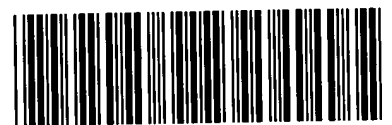


REGISTERED NUMBER: 02826071 (England and Wales)

UTOPIA FURNITURE LIMITED
STRATEGIC REPORT, REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2015

Ormerod Rutter Limited
Statutory Auditor
The Oakley
Kidderminster Road
Droitwich
Worcestershire
WR9 9AY

THURSDAY



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COMPANIES HOUSE

UTOPIA FURNITURE LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 30TH JUNE 2015

DIRECTORS:

Mr I W Hall
Mr M A Oldham
Mr D W Conn
Mr S Jaques

SECRETARY:

St Pauls Secretaries Limited

REGISTERED OFFICE:

Utopia House
Springvale Avenue
Springvale Business Park
Bilston
West Midlands
WV14 0QL

REGISTERED NUMBER:

02826071 (England and Wales)

AUDITORS:

Ormerod Rutter Limited
Statutory Auditor
The Oakley
Kidderminster Road
Droitwich
Worcestershire
WR9 9AY

UTOPIA FURNITURE LIMITED (REGISTERED NUMBER: 02826071)

**STRATEGIC REPORT
FOR THE YEAR ENDED 30TH JUNE 2015**

The directors present their strategic report for the year ended 30th June 2015.

REVIEW OF BUSINESS

The results for the year and financial position of the company are shown in the financial statements.

Trading performance

The principal activity and strategic focus of the group remains the design and manufacture of bathroom furniture, a market where the group retains an excellent reputation for both the quality of its product and service delivery.

The group continues to perform robustly in what remain difficult conditions, as demonstrated by the rise in sales in FY15 to £14.7m (FY14 £14.5m). This rise in sales has been underpinned by a successful strategy focused on the development of new product ranges, retaining and growing existing customers, and developing new customer accounts. This strategy is expected to continue to deliver growth in future periods, with sales for FY16 already tracking ahead of prior year. Margins going forward are also expected to benefit from a programme of operational improvements being undertaken by management across the business to improve efficiency.

Key performance indicators (KPIs)

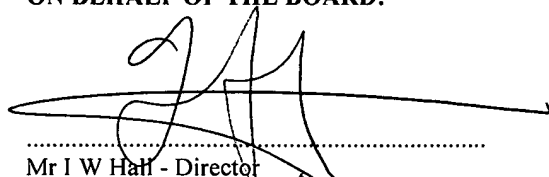
The group utilises a range of different KPI's at an operational level which are used by the management team to monitor performance on a regular basis. The main KPI's are as follows:

	2015 £'000	2014 £'000
- sales activity	14,709	14,537
- EBITDA (earnings before interest, taxation, depreciation and amortisation)	389	1,021
- working capital	1,835	2,185

PRINCIPAL RISKS AND UNCERTAINTIES

The principal risk for the company relates to the difficult general economic conditions and the performance of the construction and home improvement markets.

ON BEHALF OF THE BOARD:



Mr I W Hall - Director

Date:

14/3/2016

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30TH JUNE 2015**

The directors present their report with the financial statements of the company for the year ended 30th June 2015.

DIVIDENDS

No dividends will be distributed for the year ended 30th June 2015.

FUTURE DEVELOPMENTS

There are no significant anticipated future changes to the operations of the company.

DIRECTORS

The directors shown below have held office during the whole of the period from 1st July 2014 to the date of this report.

Mr I W Hall
Mr M A Oldham
Mr D W Conn

Other changes in directors holding office are as follows:

Mr S Jaques was appointed as a director after 30th June 2015 but prior to the date of this report.

EMPLOYEES

Consultation with employees or their representatives has continued at all levels, with the aim of ensuring that their views are taken into account when decisions are made likely to affect their interests. Communication with all employees continues through newsletters and briefing groups.

The company continues to encourage employees to bring forward any ideas to further enhance the capabilities of the company's performance.

The company adopts a policy of training its employees to ensure production and group efficiency.

Applications for employment by disabled persons are always fully considered, bearing in mind the respective aptitudes and abilities of the applicant concerned. In the event of members of staff becoming disabled, every effort is made to ensure that their employment with the group continues and the appropriate training is arranged. It is the policy of the group that the training, career development and promotion of a disabled person should, as far as possible, be identical to that of a person who does not suffer from a disability.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing 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;
- 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 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 30TH JUNE 2015**

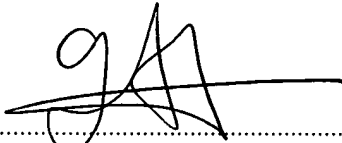
STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

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 ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

AUDITORS

The auditors, Ormerod Rutter Limited, will be proposed for re-appointment in accordance with Section 487(2) of the Companies Act 2006.

ON BEHALF OF THE BOARD:



.....
Mr I W Hall - Director

Date:

14/3/2016

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF UTOPIA FURNITURE LIMITED

We have audited the financial statements of Utopia Furniture Limited for the year ended 30th June 2015 on pages six to sixteen. 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 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.

Respective responsibilities of directors and auditors

As explained more fully in the Statement of Directors' Responsibilities set out on page three, 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 Report and the Report of the Directors 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.

Opinion on financial statements

In our opinion the financial statements:

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

Opinion on other matter prescribed by the Companies Act 2006

In our opinion 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.

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.

Ormerod Rutter Ltd

Colm McGrory FCA (Senior Statutory Auditor)
for and on behalf of Ormerod Rutter Limited
Statutory Auditor
The Oakley
Kidderminster Road
Droitwich
Worcestershire
WR9 9AY

Date: 15/3/16

UTOPIA FURNITURE LIMITED (REGISTERED NUMBER: 02826071)

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30TH JUNE 2015**

	Notes	2015 £	2014 £
TURNOVER	2	14,709,301	14,534,376
Cost of sales		9,726,120	8,779,011
GROSS PROFIT		4,983,181	5,755,365
Administrative expenses		4,886,720	5,003,668
		96,461	751,697
Other operating income		6,000	6,000
OPERATING PROFIT	5	102,461	757,697
Interest receivable and similar income		1	262
		102,462	757,959
Interest payable and similar charges	7	38,176	30,039
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		64,286	727,920
Tax on profit on ordinary activities	8	(34,886)	(82,721)
PROFIT FOR THE FINANCIAL YEAR		99,172	810,641

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current year or previous year.

TOTAL RECOGNISED GAINS AND LOSSES

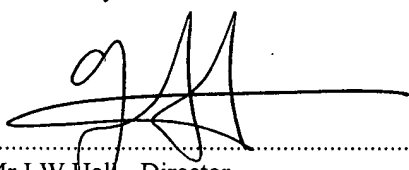
The company has no recognised gains or losses other than the profits for the current year or previous year.

UTOPIA FURNITURE LIMITED (REGISTERED NUMBER: 02826071)

**BALANCE SHEET
30TH JUNE 2015**

	Notes	2015 £	2014 £
FIXED ASSETS			
Tangible assets	9	935,697	534,065
CURRENT ASSETS			
Stocks	10	1,368,856	1,347,435
Debtors	11	7,909,340	7,561,303
Cash at bank and in hand		490,446	673,014
		<u>9,768,642</u>	<u>9,581,752</u>
CREDITORS			
Amounts falling due within one year	12	<u>2,560,896</u>	<u>2,188,410</u>
NET CURRENT ASSETS		<u>7,207,746</u>	<u>7,393,342</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>8,143,443</u>	<u>7,927,407</u>
CREDITORS			
Amounts falling due after more than one year	13	<u>522,625</u>	<u>405,761</u>
NET ASSETS		<u><u>7,620,818</u></u>	<u><u>7,521,646</u></u>
CAPITAL AND RESERVES			
Called up share capital	15	20,000	20,000
Capital redemption reserve	16	3,000	3,000
Profit and loss account	16	<u>7,597,818</u>	<u>7,498,646</u>
SHAREHOLDERS' FUNDS	22	<u><u>7,620,818</u></u>	<u><u>7,521,646</u></u>

The financial statements were approved by the Board of Directors on 14/3/2016 and were signed on its behalf by:


.....
Mr I W Hall - Director

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2015**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The directors have a reasonable expectation that the company has adequate resources to continue in existence for the foreseeable future. Thus, they continue to adopt the going concern basis of accounting in preparing the annual financial statements.

Accounting convention

The financial statements have been prepared under the historical cost convention.

Financial Reporting Standard number 1

Exemption has been taken from preparing a cash flow statement on the grounds that the parent company includes the subsidiary in its published financial statements.

Related party exemption

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 8 Related Party Disclosures, not to disclose related party transactions with wholly owned subsidiaries within the group.

Turnover

Turnover represents charges for goods and services provided in the normal course of business, net of trade discounts, VAT and other sales related taxes. Turnover is recognised when the goods and services are delivered to the customer.

Tangible fixed assets

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

Plant and machinery	- 50% on cost and 20% on cost
Fixtures and fittings	- 50% on cost and 33% on cost
Motor vehicles	- 25% on cost
Computer equipment	- 50% on cost

Stocks

Stocks and work in progress are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Cost includes all direct expenditure and an appropriate proportion of labour and fixed and variable production overheads.

Deferred tax

UK corporation tax is provided at amounts expected to be paid using tax rates and laws that have been enacted or substantially enacted by the balance sheet date.

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date, where such transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date.

Deferred tax assets are regarded as recoverable and therefore recognised only when, on the basis of all available evidence, it can be regarded as more likely than not that there will be suitable taxable profits against which to recover carried forward tax losses and from which the future reversal of underlying timing differences can be deducted.

Deferred tax is measured at an average tax rates that are expected to apply in the periods in which the timing differences are expected to reverse based on tax rates and laws that have been enacted or substantially enacted by the balance sheet date. Deferred tax is provided in respect of all timing differences which have arisen but not reversed by the balance sheet date except as otherwise required by FRS 19 and is measured on a non-discounted basis.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH JUNE 2015

1. ACCOUNTING POLICIES - continued

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

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 the profit and loss account in the period to which they relate.

Hire purchase and operating leases

Assets obtained under hire purchase contracts or finance leases are capitalised as tangible fixed assets and depreciated over the shorter of their useful economic life or the period of the lease. 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 payments are 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.

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

Grants

Grants are recognised in the profit and loss account so as to match them with the expenditure towards which they are intended to contribute. Grants received relating to contribution towards specific expenditure on fixed assets, are recognised in the profit and loss account over the expected useful economic lives of the fixed assets to which they relate. Grants received to give immediate financial support or to reimburse costs previously incurred are recognised in the profit and loss account in the period in which they become receivable.

2. TURNOVER

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

An analysis of turnover by geographical market is given below:

	2015	2014
	£	£
United Kingdom	14,471,301	14,276,376
Europe	238,000	258,000
	<u>14,709,301</u>	<u>14,534,376</u>

UTOPIA FURNITURE LIMITED (REGISTERED NUMBER: 02826071)

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH JUNE 2015**

3. STAFF COSTS

	2015	2014
	£'000	£'000
Wages and salaries	4,098	3,967
Social security costs	400	384
Other pension costs	126	107
	<u>4,624</u>	<u>4,458</u>

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

	2015	2014
Administration	53	52
Production	113	111
	<u>166</u>	<u>163</u>

4. DIRECTORS' EMOLUMENTS

	2015	2014
	£'000	£'000
Directors' remuneration	83	171
Directors' pension contributions to money purchase schemes	6	15
Compensation to director for loss of office	-	30
	<u>-</u>	<u>30</u>

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

	2015	2014
Money purchase schemes	<u>1</u>	<u>2</u>

Information regarding the highest paid director is as follows:

	2015	2014
	£'000	£'000
Emoluments etc	86	141
Pension contributions to money purchase schemes	<u>6</u>	<u>13</u>

5. OPERATING PROFIT

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

	2015	2014
	'000	'000
Depreciation - owned assets	165	168
Depreciation - assets on hire purchase contracts	128	112
Release of grants received for purchase of fixed assets	(7)	-
Profit on disposal of fixed assets	(1)	(19)
Operating lease rentals - plant and machinery	3	3
Operating lease rentals - buildings and other	<u>452</u>	<u>639</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH JUNE 2015

6. AUDITORS' REMUNERATION

The operating profit is stated after auditors remunerations of:

	2015 £'000	2014 £'000
Audit of the financial statements	13	15
Corporation tax services	4	5
Other services provided	13	4
	<u>30</u>	<u>24</u>

7. INTEREST PAYABLE AND SIMILAR CHARGES

	2015 £	2014 £
Bank loan interest	3,089	687
Hire purchase interest	35,087	29,352
	<u>38,176</u>	<u>30,039</u>

8. TAXATION

Analysis of the tax credit

The tax credit on the profit on ordinary activities for the year was as follows:

	2015 £	2014 £
Current tax:		
UK corporation tax	-	1,207
Under/(over) provision in previous periods	(1,208)	-
Total current tax	<u>(1,208)</u>	<u>1,207</u>
Deferred tax	<u>(33,678)</u>	<u>(83,928)</u>
Tax on profit on ordinary activities	<u>(34,886)</u>	<u>(82,721)</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH JUNE 2015

8. TAXATION - continued

Factors affecting the tax credit

The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below:

	2015 £	2014 £
Profit on ordinary activities before tax	<u>64,286</u>	<u>727,920</u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 20% (2014 - 20%)	12,857	145,584
Effects of:		
Expenses not deductible for tax purposes	7,303	8,489
Capital allowances in excess of depreciation	(114,375)	(61,971)
Utilisation of tax losses	-	(23,480)
Adjustments to tax charge in respect of previous periods	(1,299)	-
Movement in other timing differences	-	(2,850)
Enhanced research and development claim	-	(64,565)
Taxable losses carried forward	<u>94,306</u>	<u>-</u>
Current tax credit	<u>(1,208)</u>	<u>1,207</u>

9. TANGIBLE FIXED ASSETS

	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST					
At 1st July 2014	6,683,248	1,144,779	158,405	589,869	8,576,301
Additions	582,561	81,028	27,000	4,338	694,927
Disposals	(18,800)	(99,758)	(21,000)	-	(139,558)
At 30th June 2015	<u>7,247,009</u>	<u>1,126,049</u>	<u>164,405</u>	<u>594,207</u>	<u>9,131,670</u>
DEPRECIATION					
At 1st July 2014	6,225,424	1,109,538	132,779	574,495	8,042,236
Charge for year	216,527	50,427	13,710	12,631	293,295
Eliminated on disposal	(18,800)	(99,758)	(21,000)	-	(139,558)
At 30th June 2015	<u>6,423,151</u>	<u>1,060,207</u>	<u>125,489</u>	<u>587,126</u>	<u>8,195,973</u>
NET BOOK VALUE					
At 30th June 2015	<u>823,858</u>	<u>65,842</u>	<u>38,916</u>	<u>7,081</u>	<u>935,697</u>
At 30th June 2014	<u>457,824</u>	<u>35,241</u>	<u>25,626</u>	<u>15,374</u>	<u>534,065</u>

The net book value of tangible fixed assets includes £643,000 (2014 - £326,000) in respect of assets held under hire purchase contracts.

UTOPIA FURNITURE LIMITED (REGISTERED NUMBER: 02826071)

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH JUNE 2015**

10. STOCKS

	2015	2014
	£	£
Raw materials	1,048,994	1,070,932
Work-in-progress	159,624	151,673
Finished goods	160,238	124,830
	<u>1,368,856</u>	<u>1,347,435</u>

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2015	2014
	£	£
Trade debtors	1,792,279	1,615,176
Amounts owed by group undertakings	5,377,315	5,227,315
Deferred tax asset	501,444	467,766
Prepayments	238,302	251,046
	<u>7,909,340</u>	<u>7,561,303</u>

Amounts owed by group undertakings are unsecured, interest free and repayable on demand.

Deferred tax asset

The deferred tax asset as at 30th June 2015 comprises:

	Recognised		Unrecognised	
	2015	2014	2015	2014
	£'000	£'000	£'000	£'000
Accelerated capital allowances	118	260	-	-
Trading losses	381	206	-	-
Short term timing differences	2	2	-	-
	<u>501</u>	<u>468</u>	<u>-</u>	<u>-</u>

The movement in the deferred tax asset is as follows:

	£'000
Balance as at 1st July 2014	468
Origination and reversal of timing differences credited to the profit and loss account	33
Balance as at 30th June 2015	<u>501</u>

UTOPIA FURNITURE LIMITED (REGISTERED NUMBER: 02826071)

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH JUNE 2015**

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2015	2014
	£	£
Hire purchase contracts (see note 14)	244,208	177,317
Trade creditors	1,465,740	1,175,381
Amounts owed to group undertakings	6,402	6,402
Corporation tax	-	1,208
Social security and other taxes	109,231	108,996
VAT	149,941	191,346
Other creditors	80,222	-
Accruals and deferred income	411,819	527,760
Deferred government grants	93,333	-
	<u>2,560,896</u>	<u>2,188,410</u>

Amounts owed to group undertakings are interest free, unsecured and repayable on demand.

Included in other creditors is £80,000 (2014 - £nil) secured by various fixed and floating charges over the company's assets and undertakings.

Deferred government grants relates to grants received relating to contribution towards specific expenditure on fixed assets, and are to be recognised in the profit and loss account over the expected useful economic lives of the fixed assets to which they relate.

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

	2015	2014
	£	£
Hire purchase contracts (see note 14)	<u>522,625</u>	<u>405,761</u>

14. OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS AND LEASES

	Hire purchase contracts	
	2015	2014
	£	£
Net obligations repayable:		
Within one year	244,208	177,317
Between one and five years	522,625	405,761
	<u>766,833</u>	<u>583,078</u>

The following operating lease payments are committed to be paid within one year:

	Other operating leases	
	2015	2014
	£	£
Expiring:		
Within one year	73,528	10,000
Between one and five years	225,919	358,000
In more than five years	4,612	2,000
	<u>304,059</u>	<u>370,000</u>

UTOPIA FURNITURE LIMITED (REGISTERED NUMBER: 02826071)

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH JUNE 2015**

14. OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS AND LEASES - continued

Amounts due under hire purchase contracts are secured over the assets to which they relate. In addition, of these amounts £679,000 (2014 - £495,000) are also secured by way of fixed and floating charges over the assets and undertaking of the company.

15. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2015 £	2014 £
20,000	Ordinary A shares	£1	<u>20,000</u>	<u>20,000</u>

16. RESERVES

	Profit and loss account £	Capital redemption reserve £	Totals £
At 1st July 2014	7,498,646	3,000	7,501,646
Profit for the year	99,172	-	99,172
At 30th June 2015	<u>7,597,818</u>	<u>3,000</u>	<u>7,600,818</u>

17. PENSION COMMITMENTS

The company participates in a defined contribution pension scheme for its directors and employees. The assets of the scheme are held separately from those of the company in an independently administered fund. Employer pension contributions for the year amounted to £126,000 (2014 - £107,000). Accrued employer pension contributions amounted to £10,000 at the year end (2014 - £13,000).

18. ULTIMATE PARENT COMPANY

The immediate parent company is Utopia Group Limited, a company registered in England and Wales.

The ultimate parent undertaking is Utopia Bathroom Group Limited, a company registered in England and Wales, which heads the largest and smallest group to consolidate the financial statements of the company. Copies of the consolidated group financial statements, which include the company, are available from the Company Secretary at Utopia House, Springvale Avenue, Springvale Business Park, Bilston, Wolverhampton WV14 0QL.

19. CONTINGENT LIABILITIES

As a result of the Group refinancing that took place in July 2009, the company guarantees related party loans made by Halcon Properties Limited to the ultimate parent company Utopia Bathroom Group Limited. The balance of these borrowings at 30th June 2015 amounted to £3,434,000 (2014 - £3,489,000).

20. CAPITAL COMMITMENTS

	2015 £	2014 £
Contracted but not provided for in the financial statements	<u>-</u>	<u>450,000</u>

UTOPIA FURNITURE LIMITED (REGISTERED NUMBER: 02826071)

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH JUNE 2015**

21. RELATED PARTY DISCLOSURES

Mr I. Hall and Mr D. Conn each have a significant shareholding in the ultimate parent company, Utopia Bathroom Group Limited, as well as significant interest in Halcon Properties Limited, IDM Partnership and IH Business Consultancy.

Halcon Properties Limited

During the year the company incurred expenses from Halcon Properties Limited amounting to £159,000 (2014 - £344,000).

	2015	2014
	£	£
Amount due to related party at the balance sheet date	<u>12,000</u>	<u>-</u>

IDM Partnership

During the year the company incurred expenses from IDM Partnership amounting to £155,000 (2014 - £133,000).

	2015	2014
	£	£
Amount due to related party at the balance sheet date	<u>17,000</u>	<u>15,000</u>

IH Business Consultancy

During the year the company incurred expenses from IH Business Consultancy amounting to £23,000 (2014 - £20,000).

	2015	2014
	£	£
Amount due to related party at the balance sheet date	<u>2,000</u>	<u>-</u>

22. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2015	2014
	£	£
Profit for the financial year	<u>99,172</u>	<u>810,641</u>
Net addition to shareholders' funds	<u>99,172</u>	<u>810,641</u>
Opening shareholders' funds	<u>7,521,646</u>	<u>6,711,005</u>
Closing shareholders' funds	<u><u>7,620,818</u></u>	<u><u>7,521,646</u></u>