

Registration number 1939258

YWC Group Limited and subsidiary companies

Directors' report and financial statements

for the year ended 31 March 2014

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YWC Group Limited and subsidiary companies

Company information

Directors	Michael Stewart Yarlett Steven Roger Cousins Rex Andrew Carter Kevin Taylor Ian Robert Chester
Secretary	Steven Cousins
Company number	1939258
Registered office	Bramley Way Hellaby Industrial Estate Hellaby Rotherham
Auditors	Michael A. Jarvis and Co. Edenthorpe Grove Road Rotherham
Bankers	HSBC Bank plc Sheffield Commercial Centre Unit 4 Sheffield Business Park Sheffield
	Centric Commercial Finance Limited 69 Park Lane Croydon Surrey

YWC Group Limited and subsidiary companies

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YWC Group Limited and subsidiary companies

**Strategic report
for the year ended 31 March 2014**

Business Review

As a manufacturing business it is necessary to maintain factory loading at levels which deliver a contribution sufficient to meet the costs of the management structure required to deliver quality assured products and installations.

Over the last two decades the company has increasingly been a prime supplier of products for housing stock refurbishment to local authorities and to new house builders. Both of these sectors have been put under pressure by the general economic conditions outside of the control of the company. The company has borne its share of this pressure with margins on product manufactured for these sectors being reduced markedly from historic levels. Although the business is not complex further analysis between domestic sales and the commercial sector is sensitive and prejudicial to the interests of the company.

The company is continuing to promote domestic sales and being more selective about commercial sales that reward the investment by the company in the manufacturing process. For the year under review the improvement in margins was insufficient to compensate for the loss of sales volume and the additional costs of managing change and charges associated with new finance arrangements has meant that losses have been exacerbated.

The Board of Directors recognise that the company is owner managed and a number of key financial performance indicators are influenced by the financial structure of the company and the requirements of the shareholder.

This report was approved by the Board on 12 December 2014 and signed on its behalf by



Steven Cousins
Secretary

YWC Group Limited and subsidiary companies

Directors' report for the year ended 31 March 2014

The directors present their report and the financial statements for the year ended 31 March 2014.

Principal activity and review of the business

The principal activity of the group is the manufacture and installation of double glazing products.

Results and dividends

The loss for the year, after taxation, amounted to £746,995.

The directors do not recommend payment of a final dividend.

Financial risk management objectives and policies

The group uses financial instruments comprising borrowings, cash and other liquid resources to provide finance for its fixed and working capital requirements. The group continually reviews its exposure to interest rate risks provided by conventional sources.

Directors

The directors who served during the year are as stated below:

Michael Stewart Yarlett

Steven Roger Cousins

Rex Andrew Carter

Jonathan Trevor Bailey Resigned 23 May 2014

Kevin Taylor Appointed 5 August 2012

Ian Robert Chester Appointed 12 August 2013

Robert Keenan Resigned 3 May 2013

YWC Group Limited and subsidiary companies

Directors' report for the year ended 31 March 2014

..... continued

Statement of directors' responsibilities

The directors are responsible for preparing the Directors' Report 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 year. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and 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.

In so far as the directors are aware:

- there is no relevant audit information (information needed by the group's auditors in connection with preparing their report) of which the group's auditors are unaware, and
- the directors have taken all the steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the group's auditors are aware of that information.

Auditors

Michael A. Jarvis and Co. are deemed to be reappointed in accordance with an elective resolution made under Section 386(1) of the Companies Act 1985 which continues in force under the Companies Act 2006.

This report was approved by the Board on 12 December 2014 and signed on its behalf by



Steven Cousins
Secretary

**Independent auditor's report to the shareholders of
YWC Group Limited and subsidiary companies**

We have audited the financial statements of YWC Group Limited and subsidiary companies for the year ended 31 March 2014 which comprise the Consolidated Profit and Loss Account, the Balance Sheets, the Consolidated Cash Flow Statement, the Consolidated Statement of Total Recognised Gains and Losses, the Reconciliation of Movements in Shareholders' Funds and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As explained more fully in the Directors' Responsibilities Statement set out in the Directors' Report, 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 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 Strategic Review and 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 of 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 March 2014 and of the group's loss 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.

**Independent auditor's report to the shareholders of
YWC Group Limited and subsidiary companies**

.....continued

Opinion on other matter prescribed by the Companies Act 2006.

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

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, 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.



.....
John A Cawley (Senior Statutory Auditor)

For and on behalf of Michael A. Jarvis and Co.

Chartered Accountants

Edenthorpe

Grove Road

Rotherham

12 December 2014

YWC Group Limited and subsidiary companies

**Consolidated Profit and loss account
for the year ended 31 March 2014**

		Continuing operations	
		2014	2013
	Notes	£	£
Turnover	2	11,116,748	13,967,351
Cost of sales		(8,996,634)	(11,632,867)
Gross profit		2,120,114	2,334,484
Distribution costs		(670,568)	(631,309)
Administrative expenses		(2,152,450)	(1,746,141)
Operating loss	3	(702,904)	(42,966)
Other interest receivable and similar income	5	3,162	5,600
Interest payable and similar charges	6	(53,097)	(41,642)
Loss on ordinary activities before taxation		(752,839)	(79,008)
Tax on loss on ordinary activities	9	5,844	14,254
Loss for the year	19	(746,995)	(64,754)
Retained profit brought forward		1,084,432	1,145,969
Reserve Movements		3,217	3,217
Retained profit carried forward		340,654	1,084,432

There are no recognised gains or losses other than the profit or loss for the above two financial years.

The notes on pages 11 to 24 form an integral part of these financial statements.

YWC Group Limited and subsidiary companies

Note of historical cost profits and losses

Loss on ordinary activities before taxation	(752,839)	(79,008)
Difference between an historical cost depreciation charge and the actual depreciation charge of the year calculated on the revalued amount	<u>3,217</u>	<u>3,217</u>
Historical cost loss on ordinary activities before taxation	<u>(749,622)</u>	<u>(75,791)</u>
Historic cost loss for the year retained after taxation and dividends	<u>(743,778)</u>	<u>(61,537)</u>

The notes on pages 11 to 24 form an integral part of these financial statements.

YWC Group Limited and subsidiary companies

**Consolidated Balance sheet
as at 31 March 2014**

		2014		2013	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	10		1,693,119		1,800,905
Current assets					
Stocks	12	843,332		1,272,356	
Debtors	13	2,187,530		2,576,999	
Cash at bank and in hand		33,929		6,710	
		<u>3,064,791</u>		<u>3,856,065</u>	
Creditors: amounts falling due within one year	14	<u>(3,202,165)</u>		<u>(3,607,487)</u>	
Net current (liabilities)/assets			<u>(137,374)</u>		<u>248,578</u>
Total assets less current liabilities			1,555,745		2,049,483
Creditors: amounts falling due after more than one year	15		(353,708)		(94,875)
Provisions for liabilities	16		<u>(9,790)</u>		<u>(15,366)</u>
Net assets			<u>1,192,247</u>		<u>1,939,242</u>
Capital and reserves					
Called up share capital	18		60,800		60,800
Revaluation reserve	19		771,593		774,810
Other reserves	19		19,200		19,200
Profit and loss account	19		340,654		1,084,432
Shareholders' funds	20		<u>1,192,247</u>		<u>1,939,242</u>

The financial statements were approved by the Board on 12 December 2014 and signed on its behalf by

Michael Stewart Yarlett
Director



Registration number 1939258

The notes on pages 11 to 24 form an integral part of these financial statements.

YWC Group Limited

Balance sheet as at 31 March 2014

		2014		2013	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	10		1,693,119		1,800,905
Investments	11		12,001		12,001
			<u>1,705,120</u>		<u>1,812,906</u>
Current assets					
Stocks	12	843,332		1,272,356	
Debtors	13	2,187,530		2,576,999	
Cash at bank and in hand		33,929		6,710	
		<u>3,064,791</u>		<u>3,856,065</u>	
Creditors: amounts falling due within one year	14	(3,214,166)		(3,619,488)	
Net current (liabilities)/assets			<u>(149,375)</u>		<u>236,577</u>
Total assets less current liabilities			1,555,745		2,049,483
Creditors: amounts falling due after more than one year	15		(353,708)		(94,875)
Provisions for liabilities	16		<u>(9,790)</u>		<u>(15,366)</u>
Net assets			<u>1,192,247</u>		<u>1,939,242</u>
Capital and reserves					
Called up share capital	18		60,800		60,800
Revaluation reserve	19		771,593		774,810
Other reserves	19		19,200		19,200
Profit and loss account	19		<u>340,654</u>		<u>1,084,432</u>
Shareholders' funds	20		<u>1,192,247</u>		<u>1,939,242</u>

The financial statements were approved by the Board on 12 December 2014 and signed on its behalf by

Michael Stewart Yarlett
Director



Registration number 1939258

The notes on pages 11 to 24 form an integral part of these financial statements.

YWC Group Limited and subsidiary companies

**Consolidated Cash flow statement
for the year ended 31 March 2014**

	Notes	2014 £	2013 £
Reconciliation of operating loss to net cash outflow from operating activities			
Operating loss		(702,904)	(42,966)
Depreciation		147,922	158,706
Decrease in stocks		429,024	(217,500)
Decrease in debtors		342,881	162,405
(Decrease) in creditors		(489,103)	130,484
Net cash outflow from operating activities		<u>(272,180)</u>	<u>191,129</u>
Cash flow statement			
Net cash outflow from operating activities		(272,180)	191,129
Returns on investments and servicing of finance	24	(49,935)	(36,042)
Taxation	24	45,549	-
Capital expenditure	24	(40,136)	(6,471)
		<u>(316,702)</u>	<u>148,616</u>
Financing	24	358,833	(96,978)
Increase in cash in the year		<u>42,131</u>	<u>51,638</u>
Reconciliation of net cash flow to movement in net debt (Note 25)			
Increase in cash in the year		42,131	51,638
Cash outflow from decrease in debts and lease financing		(358,833)	96,978
Change in net debt resulting from cash flows		(316,702)	148,616
Net debt at 1 April 2013		<u>(949,680)</u>	<u>(1,098,296)</u>
Net debt at 31 March 2014		<u>(1,266,382)</u>	<u>(949,680)</u>

YWC Group Limited and subsidiary companies

Notes to the financial statements for the year ended 31 March 2014

1. Accounting policies

1.1. Accounting convention

The financial statements are prepared under the historical cost convention modified to include the revaluation of certain fixed assets and comply with financial reporting standards of the Accounting Standards Board.

1.2. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

1.3. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost or valuation less residual value of each asset over its expected useful life, as follows:

Land and buildings	-	Straight line over fifty years
Plant and machinery	-	25% reducing balance
Motor vehicles	-	25% reducing balance

1.4. Investment Properties

Investment properties are carried in the balance sheet at their open market value and changes in market value are dealt with through the statement of total recognised gains and losses in accordance with Statement of Standard Accounting Practice No 19.

1.5. Leasing

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

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

1.6. Stock and work in progress

Stock and work in progress are valued at the lower of cost and net realisable value.

1.7. Pensions

The pension costs charged in the financial statements represent the contribution payable by the company during the year.

YWC Group Limited and subsidiary companies

**Notes to the financial statements
for the year ended 31 March 2014**

..... continued

1.8. 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.

1.9. Financial instruments

Financial instruments are classified and accounted for, according to the substance of contractual arrangement, as either financial assets, financial liabilities or equity instruments, as defined in FRS 25, Financial Instruments: Disclosure and Presentation. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

2. Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the UK.

3. Operating loss

	2014	2013
	£	£
Operating loss is stated after charging:		
Depreciation and other amounts written off tangible assets	139,434	158,706
Loss on disposal of tangible fixed assets	8,488	-
Operating lease rentals		
- Land and buildings	117,523	126,102
- Motor vehicles	40,082	37,036
Auditors' remuneration (Note 4)	-	9,201

YWC Group Limited and subsidiary companies

**Notes to the financial statements
for the year ended 31 March 2014**

..... continued

4. Auditors' remuneration

2014	2013
£	£

Auditors' remuneration - audit of the financial statements	7,000	7,500
	<u>7,000</u>	<u>7,500</u>

5. Interest receivable and similar income

2014	2013
£	£

Bank interest	3,162	5,600
	<u>3,162</u>	<u>5,600</u>

6. Interest payable and similar charges

2014	2013
£	£

On loans and overdrafts	53,097	41,599
On overdue tax	-	43
	<u>53,097</u>	<u>41,642</u>

7. Employees

Number of employees

2014	2013
-------------	-------------

The average monthly numbers of employees
(including the directors) during the year were:

Office and management	25	27
Production staff	115	128
	<u>140</u>	<u>155</u>

Employment costs

2014	2013
£	£

Wages and salaries	2,179,708	2,496,198
Social security costs	175,622	177,198
Pension costs-other operating charge	17,369	16,641
	<u>2,372,699</u>	<u>2,690,037</u>

YWC Group Limited and subsidiary companies

**Notes to the financial statements
for the year ended 31 March 2014**

..... continued

7.1. Directors' remuneration	2014	2013
	£	£
Remuneration and other emoluments	<u>177,719</u>	<u>61,852</u>

8. Pension costs

The company operates a defined contribution scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension costs charge represents contributions payable by the company to the fund.

YWC Group Limited and subsidiary companies

**Notes to the financial statements
for the year ended 31 March 2014**

..... continued

9. Tax on loss on ordinary activities

Analysis of charge in period	2014 £	2013 £
Current tax		
UK corporation tax	-	1,306
Adjustments in respect of previous periods	(268)	-
	<u>(268)</u>	<u>1,306</u>
Total current tax charge	<u>(268)</u>	<u>1,306</u>
Deferred tax		
Timing differences, origination and reversal	(4,936)	(13,181)
Effect of changes in tax rates	(640)	(2,379)
	<u>(5,576)</u>	<u>(15,560)</u>
Total deferred tax	<u>(5,576)</u>	<u>(15,560)</u>
Tax on loss on ordinary activities	<u>(5,844)</u>	<u>(14,254)</u>

Factors affecting tax charge for period

The tax assessed for the period is higher than the standard rate of corporation tax in the UK (23.00 per cent). The differences are explained below:

	2014 £	2013 £
Loss on ordinary activities before taxation	<u>(752,839)</u>	<u>(79,008)</u>
Loss on ordinary activities multiplied by standard rate of corporation tax in the UK of 23.00% (31 March 2013 : 24.00%)	(173,153)	(18,962)
Effects of:		
Expenses not deductible for tax purposes	11,748	7,087
Capital allowances for period in excess of depreciation	4,936	13,181
Adjustments to tax charge in respect of previous periods	(268)	-
Losses carried forward	<u>156,469</u>	<u>-</u>
Current tax charge for period	<u>(268)</u>	<u>1,306</u>

YWC Group Limited and subsidiary companies

**Notes to the financial statements
for the year ended 31 March 2014**

..... continued

10. Tangible fixed assets

	Land and buildings freehold £	Plant and machinery £	Motor vehicles £	Total £
Cost/revaluation				
At 1 April 2013	1,497,504	1,834,039	127,680	3,459,223
Additions	-	34,936	-	34,936
Disposals	-	-	(11,030)	(11,030)
At 31 March 2014	<u>1,497,504</u>	<u>1,868,975</u>	<u>116,650</u>	<u>3,483,129</u>
Depreciation				
At 1 April 2013	121,791	1,435,177	101,350	1,658,318
On disposals	-	-	(7,742)	(7,742)
Charge for the year	<u>18,035</u>	<u>114,780</u>	<u>6,619</u>	<u>139,434</u>
At 31 March 2014	<u>139,826</u>	<u>1,549,957</u>	<u>100,227</u>	<u>1,790,010</u>
Net book values				
At 31 March 2014	<u>1,357,678</u>	<u>319,018</u>	<u>16,423</u>	<u>1,693,119</u>
At 31 March 2013	<u>1,375,713</u>	<u>398,862</u>	<u>26,330</u>	<u>1,800,905</u>

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

	2014		2013	
Asset description	Net book value £	Depreciation charge £	Net book value £	Depreciation charge £
Plant and machinery	<u>111,182</u>	<u>37,060</u>	<u>148,242</u>	<u>49,414</u>

Tangible fixed assets included at a valuation would have been included on a historical cost basis at:

	2014 £	2013 £
Cost	836,661	836,661
Depreciation	<u>248,608</u>	<u>233,791</u>
Net book value	<u>588,053</u>	<u>602,870</u>

YWC Group Limited and subsidiary companies

Notes to the financial statements for the year ended 31 March 2014

..... continued

11. Fixed asset investments	Subsidiary undertakings	Total
Company	shares	£
Cost	£	£
At 1 April 2013	12,001	12,001
Additions	-	-
At 31 March 2014	12,001	12,001
Net book values		
At 31 March 2014	12,001	12,001
At 31 March 2013	12,001	12,001

11.1. Holdings of 20% or more

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

Company	Country of registration or incorporation	Nature of business	Shares held class	Proportion of shares held
Subsidiary undertaking				
Yorkshire Window Co. Limited	England	Dormant	£1 Ordinary shares	100%
YWC Solar Limited	England	Dormant	£1 Ordinary shares	100%

The aggregate amount of capital and reserves and the results of these undertakings for the last relevant financial year were as follows:

	Capital and reserves	Profit for the year
	£	£
Yorkshire Window Co. Limited	12,000	-
YWC Solar Limited	1	-

YWC Group Limited and subsidiary companies

**Notes to the financial statements
for the year ended 31 March 2014**

..... continued

12. Stocks	Group and Company	
	2014	2013
	£	£
Raw materials and consumables	528,303	615,232
Work in progress	174,606	255,179
	<u>702,909</u>	<u>870,411</u>
Finished goods and goods for resale	140,423	401,945
	<u>843,332</u>	<u>1,272,356</u>
13. Debtors	Group and Company	
	2014	2013
	£	£
Trade debtors	1,640,496	1,520,709
Amount owed by connected companies	-	150,000
Other debtors	16,692	58,999
Prepayments and accrued income	530,342	847,291
	<u>2,187,530</u>	<u>2,576,999</u>

YWC Group Limited and subsidiary companies

**Notes to the financial statements
for the year ended 31 March 2014**

..... continued

14. Creditors: amounts falling due within one year	Group		Company	
	2014 £	2013 £	2014 £	2013 £
Bank overdraft	797,102	812,015	797,102	812,015
Bank loan	100,000	-	100,000	-
Net obligations under finance leases and hire purchase contracts	49,500	49,500	49,500	49,500
Trade creditors	1,366,730	1,845,383	1,366,730	1,845,383
Amounts owed to group undertaking	-	-	12,001	12,001
Corporation tax	-	1,306	-	1,306
Other taxes and social security costs	285,418	237,548	285,418	237,548
Directors' accounts	214,011	213,671	214,011	213,671
Other creditors	46,692	86,784	46,692	86,784
Accruals and deferred income	342,712	361,280	342,712	361,280
	<u>3,202,165</u>	<u>3,607,487</u>	<u>3,214,166</u>	<u>3,619,488</u>

The bank overdraft facility was secured by a legal mortgage over the company's freehold property known as Unit BT 512/3 at Hellaby Industrial Estate, Rotherham, and a debenture over the company's assets dated 10 December 2003.

Directors loan facilities provided by M S Yarlett are secured by a legal charge against the company freehold property above and separate parcels of land within the curtilage of the factory and offices dated 20 April 2012.

Obligations under finance leases and hire purchase contracts are secured upon the assets to which they relate.

YWC Group Limited and subsidiary companies

**Notes to the financial statements
for the year ended 31 March 2014**

..... continued

15. Creditors: amounts falling due after more than one year	Group and Company	
	2014	2013
	£	£
Bank loan	308,333	-
Net obligations under finance leases and hire purchase contracts	45,375	94,875
	<u>353,708</u>	<u>94,875</u>
Loans		
Repayable in one year or less, or on demand (Note 14)	100,000	-
Repayable between one and two years	100,000	-
Repayable between two and five years	208,333	-
	<u>408,333</u>	<u>-</u>
Net obligations under finance leases and hire purchase contracts		
Repayable within one year	49,500	49,500
Repayable between one and five years	45,375	94,875
	<u>94,875</u>	<u>144,375</u>
16. Provisions for liabilities	Group and Company	
	Deferred taxation (Note 17)	Total
	£	£
At 1 April 2013	15,366	15,366
Movements in the year	(5,576)	(5,576)
At 31 March 2014	<u>9,790</u>	<u>9,790</u>

YWC Group Limited and subsidiary companies

**Notes to the financial statements
for the year ended 31 March 2014**

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17. Provision for deferred taxation	Group and Company	
	2014 £	2013 £
Accelerated capital allowances	9,790	15,366
Provision for deferred tax	<u>9,790</u>	<u>15,366</u>
Provision at 1 April 2013	15,366	
Deferred tax credit in profit and loss account	<u>(5,576)</u>	
Provision at 31 March 2014	<u>9,790</u>	

18. Share capital	2014 £	2013 £
Authorised		
80,000 Ordinary shares of £1 each	<u>80,000</u>	<u>80,000</u>
Allotted, called up and fully paid		
60,800 Ordinary shares of £1 each	<u>60,800</u>	<u>60,800</u>
Equity Shares		
60,800 Ordinary shares of £1 each	<u>60,800</u>	<u>60,800</u>

19. Equity Reserves Group and Company	Revaluation reserve £	Profit and loss account £	Capital redemption reserve £	Total £
At 1 April 2013	774,810	1,084,432	19,200	1,878,442
Transfer of realised profit	-	3,217		3,217
Loss for the year		(746,995)		(746,995)
Other movements	(3,217)	-	-	(3,217)
At 31 March 2014	<u>771,593</u>	<u>340,654</u>	<u>19,200</u>	<u>1,131,447</u>

YWC Group Limited and subsidiary companies

**Notes to the financial statements
for the year ended 31 March 2014**

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20. Reconciliation of movements in shareholders' funds

	Group and Company	
	2014	2013
	£	£
Loss for the year	(746,995)	(64,754)
Opening shareholders' funds	1,939,242	2,003,996
Closing shareholders' funds	<u>1,192,247</u>	<u>1,939,242</u>

21. Financial commitments

At 31 March 2014 the company had annual commitments under non-cancellable operating leases as follows:

	Land and buildings	
	2014	2013
	£	£
Expiry date:		
Between one and five years	<u>125,000</u>	<u>125,000</u>

22. Related party transactions

Mr M S Yarlett is trustee of The H J Yarlett Discretionary Settlement, which is therefore also considered to be a related party. During the year the company paid rent to The H J Yarlett Discretionary Settlement in respect of commercial property used for manufacturing and storage at a commercial rent of £20,000 (2013 £20,000).

23. Controlling interest

Mr M S Yarlett controls the company by virtue of his interest in the issued share capital.

YWC Group Limited and subsidiary companies

**Notes to the financial statements
for the year ended 31 March 2014**

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24. Gross cash flows

	2014	2013
	£	£
Returns on investments and servicing of finance		
Interest received	3,162	5,600
Interest paid	(53,097)	(41,642)
	<u>(49,935)</u>	<u>(36,042)</u>
Taxation		
Corporation tax paid	(1,039)	-
Corporation tax repaid	46,588	-
	<u>45,549</u>	<u>-</u>
Capital expenditure		
Payments to acquire tangible assets	(34,936)	(6,471)
Receipts from sales of tangible assets	(5,200)	-
	<u>(40,136)</u>	<u>(6,471)</u>
Financing		
New long term bank loan	500,000	-
Repayment of short term bank loan	(91,667)	-
Capital element of finance leases and hire purchase contracts	(49,500)	(96,978)
	<u>358,833</u>	<u>(96,978)</u>

YWC Group Limited and subsidiary companies

**Notes to the financial statements
for the year ended 31 March 2014**

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25. Analysis of changes in net debt

	Opening balance	Cash flows	Other changes	Closing balance
	£	£	£	£
Cash at bank and in hand	6,710	27,219		33,929
Overdrafts	(812,015)	14,913		(797,102)
	<u>(805,305)</u>	<u>42,132</u>		<u>(763,173)</u>
Debt due within one year	-	91,667	(191,667)	(100,000)
Debt due after one year	-	(500,000)	191,667	(308,333)
Finance leases and hire purchase contracts	(144,375)	49,500	-	(94,875)
	<u>(144,375)</u>	<u>(358,833)</u>	<u>-</u>	<u>(503,208)</u>
Net debt	<u><u>(949,680)</u></u>	<u><u>(316,701)</u></u>	<u><u>-</u></u>	<u><u>(1,266,381)</u></u>