

Registration number 03498840

S & V E Williams Limited

Abbreviated accounts

for the year ended 31 December 2014

THURSDAY



A4BQC14P

A23

16/07/2015

#384

COMPANIES HOUSE

S & V E Williams Limited

Contents

	Page
Strategic report	1
Directors' report	2 - 3
Auditors' report	4
Abbreviated profit and loss account	5
Abbreviated balance sheet	6
Cash flow statement	7
Notes to the financial statements	8 - 17

S & V E Williams Limited
Strategic report
for the year ended 31 December 2014

Principal activity

The principal activity of the company during the year was that of a chain of fast food restaurants.

Business review

The external commercial environment is expected to remain competitive, however, we remain confident that we will build on our current level of performance in the future.

Principal risks and uncertainties

As a franchisee the company is fully supported by a global organisation which minimises the brands risks and uncertainties. The company values safe, quality food which is affordable and convenient.

Performance and position

The company has had another successful year with profits on ordinary activities before taxation of £755,680, an increase of 44% compared with 2013. The gross profit margin has remained consistent at around 40%. The net profit margin has improved by 1%, from 4% in 2013 to 5% for 2014.

The company recognises its responsibility to protect and preserve the environment for future generations to come.

The company has a policy of employing local people representing the communities in which we operate. The company also operates a code of conduct with regards to human rights.

Future Development

The company is striving to expand in the future with the addition of further restaurants within the business.

This report was approved by the Board on 6 July 2015 and signed on its behalf by



S Williams
Director

S & V E Williams Limited

Directors' report for the year ended 31 December 2014

The directors present their report and the accounts for the year ended 31 December 2014.

Results and dividends

The results for the year are set out on page 5.

The directors have paid an interim dividend amounting to £290,500 and they do not recommend payment of a final dividend.

Financial risk management objectives and policies

The key business risks and uncertainties affecting the company are considered to relate to competition and the economic climate.

Employment policy

The company is an equal opportunity employer and one of their greatest strengths is their diverse workforce. The company recognise the importance of being an inclusive employer and employ on the basis of qualities regardless of disability or qualifications.

The company has an excellent training programme and opportunities to suit individual employee ambitions to aid career development and promotion.

Directors and their interests

The directors who served during the year and their respective interests in the company are stated below:

	Class of share	31/12/14	01/01/14
S Williams	Ordinary shares	75	75
Mrs V E Williams	Ordinary shares	25	25

Statement of directors' responsibilities

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

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

In preparing these financial statements, the directors are required to:

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

S & V E Williams Limited

Directors' report for the year ended 31 December 2014

..... continued

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.

Each of the persons who is a director at the date of approval of this report confirm that:

- so far as each director is aware, there is no relevant audit information of which the company's auditor is unaware; and
- each director has taken all steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information.

Strategic Report

In accordance with section 414C(11) of the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 the company has set out in the company's strategic report information required by schedule 7 of the Large and Medium-sized Companies and Groups (Accounts and Reports) Regulations 2008.

Auditors

Robert S Boys Ltd are deemed to be reappointed in accordance with Section 487(2) of the Companies Act 2006.

This report was approved by the Board on 6 July 2015 and signed on its behalf by

S Williams
Director

**Independent auditors' report to S & V E Williams Limited
under Section 449 of the Companies Act 2006**

We have examined the abbreviated accounts set out on pages 5 to 17 together with the financial statements of S & V E Williams Limited for the year ended 31 December 2014 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 auditor's 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 audit work, for this report, or for the opinions we have formed.

Respective responsibilities of the directors and the auditors

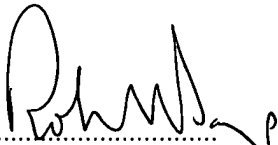
The directors are responsible for preparing the abbreviated accounts in accordance with Section 445 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated 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 "The special auditor's report on abbreviated accounts in the United Kingdom" 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 that provision.



**Robert S Boys (senior statutory auditor)
For and on behalf of Robert S Boys Ltd
Chartered Accountants and
Statutory Auditor**

**28-30 Grange Road West
Birkenhead
Merseyside
CH41 4DA**

6 July 2015

S & V E Williams Limited

**Abbreviated profit and loss account
for the year ended 31 December 2014**

		Continuing operations	
		2014	2013
	Notes	£	£
Turnover		14,456,970	13,520,649
Gross profit		5,840,717	5,276,913
Administrative expenses		(5,074,595)	(4,739,393)
Operating profit	2	766,122	537,520
Other interest receivable and similar income	4	1,226	845
Interest payable and similar charges	5	(11,668)	(14,282)
Profit on ordinary activities before taxation		755,680	524,083
Tax on profit on ordinary activities	8	(164,936)	(112,837)
Profit for the year		590,744	411,246
Retained profit brought forward		598,695	337,449
Reserve Movements		(290,500)	(150,000)
Retained profit carried forward		898,939	598,695

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

The notes on pages 8 to 17 form an integral part of these financial statements.

S & V E Williams Limited

**Abbreviated balance sheet
as at 31 December 2014**

		2014		2013	
	Notes	£	£	£	£
Fixed assets					
Intangible assets	9		169,938		245,333
Tangible assets	10		1,283,212		1,428,436
			<u>1,453,150</u>		<u>1,673,769</u>
Current assets					
Stocks	11	60,138		84,798	
Debtors	12	61,298		61,857	
Investments	13	8,750		8,750	
Cash at bank and in hand		1,419,873		964,521	
		<u>1,550,059</u>		<u>1,119,926</u>	
Creditors: amounts falling due within one year	14	<u>(1,650,028)</u>		<u>(1,533,890)</u>	
Net current liabilities			<u>(99,969)</u>		<u>(413,964)</u>
Total assets less current liabilities			1,353,181		1,259,805
Creditors: amounts falling due after more than one year	15		(317,308)		(522,618)
Provisions for liabilities	16		<u>(136,834)</u>		<u>(138,392)</u>
Net assets			<u>899,039</u>		<u>598,795</u>
Capital and reserves					
Called up share capital	18		100		100
Profit and loss account			<u>898,939</u>		<u>598,695</u>
Shareholders' funds	19		<u>899,039</u>		<u>598,795</u>

These abbreviated accounts have been prepared in accordance with the special provisions of Section 445(3) of the Companies Act 2006 relating to medium-sized companies.

These accounts were approved by the directors on 6 July 2015, and are signed on their behalf by:

S Williams
Director



Registration number 03498840

The notes on pages 8 to 17 form an integral part of these financial statements.

S & V E Williams Limited

**Cash flow statement
for the year ended 31 December 2014**

	Notes	2014 £	2013 £
Reconciliation of operating profit to net cash inflow from operating activities			
Operating profit		766,122	537,520
Depreciation		302,190	275,235
Decrease in stocks		24,660	(24,970)
Decrease in debtors		559	(12,360)
Increase in creditors		7,074	364,548
Net cash inflow from operating activities		<u>1,100,605</u>	<u>1,139,973</u>
Cash flow statement			
Net cash inflow from operating activities		1,100,605	1,139,973
Returns on investments and servicing of finance	21	(10,442)	(13,437)
Taxation	21	(72,083)	(78,964)
Capital expenditure	21	(81,571)	(824,830)
		936,509	222,742
Equity dividends paid		(290,500)	(150,000)
		646,009	72,742
Management of liquid resources	21	-	(1,250)
Financing	21	(190,657)	169,526
Increase in cash in the year		<u>455,352</u>	<u>241,018</u>
Reconciliation of net cash flow to movement in net funds (Note 22)			
Increase in cash in the year		455,352	241,018
Cash inflow from increase in debts and lease financing		190,657	(169,526)
Cash inflow from decrease in liquid resources		-	1,250
		646,009	72,742
Change in net funds resulting from cash flows		646,009	72,742
Net funds at 1 January 2014		<u>274,648</u>	<u>201,906</u>
Net funds at 31 December 2014		<u>920,657</u>	<u>274,648</u>

S & V E Williams Limited

Notes to the abbreviated financial statements for the year ended 31 December 2014

1. Accounting policies

1.1. Accounting convention

The accounts are prepared under the historical cost convention and comply with financial reporting standards of the Accounting Standards Board.

1.2. Turnover

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

1.3. Goodwill

Acquired goodwill is written off in equal annual instalments over its estimated useful economic life of 3 years.

1.4. Franchise fees

Franchise fees are valued at cost less accumulated amortisation.

Amortisation is calculated to write off the cost in equal annual instalments over their estimated useful life of 5-20 years.

1.5. Tangible fixed assets and depreciation

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

Plant and machinery	-	15% reducing balance
Fixtures, fittings and equipment	-	15% reducing balance
Motor vehicles	-	15% reducing balance
Computer equipment	-	20% reducing balance

1.6. Investments

Current asset investments are at the lower of cost and net realisable value.

1.7. Stock

Stock is valued at the lower of cost and net realisable value.

1.8. Pensions

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

S & V E Williams Limited

**Notes to the abbreviated financial statements
for the year ended 31 December 2014**

..... continued

1.9. Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date except for: revaluation gains and losses unless, by the balance sheet date, the company has entered into a binding agreement to sell the asset and has revalued the asset to selling price: and taxable gains arising on revaluations or sales if it is more likely than not that the gain will be rolled over into a replacement asset.

Deferred tax assets are recognised where it is considered more likely than not that future profits will be available for offset.

2. Operating profit	2014	2013
	£	£
Operating profit is stated after charging:		
Depreciation and other amounts written off intangible assets	75,395	64,414
Depreciation and other amounts written off tangible assets	223,726	204,875
Loss on disposal of tangible fixed assets	3,069	5,946
Auditors' remuneration (Note 3)	3,000	3,000
	<u> </u>	<u> </u>
3. Auditors' remuneration	2014	2013
	£	£
Auditors' remuneration - audit of the financial statements	3,000	3,000
	<u> </u>	<u> </u>
4. Interest receivable and similar income	2014	2013
	£	£
Bank interest	1,218	845
Other interest	8	-
	<u> </u>	<u> </u>
	1,226	845
	<u> </u>	<u> </u>
5. Interest payable and similar charges	2014	2013
	£	£
Interest payable on bank loans	11,668	14,282
	<u> </u>	<u> </u>

S & V E Williams Limited

Notes to the abbreviated financial statements for the year ended 31 December 2014

..... continued

6. Employees

Number of employees	2014	2013
The average monthly numbers of employees (including the directors) during the year were:		
Staff	523	426
Management	25	18
	<u>548</u>	<u>444</u>

Employment costs	2014	2013
	£	£
Wages and salaries	3,715,083	3,501,527
Social security costs	158,201	153,653
Pension costs-other operating charge	97,955	107,641
	<u>3,971,239</u>	<u>3,762,821</u>

6.1. Directors' remuneration	2014	2013
	£	£
Remuneration and other emoluments	24,482	24,457
Pension contributions	83,600	103,600
	<u>108,082</u>	<u>128,057</u>

	Number	Number
Number of directors to whom retirement benefits are accruing under a money purchase scheme	<u>2</u>	<u>2</u>

7. Pension costs

The company operates a defined contribution pension scheme in respect of the directors and employees. The scheme and its assets are held by independent managers. The pension charge represents contributions due from the company and amounted to £97,955 (2013 - £107,641).

S & V E Williams Limited

Notes to the abbreviated financial statements for the year ended 31 December 2014

..... continued

8. Tax on profit on ordinary activities

Analysis of charge in period	2014 £	2013 £
Current tax		
UK corporation tax	166,494	72,083
Total current tax charge	<u>166,494</u>	<u>72,083</u>
Deferred tax		
Timing differences, origination and reversal	(1,558)	40,754
Total deferred tax	<u>(1,558)</u>	<u>40,754</u>
Tax on profit on ordinary activities	<u>164,936</u>	<u>112,837</u>

Factors affecting tax charge for period

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

	2014 £	2013 £
Profit on ordinary activities before taxation	<u>755,680</u>	<u>524,083</u>
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 23.00% (31 December 2013 : 24.00%)	173,806	125,780
Effects of:		
Expenses not deductible for tax purposes	292	260
Depreciation for period in excess of capital allowances	6,210	(40,559)
Loss/(profit) on sale of fixed assets in excess of balancing allowance	706	(1,427)
Change of rate from 23.00% to 21.00% (2013 - 24.00% to 23.00%)	(11,859)	(2,639)
Marginal relief	<u>(2,661)</u>	<u>(9,332)</u>
Current tax charge for period	<u>166,494</u>	<u>72,083</u>

S & V E Williams Limited

**Notes to the abbreviated financial statements
for the year ended 31 December 2014**

..... continued

9. Intangible fixed assets

	Franchise Fees £	Goodwill £	Total £
Cost			
At 1 January 2014	180,000	377,688	557,688
At 31 December 2014	<u>180,000</u>	<u>377,688</u>	<u>557,688</u>
Amortisation			
At 1 January 2014	73,188	239,167	312,355
Charge for year	11,250	64,145	75,395
At 31 December 2014	<u>84,438</u>	<u>303,312</u>	<u>387,750</u>
Net book values			
At 31 December 2014	<u>95,562</u>	<u>74,376</u>	<u>169,938</u>
At 31 December 2013	<u>106,812</u>	<u>138,521</u>	<u>245,333</u>

	Plant and machinery £	Fixtures, fittings and equipment £	Motor vehicles £	Computer equipment £	Total £
Cost					
At 1 January 2014	2,388,239	95,392	51,202	10,715	2,545,548
Additions	84,830	-	-	1,556	86,386
Disposals	-	-	(13,000)	-	(13,000)
At 31 December 2014	<u>2,473,069</u>	<u>95,392</u>	<u>38,202</u>	<u>12,271</u>	<u>2,618,934</u>
Depreciation					
At 1 January 2014	1,007,548	82,701	17,209	9,654	1,117,112
On disposals	-	-	(5,116)	-	(5,116)
Charge for the year	217,296	1,906	4,001	523	223,726
At 31 December 2014	<u>1,224,844</u>	<u>84,607</u>	<u>16,094</u>	<u>10,177</u>	<u>1,335,722</u>
Net book values					
At 31 December 2014	<u>1,248,225</u>	<u>10,785</u>	<u>22,108</u>	<u>2,094</u>	<u>1,283,212</u>
At 31 December 2013	<u>1,380,691</u>	<u>12,691</u>	<u>33,993</u>	<u>1,061</u>	<u>1,428,436</u>

S & V E Williams Limited

**Notes to the abbreviated financial statements
for the year ended 31 December 2014**

..... continued

11. Stocks	2014	2013
	£	£
Raw materials and consumables	<u>60,138</u>	<u>84,798</u>
12. Debtors	2014	2013
	£	£
Trade debtors	77	7,334
Other debtors	3,719	-
Prepayments and accrued income	<u>57,502</u>	<u>54,523</u>
	<u>61,298</u>	<u>61,857</u>
13. Current asset investments	2014	2013
	£	£
Other unlisted investments	<u>8,750</u>	<u>8,750</u>
14. Creditors: amounts falling due within one year	2014	2013
	£	£
Bank loan	190,657	176,004
Trade creditors	573,362	615,729
Corporation tax	166,494	72,083
Other taxes and social security costs	452,245	387,026
Directors' accounts	55,088	68,846
Other creditors	3,515	6,472
Accruals and deferred income	<u>208,667</u>	<u>207,730</u>
	<u>1,650,028</u>	<u>1,533,890</u>

S & V E Williams Limited

**Notes to the abbreviated financial statements
for the year ended 31 December 2014**

..... continued

15. Creditors: amounts falling due after more than one year	2014 £	2013 £
Bank loan	<u>317,308</u>	<u>522,618</u>
Loans		
Repayable in one year or less, or on demand (Note 14)	190,657	176,004
Repayable between one and two years	189,153	189,009
Repayable between two and five years	<u>128,155</u>	<u>333,609</u>
	<u>507,965</u>	<u>698,622</u>

The loan with RBS with an outstanding balance of £99,562 is repayable over 7 years ending August 2017 at a rate of 1.6% above base rate. The loan with RBS with an outstanding balance of £84,427 is repayable over 7 years ending March 2017 at a rate of 1.6% above base rate. The loan with RBS with an outstanding balance of £98,626 is repayable over 6 years ending November 2017 at a rate of 1.4% above base rate. The loan with RBS with an outstanding balance of £225,350 is repayable over 5 years ending February 2018 at a rate of 1.4% above base rate.

16. Provisions for liabilities

	Deferred taxation (Note 17) £	Total £
At 1 January 2014	138,392	138,392
Movements in the year	(1,558)	(1,558)
At 31 December 2014	<u>136,834</u>	<u>136,834</u>

S & V E Williams Limited

**Notes to the abbreviated financial statements
for the year ended 31 December 2014**

..... continued

17. Provision for deferred taxation	2014	2013
	£	£
Accelerated capital allowances	136,834	138,392
Provision for deferred tax	<u>136,834</u>	<u>138,392</u>
Provision at 1 January 2014	138,392	
Deferred tax credit in profit and loss account	(1,558)	
Provision at 31 December 2014	<u>136,834</u>	
18. Share capital	2014	2013
	£	£
Authorised		
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
Allotted, called up and fully paid		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>
Equity Shares		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>
19. Reconciliation of movements in shareholders' funds	2014	2013
	£	£
Profit for the year	590,744	411,246
Dividends	(290,500)	(150,000)
	<u>300,244</u>	<u>261,246</u>
Opening shareholders' funds	598,795	337,549
Closing shareholders' funds	<u>899,039</u>	<u>598,795</u>

S & V E Williams Limited

Notes to the abbreviated financial statements for the year ended 31 December 2014

..... continued

20. Related party transactions

During the year the directors Mr S Williams and Mrs V E Williams were paid dividends of £157,500 and £133,000 respectively on equity shares.

21. Gross cash flows

	2014 £	2013 £
Returns on investments and servicing of finance		
Interest received	1,226	845
Interest paid	(11,668)	(14,282)
	<u>(10,442)</u>	<u>(13,437)</u>
Taxation		
Corporation tax paid	<u>(72,083)</u>	<u>(78,964)</u>
Capital expenditure		
Payments to acquire intangible assets	-	(236,252)
Payments to acquire tangible assets	(86,386)	(599,523)
Receipts from sales of tangible assets	4,815	10,945
	<u>(81,571)</u>	<u>(824,830)</u>
Management of Liquid Resources		
Payments to acquire short term investments	<u>-</u>	<u>(1,250)</u>
Financing		
New long term bank loan	-	237,510
New short term bank loan	-	112,490
Repayment of short term bank loan	(190,657)	(180,474)
	<u>(190,657)</u>	<u>169,526</u>

S & V E Williams Limited

**Notes to the abbreviated financial statements
for the year ended 31 December 2014**

..... continued

22. Analysis of changes in net funds

	Opening balance	Cash flows	Other changes	Closing balance
	£	£	£	£
Cash at bank and in hand	964,521	455,352		1,419,873
Liquid resources	8,750	-		8,750
Debt due within one year	(176,005)	190,657	(205,310)	(190,658)
Debt due after one year	(522,618)	-	205,310	(317,308)
	(698,623)	190,657	-	(507,966)
Net funds	<u>274,648</u>	<u>646,009</u>	<u>-</u>	<u>920,657</u>