

REGISTERED NUMBER: 02951202 (England and Wales)

ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2013
FOR
K. R. M. CONCRETE LIMITED

THURSDAY



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COMPANIES HOUSE

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FOR THE YEAR ENDED 31 MARCH 2013**

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K. R. M. CONCRETE LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 31 MARCH 2013**

DIRECTORS: P W Kendall
R C Kendall
N A Kendall

SECRETARY: R C Kendall

REGISTERED OFFICE: Kendall's Wharf
Eastern Road
Portsmouth
Hampshire
PO3 5LY

REGISTERED NUMBER. 02951202 (England and Wales)

AUDITORS: Harrison Black Limited
Statutory Auditor
Pyle House
136/137 Pyle Street
Newport
Isle of Wight
PO30 1JW

BANKERS. Lloyds TSB Plc
4 West Street
Havant
Hampshire
PO9 1PE

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 MARCH 2013**

The directors present their report with the accounts of the company for the year ended 31 March 2013

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of concrete and cement suppliers

REVIEW OF BUSINESS

The directors are very pleased to report the company has continued to improve its performance both in turnover and generated trading profit during the past twelve months

However, as the level of profitability has not increased in line with greater turnover, the directors are mindful of the necessity to measure all levels of performance and efficiency to ensure profit growth in the future

As in previous years, levels of customer satisfaction, quality systems and health & safety procedures continue to be monitored regularly to ensure the company proceeds forward, suitably prepared for a further upturn in business

The directors are confident profitability via increased turnover in the ensuing years will continue to grow, however there are a number of risk areas and uncertainties which need to be continually acknowledged, these include credit control measures to ensure bad debts are kept to a minimum, liquidity levels and cash availability, all of which are treated as high priority particularly in the current economic climate

Interest rates have remained low, and whilst any changes in this area could have a possible adverse affect on profitability, they would also be welcome if any increases stimulated growth in the construction industry therefore strengthening the company's future within the sector

DIVIDENDS

An interim dividend of £7.50 per share was paid on 31 March 2013. The directors recommend that no final dividend be paid

The total distribution of dividends for the year ended 31 March 2013 will be £150,000

DIRECTORS

The directors shown below have held office during the whole of the period from 1 April 2012 to the date of this report

P W Kendall
R C Kendall
N A Kendall

Other changes in directors holding office are as follows

J W Kendall ceased to be a director after 31 March 2013 but prior to the date of this report

The company is a wholly owned subsidiary of Kendall Bros (Portsmouth) Limited and the directors have substantial interests in the ordinary share capital

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 MARCH 2013**

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.
- 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

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

ON BEHALF OF THE BOARD



R C Kendall - Director

Date 21 /11 /13

**REPORT OF THE INDEPENDENT AUDITORS TO
K R M. CONCRETE LIMITED
UNDER SECTION 449 OF THE COMPANIES ACT 2006**

We have examined the abbreviated accounts set out on pages five to twelve, together with the full financial statements of K R M Concrete Limited for the year ended 31 March 2013 prepared under Section 396 of the Companies Act 2006

This report is made solely to the company, in accordance with Section 449 of the Companies Act 2006. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special 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, for our work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with Section 445 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the Regulations made under that Section and to report our opinion to you.

Basis of opinion

We conducted our work in accordance with Bulletin 2008/4 issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 445(3) of the Companies Act 2006 and the abbreviated accounts have been properly prepared in accordance with the Regulations made under that Section.



A S Garner BA(Hons) FCA (Senior Statutory Auditor)
for and on behalf of Harrison Black Limited
Statutory Auditor
Pyle House
136/137 Pyle Street
Newport
Isle of Wight
PO30 1JW

Date 25th November 2013

K. R. M. CONCRETE LIMITED (REGISTERED NUMBER: 02951202)

**ABBREVIATED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2013**

	Notes	2013 £	2012 £
TURNOVER		8,758,841	7 979,725
Cost of sales		(6,587,127)	(5,847,782)
		2,171,714	2,131,943
Distribution costs		1,419,175	1,274,995
Administrative expenses		559,062	619 849
		1,978,237	1 894,844
OPERATING PROFIT and PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	3	193,477	237 099
Tax on profit on ordinary activities	4	40,869	57 549
PROFIT FOR THE FINANCIAL YEAR		152,608	179 550

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

The notes form part of these abbreviated accounts

K. R. M. CONCRETE LIMITED (REGISTERED NUMBER: 02951202)

**ABBREVIATED BALANCE SHEET
31 MARCH 2013**

	Notes	2013 £	2012 £
CURRENT ASSETS			
Stocks	6	35,442	57,883
Debtors	7	2,112,748	1,570,298
Cash at bank and in hand		357,748	144,805
		<u>2,505,938</u>	<u>1,772,986</u>
CREDITORS			
Amounts falling due within one year	8	2,452,027	1,721,683
NET CURRENT ASSETS		<u>53,911</u>	<u>51,303</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>53,911</u>	<u>51,303</u>
CAPITAL AND RESERVES			
Called up share capital	11	20,000	20,000
Profit and loss account	12	33,911	31,303
SHAREHOLDERS' FUNDS	14	<u>53,911</u>	<u>51,303</u>

The abbreviated accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to medium-sized companies

The financial statements were approved by the Board of Directors on 21 /11 /13 and were signed on its behalf by



N A Kendall - Director



R C Kendall - Director

The notes form part of these abbreviated accounts

K. R. M. CONCRETE LIMITED (REGISTERED NUMBER: 02951202)**CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2013**

	Notes	2013 £	2012 £
Net cash inflow from operating activities	1	420,492	404,396
Taxation		(57,549)	(63,239)
Equity dividends paid		(150,000)	(180,000)
Increase in cash in the period		<u>212,943</u>	<u>161,157</u>
<hr/>			
Reconciliation of net cash flow to movement in net funds	2		
Increase in cash in the period		<u>212,943</u>	<u>161,157</u>
Change in net funds resulting from cash flows		<u>212,943</u>	<u>161,157</u>
Movement in net funds in the period		<u>212,943</u>	<u>161,157</u>
Net funds/(debt) at 1 April		<u>144,805</u>	<u>(16,352)</u>
Net funds at 31 March		<u>357,748</u>	<u>144,805</u>

The notes form part of these abbreviated accounts

NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2013

1 RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM
OPERATING ACTIVITIES

	2013	2012
	£	£
Operating profit	193,477	237,099
Decrease/(increase) in stocks	22,441	(12,803)
Increase in debtors	(542,450)	(394,255)
Increase in creditors	747,024	574,355
Net cash inflow from operating activities	420,492	404,396

2 ANALYSIS OF CHANGES IN NET FUNDS

	At 1.4.12	Cash flow	At
	£	£	31.3.13
			£
Net cash			
Cash at bank and in hand	144,805	212,943	357,748
	<u>144,805</u>	<u>212,943</u>	<u>357,748</u>
Total	<u>144,805</u>	<u>212,943</u>	<u>357,748</u>

NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2013

1 ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention

Related party exemption

As the company is a wholly owned subsidiary of Kendall Bros (Portsmouth) Limited, the company has taken advantage of the exemption contained in Financial Reporting Standard 8 and has therefore not disclosed transactions or balances with entities which form part of the group. The consolidated financial statements of Kendall Bros (Portsmouth) Limited, within which this company is included can be obtained from the address given in note 13

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax and less trade discounts

Stocks

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

Deferred tax

Deferred tax is recognised in respect of all material timing differences that have originated but not reversed at the balance sheet date, at rates expected to apply when they crystallise based on current tax rates and law. Timing differences arise from the inclusion of items of income and expenditure in taxation computations in periods different from those in which they are included in the financial statements

Hire purchase and leasing 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

2 STAFF COSTS

	2013	2012
	£	£
Wages and salaries	819,331	722,492
Social security costs	80,631	73,790
	<u>899,962</u>	<u>796,282</u>

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

	2013	2012
Transport	21	18
Wharf	5	6
Administration	4	4
	<u>30</u>	<u>28</u>

**NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 31 MARCH 2013**

3 OPERATING PROFIT

The operating profit is stated after charging

	2013	2012
	£	£
Hire of plant and machinery	237,405	242,938
Other operating leases	59,250	49,632
Auditors' remuneration	2,750	2,600
Auditors' remuneration for non audit work	1,500	1,500
	<u>237,405</u>	<u>242,938</u>
Directors' remuneration	<u>-</u>	<u>-</u>

4 TAXATION

Analysis of the tax charge

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

	2013	2012
	£	£
Current tax		
UK corporation tax	40,869	57,549
	<u>40,869</u>	<u>57,549</u>
Tax on profit on ordinary activities	<u>40,869</u>	<u>57,549</u>

Factors affecting the tax charge

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

	2013	2012
	£	£
Profit on ordinary activities before tax	193,477	237,099
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 24% (2012 - 26%)	46,434	61,646
Effects of		
Expenses not deductible for tax purposes	-	3,400
Marginal relief for small companies	(5,565)	(7,497)
Current tax charge	<u>40,869</u>	<u>57,549</u>

**NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 31 MARCH 2013**

5 DIVIDENDS

	2013	2012
	£	£
Ordinary shares of £1 each		
Interim	150,000	180,000

6 STOCKS

	2013	2012
	£	£
Raw materials	35,442	57,883

7 DEBTORS. AMOUNTS FALLING DUE WITHIN ONE YEAR

	2013	2012
	£	£
Trade debtors	2,006,345	1,534,419
Prepayments and accrued income	106,403	35,879
	2,112,748	1,570,298

8 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2013	2012
	£	£
Trade creditors	865,848	607,105
Amounts owed to group undertakings	1,364,115	926,260
Corporation tax	40,869	57,549
Social security and other taxes	30,043	27,049
VAT	95,345	59,304
Other creditors	22,398	20,090
Accruals and deferred income	33,409	24,326
	2,452,027	1,721,683

9 OPERATING LEASE COMMITMENTS

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

	Land and buildings	
	2013	2012
	£	£
Expiring		
Between one and five years	24,250	-
In more than five years	31,500	55,750
	55,750	55,750

**NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 31 MARCH 2013**

10 SECURED DEBTS

There is a fixed and floating charge over all the company's assets in support of the bank loans and overdraft owed by Kendall Bros (Portsmouth) Limited

11 CALLED UP SHARE CAPITAL

Allotted, issued and fully paid Number	Class	Nominal value £1	2013 £ <u>20,000</u>	2012 £ <u>20,000</u>
20,000	Ordinary			

12 RESERVES

	Profit and loss account £
At 1 April 2012	31,303
Profit for the year	152,608
Dividends	<u>(150,000)</u>
At 31 March 2013	<u>33,911</u>

13 ULTIMATE CONTROLLING PARTY

The company is a wholly owned subsidiary undertaking of Kendall Bros (Portsmouth) Limited, which is the ultimate parent company. The largest group in which the results of the company are consolidated is that headed by Kendall Bros (Portsmouth) Limited, whose financial statements may be obtained from Kendall's Wharf, Eastern Road, Portsmouth, Hampshire, PO3 5LY.

14 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2013 £	2012 £
Profit for the financial year	152,608	179,550
Dividends	<u>(150,000)</u>	<u>(180,000)</u>
Net addition/(reduction) to shareholders' funds	2,608	(450)
Opening shareholders' funds	<u>51,303</u>	<u>51,753</u>
Closing shareholders' funds	<u>53,911</u>	<u>51,303</u>