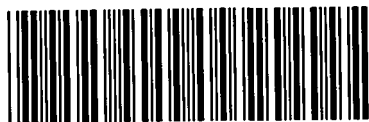


# Wallaces Express Limited

Annual Report and Consolidated Financial Statements

for the Year Ended 31 March 2014

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21/10/2014

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COMPANIES HOUSE

Robert J Hart & Company  
Chartered Accountants and Registered Auditors  
Riversleigh  
9 Kilwinning Road  
Irvine  
Ayrshire  
KA12 8RR

# Wallaces Express Limited

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## **Wallaces Express Limited**

### **Company Information**

<b>Directors</b>	B J Calder C Cosh K E Barclay A Daly
<b>Company secretary</b>	C & C Management Services Limited
<b>Registered office</b>	10 Crompton Way North Newmoor Industrial Estate IRVINE Ayrshire KA11 4HU
<b>Solicitors</b>	MacRoberts Capella Building (tenth floor) 60 York Street Glasgow G2 8JX
<b>Bankers</b>	The Royal Bank of Scotland 69 High Street Irvine Ayrshire KA12 OAL
<b>Auditors</b>	Robert J Hart & Company Chartered Accountants and Registered Auditors Riversleigh 9 Kilwinning Road Irvine Ayrshire KA12 8RR

**Wallaces Express Limited**  
**Strategic Report for the Year Ended 31 March 2014**

The directors present their strategic report for the year ended 31 March 2014.

**Business review**

***Fair review of the business***

The results for the year are satisfactory considering the economic climate. With prudent management and purchasing policies the company has managed to increase the gross profit percentage to 17.83%. Turnover has increased. Operating costs have increased and therefore resulted in a decline in profit.

The group's key financial and other performance indicators during the year were as follows:

	Unit	2014	2013
Turnover	£	91,708,820	82,606,688
Turnover Growth	%	11	-
Gross profit margin	%	18	16
Profit before tax	£	2,145,424	2,421,172
Net Assets Total	£	14,687,948	13,043,649

***Principal risks and uncertainties***

In the current economic climate, the risk of customer insolvency has increased. To mitigate this increased risk greater focus is being directed towards credit control.

Approved by the Board on 11/6/14 and signed on its behalf by:

  
C & C Management Services Limited  
Company secretary

**Wallaces Express Limited**  
**Directors' Report for the Year Ended 31 March 2014**

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

**Directors of the company**

The directors who held office during the year were as follows:

B J Calder

C Cosh

K E Barclay

A Daly

**Principal activity**

The principal activity of the group is conducted in the wholesale licensed trade.

**Financial instruments**

***Objectives and policies***

The business' principal financial instruments comprise bank balances, bank overdrafts, trade debtors and trade creditors. The main purpose of these instruments is to finance the business operation.

***Price risk, credit risk, liquidity risk and cash flow risk***

In respect of bank balances, 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. All of the business cash balances are held in such a way that achieves a competitive rate of interest. The business makes use of money market facilities where funds are available.

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. The amounts presented in the balance sheet of allowances for doubtful debtors.

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

**Employment of disabled persons**

The company is an equal opportunities employer. Applications for employment by disabled persons are always fully considered, bearing in mind the aptitudes of the applicant concerned and the implications of the Equality Act 2010. In the event of members of staff becoming disabled, every effort is made to ensure that their employment with the company continues and that appropriate training is arranged.

**Employee involvement**

Our people are central to the future development of the business. We communicate with our people to strive to reach the highest standards in all aspects of employment policy and practice and to ensure that our people are achieving their potential.

**Disclosure of information to the auditor**

Each director has taken steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the group's auditor is aware of that information. The directors confirm that there is no relevant information that they know of and which they know the auditor is unaware of.

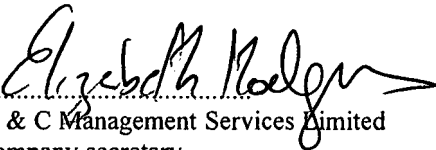
**Wallaces Express Limited**  
**Directors' Report for the Year Ended 31 March 2014**

..... *continued*

**Reappointment of auditors**

In accordance with section 485 of the Companies Act 2006, a resolution for the re-appointment of Robert J Hart & Company as auditors of the company is to be proposed at the forthcoming Annual General Meeting.

Approved by the Board on .....11/6/14..... and signed on its behalf by:

  
.....

C & C Management Services Limited  
Company secretary

**Wallaces Express Limited**  
**Statement of Directors' Responsibilities**

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

## **Independent Auditor's Report to the Members of Wallaces Express Limited**

We have audited the financial statements of Wallaces Express Limited for the year ended 31 March 2014, set out on pages 8 to 25. 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 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 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 auditor**

As explained more fully in the Statement of Directors' Responsibilities (set out on page 5), 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 (APB'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 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 Annual Report and Consolidated Financial Statements 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 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 Directors' Report and Strategic report for the financial year for which the financial statements are prepared is consistent with the financial statements.



**Independent Auditor's Report to the Members of  
Wallaces Express Limited**

*..... continued*

**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.



Peter J McLean (Senior Statutory Auditor)

For and on behalf of Robert J Hart & Company, Statutory Auditor

Riversleigh  
9 Kilwinning Road  
Irvine  
Ayrshire  
KA12 8RR

Date: 11/6/14

**Wallaces Express Limited**  
**Consolidated Profit and Loss Account for the Year Ended 31 March 2014**

	Note	2014 £	2013 £
Turnover	2	91,708,820	82,606,688
Cost of sales		<u>(75,346,785)</u>	<u>(69,216,357)</u>
Gross profit		16,362,035	13,390,331
Administrative expenses		<u>(14,160,247)</u>	<u>(10,646,441)</u>
Group operating profit	3	2,201,788	2,743,890
Other interest receivable and similar income	7	4,303	-
Amounts written off investments		-	(226,130)
Interest payable and similar charges	8	<u>(60,666)</u>	<u>(96,588)</u>
Profit on ordinary activities before taxation		2,145,425	2,421,172
Tax on profit on ordinary activities	9	<u>(501,128)</u>	<u>(1,003,674)</u>
Profit for the financial year attributable to members of the parent company	19	<u><u>1,644,297</u></u>	<u><u>1,417,498</u></u>

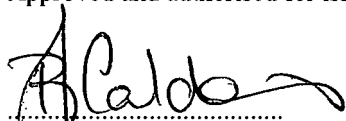
Turnover and operating profit derive wholly from continuing operations.

The group has no recognised gains or losses for the year other than the results above.

**Wallaces Express Limited**  
**Consolidated Balance Sheet at 31 March 2014**

		2014		2013	
	Note	£	£	£	£
<b>Fixed assets</b>					
Intangible fixed assets	10		-		-
Tangible fixed assets	11		3,246,592		3,058,876
Other investments	12		226,130		226,130
			<u>3,472,722</u>		<u>3,285,006</u>
<b>Current assets</b>					
Stocks	13	8,771,951		11,576,172	
Debtors	14	7,901,843		8,171,403	
Cash at bank and in hand		<u>2,893,672</u>		<u>471,950</u>	
		19,567,466		20,219,525	
Creditors: Amounts falling due within one year	15	<u>(8,319,155)</u>		<u>(10,445,199)</u>	
Net current assets			<u>11,248,311</u>		<u>9,774,326</u>
Total assets less current liabilities			14,721,033		13,059,332
Provisions for liabilities	16		<u>(33,088)</u>		<u>(15,683)</u>
Net assets			<u><u>14,687,945</u></u>		<u><u>13,043,649</u></u>
<b>Capital and reserves</b>					
Called up share capital	17	1,250,000		1,250,000	
Profit and loss account	19	<u>13,437,945</u>		<u>11,793,649</u>	
Shareholders' funds	20		<u><u>14,687,945</u></u>		<u><u>13,043,649</u></u>

Approved and authorised for issue by the Board on 11/6/14 and signed on its behalf by:

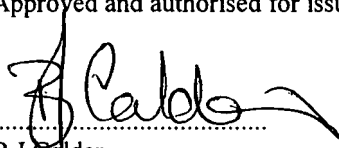


B J Calder  
Director

**Wallaces Express Limited**  
**(Registration number: SC247082)**  
**Balance Sheet at 31 March 2014**

	Note	2014 £	2013 £
<b>Fixed assets</b>			
Investments	12	<u>25,920,762</u>	<u>25,920,762</u>
<b>Current assets</b>			
Debtors	14	26	-
Creditors: Amounts falling due within one year	15	<u>(24,647,562)</u>	<u>(24,654,067)</u>
Net current liabilities		<u>(24,647,536)</u>	<u>(24,654,067)</u>
Net assets		<u>1,273,226</u>	<u>1,266,695</u>
<b>Capital and reserves</b>			
Called up share capital	17	1,250,000	1,250,000
Profit and loss account	19	<u>23,226</u>	<u>16,695</u>
Shareholders' funds	20	<u>1,273,226</u>	<u>1,266,695</u>

Approved and authorised for issue by the Board on 11/6/14 and signed on its behalf by:

  
 .....  
 B J Calder  
 Director

**Wallaces Express Limited**  
**Consolidated Cash Flow Statement for the Year Ended 31 March 2014**

**Reconciliation of operating profit to net cash flow from operating activities**

	<b>2014</b>	<b>2013</b>
	<b>£</b>	<b>£</b>
Operating profit	2,201,788	2,743,890
Depreciation, amortisation and impairment charges	508,257	1,979,575
Profit on disposal of fixed assets	(14,108)	(10,080)
Decrease/(increase) in stocks	2,804,221	(197,117)
Decrease in debtors	314,911	551,635
(Decrease)/increase in creditors	(1,616,641)	25,397
Net cash inflow from operating activities	<u>4,198,428</u>	<u>5,093,300</u>

**Cash flow statement**

	<b>2014</b>	<b>2013</b>
	<b>£</b>	<b>£</b>
Net cash inflow from operating activities	<u>4,198,428</u>	<u>5,093,300</u>
<b>Returns on investments and servicing of finance</b>		
Interest received	4,303	-
Interest paid	(60,666)	(96,588)
	<u>(56,363)</u>	<u>(96,588)</u>
Tax paid	<u>(1,075,800)</u>	<u>(823,353)</u>
<b>Capital expenditure and financial investment</b>		
Purchase of tangible fixed assets	(705,404)	(281,603)
Sale of tangible fixed assets	23,539	19,401
	<u>(681,865)</u>	<u>(262,202)</u>
Equity dividends paid	-	(500,000)
Net cash inflow before management of liquid resources and financing	2,384,400	3,411,157
<b>Financing</b>		
Repayment of loans and borrowings	-	(1,000,000)
Increase in cash	<u>2,384,400</u>	<u>2,411,157</u>

# Wallaces Express Limited

## Consolidated Cash Flow Statement for the Year Ended 31 March 2014

..... *continued*

### Reconciliation of net cash flow to movement in net debt

	Note	2014 £	2013 £
Increase in cash		2,384,399	2,411,156
Cash outflow from repayment of loans		-	1,000,000
Change in net debt resulting from cash flows	23	<u>2,384,399</u>	<u>3,411,156</u>
 Movement in net debt	23	2,384,399	3,411,156
Net funds/(debt) at 1 April	23	<u>469,608</u>	<u>(2,941,548)</u>
Net funds at 31 March	23	<u>2,854,007</u>	<u>469,608</u>

# Wallaces Express Limited

## Notes to the Financial Statements for the Year Ended 31 March 2014

### 1 Accounting policies

#### Basis of preparation

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards.

#### Basis of consolidation

The group financial statements consolidate the financial statements of the company and its subsidiary undertakings drawn up to 31 March 2014.

Subsidiary undertakings are included using the acquisitions method of accounting. Under this method the group profit and loss account and statement of cashflows include the results and cashflows of subsidiaries from the date of acquisition and to the date of sale outside the group in the case of disposals of subsidiaries. The purchase consideration has been allocated to the assets and liabilities on the basis of fair value at the date of acquisition.

No profit and loss account is presented for the company as permitted by Section 408 of the Companies Act 2006. Its profit for the financial year was £6,531 (2013 - £492,180).

#### Turnover

Turnover represents amounts chargeable, net of value added tax, in respect of the sale of goods and services to customers.

#### Goodwill

Positive goodwill is capitalised, classified as an asset on the balance sheet and amortised on a straight line basis over its useful economic life. It is reviewed for impairment at the end of the first full financial year following the acquisition and in other periods if events or changes in circumstances indicate that the carrying value may not be recoverable.

If a subsidiary, associate or business is subsequently sold or closed, any goodwill arising on acquisition that was written off directly to reserves or that has not been amortised through the profit and loss account is taken into account in determining the profit or loss on sale or closure.

#### Amortisation

Amortisation is provided on intangible fixed assets so as to write off the cost, less any estimated residual value, over their expected economic life as follows:

Asset class	Amortisation method and rate
Goodwill	10 years straight line

#### Depreciation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Freehold property	50 years straight line basis
Fixtures and fittings	5 years straight line basis
Motor vehicles	4 years straight line basis
Computer equipment and software	10 years straight line basis

#### Fixed asset investments

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

#### Stock

Stock is valued at the lower of cost and net realisable value, after due regard for obsolete and slow moving stocks. Net realisable value is based on selling price less anticipated costs to completion and selling costs.

## Wallaces Express Limited

### Notes to the Financial Statements for the Year Ended 31 March 2014

..... *continued*

#### Deferred tax

Deferred tax is recognised, without discounting, in respect of all timing differences between the treatment of certain items for taxation and accounting purposes, which have arisen but not reversed by the balance sheet date, except as required by FRS19.

Deferred tax is measured at the rates that are expected to apply in the periods when the timing differences are expected to reverse, based on the tax rates and law enacted at the balance sheet date.

#### Hire purchase and leasing

Rentals payable under operating leases are charged in the profit and loss account on a straight line basis over the lease term.

#### Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the group after deducting all of its liabilities. Where shares are issued, any component that creates a financial liability of the group is presented as a liability in the balance sheet. The corresponding dividends relating to the liability component are charged as interest expense in the profit and loss account.

#### Pensions

The group operates a defined contribution pension scheme. Contributions are recognised in the profit and loss account in the period in which they become payable in accordance with the rules of the scheme.

## 2 Turnover

An analysis of turnover by geographical location is given below:

	2014 £	2013 £
Sales - UK	<u>91,708,820</u>	<u>82,606,688</u>

## 3 Operating profit

Operating profit is stated after charging:

	2014 £	2013 £
Profit on sale of tangible fixed assets	(14,108)	(10,080)
Depreciation of owned assets	508,257	538,271
Amortisation	-	1,441,304
Auditor's remuneration	<u>26,641</u>	<u>37,964</u>



# Wallaces Express Limited

## Notes to the Financial Statements for the Year Ended 31 March 2014

..... continued

### 4 Auditor's remuneration

	2014 £	2013 £
Audit of the financial statements	3,250	3,800
<b>Other fees to auditors</b>		
The audit of the company's subsidiaries' annual accounts	10,750	10,750
Tax services	12,641	23,414
	23,391	34,164
	26,641	37,964

£3,250 (2013 - £3,800) of the fee for auditing the financial statements relates to the company.

### 5 Particulars of employees

The average number of persons employed by the group (including directors) during the year, analysed by category was as follows:

	2014 No.	2013 No.
Administration and support	67	61
Production	224	225
	291	286

The aggregate payroll costs were as follows:

	2014 £	2013 £
Wages and salaries	5,879,903	5,700,847
Social security costs	497,983	489,718
Staff pensions	95,446	34,743
	6,473,332	6,225,308

# Wallaces Express Limited

## Notes to the Financial Statements for the Year Ended 31 March 2014

..... *continued*

### 6 Directors' remuneration

The directors' remuneration for the year was as follows:

	2014 £	2013 £
Remuneration (including benefits in kind)	356,583	383,727
Company contributions paid to money purchase schemes	<u>48,000</u>	<u>14,000</u>

During the year the number of directors who were receiving benefits and share incentives was as follows:

	2014 No.	2013 No.
Accruing benefits under money purchase pension scheme	<u>2</u>	<u>2</u>

In respect of the highest paid director:

	2014 £	2013 £
Remuneration	220,356	228,465
Company contributions to money purchase pension schemes	<u>24,000</u>	<u>12,000</u>

### 7 Other interest receivable and similar income

	2014 £	2013 £
Bank interest receivable	<u>4,303</u>	<u>-</u>

### 8 Interest payable and similar charges

	2014 £	2013 £
Interest on bank borrowings	<u>60,666</u>	<u>96,588</u>

# Wallaces Express Limited

## Notes to the Financial Statements for the Year Ended 31 March 2014

..... continued

### 9 Taxation

#### Tax on profit on ordinary activities

	2014 £	2013 £
<b>Current tax</b>		
Corporation tax charge	484,649	1,061,294
Adjustments in respect of previous years	(926)	(5,567)
UK Corporation tax	483,723	1,055,727
<b>Deferred tax</b>		
Origination and reversal of timing differences	17,405	(52,053)
Total tax on profit on ordinary activities	501,128	1,003,674

#### Factors affecting current tax charge for the year

Tax on profit on ordinary activities for the year is lower than (2013 - higher than) the standard rate of corporation tax in the UK of 23% (2013 - 24%).

The differences are reconciled below:

	2014 £	2013 £
Profit on ordinary activities before taxation	2,145,425	2,421,172
Corporation tax at standard rate	493,448	581,081
Capital allowances in excess of depreciation	(9,474)	401,729
Disallowable expenses	675	78,484
Over provision in previous year	(926)	(5,567)
Total current tax	483,723	1,055,727

#### Factors that may affect future tax charges

The gains on properties sold in 2003 and 2004 have been rolled over against the purchase of the Irvine warehouse. The tax will become payable in the event of disposal. The amount payable/(recoverable) is £108,619(31 March 2013 - £113,342).

# Wallaces Express Limited

## Notes to the Financial Statements for the Year Ended 31 March 2014

..... continued

### 10 Intangible fixed assets

#### Group

	Goodwill £	Total £
<b>Cost</b>		
At 1 April 2013	9,667,653	9,667,653
At 31 March 2014	9,667,653	9,667,653
<b>Amortisation</b>		
At 1 April 2013	9,667,653	9,667,653
At 31 March 2014	9,667,653	9,667,653
<b>Net book value</b>		
At 31 March 2014	-	-
At 31 March 2013	-	-

### 11 Tangible fixed assets

#### Group

	Freehold land and buildings £	Fixtures and fittings £	Motor vehicles £	Computer equipment & software £	Total £
<b>Cost or valuation</b>					
At 1 April 2013	2,961,590	631,894	2,637,223	37,862	6,268,569
Additions	-	18,694	686,710	-	705,404
Disposals	-	-	(420,593)	-	(420,593)
At 31 March 2014	2,961,590	650,588	2,903,340	37,862	6,553,380
<b>Depreciation</b>					
At 1 April 2013	651,405	572,001	1,967,355	18,932	3,209,693
Charge for the year	59,232	26,980	418,259	3,786	508,257
Eliminated on disposals	-	-	(411,162)	-	(411,162)
At 31 March 2014	710,637	598,981	1,974,452	22,718	3,306,788
<b>Net book value</b>					
At 31 March 2014	2,250,953	51,607	928,888	15,144	3,246,592
At 31 March 2013	2,310,185	59,893	669,868	18,930	3,058,876

# Wallaces Express Limited

## Notes to the Financial Statements for the Year Ended 31 March 2014

..... continued

### 12 Investments held as fixed assets

#### Group

#### Other investments

	Joint ventures & associates £	Total £
<b>Cost</b>		
At 1 April 2013	452,260	452,260
At 31 March 2014	452,260	452,260
<b>Provision for impairment</b>		
At 1 April 2013	226,130	226,130
<b>Net book value</b>		
At 31 March 2014	226,130	226,130
At 31st March 2013	226,130	226,130

#### Company

	2014 £	2013 £
Shares in group undertakings and participating interests	25,920,762	25,920,762

#### Shares in group undertakings and participating interests

	Subsidiary undertakings £	Total £
<b>Cost</b>		
At 1 April 2013	25,920,762	25,920,762
At 31 March 2014	25,920,762	25,920,762
<b>Net book value</b>		
At 31 March 2014	25,920,762	25,920,762
At 31 March 2013	25,920,762	25,920,762

# Wallaces Express Limited

## Notes to the Financial Statements for the Year Ended 31 March 2014

..... continued

### Details of undertakings

Details of the investments in which the group holds 20% or more of the nominal value of any class of share capital are as follows:

Undertaking	Holding	Proportion of voting rights and shares held	Principal activity
<b>Subsidiary undertakings</b>			
Wallaces of Ayr Limited	Ordinary shares	100%	Licensed trade wholesaler
Macrocom (1018) Limited	Ordinary shares	100%	Investment Company
<b>Associates</b>			
Shanter Inns Limited	Ordinary shares	33.33%	Licensed Premises

### 13 Stocks

	Group		Company	
	2014 £	2013 £	2014 £	2013 £
Stocks	<u>8,771,951</u>	<u>11,576,172</u>	<u>-</u>	<u>-</u>

### 14 Debtors

	Group		Company	
	2014 £	2013 £	2014 £	2013 £
Trade debtors	6,474,562	6,419,879	-	-
Other debtors	157,329	82,006	26	-
Prepayments and accrued income	<u>1,269,952</u>	<u>1,669,518</u>	<u>-</u>	<u>-</u>
	<u>7,901,843</u>	<u>8,171,403</u>	<u>26</u>	<u>-</u>

# Wallaces Express Limited

## Notes to the Financial Statements for the Year Ended 31 March 2014

..... continued

### 15 Creditors: Amounts falling due within one year

	Group		Company	
	2014 £	2013 £	2014 £	2013 £
Trade creditors	7,505,920	8,566,899	-	-
Bank loans and overdrafts	39,665	2,342	39,665	2,342
Amounts owed to group undertakings	-	-	24,597,871	24,632,241
Corporation tax	-	546,726	1,950	-
Other taxes and social security	319,049	958,089	-	-
Other creditors	10,752	2,343	-	-
Accruals and deferred income	443,769	368,800	8,076	19,484
	<u>8,319,155</u>	<u>10,445,199</u>	<u>24,647,562</u>	<u>24,654,067</u>

Creditors amounts falling due within one year includes the following liabilities, on which security has been given by the group/company:

#### Group

	2014 £	2013 £
Bank loans and overdrafts	<u>39,665</u>	<u>2,342</u>

The bank loans and overdrafts are secured by standard security and a Bond and Floating charge over the property and undertakings of the group.

#### Company

	2014 £	2013 £
Bank loans and overdrafts	<u>39,665</u>	<u>2,342</u>

The bank loans and overdrafts are secured by a Bond and Floating charge over the property and undertakings of the company. An unlimited inter company guarantee has been provided to the company bankers by the subsidiary undertaking, Wallaces of Ayr Limited.

### 16 Provisions

#### Group

	Deferred tax £	Total £
At 1 April 2013	15,683	15,683
Charged to the profit and loss account	<u>17,405</u>	<u>17,405</u>
At 31 March 2014	<u>33,088</u>	<u>33,088</u>

# Wallaces Express Limited

## Notes to the Financial Statements for the Year Ended 31 March 2014

..... continued

### Analysis of deferred tax

	2014 £	2013 £
Difference between accumulated depreciation and amortisation and capital allowances	33,088	15,683

### 17 Share capital

#### Allotted, called up and fully paid shares

	2014		2013	
	No.	£	No.	£
A Ordinary shares of £1 each	625,000	625,000	625,000	625,000
B Ordinary shares of £1 each	625,000	625,000	625,000	625,000
	<u>1,250,000</u>	<u>1,250,000</u>	<u>1,250,000</u>	<u>1,250,000</u>

### 18 Dividends

	2014 £	2013 £
<b>Dividends paid</b>		
Current year interim dividend paid	-	500,000

### 19 Reserves

#### Group

	Profit and loss account £	Total £
At 1 April 2013	11,793,648	11,793,648
Profit for the year	<u>1,644,297</u>	<u>1,644,297</u>
At 31 March 2014	<u>13,437,945</u>	<u>13,437,945</u>

#### Company

	Profit and loss account £	Total £
At 1 April 2013	16,695	16,695
Profit for the year	<u>6,531</u>	<u>6,531</u>
At 31 March 2014	<u>23,226</u>	<u>23,226</u>



# Wallaces Express Limited

## Notes to the Financial Statements for the Year Ended 31 March 2014

..... continued

### 20 Reconciliation of movement in shareholders' funds

#### Group

	2014 £	2013 £
Profit attributable to the members of the group	1,644,297	1,417,498
Dividends	-	(500,000)
Other capital redemption reserve movements	-	84,219
Net addition to shareholders' funds	1,644,297	1,001,717
Shareholders' funds at 1 April	13,043,648	12,041,932
Shareholders' funds at 31 March	14,687,945	13,043,649

#### Company

	2014 £	2013 £
Profit attributable to the members of the company	6,531	492,180
Dividends	-	(500,000)
Net addition/(reduction) to shareholders' funds	6,531	(7,820)
Shareholders' funds at 1 April	1,266,695	1,274,515
Shareholders' funds at 31 March	1,273,226	1,266,695

### 21 Pension schemes

#### Defined contribution pension scheme

The group operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the group to the scheme and amounted to £95,446 (2013 - £34,743).

Contributions totalling £nil (2013 - £2,343) were payable to the scheme at the end of the year and are included in creditors.

# Wallaces Express Limited

## Notes to the Financial Statements for the Year Ended 31 March 2014

..... continued

### 22 Commitments

#### Operating lease commitments

##### Group

As at 31 March 2014 the group had annual commitments under non-cancellable operating leases as follows:

Operating leases which expire:

	2014 £	2013 £
<b>Land and buildings</b>		
Within two and five years	80,000	80,000
<b>Other</b>		
Within one year	12,163	-
Within two and five years	-	14,596
	12,163	14,596

### 23 Analysis of net debt

	At 1 April 2013 £	Cash flow £	At 31 March 2014 £
Cash at bank and in hand	469,608	2,384,398	2,854,006
Net funds	469,608	2,384,398	2,854,006

### 24 Related party transactions

#### Other related party transactions

During the year the company made the following related party transactions:

##### Tennent Caledonian Breweries UK Limited

(Common Shareholding)

During the year, Wallaces of Ayr Limited purchased goods of £15,689,547, on normal commercial terms from Tennent Caledonian Breweries UK Limited. The company also paid management charges of £3,335,798 and IT costs of £1,500,000. At the balance sheet date the amount due to Tennent Caledonian Breweries UK Limited was £736,044 (2013 - £992,100).

##### Magners GB Limited

(common shareholding)

During the year, Wallaces of Ayr Limited purchased goods of £232,568 on normal commercial terms from Magners GB Limited. At the balance sheet date the amount due to Magners GB Limited was £121,863 (2013 - £nil).

The company has taken advantage of the exemption in FRS8 "Related Party Disclosures" from disclosing transactions with other members of the group.

**Wallaces Express Limited**

**Notes to the Financial Statements for the Year Ended 31 March 2014**

*..... continued*

**25 Control**

The company is controlled by C & C (Holdings) Limited. The ultimate controlling party is C & C Group plc.