

Registrar Copy

# **Spillers of Chard Limited**

**Directors' report and financial statements**

**30 September 1994**

**Registered number 2049497**



# Spillers of Chard Limited

## Directors' report and financial statements

<i>Contents</i>	<i>Page</i>
Directors' report	1 - 2
Statement of directors' responsibilities	3
Auditors' report	4
Profit and loss account	5
Balance sheet	6
Notes	7 - 13

# Spillers of Chard Limited

## Directors' report

The directors present their annual report and the audited financial statements for the 9 month period ended 30 September 1994.

### Principal activities

The company continues to operate as a main authorised distributor for Aga and Rayburn.

### Business review

During the period the company became a wholly owned subsidiary of Figment Properties Limited. The period was shortened in order that the accounting reference date should become coterminous with that of the new holding company.

The results for the period are given in the profit and loss account on page 5.

### Dividends

A dividend of £10,000 was paid in the period.

### Fixed assets

Changes in the fixed assets of the company are given in note 8 to the accounts.

### Directors and directors' interests

The directors who held office during the year and their interests in the issued £1 ordinary share capital of the group were as follows:

Director	Company	At end of period	At beginning of period
AD Durie	Spillers of Chard Limited	-	1
	RG Spiller Limited	-	1,000
	Wessex Eagle Limited	-	1,000
	RG Spiller Holdings Limited	-	6,000
	Figment Properties Limited	160,909	-
Mrs C Durie	Spillers of Chard Limited	-	1
	RG Spiller Holdings Limited	-	6,000
	Figment Properties Limited	147,511	-
Ms JM Bond	Spillers of Chard Limited	-	-
D Mears (appointed 1 May 1994)	Spillers of Chard Limited	-	-

# Spillers of Chard Limited

## Directors' report

### Auditors

On 6 February 1995 our auditors changed the name under which they practice to KPMG and, accordingly, have signed their report in their new name. In accordance with Section 384 of the Companies Act 1985, a resolution for the re-appointment of KPMG as auditors of the company is to be proposed at the forthcoming Annual General Meeting.

By order of the board



**D Mears**  
Secretary

Millfield Close  
Chard  
Somerset  
TA20 2DG

# Spillers of Chard Limited

## Statement of directors' responsibilities

Company law requires the directors to prepare financial statements for each financial year which 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 those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable 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 maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. 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.



Linacre House  
Southernhay East  
Exeter  
EX1 1UG

## Auditors' report to the members of Spillers of Chard Limited

We have audited the financial statements on pages 5 to 13.

### *Respective responsibilities of directors and auditors*

As described on page 3 the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

### *Basis of opinion*

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

### *Opinion*

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 30 September 1994 and of its profit for the period then ended and have been properly prepared in accordance with the Companies Act 1985.

Chartered Accountants  
Registered Auditors

7 Nov 1995

# Spillers of Chard Limited

## Profit and loss account for the period ended 30 September 1994

	Notes	9 month period ended 30 September 1994 £	12 month period ended 31 December 1994 £
<b>Turnover</b>	2	<b>1,275,689</b>	<b>1,626,893</b>
Cost of sales		(990,051)	(1,286,387)
<b>Gross profit</b>		<b>285,638</b>	<b>340,506</b>
Distribution costs		(37,415)	(53,653)
Administrative expenses		(208,135)	(195,615)
<b>Trading profit</b>		<b>40,088</b>	<b>91,238</b>
Other interest receivable and similar income		13,716	24,156
Interest payable and similar charges	4	(390)	(155)
<b>Profit on ordinary activities before taxation</b>	5	<b>53,414</b>	<b>115,239</b>
Tax on profit on ordinary activities	7	(17,385)	(34,436)
<b>Profit on ordinary activities after taxation</b>		<b>36,029</b>	<b>80,803</b>
Dividends paid		(10,000)	(14,000)
<b>Retained profit for the period</b>		<b>26,029</b>	<b>66,803</b>
Retained profit brought forward		269,386	202,583
<b>Retained profit carried forward</b>		<b>295,415</b>	<b>269,386</b>

The company had no other recognised gains or losses in the current or preceding period.

# Spillers of Chard Limited

Balance sheet  
at 30 September 1994

	Notes	30 September 1994		31 December 1993	
		£	£	£	£
<b>Tangible fixed assets</b>	8		129,400		130,445
<b>Current assets</b>					
Stocks	9	217,598		172,473	
Debtors	10	44,998		70,552	
Cash at bank and in hand		343,920		238,927	
		606,516		481,952	
<b>Creditors: amounts falling due within one year</b>	11	(420,123)		(318,344)	
<b>Net current assets</b>			186,393		163,608
<b>Total assets less current liabilities</b>			315,793		294,053
<b>Creditors: amounts falling due after more than one year</b>	12		(3,878)		(6,767)
<b>Provisions for liabilities and charges</b>	13		(6,500)		(7,900)
			305,415		279,386
<b>Capital and reserves</b>					
Called up share capital	15	10,000		10,000	
Profit and loss account		295,415		269,386	
			305,415		279,386

These financial statements were approved by the board of directors on 7 November and were signed on its behalf by:



Mrs C Durie  
Director



# Spillers of Chard Limited

## Notes

*(forming part of the financial statements)*

### 1 Accounting policies

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

#### *Basis of preparation*

The financial statements have been prepared in accordance with applicable accounting standards and under the historical cost accounting rules.

#### *Fixed assets and depreciation*

Depreciation is charged at rates calculated to write off the cost of each asset less any residual value over its expected useful life.

Plant and machinery	-	7 years straight line
Display equipment and small tools	-	2 years straight line
Motor vehicles	-	4 years reducing balance
Office equipment	-	4 years reducing balance

Freehold land is not depreciated

#### *Stocks*

Stocks are stated at the lower of cost and net realisable value.

#### *Deferred tax*

Deferred taxation is provided using the liability method in respect of the taxation effect of all timing differences to the extent that it is probable that liabilities will crystallise in the foreseeable future.

#### *Leases and similar hire purchase agreements*

Where the company enters into a lease or similar hire purchase agreement which entails taking substantially all the risks and rewards of ownership of an asset, the lease is treated as a 'finance lease'. The asset is recorded in the balance sheet as a tangible fixed asset and is depreciated over its estimated useful life. Future instalments under such leases, net of finance charges, are included with creditors. Rentals payable are apportioned between the finance element, which is charged to the profit and loss account, and the capital element which reduces the outstanding obligation for future instalments.

All other leases are accounted for as 'operating leases' and the rental charges are charged to the profit and loss account on a straight line basis over the life of the lease.

# Spillers of Chard Limited

## Notes (continued)

### *Pension costs*

The company participates in a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The amount charged against profits represents the contributions payable to the scheme in respect of the accounting period.

### 2 Turnover

Turnover represents amounts invoiced by the company in respect of goods and services provided during the year, exclusive of discounts and value added tax.

### 3 Staff numbers and costs

The average number of persons employed by the company (including directors) during the year was 17 (1993: 14). The aggregate payroll costs of these persons were as follows:

	1994 £	1993 £
Wages and salaries	176,569	192,106
Social security costs	16,425	20,265
Other pension costs	4,549	5,422
	<u>197,543</u>	<u>217,793</u>

### 4 Interest payable and similar charges

On borrowings repayable within five years

	1994 £	1993 £
Hire purchase interest	<u>390</u>	<u>155</u>

# Spillers of Chard Limited

## Notes (continued)

### 5 Profit on ordinary activities before taxation

The profit on ordinary activities before taxation is stated after charging/(crediting) the following:

	1994	1993
	£	£
Depreciation of tangible fixed assets	17,485	22,281
Auditors' remuneration: for audit services	4,000	3,000
Directors' emoluments (including pension contributions and benefits in kind)	63,544	69,739
Pension to former director	3,750	-
Hire of machinery	710	3,474
Hire of other equipment	410	410
Profit on sale of tangible fixed assets	(218)	(4,219)
	<u>          </u>	<u>          </u>

### 6 Emoluments of directors

The emoluments of the chairman were £15,188 (1993: £19,872). The emoluments of the highest paid director were £20,250 (1993: £27,000).

The emoluments of the directors were in the following ranges:

	1994	1993
£10,001 - £15,000	2	-
£15,001 - £20,000	1	1
£20,001 - £25,000	1	1
£25,001 - £30,000	-	1

### 7 Tax on profit on ordinary activities

	1994	1993
	£	£
Corporation tax payable at 29% (1993: 29%) on the profit for the year	18,771	31,423
Transfer (from)/to deferred tax provision	(1,400)	3,022
Under/(Over) charge in prior years	14	(9)
	<u>          </u>	<u>          </u>
	17,385	34,436

# Spillers of Chard Limited

## Notes (continued)

### 8 Tangible fixed assets

	Freehold land	Plant, machinery and display equipment	Motor vehicles	Office equipment	Total
	£	£	£	£	£
<i>Cost</i>					
At 1 January 1994	36,466	28,732	91,403	22,021	178,622
Additions	-	595	8,225	8,987	17,807
Disposals	-	(1,367)	-	-	(1,367)
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
At 30 September 1994	36,466	27,960	99,628	31,008	195,062
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
<i>Depreciation</i>					
At 1 January 1994	-	8,662	29,671	9,844	48,177
Charge in period	-	3,522	10,827	3,136	17,485
Disposals	-	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
At 30 September 1994	-	12,184	40,498	12,980	65,662
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
<i>Net book value</i>					
At 30 September 1994	36,466	15,776	59,130	18,028	129,400
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
At 31 December 1993	36,466	20,070	61,732	12,177	130,445
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

Included in the total net book value of tangible fixed assets is £10,358 (1993:£27,907) in respect of assets financed under hire purchase agreements. Depreciation for the period on these assets was £2,161 (1993:£3,873).

No depreciation is charged on freehold land as in the opinion of the directors the market value of this land does not significantly differ from its net book value at 30 September 1994.

### 9 Stocks

	1994	1993
	£	£
Goods for resale	217,598	172,473
	<hr/>	<hr/>

# Spillers of Chard Limited

## Notes (continued)

### 10 Debtors

	1994 £	1993 £
Trade debtors	25,344	35,662
Amounts due from group undertakings: parent and fellow subsidiaries	-	6,917
Other debtors	4,306	11,277
Prepayments and accrued income	15,348	16,696
	<u>44,998</u>	<u>70,552</u>

### 11 Creditors: amounts falling due within one year

	1994 £	1993 £
Trade creditors	186,007	120,839
Payments on account	114,027	79,330
Amounts due to group undertakings: parent and fellow subsidiaries	42,000	41,111
Hire purchase	3,853	7,576
Corporation tax	18,771	31,423
Other creditors including tax and social security	40,952	30,790
Accruals and deferred income	14,513	7,275
	<u>420,123</u>	<u>318,344</u>

### 12 Creditors: amounts falling due after more than one year

	1994 £	1993 £
Hire purchase	<u>3,878</u>	<u>6,767</u>

# Spillers of Chard Limited

## Notes (continued)

### 13 Provision for liabilities and charges

Deferred taxation:	1994 £	1993 £
Provision brought forward	7,900	4,878
Transfer (to)/from profit and loss account	(1,400)	3,022
	<hr/>	<hr/>
Provision carried forward	6,500	7,900
	<hr/>	<hr/>

The deferred tax position relates to timing differences in respect of accelerated capital allowances. There was no unprovided deferred tax at the period end.

### 14 Obligations under hire purchase contracts

	1994 £	1993 £
The obligation is included:		
Creditors: amounts falling due within one year	3,853	7,576
Creditors: amounts falling due between two and five years	3,878	6,767
	<hr/>	<hr/>
	7,731	14,343
	<hr/>	<hr/>

### 15 Share capital

	1994 £	1993 £
<i>Authorised</i>		
100,000 ordinary shares of £1 each	100,000	100,000
	<hr/>	<hr/>
<i>Allotted, called up and fully paid</i>		
10,000 ordinary shares of £1 each	10,000	10,000
	<hr/>	<hr/>

# Spillers of Chard Limited

## Notes (continued)

### 16 Reconciliations of movement in shareholders funds

	1994 £	1993 £
Shareholders' funds brought forward	279,386	212,583
Retained profit for the period	29,655	66,803
	<u>309,041</u>	<u>279,386</u>
Shareholders' funds carried forward		

### 17 Pension scheme

The company participates in a defined contribution group pension scheme. The charge for the period/year is £895 (1993: £1,822)

The contributions outstanding at the year end amount to £Nil (1993: £41).

### 18 Commitments

The company has the following commitments under non-cancellable operating leases which expire:

	1994			1993		
	Buildings	Other	Total	Buildings	Other	Total
			£			£
In the second to fifth year inclusive	-	410	410	-	410	410
After five years	-	960	960	-	-	-
After more than five years	12,100	-	12,100	-	-	-
	<u>12,100</u>	<u>1,370</u>	<u>13,470</u>	<u>-</u>	<u>410</u>	<u>410</u>

### 19 Holding company

At the end of the period the ultimate holding company is Figment Properties Limited, a close company registered in England and Wales.