

Consolidated Financial Statements - 31 December 2013

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RUG DOCTOR LIMITED

General Information

DIRECTORS:

T J Wall
K Dosanjh

SECRETARY:

P Lynch

REGISTERED OFFICE:

Global House
High Street
Crawley
West Sussex
RH10 1DL

BANKERS:

National Westminster Bank plc
Worthing
West Sussex
BN11 3AR

SOLICITORS:

Coole and Haddock
5 The Steyne
Worthing
West Sussex
BN11 3DT

REGISTERED AUDITORS:

Mazars LLP
37 Frederick Place
Brighton
BN1 4EA

REGISTERED NUMBER:

1544366

Directors' Report

The directors present their report and the financial statements for the year ended 31 December 2013.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the strategic report, the directors' report and the financial statements in accordance with applicable laws and regulations.

Company law requires the directors to prepare financial statements for each financial period which 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 those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- comply with applicable United Kingdom accounting standards, 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 group will continue in business.

The directors are responsible for maintaining proper accounting records which 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 hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

DETAILS CONTAINED WITHIN THE STRATEGIC REPORT

Details relating to principal activities, risks and uncertainties and KPIs are contained within the Strategic Report.

PROVISION OF INFORMATION TO AUDITOR

Each of the persons who are directors at the time when this Directors' Report is approved has confirmed that:

- so far as that director is aware, there is no relevant audit information of which the company's auditor is unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any information needed by the company's auditor in connection with preparing its report and to establish that the company's auditor is aware of that information.

RUG DOCTOR LIMITED


Directors' Report (continued)

AUDITOR

The auditor, Mazars LLP, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

Approved by the board on
and signed on its behalf by

1 April 2014


P Lynch
Secretary

RUG DOCTOR LIMITED

Strategic Report

INTRODUCTION

The principal activities of the company continue to be the sale and rental of carpet cleaning equipment and products.

BUSINESS REVIEW

Despite economic pressures, trading performance was marginally ahead of prior year. The directors expect that business performance will improve in the foreseeable future with increased footfall in existing and new retail outlets.

PRINCIPAL RISKS AND UNCERTAINTIES

Going forward, the company recognises business risk from the general condition of the European economy, and also from global exchange rates. The management team has put in place measures to manage these risks.

FINANCIAL KEY PERFORMANCE INDICATORS

The group's retained profit for 2013 of £370k was £312k more than that achieved in 2012. Sales increased by 0.7% from £8,211k in 2012 to £8,270k in 2013, cost of sales decreased by 10.1% from £1,643k in 2012 to £1,477k in 2013, and administration expenses increased by 2.1%. The effect of these is seen on the profit before tax level, which has increased by 29.8% from £371k in 2012 to £482k in 2013.

Approved by the board on
and signed on its behalf by

1 April 2014



P Lynch
Secretary

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF RUG DOCTOR LIMITED

We have audited the financial statements of Rug Doctor Limited for the year ended 31 December 2013 which comprise the Consolidated Profit and Loss Account, the Consolidated and Company Balance Sheets, the Consolidated Statement of Total Recognised Gains and Losses, and the related notes. 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).

Respective responsibilities of directors and auditor

As explained more fully in the Statement of Directors' Responsibilities set out on page 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 (APB's) Ethical Standards for Auditors. 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.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's web-site at www.frc.org.uk/auditscopeukprivate.

Opinion on the financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the group's and the parent company's affairs as at 31 December 2013 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on the other matter prescribed by the Companies Act 2006

In our opinion the information given in the Strategic Report and the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF RUG DOCTOR 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, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Elisabeth Maxwell

23rd April 2014

Elisabeth Maxwell (Senior Statutory Auditor)

for and on behalf of Mazars LLP

Chartered Accountants and Statutory Auditor

37 Frederick Place, Brighton, East Sussex, BN1 4EA

RUG DOCTOR LIMITED

Consolidated Profit and Loss Account For the Year Ended 31 December 2013

	Note	2013 £	2012 £
TURNOVER	2	8,270,447	8,210,938
Cost of sales		(1,477,330)	(1,642,625)
GROSS PROFIT		6,793,117	6,568,313
Administrative expenses		(6,302,991)	(6,172,169)
OPERATING PROFIT	3	490,126	396,144
Other interest payable	6	(8,254)	(25,000)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		481,872	371,144
Tax on profit on ordinary activities	7	(111,437)	(312,719)
PROFIT FOR THE FINANCIAL YEAR		<u>£370,435</u>	<u>£58,425</u>

The group's turnover and expenses all relate to continuing operations.

The profit on ordinary activities before taxation and the profit for the financial year have been calculated on the historical cost basis.

The notes on pages 11 to 25 form part of these financial statements.

RUG DOCTOR LIMITED

Consolidated Statement of Total Recognised Gains and Losses For the Year Ended 31 December 2013


	2013 Group £	2012 Group £
Profit for the year	370,435	58,425
Total recognised gains and losses relating to the year	370,435	58,425
Prior year adjustment	-	171,322
Total recognised gains since last report	<u>£370,435</u>	<u>£229,747</u>

RUG DOCTOR LIMITED

Consolidated Balance Sheet at 31 December 2013

	Note	2013	2012
		£	£
FIXED ASSETS			
Goodwill	8	69,975	94,980
Tangible assets	9	1,798,553	2,729,010
		<u>1,868,528</u>	<u>2,823,990</u>
CURRENT ASSETS			
Stocks	11	1,509,474	1,181,511
Debtors	12	3,952,702	3,205,129
Cash at bank and in hand		1,090,480	704,838
		<u>6,552,656</u>	<u>5,091,478</u>
CREDITORS - AMOUNTS FALLING DUE WITHIN ONE YEAR	13	(1,585,544)	(1,450,263)
NET CURRENT ASSETS		<u>4,967,112</u>	<u>3,641,215</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>6,835,640</u>	<u>6,465,205</u>
PROVISIONS FOR LIABILITIES AND CHARGES	14	-	-
NET ASSETS		<u>£6,835,640</u>	<u>£6,465,205</u>
CAPITAL AND RESERVES			
Called up equity share capital	15	276,000	276,000
Profit and loss account	16	6,559,640	6,189,205
SHAREHOLDERS' FUNDS		<u>£6,835,640</u>	<u>£6,465,205</u>

The financial statements were approved and authorised for issue by the board on 1 April 2014 and were signed on its behalf by



T J Wall - Director

The notes on pages 11 to 25 form part of these financial statements.

RUG DOCTOR LIMITED

Company Balance Sheet at 31 December 2013

	Note	£	2013 £	£	2012 £
FIXED ASSETS					
Tangible assets	9		1,533,073		2,371,815
Investments	10		22,506		22,506
			<u>1,555,579</u>		<u>2,394,321</u>
CURRENT ASSETS					
Stocks	11	1,473,517		1,120,715	
Debtors: amounts falling due after more than one year	12	2,145,304		1,709,189	
Debtors: amounts falling due within one year	12	3,685,860		3,050,163	
Cash at bank and in hand		846,269		611,935	
		<u>8,150,950</u>		<u>6,492,002</u>	
CREDITORS - AMOUNTS FALLING DUE WITHIN ONE YEAR	13	(1,515,781)		(1,388,839)	
NET CURRENT ASSETS			<u>6,635,169</u>		<u>5,103,163</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			8,190,748		7,497,484
PROVISIONS FOR LIABILITIES AND CHARGES	14		-		-
NET ASSETS			<u>£8,190,748</u>		<u>£7,497,484</u>
CAPITAL AND RESERVES					
Called up equity share capital	15		276,000		276,000
Profit and loss account	16		7,914,748		7,221,484
SHAREHOLDERS' FUNDS			<u>£8,190,748</u>		<u>£7,497,484</u>

The financial statements were approved and authorised for issue by the board on and were signed on its behalf by



T J Wall - Director

The notes on pages 11 to 25 form part of these financial statements.

1 April 2014

**Notes to the Financial Statements
For the Year Ended 31 December 2013**

1 ACCOUNTING POLICIES

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the group's financial statements.

(a) Basis of preparation and going concern

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

The accounts of the group and the parent company have been prepared on a going concern basis.

(b) Basis of consolidation

The consolidated financial statements include the financial statements of the company and its subsidiary undertakings made up to 31 December 2013.

The company is exempt from the requirement to present its own profit and loss account. The company's profit for the financial year was £693,264 (2012 - £458,710)

(c) Goodwill

The assets and liabilities of subsidiary undertakings acquired are included in the balance sheet at their estimated fair values to the group, any goodwill being written off over the directors' estimate of useful economic life.

(d) Investments

In the company's financial statements, investments in subsidiary undertakings and other investments are stated at cost less amounts written off.

(e) Fixed assets and depreciation

Depreciation is provided to write off the cost less the estimated residual value of tangible fixed assets by equal instalments over their estimated useful economic lives.

(f) Stocks

Stocks are stated at the lower of cost and net realisable value. In determining the cost of raw materials, consumables and goods purchased for resale, the first in first out basis is used. For work in progress and finished goods cost is taken as production cost, which includes an appropriate proportion of attributable overheads.

(g) Foreign currencies

Transactions in foreign currencies are recorded using the rate of exchange ruling at the date of the transaction or, if hedged forward, at the rate of exchange under the related forward currency contract. Monetary assets and liabilities denominated in foreign currencies are translated using the rate of exchange ruling at the balance sheet date and the gains or losses on translation are included in the profit and loss account.

**Notes to the Financial Statements
For the Year Ended 31 December 2013**

1 ACCOUNTING POLICIES (continued)

Results of overseas subsidiaries are translated at the rate ruling at the average rate for the year. Assets and liabilities of overseas subsidiaries are translated at the balance sheet date. These exchange differences arising are dealt with through reserves.

(h) Leases

Operating lease rentals are charged to the profit and loss account on a straight line basis over the period of the lease.

(i) Taxation

The charge for taxation is based on the profit for the year and takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes.

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 otherwise required by Financial Reporting Standard 19.

(k) Post retirement benefits

The company pays contributions into defined contribution pension schemes. The assets of the schemes are held separately from those of the company in independently administered funds. The amount charged against profits represents the contributions payable to the schemes in respect of the accounting period.

(l) Turnover

Turnover represents the amounts (excluding value added tax) derived from the provision of goods and services to customers.

RUG DOCTOR LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2013

2 SEGMENTAL INFORMATION

	2013 %	2012 %
A geographical analysis of turnover for the group is as follows:		
United Kingdom	95	97
Europe	5	3
	<u>100</u>	<u>100</u>

3 OPERATING PROFIT

	2013 £	2012 £
The operating profit is stated after charging (crediting):		
Auditors' remuneration:		
Group - audit	20,764	17,250
- other services	44,400	21,482
Depreciation and other amounts written off tangible and intangible fixed assets:		
- owned	1,318,196	1,243,290
Hire of plant and machinery - rentals payable under operating leases	49,271	38,580
Land and buildings - rentals payable under operating leases	136,000	149,014
	<u>1,564,531</u>	<u>1,479,516</u>

**Notes to the Financial Statements
For the Year Ended 31 December 2013**

4 STAFF NUMBERS AND COSTS

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

	Number of employees 2013	Number of employees 2012
Sales	31	35
Manufacturing	13	17
Administration	29	30
	<u>73</u>	<u>82</u>

The aggregate payroll costs of these persons were as follows:

	2013 £	2012 £
Wages and salaries	2,074,544	1,982,017
Social security costs	237,119	203,494
Other pension costs	27,038	24,234
	<u>£2,338,701</u>	<u>£2,209,745</u>

RUG DOCTOR LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2013

5 DIRECTORS' REMUNERATION

	2013 £	2012 £
Emoluments	192,639	153,717
Contributions to money purchase pension schemes	7,000	6,971
	<u>£199,639</u>	<u>£160,688</u>

One director (2012 - one director) received remuneration and accrued benefits under the money purchase pension scheme.

6 OTHER INTEREST PAYABLE AND SIMILAR CHARGES

	2013 £	2012 £
Interest payable	<u>£8,254</u>	<u>£25,000</u>

**Notes to the Financial Statements
For the Year Ended 31 December 2013**

7 TAXATION ON PROFIT ON ORDINARY ACTIVITIES

	2013	2012
	£	£
(a) Analysis of charge in year		
Current tax:		
UK corporation tax on income for the year	262,904	351,082
Prior year adjustment	(101,297)	25,708
	<u>161,607</u>	<u>376,790</u>
Deferred tax charge (credit)	(50,170)	(64,071)
	<u>£111,437</u>	<u>£312,719</u>
(b) Factors affecting tax charge for year		
The tax assessed for the year is higher than the standard rate of corporation tax in the UK (23%). The differences are explained below:		
Profit on ordinary activities before tax	804,701	771,429
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 24% (2012 – 24%)	193,128	200,572
Effects of:		
Expenses not deductible for tax purposes	9,263	9,389
Depreciation for year in excess of capital allowances	69,034	66,536
Prior year adjustment	-	96,121
Change in tax rate	(8,521)	(21,536)
	<u>£262,904</u>	<u>£351,082</u>

The figures noted above relate to the company, Rug Doctor Limited. There is no tax charge or credit relating to Rug Doctor GmbH.

RUG DOCTOR LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2013

8 INTANGIBLE FIXED ASSETS - GROUP

	Goodwill £
GROUP	
COST	
At 1 January and 31 December 2013	<u>£126,211</u>
AMORTISATION	
At 1 January 2013	31,231
Charge for the year	<u>25,005</u>
At 31 December 2013	<u>£56,236</u>
NET BOOK VALUES	
At 31 December 2013	<u>£69,975</u>
At 31 December 2012	<u>£94,980</u>
Amortisation rate	20%

There is no goodwill in the company's balance sheet.

Notes to the Financial Statements
For the Year Ended 31 December 2013

9 TANGIBLE FIXED ASSETS - GROUP

GROUP	Leasehold improve- ments £	Office equipment £	Rental equipment £	Equipment £	Motor vehicles £	Total £
COST OR VALUATION						
At 1 January 2013	59,406	316,175	6,308,811	172,103	398,525	7,255,020
Additions	-	5,115	275,729	-	81,890	362,734
Disposals	(22,567)	(92,190)	(542,647)	(49,198)	(173,690)	(880,292)
	<u>£36,839</u>	<u>£229,100</u>	<u>£6,041,893</u>	<u>£122,905</u>	<u>£306,725</u>	<u>£6,737,462</u>
DEPRECIATION						
At 1 January 2013	32,856	268,444	3,900,908	133,630	190,172	4,526,010
Charge for year	8,267	31,042	775,593	10,229	51,056	876,187
On disposals	(21,201)	(87,717)	(139,924)	(40,756)	(173,690)	(463,288)
	<u>£19,922</u>	<u>£211,769</u>	<u>£4,536,577</u>	<u>£103,103</u>	<u>£67,538</u>	<u>£4,938,909</u>
NET BOOK VALUE						
At 31 December 2013	<u>£16,917</u>	<u>£17,331</u>	<u>£1,505,316</u>	<u>£19,802</u>	<u>£239,187</u>	<u>£1,798,553</u>
At 31 December 2012	<u>£26,550</u>	<u>£47,731</u>	<u>£2,407,903</u>	<u>£38,473</u>	<u>£208,353</u>	<u>£2,729,010</u>
Depreciation rates:						
Leasehold improvements	- 5%-33.33% pa					
Office, rental and other equipment	- 10%-33% pa					
Motor vehicles	- 20% - 33% pa					

RUG DOCTOR LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2013

9 TANGIBLE FIXED ASSETS - COMPANY

	Leasehold improve- ments £	Office equipment £	Rental equipment £	Equipment £	Motor vehicles £	Total £
Cost						
At 1 January 2013	59,406	309,193	5,909,433	172,103	365,118	6,815,253
Additions	-	1,890	271,088	-	81,583	354,561
Disposals	(22,567)	(92,190)	(529,733)	(49,198)	(173,690)	(867,378)
	<u>£36,839</u>	<u>£218,893</u>	<u>£5,650,788</u>	<u>£122,905</u>	<u>£273,011</u>	<u>£6,302,436</u>
Accumulated depreciation						
At 1 January 2013	32,856	266,195	3,828,224	133,630	182,534	4,443,439
Charge for the year	8,267	26,461	694,178	10,229	44,257	783,392
Disposals	(21,201)	(87,717)	(134,104)	(40,756)	(173,690)	(457,468)
	<u>£19,922</u>	<u>£204,939</u>	<u>£4,388,298</u>	<u>£103,103</u>	<u>£53,101</u>	<u>£4,769,363</u>
Net book value						
At 31 December 2013	<u>£16,917</u>	<u>£13,954</u>	<u>£1,262,490</u>	<u>£19,802</u>	<u>£219,910</u>	<u>£1,533,073</u>
At 31 December 2012	<u>£26,550</u>	<u>£42,998</u>	<u>£2,081,210</u>	<u>£38,473</u>	<u>£182,584</u>	<u>£2,371,815</u>

Depreciation rates:

Leasehold improvements	- 5%-33.33% pa
Office, rental and other equipment	- 10%-33% pa
Motor vehicles	- 20% - 33% pa

RUG DOCTOR LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2013

10 FIXED ASSET INVESTMENTS - COMPANY

	Shares in group undertakings £
COST AND NET BOOK VALUE	
At 1 January and 31 December 2013	<u>£22,506</u>

The undertakings in which the company's interest at the year end is more than 20% are as follows:

	Country of incorporation	Class and percentage of shares held
Direct investment		
Rug Doctor GmbH	Germany	Ordinary 100%

The aggregate value of capital and reserves and the result for this undertaking for the last relevant financial year were as follows:

	Capital and reserves	Loss for the year
Rug Doctor GmbH	<u>£(1,019,752)</u>	<u>£(306,092)</u>

RUG DOCTOR LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2013

11 STOCKS

	Group 2013 £	Company 2013 £	Group 2012 £	Company 2012 £
Raw materials and consumables	170,610	170,610	829,606	829,606
Work in progress	38,249	38,249	-	-
Finished goods and goods for resale	1,300,615	1,264,658	351,905	291,109
	<u>£1,509,474</u>	<u>£1,473,517</u>	<u>£1,181,511</u>	<u>£1,120,715</u>

12 DEBTORS

DUE WITHIN ONE YEAR

	Group 2013 £	Company 2013 £	Group 2012 £	Company 2012 £
Trade debtors	2,635,053	2,394,447	2,912,472	2,757,788
Amounts owed by group companies	950,433	950,434	-	8,270
Prepayments and accrued income	234,952	223,674	263,835	261,049
Other debtors	67,637	52,678	14,365	8,599
Deferred taxation	64,627	64,627	14,457	14,457
	<u>£3,952,702</u>	<u>£3,685,860</u>	<u>£3,205,129</u>	<u>£3,050,163</u>

DUE AFTER ONE YEAR

	Group 2013 £	Company 2013 £	Group 2012 £	Company 2012 £
Amounts owed by group companies	-	£2,145,304	-	£1,709,189
	<u>-</u>	<u>£2,145,304</u>	<u>-</u>	<u>£1,709,189</u>

**Notes to the Financial Statements
For the Year Ended 31 December 2013**

13 CREDITORS - AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group 2013 £	Company 2013 £	Group 2012 £	Company 2012 £
Trade creditors	197,946	196,079	130,245	120,759
Amounts owed to group undertakings	-	-	7,569	-
Taxation and social security	82,047	80,378	202,993	201,421
Accruals and deferred income	1,305,551	1,239,324	880,296	837,499
Corporation tax	-	-	229,160	229,160
	<u>£1,585,544</u>	<u>£1,515,781</u>	<u>£1,450,263</u>	<u>£1,388,839</u>

14 PROVISION FOR LIABILITIES AND CHARGES

	Deferred taxation £
Group and company	
At 1 January 2013	(14,457)
Charge to the profit and loss account	(50,170)
	<u>(64,627)</u>
At 31 December 2013	<u>(64,627)</u>

The deferred tax asset is included in debtors.

RUG DOCTOR LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2013

15 CALLED UP SHARE CAPITAL

	2013 £	2012 £
Authorised		
276,000 Ordinary shares of £1 each	276,000	276,000
	<u>276,000</u>	<u>276,000</u>
	2013 £	2012 £
Allotted, called up and fully paid		
276,000 Ordinary shares of £1 each	276,000	276,000
	<u>276,000</u>	<u>276,000</u>

16 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

Group	Share capital £	Profit and loss account £	Total shareholders' funds £
At 1 January 2013	276,000	6,189,205	6,465,205
Profit for the year	-	370,435	370,435
	<u>-</u>	<u>370,435</u>	<u>370,435</u>
Shareholders' funds at 31 December 2013	<u>£276,000</u>	<u>£6,559,640</u>	<u>£6,835,640</u>

**Notes to the Financial Statements
For the Year Ended 31 December 2013**

16 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS (continued)

Company

	Share capital £	Profit and loss account £	Total shareholders' funds £
At 1 January 2013	276,000	7,221,484	7,497,484
Profit for the year	-	693,264	693,264
	<hr/>	<hr/>	<hr/>
Shareholders' funds at 31 December 2013	<u>£276,000</u>	<u>£7,914,748</u>	<u>£8,190,748</u>

17 COMMITMENTS UNDER OPERATING LEASES

At 31 December 2013 the group was committed to making the following payments under non-cancellable operating leases in the year to 31 December 2014.

	Land and buildings		Other	
	2013 £	2012 £	2013 £	2012 £
Group and company				
Operating leases which expire:				
Within one year	-	-	6,005	7,737
In the second to fifth years inclusive	-	-	39,383	12,392
In more than five years	136,000	135,999	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
	<u>£136,000</u>	<u>£135,999</u>	<u>£45,387</u>	<u>£20,129</u>

RUG DOCTOR LIMITED

Notes to the Financial Statements For the Year Ended 31 December 2013

18 ULTIMATE PARENT UNDERTAKING AND CONTROLLING ENTITY

The immediate parent undertaking is Rug Doctor, LLC (formerly known as Rug Doctor LP and then Rug Doctor, Inc), a company registered in the USA.

The company's ultimate holding company is RD Holdco Inc, a company registered in the USA. RD Holdco Inc is the parent undertaking of the largest and only group to consolidate these financial statements.

19 RELATED PARTY TRANSACTIONS

The company has taken advantage of the exemption conferred by Financial Reporting Standard 8 'Related Party Disclosures', not to disclose transactions with members of the group headed by RD Holdco Inc on the grounds that at least 90% of the voting rights in the company are controlled within the group headed by RD Holdco Inc and the company is included in the consolidated financial statements.