

**REGISTERED NUMBER: 02951202 (England and Wales)**

**STRATEGIC REPORT, REPORT OF THE DIRECTORS AND**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31ST MARCH 2017**

**FOR**

**K.R.M. CONCRETE LIMITED**

**T/A**

**KENDALL READY MIXED CONCRETE**

**K.R.M. CONCRETE LIMITED (REGISTERED NUMBER: 02951202)**  
**T/A KENDALL READY MIXED CONCRETE**

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**FOR THE YEAR ENDED 31ST MARCH 2017**

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**K.R.M. CONCRETE LIMITED  
T/A KENDALL READY MIXED CONCRETE**

**COMPANY INFORMATION  
FOR THE YEAR ENDED 31ST MARCH 2017**

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**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 Bank Plc  
4 West Street  
Havant  
Hampshire  
PO9 1PE

**STRATEGIC REPORT**  
**FOR THE YEAR ENDED 31ST MARCH 2017**

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The directors present their strategic report for the year ended 31st March 2017.

**OVERVIEW**

The company continues to make significant progress. During the last financial year Ready Mixed Concrete sales have grown both in volume and revenue. Positive marketing of this product has enabled the output to increase and enhance subsequent profitability.

**OBJECTIVES**

The company's overall objective, as an independent operator, is to maintain its high reputation of customer satisfaction, providing a quality product at competitive prices, delivering on time with the focus on ensuring repeat business.

The company continues to embrace established Quality Systems in conjunction with recognised Health and Safety processes which ensure the safety of its employees and confidence within the customer base with respect to the products and services available.

Matters of environmental importance are also high on the company's agenda as it has a vision of being a prominent player in enhancing local and regional policies established to improve modern living for all.

**PERFORMANCE**

The company's turnover increased by 10% in the last financial year, providing an overall net profit of £318,596 being 2% of turnover. This was achieved by controlling fixed overheads at previous levels whilst delivering increases in sales, in conjunction with careful control of costs of production and procurement of raw materials and services, including delivery costs.

The company's management structure is such that all business has been well controlled with the use of sophisticated operating and financial systems which provide measured data and information enabling day to day and longer term decisions to be made.

The company has suitable levels of staff in all departments to ensure smooth running together with employment satisfaction and continues to maintain its physical resources to a high standard to ensure the future is progressive and profitable.

**STRATEGIC REPORT**  
**FOR THE YEAR ENDED 31ST MARCH 2017**

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**FUTURE OUTLOOK AND RISK MANAGEMENT**

The directors view the future as being very bright with activity levels being maintained for a considerable time to come, therefore the expectation for the ensuing year is continued profitability.

Further sales outlets will be considered accordingly, but always with availability of resources being uppermost on the agenda when making decisions for the future. Risk management is therefore important, giving consideration at all times to availability of supplies, staffing levels, asset structure and funding criteria.

**ON BEHALF OF THE BOARD:**

R C Kendall - Director

26th October 2017

**REPORT OF THE DIRECTORS**  
**FOR THE YEAR ENDED 31ST MARCH 2017**

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The directors present their report with the financial statements of the company for the year ended 31st March 2017.

**PRINCIPAL ACTIVITY**

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

**DIVIDENDS**

An interim dividend of 12.50 per share was paid on 31st March 2017. The directors recommend that no final dividend be paid.

The total distribution of dividends for the year ended 31st March 2017 will be £ 250,000 .

**DIRECTORS**

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

P W Kendall  
R C Kendall  
N A Kendall

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

**FINANCIAL RISK MANAGEMENT**

The company's operations expose it to a number of financial risks that include credit risk, interest rate risk and movement in the price of raw materials. There is no exposure to foreign exchange risk as the company sells all its products in Sterling.

Credit risk is managed regularly by reviewing credit status of customers and stopping supplies where necessary. The company has a good track record with regard to bad debts and continues to strive to minimise losses in this area. Interest rate risk is controlled by having a good mix of fixed and variable rate debt. Fluctuations in prices are difficult to manage, however, are passed on to the customer whenever possible.

**KEY PERFORMANCE INDICATORS**

Given the straightforward nature of the business, the company's directors are of the opinion that analysis using KPI's is not necessary for an understanding of the development, performance or position of the business.

**REPORT OF THE DIRECTORS**  
**FOR THE YEAR ENDED 31ST MARCH 2017**

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**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing the Strategic Report, the Report of the Directors and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**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

26th October 2017

## **REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF K.R.M. CONCRETE LIMITED**

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We have audited the financial statements of K.R.M. Concrete Limited for the year ended 31st March 2017 on pages eight to nineteen. 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), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

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 five, 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 31st March 2017 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

### **Opinion on other matter prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of our audit, the information given in the Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements, and has been prepared in accordance with applicable legal requirements. In the light of the knowledge and understanding of the company and its environment, we have not identified any material misstatements in the Strategic Report or the Report of the Directors.



**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF  
K.R.M. CONCRETE LIMITED**

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**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.

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

31st October 2017

**K.R.M. CONCRETE LIMITED (REGISTERED NUMBER: 02951202)**  
**T/A KENDALL READY MIXED CONCRETE**

**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 31ST MARCH 2017**

	Notes	2017 £	£	2016 £	£
<b>TURNOVER</b>			<b>13,932,890</b>		12,657,446
Cost of sales			<b>10,986,725</b>		9,525,908
<b>GROSS PROFIT</b>			<b>2,946,165</b>		3,131,538
Distribution costs		<b>2,023,522</b>		1,925,832	
Administrative expenses		<b>592,047</b>		709,107	
			<b>2,615,569</b>		2,634,939
<b>OPERATING PROFIT</b>	4		<b>330,596</b>		496,599
Interest payable and similar expenses	5		<b>12,000</b>		12,000
<b>PROFIT BEFORE TAXATION</b>			<b>318,596</b>		484,599
Tax on profit	6		<b>63,719</b>		96,920
<b>PROFIT FOR THE FINANCIAL YEAR</b>			<b>254,877</b>		387,679
<b>OTHER COMPREHENSIVE INCOME</b>			-		-
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>			<b>254,877</b>		387,679

The notes form part of these financial statements

**K.R.M. CONCRETE LIMITED (REGISTERED NUMBER: 02951202)**  
**T/A KENDALL READY MIXED CONCRETE**

**BALANCE SHEET**  
**31ST MARCH 2017**

		<b>2017</b>	<b>2016</b>
	<b>Notes</b>	<b>£</b>	<b>£</b>
<b>CURRENT ASSETS</b>			
Stocks	8	<b>47,895</b>	49,882
Debtors	9	<b>2,821,440</b>	2,244,722
Cash at bank and in hand		<b>570,242</b>	306,882
		<b>3,439,577</b>	2,601,486
<b>CREDITORS</b>			
Amounts falling due within one year	10	<b>3,390,886</b>	2,557,672
<b>NET CURRENT ASSETS</b>		<b>48,691</b>	43,814
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<b>48,691</b>	43,814
<b>CAPITAL AND RESERVES</b>			
Called up share capital	13	<b>20,000</b>	20,000
Retained earnings	14	<b>28,691</b>	23,814
<b>SHAREHOLDERS' FUNDS</b>		<b>48,691</b>	43,814

The financial statements were approved by the Board of Directors on 26th October 2017 and were signed on its behalf by:

R C Kendall - Director

**K.R.M. CONCRETE LIMITED (REGISTERED NUMBER: 02951202)**  
**T/A KENDALL READY MIXED CONCRETE**

**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 31ST MARCH 2017**

	<b>Called up share capital £</b>	<b>Retained earnings £</b>	<b>Total equity £</b>
<b>Balance at 1st April 2015</b>	20,000	36,135	56,135
<b>Changes in equity</b>			
Dividends	-	(400,000)	(400,000)
Total comprehensive income	-	387,679	387,679
<b>Balance at 31st March 2016</b>	<u>20,000</u>	<u>23,814</u>	<u>43,814</u>
<b>Changes in equity</b>			
Dividends	-	(250,000)	(250,000)
Total comprehensive income	-	254,877	254,877
<b>Balance at 31st March 2017</b>	<u>20,000</u>	<u>28,691</u>	<u>48,691</u>

The notes form part of these financial statements

**K.R.M. CONCRETE LIMITED (REGISTERED NUMBER: 02951202)**  
**T/A KENDALL READY MIXED CONCRETE**

**CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED 31ST MARCH 2017**

		<b>2017</b>	<b>2016</b>
	<b>Notes</b>	<b>£</b>	<b>£</b>
<b>Cash flows from operating activities</b>			
Cash generated from operations	1	<b>622,280</b>	(341,575)
Finance costs paid		<b>(12,000)</b>	(12,000)
Tax paid		<b>(96,920)</b>	(131,014)
Net cash from operating activities		<b>513,360</b>	(484,589)
<b>Cash flows from financing activities</b>			
Equity dividends paid		<b>(250,000)</b>	(400,000)
Net cash from financing activities		<b>(250,000)</b>	(400,000)
<b>Increase/(decrease) in cash and cash equivalents</b>		<b>263,360</b>	(884,589)
<b>Cash and cash equivalents at beginning of year</b>	2	<b>306,882</b>	1,191,471
<b>Cash and cash equivalents at end of year</b>	2	<b>570,242</b>	306,882

The notes form part of these financial statements

**NOTES TO THE CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED 31ST MARCH 2017**

**1. RECONCILIATION OF PROFIT BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS**

	<b>2017</b>	<b>2016</b>
	<b>£</b>	<b>£</b>
Profit before taxation	<b>318,596</b>	484,599
Finance costs	<b>12,000</b>	12,000
	<b>330,596</b>	496,599
Decrease/(increase) in stocks	<b>1,987</b>	(12,704)
Increase in trade and other debtors	<b>(576,718)</b>	(33,877)
Increase/(decrease) in trade and other creditors	<b>866,415</b>	(791,593)
<b>Cash generated from operations</b>	<b><u>622,280</u></b>	<b><u>(341,575)</u></b>

**2. CASH AND CASH EQUIVALENTS**

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

**Year ended 31st March 2017**

	<b>31.3.17</b>	<b>1.4.16</b>
	<b>£</b>	<b>£</b>
Cash and cash equivalents	<b><u>570,242</u></b>	<b><u>306,882</u></b>

**Year ended 31st March 2016**

	<b>31.3.16</b>	<b>1.4.15</b>
	<b>£</b>	<b>£</b>
Cash and cash equivalents	<b><u>306,882</u></b>	<b><u>1,191,471</u></b>

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31ST MARCH 2017**

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**1. GENERAL INFORMATION**

K.R.M. Concrete Limited is a private company limited by shares and incorporated in England and Wales. Its principal place of business and registered office is Kendall's Wharf, Eastern Road, Portsmouth, Hampshire, PO3 5LY. The functional currency of the company is Sterling shown in the financial statements to the nearest pound.

The company supplies concrete and cement to the building trade. The company has concrete plants in the South of England and sells goods only in the United Kingdom.

**2. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

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

**Related party exemption**

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

**Turnover**

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

Revenue from the sale of goods is recognised when the company has transferred the significant risks and rewards of ownership to the customer and it is probable that the company will receive payment. This is usually at the point that the customer has signed for the delivery of the goods.

**Stocks**

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

Cost is based on the cost of purchase on a first in, first out basis. Cost includes the purchase price, including taxes and duties, transport and handling directly attributable to bringing the stock to its present location and condition.

**Taxation**

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

Current or deferred taxation assets and liabilities are not discounted.

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

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31ST MARCH 2017**

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**2. ACCOUNTING POLICIES - continued**

**Deferred tax**

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

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

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

**Hire purchase and leasing commitments**

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

**Pension costs and other post-retirement benefits**

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

**Employee benefits**

The company provides a range of benefits to employees, including annual bonus arrangements, defined contribution pension plans and paid holiday arrangements.

**(i) Short term benefits**

Short term benefits, including holiday pay and other similar non-monetary benefits, are recognised as an expense in the period in which the service is received.

**(ii) Defined contribution pension plans**

The company operates a defined contribution pension scheme for its employees. A defined contribution pension plan is a pension plan under which the company pays fixed contributions into a separate entity. Once the contributions have been paid the company has no further payment obligations. The contributions are recognised as an expense when they are due. The assets of the plan are held separately from the company in independently administered funds.

**(iii) Annual bonus plan**

The company operates an annual bonus plan for employees. An expense is recognised when the company has a legal or constructive obligation to make payments under the plan as a result of past events and a reliable estimate of the obligation can be made.



**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31ST MARCH 2017**

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**2. ACCOUNTING POLICIES - continued**

**Financial instruments**

In preparing these financial statements, the financial instruments are recognised as follows:

**(i) Financial assets**

Basic financial assets, including trade and other receivables, cash and bank balances are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Such assets are subsequently carried at amortised cost using the effective interest method.

**(ii) Financial liabilities**

Basic financial liabilities, including trade creditors and other payables including bank loans are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest.

Fees paid on the establishment of loan facilities are recognised as transaction costs of the loan to the extent that it is probable that some or all of the facility will be drawn down.

Trade payables are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade payables are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31ST MARCH 2017**

**2. ACCOUNTING POLICIES - continued**

**Significant judgements and estimates**

In preparing these financial statements, the directors have made the following judgements:

- (i) Determine whether leases entered into by the company either as a lessor or a lessee are operating leases or finance leases. These decisions depend on an assessment of whether the risks and rewards of ownership have been transferred from the lessor to the lessee on a lease by lease basis.
- (ii) Determine whether the company has a present obligation (legal or constructive) as a result of a past event, if it is probable that the company will be required to settle such obligation and if a reliable estimate can be made of the amount of such obligation.
- (iii) Determine whether a financial instrument is basic or advanced. Basic instruments are carried at historic cost. Non basic instruments are measured at the present value of the future receipts discounted at a market rate of interest.

Key estimation uncertainties are:

- (i) The amount the company recognises as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation.
- (ii) The company makes an estimate of the recoverable value of trade and other debtors. When assessing impairment of trade and other debtors, management considers factors including current credit rating of the debtor, the ageing profile of debtors and historical experience.

**3. EMPLOYEES AND DIRECTORS**

	<b>2017</b>	2016
	<b>£</b>	£
Wages and salaries	<b>1,090,838</b>	1,077,621
Social security costs	<b>115,501</b>	102,541
Other pension costs	<b>6,384</b>	7,460
	<u><b>1,212,723</b></u>	<u>1,187,622</u>

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

	<b>2017</b>	2016
Transport	<b>27</b>	26
Wharf	<b>4</b>	3
Administration	<b>5</b>	5
	<u><b>36</b></u>	<u>34</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31ST MARCH 2017**

**3. EMPLOYEES AND DIRECTORS - continued**

	<b>2017</b>	2016
	<b>£</b>	£
Directors' remuneration	<u>-</u>	<u>-</u>

**4. OPERATING PROFIT**

The operating profit is stated after charging:

	<b>2017</b>	2016
	<b>£</b>	£
Hire of plant and machinery	<b>184,524</b>	270,456
Other operating leases	<b>64,963</b>	63,712
Auditors' remuneration	<b>4,000</b>	3,200
Auditors' remuneration for non audit work	<u><b>1,700</b></u>	<u>1,800</u>

**5. INTEREST PAYABLE AND SIMILAR EXPENSES**

	<b>2017</b>	2016
	<b>£</b>	£
Finance charges	<u><b>12,000</b></u>	<u>12,000</u>

**6. TAXATION**

**Analysis of the tax charge**

The tax charge on the profit for the year was as follows:

	<b>2017</b>	2016
	<b>£</b>	£
Current tax:		
UK corporation tax	<u><b>63,719</b></u>	96,920
Tax on profit	<u><b>63,719</b></u>	<u>96,920</u>

**7. DIVIDENDS**

	<b>2017</b>	2016
	<b>£</b>	£
Ordinary shares of £1 each		
Interim	<u><b>250,000</b></u>	<u>400,000</u>

**8. STOCKS**

	<b>2017</b>	2016
	<b>£</b>	£
Raw materials	<u><b>47,895</b></u>	<u>49,882</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31ST MARCH 2017**

**9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2017	2016
	£	£
Trade debtors	2,799,074	2,238,514
Prepayments and accrued income	22,366	6,208
	<u>2,821,440</u>	<u>2,244,722</u>

**10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2017	2016
	£	£
Trade creditors	975,848	777,718
Amounts owed to group undertakings	2,123,278	1,483,969
Corporation tax	63,719	96,920
Social security and other taxes	50,999	48,121
VAT	80,435	94,351
Other creditors	45,057	42,209
Accruals and deferred income	51,550	14,384
	<u>3,390,886</u>	<u>2,557,672</u>

**11. LEASING AGREEMENTS**

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

	2017	2016
	£	£
Within one year	63,712	63,712
Between one and five years	229,540	244,002
In more than five years	111,188	160,438
	<u>404,440</u>	<u>468,152</u>

Lease payments recognised as an expense in the year were £110,712 (2016 : £109,462)

**12. SECURED DEBTS**

There is a fixed and floating charge over all the company's assets in support of invoice discounting and loans / overdrafts owed by Kendall Bros (Portsmouth) Limited.

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31ST MARCH 2017**

**13. CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:		Nominal value:	<b>2017</b> <b>£</b>	2016 £
Number:	Class:			
20,000	Ordinary	£1	<u><b>20,000</b></u>	<u>20,000</u>

There is a single class of ordinary shares. There is no restrictions on the distribution of dividends and the repayment of capital.

**14. RESERVES**

	<b>Retained earnings £</b>
At 1st April 2016	<b>23,814</b>
Profit for the year	<b>254,877</b>
Dividends	<b>(250,000)</b>
At 31st March 2017	<u><b>28,691</b></u>

**15. PENSION COMMITMENTS**

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

The contributions payable by the company for the year were £6,384 (2016 : £7,460) and £nil (2016 : £nil) was outstanding at the year end.

**16. 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.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.