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REGISTERED NUMBER: 04125517 (England and Wales)

**Group Strategic Report, Report of the Directors and
Consolidated Financial Statements for the Year Ended 31 March 2017**
for
GJT Limited



**Contents of the Consolidated Financial Statements
for the Year Ended 31 March 2017**

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GJT Limited

**Company Information
for the Year Ended 31 March 2017**

DIRECTORS:

Mr D P Nott
Mr A Dunn
Mr R Surtees

SECRETARY:

Mr A Dunn

REGISTERED OFFICE:

261 Europa Boulevard
Westbrook
Warrington
Cheshire
WA5 7TN

REGISTERED NUMBER:

04125517 (England and Wales)

AUDITORS:

Sochall Smith Limited
Chartered Accountants & Statutory Auditors
3 Park Square
Leeds
LS1 2NE

**Group Strategic Report
for the Year Ended 31 March 2017**

The directors present their strategic report of the company and the group for the year ended 31 March 2017.

GJT Limited is a supplier of soft furnishings to the UK retail market. We import and distribute curtains and accessories as well as manufacturing bespoke curtains in our production facility in Yorkshire.

Our range of products include:

- Curtain and lining fabrics
- Readymade curtains
- Made to measure curtains and accessories
- Cushions.

The market in which we operate is highly competitive and we have witnessed significant changes in distribution channels. The prominence of internet retailers has affected the traditional retail market and we have responded quickly to these changes. We currently trade with a number of successful online companies that specialise in window furnishings.

Our key objectives are:

- Focus on delivering products which generate high margins
- Extend our range of products in order to protect against market trends
- Increase our customer base
- Convert profit into cash
- Ensure the continual strengthening of our Balance Sheet

The board continues to set priorities consistent with the above objectives and reviews the group's progress against them on a monthly basis. As a result of this we are continually reviewing our range with a view to maintain our margins as well as reviewing the financial stability of our customers with the help of our credit insurance agency.

Customer retention and the maintenance of long standing relationships with our customers is at the heart of our success. We achieve this by delivering quality products at competitive prices, ensuring continued supply and offering excellent customer care through our sales representative and administration departments.

The financial year ending 31 March 2017 showed a strong 15% growth in sales although gross margin percentage fell from 31.5% to 27.5%. This reduction was due to a differing sales mix and the impact of a weaker currency.

The directors are pleased to announce that the move to the new freehold premises has now been fully implemented. This move has had a beneficial effect upon the results in that the rental charge is eradicated albeit that this is partly offset by depreciation and interest charges. Nonetheless the group benefits from holding its own premises and this will provide a strong foundation moving forward.

The financing of the building was done by way of bank loan finance and this has had a slightly weakening effect on net current assets which is not really seen in practice.

The directors consider that improving the net assets of the group is vital to maintain market credibility, kudos and credit limits, all of which are seen as key to the group's continued success.

The directors have maintained the total dividend distribution at previous year's levels which they consider to be prudent in the current uncertain economic climate.

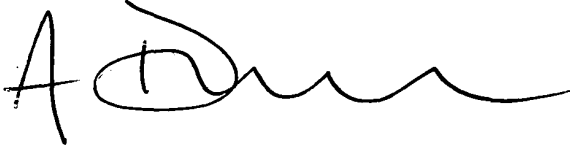
The 2018 financial year looks positive and the benefits of operating from the new premises are assisting in ensuring the group has a sound asset base coupled by robust trading with the appropriate level of financial investment to achieve budget.

**Group Strategic Report
for the Year Ended 31 March 2017**

The directors have considered the impact of 'Brexit' on the group's activities. The group imports from abroad and the reduction in the value of the £ has impacted upon purchase prices. The group has bought forward currency as the £ fell to mitigate this increased cost. In terms of sales, the vast majority of the group's sales are within the United Kingdom and other than general economic factors it is not anticipated that there will be any impact from the effects of 'Brexit'.

The directors, always conscious of the economic conditions, are nevertheless satisfied as to the above results and are conservatively confident in respect of the current financial year.

ON BEHALF OF THE BOARD:

A handwritten signature in black ink, appearing to be 'A Dunn', with a large, stylized initial 'A' and a series of loops and waves extending to the right.

Mr A Dunn - Secretary

15 November 2017

**Report of the Directors
for the Year Ended 31 March 2017**

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

DIVIDENDS

Interim dividends per share were paid during the year as follows:

Ordinary £1	- £1.44	- 31 March 2017
Ordinary 'A' £1	- £90	- 31 March 2017
Ordinary 'B' £1	- £38.57	- 31 March 2017
Ordinary 'C' £1	- £14.28	- 31 March 2017

The total distribution of dividends for the year ended 31 March 2017 will be £144,000.

DIRECTORS

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

Mr D P Nott
Mr A Dunn
Mr R Surtees

FINANCIAL INSTRUMENTS

The company's principal financial instruments comprise bank balances, bank overdrafts, trade creditors, trade debtors, loans to the company, and invoice discounting arrangements.

Due to the nature of financial instruments used by the company there is no exposure to price risk. The company's approach to managing other risks applicable to the financial instruments concerned is shown below.

In respect of bank balances, including invoice discounting arrangements, the liquidity risk is managed by maintaining a balance between the continuity of funding and flexibility through the use of overdrafts at floating rates of interest. The company makes use of money market facilities where funds are available.

In respect of loans these comprise loans from financial institutions. The interest rate on the loans from financial institutions is variable but monthly repayments are fixed. The company manages the liquidity risk by ensuring there are sufficient funds to meet the payments.

Trade debtors are managed in respect of credit and cash-flow risk by policies concerning the credit offered to customers and the regular monitoring of amounts outstanding for both time and credit limits.

Trade creditors liquidity risk is managed by ensuring sufficient funds are available to meet amounts due.

IMPACT OF THE EURO

The company has undertaken a review of the impact of the Euro on the business. As the company already deals substantially with turnover designated in other currencies the directors believe the Euro will have a minimum impact.

The company's accounting system is adequate to deal with any change from sterling to the Euro in the future.

**Report of the Directors
for the Year Ended 31 March 2017**

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Group 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 the group and of the profit or loss of the group 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 and the group's transactions and disclose with reasonable accuracy at any time the financial position of the company and the group 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 the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The safeguarding includes the maintenance and integrity of the components and financial information on the group's website.

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 group'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 group's auditors are aware of that information.

AUDITORS

The auditors, Sochall Smith Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:

A handwritten signature in black ink, appearing to be 'A Dunn', written over a horizontal line.

Mr A Dunn - Secretary

15 November 2017

Report of the Independent Auditors to the Members of GJT Limited

We have audited the financial statements of GJT Limited for the year ended 31 March 2017 on pages eight to twenty seven. 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 group's and the parent 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 Group 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 group's and of the parent company's affairs as at 31 March 2017 and of the group's 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 Group 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 group and the parent company and its environment, we have not identified any material misstatements in the Group Strategic Report or the Report of the Directors.

**Report of the Independent Auditors to the Members of
GJT Limited**

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 by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company 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.



Andrew Charles (Senior Statutory Auditor)
for and on behalf of Sochall Smith Limited
Chartered Accountants & Statutory Auditors
3 Park Square
Leeds
LS1 2NE

15 November 2017

GJT Limited (Registered number: 04125517)

**Consolidated Income Statement
for the Year Ended 31 March 2017**

		2017		2016	
	Notes	£	£	£	£
TURNOVER	3		10,528,385		9,141,262
Cost of sales			<u>7,631,660</u>		<u>6,258,375</u>
GROSS PROFIT			2,896,725		2,882,887
Distribution costs		242,981		261,387	
Administrative expenses		<u>2,383,128</u>		<u>2,355,584</u>	
			2,626,109		2,616,971
			270,616		265,916
Other operating income			-		30,000
OPERATING PROFIT	5		270,616		295,916
Interest payable and similar expenses	6		<u>62,565</u>		<u>34,092</u>
PROFIT BEFORE TAXATION			208,051		261,824
Tax on profit	7		<u>37,896</u>		<u>52,138</u>
PROFIT FOR THE FINANCIAL YEAR			170,155		209,686
Profit attributable to: Owners of the parent			<u>170,155</u>		<u>209,686</u>

The notes form part of these financial statements

GJT Limited (Registered number: 04125517)

**Consolidated Other Comprehensive Income
for the Year Ended 31 March 2017**

	Notes	2017 £	2016 £
PROFIT FOR THE YEAR		170,155	209,686
OTHER COMPREHENSIVE INCOME		-	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		<u>170,155</u>	<u>209,686</u>
Total comprehensive income attributable to: Owners of the parent		<u>170,155</u>	<u>209,686</u>

The notes form part of these financial statements

Consolidated Balance Sheet
31 March 2017

	Notes	2017 £	2016 £
FIXED ASSETS			
Intangible assets	10	126,087	136,594
Tangible assets	11	1,674,029	1,383,261
Investments	12	-	-
		<u>1,800,116</u>	<u>1,519,855</u>
CURRENT ASSETS			
Stocks	13	1,955,390	1,787,439
Debtors	14	2,200,732	2,142,481
Cash at bank and in hand		13,862	45,038
		<u>4,169,984</u>	<u>3,974,958</u>
CREDITORS			
Amounts falling due within one year	15	<u>3,916,188</u>	<u>3,590,163</u>
NET CURRENT ASSETS		<u>253,796</u>	<u>384,795</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>2,053,912</u>	<u>1,904,650</u>
CREDITORS			
Amounts falling due after more than one year	16	(910,489)	(796,619)
PROVISIONS FOR LIABILITIES	20	(30,462)	(21,525)
NET ASSETS		<u><u>1,112,961</u></u>	<u><u>1,086,506</u></u>
CAPITAL AND RESERVES			
Called up share capital	21	90,300	90,000
Capital redemption reserve	22	185,000	185,000
Retained earnings	22	837,661	811,506
SHAREHOLDERS' FUNDS		<u><u>1,112,961</u></u>	<u><u>1,086,506</u></u>

The financial statements were approved by the Board of Directors on 15 November 2017 and were signed on its behalf by:

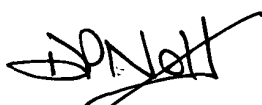


Mr D P Nott - Director

Company Balance Sheet
31 March 2017

	Notes	2017 £	2016 £
FIXED ASSETS			
Intangible assets	10	-	-
Tangible assets	11	1,670,244	1,383,261
Investments	12	310,000	310,000
		<u>1,980,244</u>	<u>1,693,261</u>
CURRENT ASSETS			
Stocks	13	1,925,390	1,757,439
Debtors	14	2,178,025	2,118,462
Cash at bank and in hand		13,862	45,038
		<u>4,117,277</u>	<u>3,920,939</u>
CREDITORS			
Amounts falling due within one year	15	3,940,705	3,606,645
NET CURRENT ASSETS		<u>176,572</u>	<u>314,294</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>2,156,816</u>	<u>2,007,555</u>
CREDITORS			
Amounts falling due after more than one year	16	(910,489)	(796,619)
PROVISIONS FOR LIABILITIES	20	(30,462)	(21,525)
NET ASSETS		<u>1,215,865</u>	<u>1,189,411</u>
CAPITAL AND RESERVES			
Called up share capital	21	90,300	90,000
Capital redemption reserve	22	185,000	185,000
Retained earnings	22	940,565	914,411
SHAREHOLDERS' FUNDS		<u>1,215,865</u>	<u>1,189,411</u>
Company's profit for the financial year		<u>170,154</u>	<u>209,682</u>

The financial statements were approved by the Board of Directors on 15 November 2017 and were signed on its behalf by:



Mr D P Nott - Director

GJT Limited (Registered number: 04125517)

**Consolidated Statement of Changes in Equity
for the Year Ended 31 March 2017**

	Called up share capital £	Retained earnings £	Capital redemption reserve £	Total equity £
Balance at 1 April 2015	90,000	745,820	185,000	1,020,820
Changes in equity				
Dividends	-	(144,000)	-	(144,000)
Total comprehensive income	-	209,686	-	209,686
Balance at 31 March 2016	<u>90,000</u>	<u>811,506</u>	<u>185,000</u>	<u>1,086,506</u>
Changes in equity				
Issue of share capital	300	-	-	300
Dividends	-	(144,000)	-	(144,000)
Total comprehensive income	-	170,155	-	170,155
Balance at 31 March 2017	<u>90,300</u>	<u>837,661</u>	<u>185,000</u>	<u>1,112,961</u>

The notes form part of these financial statements

**Company Statement of Changes in Equity
for the Year Ended 31 March 2017**

	Called up share capital £	Retained earnings £	Capital redemption reserve £	Total equity £
Balance at 1 April 2015	90,000	848,729	185,000	1,123,729
Changes in equity				
Dividends	-	(144,000)	-	(144,000)
Total comprehensive income	-	209,682	-	209,682
Balance at 31 March 2016	<u>90,000</u>	<u>914,411</u>	<u>185,000</u>	<u>1,189,411</u>
Changes in equity				
Issue of share capital	300	-	-	300
Dividends	-	(144,000)	-	(144,000)
Total comprehensive income	-	170,154	-	170,154
Balance at 31 March 2017	<u>90,300</u>	<u>940,565</u>	<u>185,000</u>	<u>1,215,865</u>

**Consolidated Cash Flow Statement
for the Year Ended 31 March 2017**

	Notes	2017 £	2016 £
Cash flows from operating activities			
Cash generated from operations	1	462,318	615,667
Interest paid		(58,414)	(27,299)
Interest element of hire purchase payments paid		(4,151)	(6,793)
Tax paid		(47,564)	(50,126)
Net cash from operating activities		<u>352,189</u>	<u>531,449</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(347,872)	(1,110,969)
Sale of tangible fixed assets		-	2,100
Net cash from investing activities		<u>(347,872)</u>	<u>(1,108,869)</u>
Cash flows from financing activities			
New loans in year		191,697	938,000
Loan repayments in year		(77,827)	(151,645)
Capital repayments in year		(5,663)	(16,059)
Share issue		300	-
Equity dividends paid		(144,000)	(144,000)
Net cash from financing activities		<u>(35,493)</u>	<u>626,296</u>
(Decrease)/increase in cash and cash equivalents		<u>(31,176)</u>	<u>48,876</u>
Cash and cash equivalents at beginning of year	2	45,038	(3,838)
Cash and cash equivalents at end of year	2	<u><u>13,862</u></u>	<u><u>45,038</u></u>

The notes form part of these financial statements

Notes to the Consolidated Cash Flow Statement
for the Year Ended 31 March 2017

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

	2017 £	2016 £
Profit before taxation	208,051	261,824
Depreciation charges	67,611	36,846
Profit on disposal of fixed assets	-	(2,100)
Finance costs	62,565	34,092
	<u>338,227</u>	<u>330,662</u>
(Increase)/decrease in stocks	(167,951)	110,726
Increase in trade and other debtors	(58,251)	(128,658)
Increase in trade and other creditors	350,293	302,937
	<u>462,318</u>	<u>615,667</u>
Cash generated from operations	462,318	615,667

2. CASH AND CASH EQUIVALENTS

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

Year ended 31 March 2017

	31/3/17 £	1/4/16 £
Cash and cash equivalents	13,862	45,038

Year ended 31 March 2016

	31/3/16 £	1/4/15 £
Cash and cash equivalents	45,038	1,140
Bank overdrafts	-	(4,978)
	<u>45,038</u>	<u>(3,838)</u>

**Notes to the Consolidated Financial Statements
for the Year Ended 31 March 2017**

1. STATUTORY INFORMATION

GJT Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the General Information page.

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.

Basis of consolidation

The financial statements contain information about GJT Limited and its subsidiaries as a whole.

Revenue recognition

Turnover, which is stated excluding Value Added Tax, is the amount receivable for goods supplied less returns, trade discounts and allowances. Sales are recognised when goods are despatched to customers as this reflects the transfer of risks and rewards of ownership, with provisions made for returns and allowances. Provisions for returns are calculated based on historical return levels.

Goodwill

Goodwill, being the amount at which consideration exceeded the fair value of net assets on acquisition is being amortised on a straight line basis over 20 years as a reasonable expectation of the benefit derived from the acquisition of the subsidiary during the year.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Freehold property	- 2% on cost
Plant and machinery	- 33% on cost, 20% on cost, 15% on cost and 10% on cost
Motor vehicles	- 33% on cost and 25% on cost
Computer equipment	- 33% on cost

Stocks

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

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Consolidated Income Statement, 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 Consolidated Financial Statements - continued
for the Year Ended 31 March 2017

2. ACCOUNTING POLICIES - continued

Taxation

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.

Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into Sterling at the rates of exchange at the balance sheet date. Transactions denominated in foreign currencies are translated into Sterling at the rates of exchange prevailing on the date of transaction or, for practical reasons, at average monthly rates where exchange rates do not fluctuate significantly. Exchange differences are taken into account in arriving at the operating result.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

Pension costs and other post-retirement benefits

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

Operating leases

Rentals paid under operating leases are charged to the profit and loss account as incurred.

3. TURNOVER

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

An analysis of turnover by geographical market is given below:

	2017	2016
	£	£
United Kingdom	10,276,549	8,831,773
EU	251,836	309,489
	<u>10,528,385</u>	<u>9,141,262</u>

4. EMPLOYEES AND DIRECTORS

	2017	2016
	£	£
Wages and salaries	1,488,486	1,406,937
Social security costs	106,312	111,031
Other pension costs	66,257	41,843
	<u>1,661,055</u>	<u>1,559,811</u>

**Notes to the Consolidated Financial Statements - continued
for the Year Ended 31 March 2017**

4. EMPLOYEES AND DIRECTORS - continued

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

	2017	2016
Sales, marketing and design	13	13
Warehouse	66	78
Administration	9	9
	<u>88</u>	<u>100</u>

The average number of employees by undertakings that are proportionately consolidated during the year was 58.

	2017	2016
	£	£
Directors' remuneration	<u>148,476</u>	<u>160,363</u>

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

Money purchase schemes	<u>2</u>	<u>2</u>
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5. OPERATING PROFIT

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

	2017	2016
	£	£
Depreciation - owned assets	48,449	17,684
Depreciation - assets on hire purchase contracts	8,655	8,655
Profit on disposal of fixed assets	-	(2,100)
Goodwill amortisation	10,507	10,507
Auditors' remuneration	13,857	13,159
Operating leases - plant and machinery	<u>4,700</u>	<u>15,561</u>

6. INTEREST PAYABLE AND SIMILAR EXPENSES

	2017	2016
	£	£
Bank loan interest	35,329	7,211
Invoice finance charges	23,085	20,088
Hire purchase interest	<u>4,151</u>	<u>6,793</u>
	<u>62,565</u>	<u>34,092</u>

**Notes to the Consolidated Financial Statements - continued
for the Year Ended 31 March 2017**

7. TAXATION**Analysis of the tax charge**

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

	2017 £	2016 £
Current tax:		
UK corporation tax	28,959	47,563
Deferred tax	8,937	4,575
Tax on profit	<u>37,896</u>	<u>52,138</u>

Reconciliation of total tax charge included in profit and loss

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

	2017 £	2016 £
Profit before tax	<u>208,051</u>	<u>261,824</u>
Profit multiplied by the standard rate of corporation tax in the UK of 20% (2016 - 20%)	41,610	52,365
Effects of:		
Expenses not deductible for tax purposes	183	292
Income not taxable for tax purposes	-	(420)
Capital allowances in excess of depreciation	(12,834)	(4,674)
Deferred tax movement	8,937	4,575
Total tax charge	<u>37,896</u>	<u>52,138</u>

8. INDIVIDUAL INCOME STATEMENT

As permitted by Section 408 of the Companies Act 2006, the Income Statement of the parent company is not presented as part of these financial statements.

9. DIVIDENDS

	2017 £	2016 £
Ordinary shares of £1 each		
Interim	129,715	144,000
Ordinary 'A' shares of £1 each		
Interim	9,000	-
Ordinary 'B' shares of £1 each		
Interim	3,857	-
Ordinary 'C' shares of £1 each		
Interim	1,428	-
	<u>144,000</u>	<u>144,000</u>

Notes to the Consolidated Financial Statements - continued
for the Year Ended 31 March 2017

10. INTANGIBLE FIXED ASSETS

Group

	Goodwill £
COST	
At 1 April 2016 and 31 March 2017	210,143
AMORTISATION	
At 1 April 2016	73,549
Amortisation for year	10,507
At 31 March 2017	84,056
NET BOOK VALUE	
At 31 March 2017	126,087
At 31 March 2016	136,594

11. TANGIBLE FIXED ASSETS

Group

	Freehold property £	Plant and machinery £	Motor vehicles £	Computer equipment £	Totals £
COST					
At 1 April 2016	1,282,289	125,613	15,985	42,295	1,466,182
Additions	268,257	53,810	-	25,805	347,872
At 31 March 2017	1,550,546	179,423	15,985	68,100	1,814,054
DEPRECIATION					
At 1 April 2016	9,689	45,540	3,663	24,029	82,921
Charge for year	25,410	16,316	3,996	11,382	57,104
At 31 March 2017	35,099	61,856	7,659	35,411	140,025
NET BOOK VALUE					
At 31 March 2017	1,515,447	117,567	8,326	32,689	1,674,029
At 31 March 2016	1,272,600	80,073	12,322	18,266	1,383,261

Notes to the Consolidated Financial Statements - continued
for the Year Ended 31 March 2017

11. TANGIBLE FIXED ASSETS - continued**Group**

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Plant and machinery £
COST	
At 1 April 2016 and 31 March 2017	<u>86,558</u>
DEPRECIATION	
At 1 April 2016	40,677
Charge for year	<u>8,655</u>
At 31 March 2017	<u>49,332</u>
NET BOOK VALUE	
At 31 March 2017	<u>37,226</u>
At 31 March 2016	<u>45,881</u>

Company

	Freehold property £	Plant and machinery £	Motor vehicles £	Computer equipment £	Totals £
COST					
At 1 April 2016	1,282,289	125,613	15,985	42,295	1,466,182
Additions	<u>268,257</u>	<u>49,078</u>	<u>-</u>	<u>25,805</u>	<u>343,140</u>
At 31 March 2017	<u>1,550,546</u>	<u>174,691</u>	<u>15,985</u>	<u>68,100</u>	<u>1,809,322</u>
DEPRECIATION					
At 1 April 2016	9,689	45,540	3,663	24,029	82,921
Charge for year	<u>25,410</u>	<u>15,369</u>	<u>3,996</u>	<u>11,382</u>	<u>56,157</u>
At 31 March 2017	<u>35,099</u>	<u>60,909</u>	<u>7,659</u>	<u>35,411</u>	<u>139,078</u>
NET BOOK VALUE					
At 31 March 2017	<u>1,515,447</u>	<u>113,782</u>	<u>8,326</u>	<u>32,689</u>	<u>1,670,244</u>
At 31 March 2016	<u>1,272,600</u>	<u>80,073</u>	<u>12,322</u>	<u>18,266</u>	<u>1,383,261</u>

Notes to the Consolidated Financial Statements - continued
for the Year Ended 31 March 2017

11. TANGIBLE FIXED ASSETS - continued**Company**

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Plant and machinery £
COST	
At 1 April 2016 and 31 March 2017	86,558
DEPRECIATION	
At 1 April 2016	40,677
Charge for year	8,655
At 31 March 2017	49,332
NET BOOK VALUE	
At 31 March 2017	37,226
At 31 March 2016	45,881

12. FIXED ASSET INVESTMENTS**Company**

	Shares in group undertakings £
COST	
At 1 April 2016 and 31 March 2017	310,000
NET BOOK VALUE	
At 31 March 2017	310,000
At 31 March 2016	310,000

The group or the company's investments at the Balance Sheet date in the share capital of companies include the following:

Subsidiaries**Gordon John Textiles Limited**

Registered office:

Nature of business: dormant

Class of shares:

Ordinary

%
holding
100.00

Aggregate capital and reserves

2017 £	2016 £
<u>10,000</u>	<u>10,000</u>

Notes to the Consolidated Financial Statements - continued
for the Year Ended 31 March 2017

12. FIXED ASSET INVESTMENTS - continued

Style Furnishings Limited

Registered office:

Nature of business: Soft furnishings

Class of shares:	% holding	2017	2016
Ordinary	100.00	£	£
Aggregate capital and reserves		81,009	70,501
Profit for the year		10,508	10,511

13. STOCKS

	Group		Company	
	2017	2016	2017	2016
	£	£	£	£
Raw materials	103,629	138,869	73,629	108,869
Finished goods	1,851,761	1,648,570	1,851,761	1,648,570
	1,955,390	1,787,439	1,925,390	1,757,439

14. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2017	2016	2017	2016
	£	£	£	£
Trade debtors	1,992,219	1,914,658	1,992,219	1,914,658
Prepayments	208,513	227,823	185,806	203,804
	2,200,732	2,142,481	2,178,025	2,118,462

Included within trade debtors are debts owed to the company upon which advances have been made by HSBC Invoice Financing Limited and disclosed as part of the creditors in note 15. At 31 March 2017 the amount advanced was £1,145,720 (2016: £907,063) and this sum is secured by way of a fixed and floating charge against all the company's assets.

15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2017	2016	2017	2016
	£	£	£	£
Other loans (see note 17)	133,068	133,068	133,068	133,068
Hire purchase contracts (see note 18)	-	5,663	-	5,663
Trade creditors	2,251,565	2,237,896	2,251,457	2,237,078
Amounts owed to group undertakings	-	-	95,729	80,102
Corporation Tax	28,958	47,563	28,958	47,563
Social security and other taxes	243,048	203,434	178,960	145,938
Other creditors	1,145,720	907,063	1,145,720	907,063
Accrued and deferred income	113,829	55,476	106,813	50,170
	3,916,188	3,590,163	3,940,705	3,606,645

Notes to the Consolidated Financial Statements - continued
for the Year Ended 31 March 2017

15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR - continued

Included within other creditors is the sum of £1,145,720 (2016: £907,063) advanced against trade debtors by HSBC Invoice Financing Limited (see note 14).

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

	Group		Company	
	2017	2016	2017	2016
	£	£	£	£
Other loans (see note 17)	<u>910,489</u>	<u>796,619</u>	<u>910,489</u>	<u>796,619</u>

17. LOANS

An analysis of the maturity of loans is given below:

	Group		Company	
	2017	2016	2017	2016
	£	£	£	£
Amounts falling due within one year or on demand:				
Loan creditor	<u>133,068</u>	<u>133,068</u>	<u>133,068</u>	<u>133,068</u>
Amounts falling due between one and two years:				
Loan creditor	<u>118,300</u>	<u>133,068</u>	<u>118,300</u>	<u>133,068</u>
Amounts falling due between two and five years:				
Loan creditor	<u>266,292</u>	<u>295,828</u>	<u>266,292</u>	<u>295,828</u>
Amounts falling due in more than five years:				
Repayable by instalments				
Property loan	<u>525,897</u>	<u>367,723</u>	<u>525,897</u>	<u>367,723</u>

The 'other loans' referred to in the above note is a fifteen year mortgage provided by HSBC Bank. Interest on the mortgage is to be charged at the annual rate of 2.75% above the Bank of England base rate.

This mortgage is secured via a fixed charge over the property to which it relates.

18. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

Group		Hire purchase contracts	
		2017	2016
		£	£
Net obligations repayable:			
Within one year		<u>-</u>	<u>5,663</u>

Notes to the Consolidated Financial Statements - continued
for the Year Ended 31 March 2017

18. LEASING AGREEMENTS - continued

Company

	Hire purchase contracts	
	2017	2016
	£	£
Net obligations repayable:		
Within one year	-	5,663

19. SECURED DEBTS

The following secured debts are included within creditors:

	Group		Company	
	2017	2016	2017	2016
	£	£	£	£
Loan creditor	1,043,557	929,687	1,043,557	929,687
Hire purchase contracts	-	5,663	-	5,663
Invoice discounting loan	1,145,720	907,063	1,145,720	907,063
	<u>2,189,277</u>	<u>1,842,413</u>	<u>2,189,277</u>	<u>1,842,413</u>

20. PROVISIONS FOR LIABILITIES

	Group		Company	
	2017	2016	2017	2016
	£	£	£	£
Deferred tax				
Accelerated capital allowances	<u>30,462</u>	<u>21,525</u>	<u>30,462</u>	<u>21,525</u>

Group

	Deferred tax
	£
Balance at 1 April 2016	21,525
Credit to Income Statement during year	8,937
Balance at 31 March 2017	<u>30,462</u>

Company

	Deferred tax
	£
Balance at 1 April 2016	21,525
Credit to Income Statement during year	8,937
Balance at 31 March 2017	<u>30,462</u>

Notes to the Consolidated Financial Statements - continued
for the Year Ended 31 March 2017

21. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2017 £	2016 £
90,000	Ordinary	£1	90,000	90,000
100	Ordinary 'A'	£1	100	-
100	Ordinary 'B'	£1	100	-
100	Ordinary 'C'	£1	100	-
			<u>90,300</u>	<u>90,000</u>

Allotted and issued:

Number:	Class:	Nominal value:	2017 £	2016 £
100	Ordinary 'A'	£1	100	-
100	Ordinary 'B'	£1	100	-
100	Ordinary 'C'	£1	100	-
			<u>300</u>	<u>-</u>

The following shares were issued during the year for cash at par:

100 Ordinary 'A' shares of £1
 100 Ordinary 'B' shares of £1
 100 Ordinary 'C' shares of £1

22. RESERVES

Group

	Retained earnings £	Capital redemption reserve £	Totals £
At 1 April 2016	811,506	185,000	996,506
Profit for the year	170,155		170,155
Dividends	(144,000)		(144,000)
At 31 March 2017	<u>837,661</u>	<u>185,000</u>	<u>1,022,661</u>

Company

	Retained earnings £	Capital redemption reserve £	Totals £
At 1 April 2016	914,411	185,000	1,099,411
Profit for the year	170,154		170,154
Dividends	(144,000)		(144,000)
At 31 March 2017	<u>940,565</u>	<u>185,000</u>	<u>1,125,565</u>

**Notes to the Consolidated Financial Statements - continued
for the Year Ended 31 March 2017**

23. ULTIMATE CONTROLLING PARTY

The group and company are under the ultimate control of Mr D Nott.