

Company Registration No. 3233431 (England and Wales)

ANDERSONS (DENTON HOLME) LIMITED

REPORTS AND FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2013

SATURDAY



A08 *A382WMMJ* #194
17/05/2014
COMPANIES HOUSE

ANDERSONS (DENTON HOLME) LIMITED

COMPANY INFORMATION

Directors	M Barker V Woods
Secretary	C Barker
Company number	3233431
Registered office	Denton Holme Sawmills Denton Street Carlisle Cumbria CA2 5EQ
Auditors	Barber Harrison & Platt St Michaels Mews 18-22 St Michaels Road Leeds LS6 3AW

ANDERSONS (DENTON HOLME) LIMITED

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ANDERSONS (DENTON HOLME) LIMITED

STRATEGIC REPORT

FOR THE YEAR ENDED 31 DECEMBER 2013

Review of the business

The company's balance sheet as detailed on page 7 shows a satisfactory position, shareholder's funds amounting to £876,490 (2012 £826,729)

The Company supplies timber, kitchen and joinery products, to both trade and retail customers from its four branches in Carlisle, Dumfries, Kilmarnock and Stranraer. The company also has a property for redevelopment.

The directors are pleased to report another profitable year of trading for the company in an economy which continues to be difficult and consumer spending continues to be restrictive. A full year's trading from the Stranraer branch is reflected in turnover increasing to just over £9 million.

Cash resources have been managed carefully during the period with the company continuing to trade well within its banking facility.

The directors believe that the company is well positioned to take advantage of the opportunities as they are presented as the economy slowly improves.

Financial risk management objectives and policies

The directors believe they have addressed all the major risks faced by the business. Long term supply agreements are in place with key suppliers.

The directors continue to monitor and anticipate changes in the market place and embrace new products and technologies to ensure the company remains a market leader.

A new branch was opened in Stranraer in the third quarter of 2012 following evaluation of the area. The branch has traded very successfully in 2012 and 2013 and continues to do so in 2014.

New build housing is showing recovery, albeit running slow and customers are continuing to upgrade their existing properties thus enabling the company to embrace all opportunities in the market.

Trade debt continues to be closely monitored to keep bad debt risk to a minimum in the current economic climate.

A credit insurance policy is in place. Overhead costs are closely monitored and cash flow tightly controlled.

Key performance indicators

The directors consider their key performance indicators to be the following:

Turnover - increased by 6.9% (2012: 7.3%)

Gross margin - a margin of 31.9% (2012: 30.8%) was achieved

On behalf of the board

M. Barker

Director

8/5/14

ANDERSONS (DENTON HOLME) LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2013

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

Principal activities and review of the business

The principal activity of the company continued to be that of timber merchants and kitchen furniture suppliers

Results and dividends

The results for the year are set out on page 6.

Directors

The following directors have held office since 1 January 2013:

M Barker
V Woods

Auditors

Barber Harrison & Platt were appointed auditors to the company and 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 profit or loss of the company 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 transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

ANDERSONS (DENTON HOLME) LIMITED

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2013

Statement of disclosure to auditors

So far as the directors are aware, there is no relevant audit information of which the company'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 company's auditors are aware of that information.

On behalf of the board



M Barker

Director

8/5/14.....

ANDERSONS (DENTON HOLME) LIMITED

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF ANDERSONS (DENTON HOLME) LIMITED

We have audited the financial statements of Andersons (Denton Holme) Limited for the year ended 31 December 2013 set out on pages 6 to 17. 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 auditors

As explained more fully in the Directors' Responsibilities Statement set out on pages 2 - 3, 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

A description of the scope of an audit of financial statements is provided on the FRC's website at www.frc.org.uk/apb/scope/private.cfm

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the 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 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.

ANDERSONS (DENTON HOLME) LIMITED

INDEPENDENT AUDITORS' REPORT (CONTINUED)

TO THE MEMBERS OF ANDERSONS (DENTON HOLME) LIMITED

Matters on which we are required to report by exception

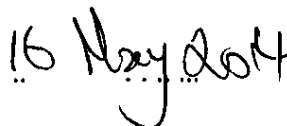
We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept, 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



Michael Jackson (Senior Statutory Auditor)
for and on behalf of Barber Harrison & Platt

Chartered Accountants
Statutory Auditor



St Michaels Mews
18-22 St Michaels Road
Leeds
LS6 3AW

ANDERSONS (DENTON HOLME) LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2013

	Notes	2013 £	2012 £
Turnover	2	9,083,966	8,495,180
Cost of sales		(6,185,320)	(5,877,464)
Gross profit		2,898,646	2,617,716
Administrative expenses		(2,663,448)	(2,458,800)
Other operating income		-	25
Operating profit	3	235,198	158,941
Interest payable and similar charges	4	(21,424)	(20,596)
Profit on ordinary activities before taxation		213,774	138,345
Tax on profit on ordinary activities	5	(64,013)	(36,829)
Profit for the year	15	149,761	101,516

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.

ANDERSONS (DENTON HOLME) LIMITED

BALANCE SHEET

AS AT 31 DECEMBER 2013

	Notes	2013		2012	
		£	£	£	£
Fixed assets					
Tangible assets	7		570,100		566,845
Current assets					
Stocks	8	1,041,603		1,049,611	
Debtors	9	1,661,282		1,433,253	
Cash at bank and in hand		193,541		214,702	
		<u>2,896,426</u>		<u>2,697,566</u>	
Creditors: amounts falling due within one year	10	<u>(2,263,693)</u>		<u>(2,095,395)</u>	
Net current assets			632,733		602,171
Total assets less current liabilities			<u>1,202,833</u>		<u>1,169,016</u>
Creditors: amounts falling due after more than one year	11		(286,478)		(311,982)
Provisions for liabilities	12		(39,865)		(30,305)
			<u>876,490</u>		<u>826,729</u>
Capital and reserves					
Called up share capital	14		50,000		50,000
Profit and loss account	15		826,490		776,729
Shareholders' funds	16		<u>876,490</u>		<u>826,729</u>

Approved by the Board and authorised for issue on

8.12.13


M Barker
Director

Company Registration No. 3233431

ANDERSONS (DENTON HOLME) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2013

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

Going Concern

The company continued to trade profitably in 2013 and continues to operate well within its banking facilities which were renewed in March 2014

Having carried out a detailed review of the company's resources and challenges presented by the current economic climate, the directors are satisfied that the company has sufficient cash flows to meet its liabilities as they fall due for at least one year from the date of approval of the financial statements. Accordingly the accounts have been prepared on a going concern basis.

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement on the grounds that it is a small company

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 Turnover

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

1.4 Tangible fixed assets and depreciation

Tangible fixed assets 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 Leasehold	over the period of the lease
Plant and machinery	4% - 10% straight line
Fixtures, fittings & equipment	10% - 25% straight line
Motor vehicles	25% - 33% straight line

1.5 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

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.6 Stock and work in progress

Stock and work in progress are valued at the lower of cost and net realisable value.

ANDERSONS (DENTON HOLME) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2013

1 Accounting policies (Continued)

1.7 Pensions

The company 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

1.8 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

1.9 Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities

2 Turnover

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

3 Operating profit

	2013	2012
	£	£
Operating profit is stated after charging:		
Depreciation of tangible assets	117,859	112,101
Operating lease rentals	314,082	291,235
Auditors' remuneration (including expenses and benefits in kind)	11,200	12,250
and after crediting:		
Profit on disposal of tangible assets	(6,051)	(9,844)

4 Interest payable

	2013	2012
	£	£
On bank loans and overdrafts	18,067	15,483
Hire purchase interest	3,357	2,562
Other interest	-	2,551

ANDERSONS (DENTON HOLME) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2013

5	Taxation	2013 £	2012 £
	Domestic current year tax		
	U K corporation tax	44,983	28,200
	Adjustment for prior years	9,470	160
	Total current tax	<u>54,453</u>	<u>28,360</u>
	Deferred tax		
	Deferred tax charge/credit current year	9,560	8,469
		<u>64,013</u>	<u>36,829</u>
	Factors affecting the tax charge for the year		
	Profit on ordinary activities before taxation	<u>213,774</u>	<u>138,345</u>
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 22.00% (2012 - 24.50%)	<u>47,030</u>	<u>33,895</u>
	Effects of:		
	Non deductible expenses	14,920	3,585
	Capital allowances	(17,104)	(5,531)
	Adjustments to previous periods	9,470	160
	Marginal relief	137	(4,088)
	Other tax adjustments	-	339
		<u>7,423</u>	<u>(5,535)</u>
	Current tax charge for the year	<u>54,453</u>	<u>28,360</u>
6	Dividends	2013 £	2012 £
	Ordinary interim paid	<u>100,000</u>	<u>85,000</u>

ANDERSONS (DENTON HOLME) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2013

7 Tangible fixed assets

	Land and buildings Leasehold	Plant and machinery	Fixtures, fittings & equipment	Motor vehicles	Total
	£	£	£	£	£
Cost					
At 1 January 2013	182,294	215,732	862,621	411,741	1,672,388
Additions	-	-	83,514	80,819	164,333
Disposals	-	-	(112,077)	(47,750)	(159,827)
At 31 December 2013	182,294	215,732	834,058	444,810	1,676,894
Depreciation					
At 1 January 2013	20,262	197,198	560,279	327,804	1,105,543
On disposals	-	-	(74,858)	(41,750)	(116,608)
Charge for the year	18,229	7,315	67,136	25,179	117,859
At 31 December 2013	38,491	204,513	552,557	311,233	1,106,794
Net book value					
At 31 December 2013	143,803	11,219	281,501	133,577	570,100
At 31 December 2012	162,032	18,534	302,342	83,937	566,845

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 December 2013	9,203	69,213	78,416
At 31 December 2012	-	43,360	43,360
Depreciation charge for the year			
At 31 December 2013	2,422	19,563	21,985
At 31 December 2012	-	13,273	13,273

ANDERSONS (DENTON HOLME) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2013

8	Stocks and work in progress	2013	2012
		£	£
	Work in progress	250,000	280,000
	Finished goods and goods for resale	791,603	769,611
		<u>1,041,603</u>	<u>1,049,611</u>
9	Debtors	2013	2012
		£	£
	Trade debtors	612,193	515,653
	Amounts owed by participating interests	816,029	745,680
	Corporation tax	22,254	-
	Other debtors	104,120	47,814
	Prepayments and accrued income	106,686	124,106
		<u>1,661,282</u>	<u>1,433,253</u>
10	Creditors: amounts falling due within one year	2013	2012
		£	£
	Bank loans and overdrafts	68,865	98,692
	Net obligations under hire purchase contracts	34,332	19,418
	Trade creditors	1,103,333	1,087,034
	Amounts owed to parent and fellow subsidiary undertakings	10,000	-
	Corporation tax	56,697	29,432
	Other taxes and social security costs	214,572	184,733
	Directors' current accounts	12,814	23,026
	Other creditors	178,589	116,066
	Factoring account	396,585	399,551
	Accruals and deferred income	187,906	137,443
		<u>2,263,693</u>	<u>2,095,395</u>

The bank loans are secured by a debenture on all assets of Andersons (Denton Holmes) Limited and Triggerdown Limited and a personal guarantee of £175,000 by M Barker, a director. The factoring account loan is secured on the debts to which the balance relates and the obligations under hire purchase agreements are secured on the assets to which they relate.

ANDERSONS (DENTON HOLME) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2013

11 Creditors: amounts falling due after more than one year	2013	2012
	£	£
Bank loans	248,937	294,626
Net obligations under hire purchase contracts	37,541	17,356
	<u>286,478</u>	<u>311,982</u>
Analysis of loans		
Wholly repayable within five years	317,802	393,318
	<u>317,802</u>	<u>393,318</u>
Included in current liabilities	(68,865)	(98,692)
	<u>248,937</u>	<u>294,626</u>
Loan maturity analysis		
In more than one year but not more than two years	68,865	98,692
In more than two years but not more than five years	180,071	195,934
	<u>68,865</u>	<u>98,692</u>
Net obligations under hire purchase contracts		
Repayable within one year	34,332	19,418
Repayable between one and five years	37,541	17,356
	<u>71,873</u>	<u>36,774</u>
Included in liabilities falling due within one year	(34,332)	(19,418)
	<u>37,541</u>	<u>17,356</u>

ANDERSONS (DENTON HOLME) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2013

12 Provisions for liabilities

	Deferred tax liability £
Balance at 1 January 2013	30,305
Profit and loss account	9,560
	<hr/>
Balance at 31 December 2013	<u>39,865</u>

The deferred tax liability is made up as follows:

	2013 £	2012 £
Accelerated capital allowances	<u>39,865</u>	<u>30,305</u>

13 Pension and other post-retirement benefit commitments Defined contribution

	2013 £	2012 £
Contributions payable by the company for the year	<u>30,775</u>	<u>31,349</u>

14 Share capital

	2013 £	2012 £
Allotted, called up and fully paid		
50,000 Ordinary shares of £1 each	<u>50,000</u>	<u>50,000</u>

ANDERSONS (DENTON HOLME) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2013

15 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 January 2013	776,729
Profit for the year	149,761
Dividends paid	(100,000)
Balance at 31 December 2013	<u>826,490</u>

16 Reconciliation of movements in shareholders' funds

	2013 £	2012 £
Profit for the financial year	149,761	101,516
Dividends	(100,000)	(85,000)
Net addition to shareholders' funds	49,761	16,516
Opening shareholders' funds	826,729	810,213
Closing shareholders' funds	<u>876,490</u>	<u>826,729</u>

17 Financial commitments

At 31 December 2013 the company 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 £
Operating leases which expire:				
Within one year	45,750	-	-	-
Between two and five years	53,000	-	5,311	-
In over five years	119,600	-	-	-
	<u>218,350</u>	<u>-</u>	<u>5,311</u>	<u>-</u>

ANDERSONS (DENTON HOLME) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2013

18 Directors' remuneration	2013	2012
	£	£
Remuneration for qualifying services	100,234	69,750
Company pension contributions to defined contribution schemes	22,568	22,568
	<u>122,802</u>	<u>92,318</u>

The number of directors for whom retirement benefits are accruing under defined contribution schemes amounted to 2 (2012 - 2)

19 Employees

Number of employees

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

	2013	2012
	Number	Number
Number of production staff	40	40
Number of administrative staff	15	15
Number of management staff	2	2
	<u>57</u>	<u>57</u>

Employment costs

	2013	2012
	£	£
Wages and salaries	1,261,319	1,135,403
Social security costs	114,904	116,553
Other pension costs	30,775	31,349
	<u>1,406,998</u>	<u>1,283,305</u>

20 Control

Andersons (Denton Holmes) Limited is a wholly owned subsidiary of Triggerdown Limited. Triggerdown Limited is controlled by M Barker, a director of Andersons (Denton Holmes) Limited.

ANDERSONS (DENTON HOLME) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2013

21 Related party relationships and transactions

During the year ended 31 December 2013 the company loaned monies to M Barker, a director, on an interest free basis. The balance at 31 December 2013 was £89,017 (2012 - £42,160) is included in other debtors. The maximum balance outstanding during the year was £89,017 (2012 - £42,160).

Consolidated accounts are prepared by Triggerdown Limited and, consequently, the company has taken advantage of the exemption in FRS 8 "Related Party Disclosures" not to disclose transactions with its parent company.

The company is also related to Reverseword Limited, a company which is controlled by M Barker. During the year the company paid rent of £157,600 (2012 - £119,600) to Reverseword Limited on normal commercial terms. At the year end there was a debt due to the company from Reverseword Limited of £714,660 (2012 - £644,660).

The company is also related to Pacific Imports Limited, a company which is controlled by M Barker. During the year the company settled expenses on behalf of Pacific Imports Limited totalling £350 (2012 - £2,100). at the year end there was a debt due to the company from Pacific Imports Limited of £152,369 (2012 - £152,020) A provision of £51,000 (2012 - £51,000) has been made against this debt