428,640</u>	<u>150,357</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(190,354)	(143,860)
Sale of tangible fixed assets		6,600	8,558
Net cash from investing activities		<u>(183,754)</u>	<u>(135,302)</u>
Cash flows from financing activities			
Related party loan receipts		-	38,533
Related party loan advances		(5,609)	98,641
Related party loan repayments		(100,000)	-
Amount introduced by directors		100	-
Amount withdrawn by directors		-	(4,033)
Net cash from financing activities		<u>(105,509)</u>	<u>133,141</u>
Increase in cash and cash equivalents		<u>139,377</u>	<u>148,196</u>
Cash and cash equivalents at beginning of year	2	(165,411)	(313,607)
Cash and cash equivalents at end of year	2	<u>(26,034)</u>	<u>(165,411)</u>

The notes form part of these financial statements

NOTES TO THE CASH FLOW STATEMENT
for the year ended 30 September 2017

1. RECONCILIATION OF PROFIT/(LOSS) BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS

	2017	2016
	£	£
Profit/(loss) before taxation	23,444	(142,854)
Depreciation charges	293,197	271,565
Profit on disposal of fixed assets	(2,383)	(2,886)
Finance costs	175,640	177,420
	<u>489,898</u>	<u>303,245</u>
Decrease/(increase) in stocks	6,944	(6,189)
Decrease/(increase) in trade and other debtors	92,090	(5,386)
Increase in trade and other creditors	15,348	36,107
	<u>604,280</u>	<u>327,777</u>
Cash generated from operations	<u>604,280</u>	<u>327,777</u>

2. CASH AND CASH EQUIVALENTS

The amounts disclosed on the Cash Flow Statement in respect of cash and cash equivalents are in respect of these Balance Sheet amounts:

Year ended 30 September 2017

	30.9.17	1.10.16
	£	£
Cash and cash equivalents	21,940	159,908
Bank overdrafts	(47,974)	(325,319)
	<u>(26,034)</u>	<u>(165,411)</u>

Year ended 30 September 2016

	30.9.16	1.10.15
	£	£
Cash and cash equivalents	159,908	130,557
Bank overdrafts	(325,319)	(444,164)
	<u>(165,411)</u>	<u>(313,607)</u>

**NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 September 2017**

1. STATUTORY INFORMATION

E. Sidwell Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

2. STATEMENT OF COMPLIANCE

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006.

3. ACCOUNTING POLICIES

Basis of preparing the financial statements

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

The accounts have been prepared on a going concern basis. Over the previous few years the directors have been carrying out a reorganisation of the company, including a substantial capital investment at its Leamington site, following which the company has slowly returned to profitability which is anticipated to continue in the future.

The directors have considered the working capital requirements of the company and believe that the resources available to them, including loan capital introduced, are sufficient and appropriate for the continuing trading needs of the company.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer, typically on dispatch of the goods.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2011, is being amortised evenly over its estimated useful life of five years.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 30 September 2017**

3. ACCOUNTING POLICIES - continued

Tangible fixed assets

Plant & machinery is recognised at cost and subsequently measured under the historical cost model being cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes any direct expenditure incurred to bring the asset to its current location and condition necessary for the asset to work as intended by management.

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

Plant & machinery - 20% - 33.3% on cost

Repairs and maintenance costs are charged to the statement of comprehensive income in the period in which they are incurred.

Any gains and losses on the disposal of tangible fixed assets are recognised in the statement of comprehensive income in the year that the disposal takes place.

Freehold property is shown at fair value, with changes in fair value shown in the revaluation reserve. A valuation was carried out by EH Commercial in March 2015.

Leasehold premises are long leasehold and are shown at fair value, with changes in fair value shown in the revaluation reserve. The directors plan for a professional valuation of the long leasehold premises in the near future.

No depreciation has been provided on any buildings during the year. The company follows a programme of maintenance of its properties, which includes the reinstatement of the fabric of the buildings, where necessary, in order to maintain them to a high standard. Accordingly, in the opinion of the directors, any element of depreciation would be immaterial and no provision has been made.

Stocks

Stocks are valued at the lower of cost and net realisable value. Cost is determined by maintaining stock on a first-in, first-out basis.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Statement of Comprehensive Income, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

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

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 30 September 2017

3. ACCOUNTING POLICIES - continued**Operating lease 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.

Debtors and creditors receivable / payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the profit and loss account in administrative expenses.

4. TURNOVER

The turnover and profit (2016 - loss) before taxation are attributable to the one principal activity of the company.

An analysis of turnover by class of business is given below:

	2017 £	2016 £
Sales of goods	12,321,505	11,786,001
	<u>12,321,505</u>	<u>11,786,001</u>

5. EMPLOYEES AND DIRECTORS

	2017 £	2016 £
Wages and salaries	2,347,322	2,294,081
Social security costs	208,846	198,071
Other pension costs	19,524	18,058
	<u>2,575,692</u>	<u>2,510,210</u>

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

	2017	2016
Warehouse	82	84
Administration	15	13
Directors	5	6
Sales	5	5
	<u>107</u>	<u>108</u>

	2017 £	2016 £
Directors' remuneration	212,546	250,376
Directors' pension contributions to money purchase schemes	850	1,075
	<u>213,396</u>	<u>251,451</u>

The number of directors to whom retirement benefits were accruing was as follows:

Money purchase schemes	<u>4</u>	<u>4</u>
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NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 30 September 2017

5. EMPLOYEES AND DIRECTORS - continued

Information regarding the highest paid director is as follows:

	2017	2016
	£	£
Emoluments etc	142,406	147,516
Pension contributions to money purchase schemes	399	322
	<u>142,805</u>	<u>147,838</u>

6. OPERATING PROFIT

The operating profit is stated after charging/(crediting):

	2017	2016
	£	£
Depreciation - owned assets	293,047	265,872
Profit on disposal of fixed assets	(2,383)	(2,886)
Goodwill amortisation	150	5,693
Auditors' remuneration	6,400	6,200
Other operating leases	11,472	18,281
	<u>308,686</u>	<u>283,060</u>

7. INTEREST PAYABLE AND SIMILAR EXPENSES

	2017	2016
	£	£
Bank interest	4,390	6,170
Other interest	171,250	171,250
	<u>175,640</u>	<u>177,420</u>

8. TAXATION**Analysis of the tax charge**

No liability to UK corporation tax arose for the year ended 30 September 2017 nor for the year ended 30 September 2016.

9. INTANGIBLE FIXED ASSETS

	Goodwill £
COST	
At 1 October 2016	
and 30 September 2017	<u>81,800</u>
AMORTISATION	
At 1 October 2016	81,650
Amortisation for year	150
	<u>81,800</u>
At 30 September 2017	
NET BOOK VALUE	
At 30 September 2017	<u>-</u>
At 30 September 2016	<u>150</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 30 September 2017

10. TANGIBLE FIXED ASSETS

	Freehold property £	Long leasehold £	Plant and machinery £	Totals £
COST OR VALUATION				
At 1 October 2016	575,000	300,000	1,860,979	2,735,979
Additions	-	-	190,354	190,354
Disposals	-	-	(52,875)	(52,875)
At 30 September 2017	575,000	300,000	1,998,458	2,873,458
DEPRECIATION				
At 1 October 2016	-	-	1,295,353	1,295,353
Charge for year	-	-	293,047	293,047
Eliminated on disposal	-	-	(48,658)	(48,658)
At 30 September 2017	-	-	1,539,742	1,539,742
NET BOOK VALUE				
At 30 September 2017	575,000	300,000	458,716	1,333,716
At 30 September 2016	575,000	300,000	565,626	1,440,626

The freehold premises are stated at fair value. A valuation was carried out for these purposes in March 2015 by EH Commercial on an open market basis. The directors do not believe that this figure differs materially from fair value at 30 September 2017.

The long leasehold premises are stated at fair value. A valuation was carried out for these purposes in 2002 by the directors, based on external professional advice. The directors plan for a professional valuation of the long leasehold premises in the near future.

If the properties had not been revalued they would have been included at historical cost of £298,085 (2016: 298,085).

11. STOCKS

	2017 £	2016 £
Stocks of goods for resale	136,483	143,427

Stock recognised in cost of sales during the year as an expense was £8,302,364 (2016: 8,023,969).

12. DEBTORS

	2017 £	2016 £
Amounts falling due within one year:		
Trade debtors	1,494,311	1,516,325
Other debtors	65,523	50,742
Prepayments	50,565	130,113
	1,610,399	1,697,180

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 30 September 2017

12. DEBTORS - continued

	2017 £	2016 £
Amounts falling due after more than one year:		
Other debtors	<u>93,615</u>	<u>93,615</u>
Aggregate amounts	<u>1,704,014</u>	<u>1,790,795</u>

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017 £	2016 £
Bank loans and overdrafts (see note 15)	47,974	325,319
Trade creditors	1,045,670	1,031,856
Social security and other taxes	75,312	73,779
Other creditors	<u>54,799</u>	<u>154,985</u>
	<u>1,223,755</u>	<u>1,585,939</u>

14. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2017 £	2016 £
Other creditors	<u>1,636,383</u>	<u>1,636,396</u>

15. LOANS

An analysis of the maturity of loans is given below:

	2017 £	2016 £
Amounts falling due within one year or on demand:		
Bank overdrafts	<u>47,974</u>	<u>325,319</u>

16. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2017 £	2016 £
Within one year	655	8,046
Between one and five years	<u>2,184</u>	<u>-</u>
	<u>2,839</u>	<u>8,046</u>

17. SECURED DEBTS

The following secured debts are included within creditors:

	2017 £	2016 £
Bank overdrafts	<u>47,974</u>	<u>325,319</u>

The overdraft facility is secured by charges over the freehold properties at Unit 7 & 8a Berrington Road.

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 30 September 2017

18. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:		Nominal value: £1	2017	2016
Number:	Class:		£	£
75	Ordinary		<u>75</u>	<u>75</u>

19. RESERVES

	Retained earnings £	Revaluation reserve £	Capital redemption reserve £	Totals £
At 1 October 2016	(276,170)	588,641	25	312,496
Profit for the year	<u>23,444</u>			<u>23,444</u>
At 30 September 2017	<u>(252,726)</u>	<u>588,641</u>	<u>25</u>	<u>335,940</u>

Retained earnings - represents cumulative profits and losses net of dividends and any other adjustments.

Revaluation reserve - represents the cumulative effect of revaluations of tangible fixed assets.

Capital redemption reserve - represents the cumulative nominal value of shares bought back by the company.

20. PENSION COMMITMENTS

The company operates a defined contribution scheme for employees. Contributions to the scheme during the financial year amounting to £19,524 (2016: £18,058) have been charged to the profit and loss account. At 30 September 2017 there were £602 of outstanding contributions to be paid over to the pension scheme (2016: £1,672).

21. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to a director subsisted during the years ended 30 September 2017 and 30 September 2016:

	2017 £	2016 £
A J Sidwell		
Balance outstanding at start of year	436	(3,597)
Amounts advanced	51,695	127,983
Amounts repaid	(51,765)	(123,950)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>366</u>	<u>436</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 30 September 2017**

21. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES - continued

An interest free loan previously advanced to the company by Mr A.J. Sidwell for £250,000 remained outstanding as at 30 September 2017. This loan is repayable in more than one year.

An interest bearing loan was previously advanced to the company by Mr D.H. Sidwell for £550,000 remained outstanding as at 30 September 2017. The loan bears interest at a rate of 11.5% and is repayable in more than one year.

An interest bearing loan was previously advanced to the company by Mrs A Sidwell for £200,000 remained outstanding at 30 September 2017. The loan bears interest at a rate of 11.5% and is repayable in more than one year.

22. RELATED PARTY DISCLOSURES

Mr D.H. Sidwell is a beneficiary and trustee of a trust which has an interest in Sidwell & Kaye Limited. Mr D.H. Sidwell owns 90% of the share capital of Leisure U.K. Limited and is a director of that company.

Mr D.H. Sidwell is a director of Cambridge Market Intelligence.

Mr D.H. Sidwell owns 100% of the share capital of Safe One Limited and is a director of that company.

During the year there were the following related party transactions and balances:

i) £136,383 was owed by the company to Sidwell & Kaye Limited at 30 September 2017 (2016: £136,396). This amount is repayable in more than one year.

ii) In March 2006, a loan was advanced to the company for £500,000 by a trust of which Mr A J Sidwell is the settlor. The loan bears interest at a rate of 17% and is repayable in more than one year.

iii) E Sidwell Limited previously loaned £93,615 to Quadrangle One Limited, a company controlled by Mr D.H. Sidwell. The loan is interest free and repayable in more than one year.

iv) An interest free loan of £2,783 was outstanding at 30 September 2017 from Leisure UK Limited (2016: £2,770).

v) E Sidwell Limited was charged for consultancy services amounting to £10,000 (2016: £10,000) by Safe One Limited. The previously advanced £100,000 short term loan from Safe One Limited was repaid during the year. At 30 September 2017, £13,888 was due to Safe One Limited (2016: £110,186).

During the year, a total of key management personnel compensation of £239,347 was paid.

23. ULTIMATE CONTROLLING PARTY

D.H. Sidwell controls 100% of the share capital of the company.