

BODEL HOLDINGS LTD - CONSOLIDATED ACCOUNTS
ANNUAL REPORT
FOR THE YEAR ENDED 31 AUGUST 2014



BODEL HOLDINGS LTD - CONSOLIDATED ACCOUNTS

DIRECTORS AND ADVISERS

Directors	Mr G Fetherston Mrs R Fetherston
Secretary	Mr G Fetherston
Company number	NI034797
Registered office	9 Hulls Lane Moirra Road Lisburn Co Antrim N Ireland BT28 2SR
Registered auditors	RSM McClure Watters Number One Lanyon Quay Belfast BT1 3LG
Business address	9 Hulls Lane, Moirra Road Lisburn Co Antrim N Ireland BT28 2SR
Bankers	Danske Bank 20 Ballynahinch Street Hillsborough Down BT26 9HW
Solicitors	Johnsons Solicitors Johnson House 50/56 Wellington Place Belfast BT1 6GF

BODEL HOLDINGS LTD - CONSOLIDATED ACCOUNTS

CONTENTS

	Page
Strategic report	1
Directors' report	2
Independent auditors' report	3 - 4
Consolidated profit and loss account	5
Balance sheets	6
Consolidated cash flow statement	7
Notes to the consolidated cash flow statement	8
Notes to the financial statements	9 - 18

BODEL HOLDINGS LTD - CONSOLIDATED ACCOUNTS

STRATEGIC REPORT

FOR THE YEAR ENDED 31 AUGUST 2014

The directors present the strategic report and financial statements for the year ended 31 August 2014.

Review of the business

The current economic climate within our trading sector has meant that higher margin kitchen product sales have declined whilst lower margin kitchen appliance sales have continued to improve. This sales profile is expected to continue in the foreseeable future.

The Directors continue to research new products, which would complement the existing portfolio of products and increase sales within Northern Ireland and Republic of Ireland.

In June 2014 we completed and opened a substantial investment program in respect of our premises in Lisburn. This includes a state of the art 4000sq ft showroom with over 200 appliances and in excess of 100 sinks and taps on display. A modern office block was completed in early 2014. Further investment has included a major update to our web site including the facility for online business to business trading. All of the above will ensure that our customer service is of the highest quality in a challenging market.

Principal risks and uncertainties

The kitchen appliances retail sector remains extremely competitive with severe competition from both local and national operators. The company seeks to maintain an advantage over its competitors by offering the highest level of customer services.

Financial risk management

The company's operations expose it to a variety of financial risks that include the effects of changes in exchange rates, credit risk and liquidity risk. The company's overall risk management programme seeks to minimise the potential adverse effects on the company's financial performance. Given the size and structure of the company, the directors have not delegated the responsibility of monitoring financial risk management but instead set the policies that are then implemented by the rest of the company.

Foreign exchange risk

The majority of the company's revenue and expenses are denominated in sterling but we are exposed to some foreign exchange risk in the normal course of business. While the company does not use financial instruments currently to hedge foreign exchange exposure, this is constantly reviewed.

Credit risk

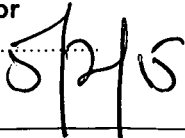
The amount of exposure to individual customers is monitored regularly by the company's management team and discussed during regular board meetings to prevent credit lines being extended beyond acceptable levels.

Key performance indicators are:

	2014	2013
Turnover	£7,570,523	£6,898,266
Gross Profit	£1,640,375	£1,468,236
Gross Profit Margin	21.67%	21.28%
Profit after tax	£217,111	£155,192

On behalf of the board


Mr G Fetherston
Director



BODEL HOLDINGS LTD - CONSOLIDATED ACCOUNTS

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 AUGUST 2014

The directors present their report and financial statements for the year ended 31 August 2014.

Results and dividends

The consolidated profit and loss account for the year is set out on page 5.

Directors

The following directors have held office since 1 September 2013:

Mr G Fetherston
Mrs R Fetherston

Auditors

The auditors, RSM McClure Watters, are deemed to be reappointed under section 487(2) of the Companies Act 2006.

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 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;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the group 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 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.

Statement of disclosure to auditors

So far as the directors are aware, there is no relevant audit information of which the group's auditors are unaware. Additionally, the directors have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the group's auditors are aware of that information.

On behalf of the board


Mr G Fetherston

Director

5/2/15

BODEL HOLDINGS LTD - CONSOLIDATED ACCOUNTS

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF BODEL HOLDINGS LTD - CONSOLIDATED ACCOUNTS

We have audited the group and parent company financial statements (the "financial statements") of Bodel Holdings Ltd - Consolidated Accounts for the year ended 31 August 2014 set out on pages 5 to 18. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company 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 Directors' Responsibilities Statement set out on pages 2, 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 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 Annual Report 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 parent company's affairs as at 31 August 2014 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 the information given in the Strategic Report and Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

BODEL HOLDINGS LTD - CONSOLIDATED ACCOUNTS

INDEPENDENT AUDITORS' REPORT (CONTINUED)

TO THE MEMBERS OF BODEL HOLDINGS LTD - CONSOLIDATED ACCOUNTS

Matters on which we are required to report by exception

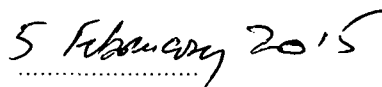
We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- 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.



**D S Watters FCA (Senior Statutory Auditor)
for and on behalf of RSM McClure Watters**

**Chartered Accountants
Statutory Auditor**



Number One Lanyon Quay
Belfast
BT1 3LG

BODEL HOLDINGS LTD - CONSOLIDATED ACCOUNTS

CONSOLIDATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 AUGUST 2014

	Notes	2014 £	2013 £
Turnover	2	7,570,523	6,898,266
Cost of sales		(5,930,148)	(5,430,030)
Gross profit		1,640,375	1,468,236
Distribution costs		(832,355)	(753,960)
Administrative expenses		(559,923)	(524,897)
Operating profit	3	248,097	189,379
Other interest receivable and similar income		2,700	14,305
Interest payable and similar charges	4	(164)	(984)
Profit on ordinary activities before taxation		250,633	202,700
Tax on profit on ordinary activities	5	(33,522)	(47,508)
Profit on ordinary activities after taxation		217,111	155,192

The profit and loss account has been prepared on the basis that all operations are continuing operations.

There are no recognised gains and losses other than those passing through the profit and loss account.

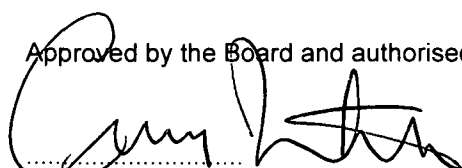
BODEL HOLDINGS LTD - CONSOLIDATED ACCOUNTS

BALANCE SHEETS

AS AT 31 AUGUST 2014

	Notes	Group 2014 £	2013 £	Company 2014 £	2013 £
Fixed assets					
Intangible assets	8	248,356	248,356	-	-
Tangible assets	9	2,062,745	1,780,371	1,987,936	1,724,228
Investments	10	-	-	1,354,413	1,354,413
		<u>2,311,101</u>	<u>2,028,727</u>	<u>3,342,349</u>	<u>3,078,641</u>
Current assets					
Stocks	11	827,125	897,105	-	-
Debtors	12	1,134,256	1,127,859	100,000	100,000
Cash at bank and in hand		566,339	783,543	120,000	-
		<u>2,527,720</u>	<u>2,808,507</u>	<u>220,000</u>	<u>100,000</u>
Creditors: amounts falling due within one year	13	<u>(1,316,233)</u>	<u>(1,422,589)</u>	<u>(2,707,331)</u>	<u>(2,410,397)</u>
Net current assets		<u>1,211,487</u>	<u>1,385,918</u>	<u>(2,487,331)</u>	<u>(2,310,397)</u>
Total assets less current liabilities		<u>3,522,588</u>	<u>3,414,645</u>	<u>855,018</u>	<u>768,244</u>
Provisions for liabilities	14	<u>(7,191)</u>	<u>(5,359)</u>	<u>-</u>	<u>-</u>
		<u>3,515,397</u>	<u>3,409,286</u>	<u>855,018</u>	<u>768,244</u>
Capital and reserves					
Called up share capital	15	2	2	2	2
Other reserves	16	1,000	1,000	-	-
Profit and loss account	16	3,514,395	3,408,284	855,016	768,242
Shareholders' funds	17	<u>3,515,397</u>	<u>3,409,286</u>	<u>855,018</u>	<u>768,244</u>

Approved by the Board and authorised for issue on 5/2/15



Mr G Fetherston
Director

Company Registration No. NI034797

BODEL HOLDINGS LTD - CONSOLIDATED ACCOUNTS

CONSOLIDATED CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 AUGUST 2014

	£	2014 £	£	2013 £
Net cash inflow from operating activities		300,601		159,788
Returns on investments and servicing of finance				
Interest received	2,700		14,305	
Interest paid	(164)		(984)	
Net cash inflow for returns on investments and servicing of finance		2,536		13,321
Taxation		(47,644)		(62,636)
Capital expenditure				
Payments to acquire tangible assets	(363,265)		(90,692)	
Receipts from sales of tangible assets	8,000		-	
Net cash outflow for capital expenditure		(355,265)		(90,692)
Equity dividends paid		(111,000)		(113,750)
Net cash outflow before management of liquid resources and financing		(210,772)		(93,969)
Financing				
Capital element of hire purchase contracts	(6,432)		(7,518)	
Net cash outflow from financing		(6,432)		(7,518)
Decrease in cash in the year		(217,204)		(101,487)

BODEL HOLDINGS LTD - CONSOLIDATED ACCOUNTS

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31 AUGUST 2014

1	Reconciliation of operating profit to net cash inflow from operating activities	2014		2013	
		£		£	
	Operating profit	248,097		189,379	
	Depreciation of tangible assets	76,281		81,977	
	Profit on disposal of tangible assets	(3,390)		-	
	Decrease/(increase) in stocks	69,980		(48,057)	
	(Increase)/decrease in debtors	(6,397)		109,753	
	Decrease in creditors within one year	(83,970)		(173,264)	
	Net cash inflow from operating activities	300,601		159,788	
2	Analysis of net funds	1 September 2013	Cash flow	Other non-cash changes	31 August 2014
		£	£	£	£
	Net cash:				
	Cash at bank and in hand	783,543	(217,204)	-	566,339
	Finance leases	(6,432)	6,432	-	-
	Net funds	777,111	(210,772)	-	566,339
3	Reconciliation of net cash flow to movement in net funds	2014		2013	
		£		£	
	Decrease in cash in the year	(217,204)		(101,487)	
	Cash outflow from decrease in debt	6,432		7,518	
	Movement in net funds in the year	(210,772)		(93,969)	
	Opening net funds	777,111		871,080	
	Closing net funds	566,339		777,111	

BODEL HOLDINGS LTD - CONSOLIDATED ACCOUNTS

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2014

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and the Companies Act 2006.

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated).

1.3 Basis of consolidation

The consolidated profit and loss account and balance sheet include the financial statements of the company and its subsidiaries in the profit and loss account up to the year ended 31 August 2014. Intra-group sales and profits are eliminated fully on consolidation. No profit and loss account is present for Bodel Holdings Ltd as permitted by s.408 of Companies Act 2006.

1.4 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.5 Goodwill

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

1.6 Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Land and buildings Freehold	2% Straight line basis
Fixtures, fittings & equipment	10% - 33.33% Straight line basis
Motor vehicles	20% Straight line basis

1.7 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

1.8 Investments

Fixed asset investments are stated at cost less provision for diminution in value.

1.9 Stock

Work in progress is valued at the lower of cost and net realisable value.

1.10 Pensions

The Group operates a defined contribution scheme for the benefit of its employees. Contributions payable are charged to the profit and loss account in the year they are payable.

1.11 Deferred taxation

Deferred taxation is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

BODEL HOLDINGS LTD - CONSOLIDATED ACCOUNTS

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2014

1 Accounting policies

(Continued)

1.12 Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

2 Turnover

The total turnover of the group for the year has been derived from its principal activity wholly undertaken in the United Kingdom.

3 Operating profit

2014	2013
£	£

Operating profit is stated after charging:

Depreciation of tangible assets

76,281	81,977
--------	--------

Fees payable to the group's auditor for the audit of the groups's annual accounts (company £4,350; 2013 £3,900)

10,824	10,812
--------	--------

and after crediting:

Profit on disposal of tangible assets

(3,390)	-
---------	---

Profit on foreign exchange transactions

(4,844)	(20,871)
---------	----------

4 Interest payable

2014	2013
£	£

Hire purchase interest

164	984
-----	-----

BODEL HOLDINGS LTD - CONSOLIDATED ACCOUNTS

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2014

5	Taxation	2014 £	2013 £
	Domestic current year tax		
	U.K. corporation tax	31,690	47,643
	Total current tax	31,690	47,643
	Deferred tax		
	Deferred tax charge/(credit) current year	1,832	(135)
		33,522	47,508
	Factors affecting the tax charge for the year		
	Profit on ordinary activities before taxation	250,633	202,700
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 20% (2013 - 20%)	50,127	40,540
	Effects of:		
	Non deductible expenses	4,002	3,123
	Depreciation add back	15,256	16,394
	Capital allowances	(15,578)	(5,824)
	Other tax adjustments - mixed rate over group companies	(22,117)	(6,590)
		(18,437)	7,103
	Current tax charge for the year	31,690	47,643

6 Profit for the financial year

As permitted by section 408 Companies Act 2006, the holding company's profit and loss account has not been included in these financial statements. The profit for the financial year is made up as follows:

	2014 £	2013 £
Holding company's profit for the financial year	197,774	155,615
7 Dividends	2014 £	2013 £
Ordinary interim paid	111,000	113,750

BODEL HOLDINGS LTD - CONSOLIDATED ACCOUNTS

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2014

8 Intangible fixed assets Group

	Goodwill £
Cost	
At 1 September 2013 & at 31 August 2014	248,356
Net book value	
At 31 August 2014	248,356
At 31 August 2013	248,356

9 Tangible fixed assets Group

	Land and buildings Freehold £	Fixtures, fittings & equipment £	Motor vehicles £	Total £
Cost				
At 1 September 2013	1,773,692	137,264	82,296	1,993,252
Additions	305,288	57,977	-	363,265
Disposals	-	(6,149)	(17,145)	(23,294)
At 31 August 2014	2,078,980	189,092	65,151	2,333,223
Depreciation				
At 1 September 2013	49,464	110,287	53,130	212,881
On disposals	-	(5,549)	(13,135)	(18,684)
Charge for the year	41,580	18,821	15,880	76,281
At 31 August 2014	91,044	123,559	55,875	270,478
Net book value				
At 31 August 2014	1,987,936	65,533	9,276	2,062,745
At 31 August 2013	1,724,228	26,977	29,166	1,780,371

BODEL HOLDINGS LTD - CONSOLIDATED ACCOUNTS

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2014

9 Tangible fixed assets

(Continued)

Included above are assets held under finance leases or hire purchase contracts as follows:

	Fixtures, fittings & equipment £	Motor vehicles £	Total £
Net book values			
At 31 August 2014	-	-	-
At 31 August 2013	-	9,400	9,400
Depreciation charge for the year			
31 August 2014	-	-	-
31 August 2013	-	7,050	7,050

Tangible fixed assets

Company

	Land and buildings Freehold £
Cost	
At 1 September 2013	1,773,692
Additions	305,288
At 31 August 2014	2,078,980
Depreciation	
At 1 September 2013	49,464
Charge for the year	41,580
At 31 August 2014	91,044
Net book value	
At 31 August 2014	1,987,936
At 31 August 2013	1,724,228

10 Fixed asset investments

BODEL HOLDINGS LTD - CONSOLIDATED ACCOUNTS

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2014

10 Fixed asset investments (Continued)

Company

Shares in
group
undertakings
£

Cost

At 1 September 2013 & at 31 August 2014

1,354,413

Net book value

At 31 August 2014

1,354,413

At 31 August 2013

1,354,413

In the opinion of the directors, the aggregate value of the company's investment in subsidiary undertakings is not less than the amount included in the balance sheet.

Holdings of more than 20%

The company holds more than 20% of the share capital of the following companies:

Company	Country of registration or incorporation	Class	Shares held %
Subsidiary undertakings			
Bodel Manufacturing Ltd	N.Ireland	Ordinary	100.00
Bodel Distributors Ltd	N.Ireland	Ordinary	100.00

The principal activity of these undertakings for the last relevant financial year was as follows:

	Principal activity
Bodel Manufacturing Ltd	Dormant
Bodel Distributors Ltd	Distribution of kitchen associated products and kitchen appliances

Bodel Manufacturing Ltd profits after tax for the year ended 31st August 2014 were nil. The shareholders funds at the year end were £1.

Bodel Distributors Ltd profits after tax for the year ended 31st August 2014 were £130,337. The shareholders funds at the year end were £3,766,435.

11 Stocks

	Group		Company	
	2014	2013	2014	2013
	£	£	£	£
Finished goods and goods for resale	827,125	897,105	-	-

BODEL HOLDINGS LTD - CONSOLIDATED ACCOUNTS

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2014

12 Debtors

	Group		Company	
	2014	2013	2014	2013
	£	£	£	£
Trade debtors	1,112,790	1,095,249	-	-
Other debtors	-	9,712	-	-
Prepayments and accrued income	21,466	22,898	100,000	100,000
	<u>1,134,256</u>	<u>1,127,859</u>	<u>100,000</u>	<u>100,000</u>

13 Creditors : amounts falling due within one year

	Group		Company	
	2014	2013	2014	2013
	£	£	£	£
Net obligations under finance lease and hire purchase contracts	-	6,432	-	-
Trade creditors	479,806	576,102	-	-
Amounts owed to group undertakings	-	-	2,065,749	1,751,086
Corporation tax	31,689	47,643	997	18,726
Taxes and social security costs	58,895	55,509	-	-
Directors current accounts	638,085	638,085	638,085	638,085
Other creditors	2,485	2,450	-	-
Accruals and deferred income	105,273	96,368	2,500	2,500
	<u>1,316,233</u>	<u>1,422,589</u>	<u>2,707,331</u>	<u>2,410,397</u>

Net obligations under finance leases and hire purchase contracts

Repayable within one year	-	6,432	-	-
Finance charges and interest allocated to future accounting periods	-	-	-	-
	<u>-</u>	<u>6,432</u>	<u>-</u>	<u>-</u>

BODEL HOLDINGS LTD - CONSOLIDATED ACCOUNTS

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2014

14 Provisions for liabilities Group

	Deferred taxation £
Balance at 1 September 2013	5,359
Profit and loss account	1,832
Balance at 31 August 2014	<u>7,191</u>

The deferred tax liability is made up as follows:

	Group 2014 £	2013 £	Company 2014 £	2013 £
Accelerated capital allowances	<u>7,191</u>	<u>5,359</u>	<u>-</u>	<u>-</u>

15 Share capital

	2014 £	2013 £
Allotted, called up and fully paid 2 Ordinary Shares of £1 each	<u>2</u>	<u>2</u>

16 Statement of movements on reserves Group

	Other reserves (see below) £	Profit and loss account £
Balance at 1 September 2013	1,000	3,408,284
Profit for the year	-	217,111
Dividends paid	-	(111,000)
Balance at 31 August 2014	<u>1,000</u>	<u>3,514,395</u>

Other reserves

Capital redemption reserve

Balance at 1 September 2013 & at 31 August 2014	<u>1,000</u>
---	--------------

BODEL HOLDINGS LTD - CONSOLIDATED ACCOUNTS

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2014

16 Statement of movements on reserves

(Continued)

Company

Profit
and loss
account
£

Balance at 1 September 2013	768,242
Profit for the year	197,774
Dividends paid	(111,000)
Balance at 31 August 2014	855,016

17 Reconciliation of movements in shareholders' funds

2014

2013

Group

£

£

Profit for the financial year	217,111	155,192
Dividends	(111,000)	(113,750)
Net addition to shareholders' funds	106,111	41,442
Opening shareholders' funds	3,409,286	3,367,844
Closing shareholders' funds	3,515,397	3,409,286

Company

2014

2013

£

£

Profit for the financial year	197,774	155,615
Dividends	(111,000)	(113,750)
Net addition to shareholders' funds	86,774	41,865
Opening shareholders' funds	768,244	726,379
Closing shareholders' funds	855,018	768,244

BODEL HOLDINGS LTD - CONSOLIDATED ACCOUNTS

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2014

18 Employees

Number of employees

The average monthly number of employees (including directors) during the year was:

	2014 Number	2013 Number
Sales and distribution	22	21
Administration	6	6
	<u>28</u>	<u>27</u>

Employment costs

	2014 £	2013 £
Wages and salaries	716,098	670,452
Social security costs	73,811	72,477
Other pension costs	64,847	43,925
	<u>854,756</u>	<u>786,854</u>

19 Related party relationships and transactions

Group

At the year end a balance of £638,085 was owed by the group to Guy Fetherston, a Director of both Bodel Distribution Ltd and Bodel Holdings Ltd.

Company

The company has taken advantage of the exemption available in FRS 8 "Related party disclosures" whereby it has not disclosed transactions with any wholly owned subsidiary undertaking.