

Company Registration No. 00314850 (England and Wales)

**A. Andrews and Sons (Marbles and Tiles) Limited**  
**Directors' Report And Financial Statements**  
**For The Year Ended 31 December 2014**

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# A. ANDREWS AND SONS (MARBLES AND TILES) LIMITED

## COMPANY INFORMATION

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**Directors**

Mr R C Horton  
Mr D M Clough  
Mr M Wilson

**Secretary**

Mr R C Horton

**Company number**

00314850

**Registered office**

324-330 Meanwood Road  
Leeds  
LS7 2JE

**Auditors**

Garbutt & Elliott Audit Limited  
33 Park Place  
Leeds  
LS1 2RY

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# A. ANDREWS AND SONS (MARBLES AND TILES) LIMITED

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# A. ANDREWS AND SONS (MARBLES AND TILES) LIMITED

## STRATEGIC REPORT FOR THE YEAR ENDED 31 DECEMBER 2014

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

### Review of the business

We aim to present a balanced and comprehensive review of the development and performance of our business during the year and its position at the year end. Our review is consistent with the size and non complex nature of our business and is written in the context of the risks and uncertainties we face. The business continues to provide terrazzo, ceramic and marble services to the construction industry. At the year end, the net assets of the company totalled £8,058,670.

The company's turnover has again been achieved by constricting operating margins to consolidate and, where available, expand its existing market share. A majority is derived from the continued expansion of the major supermarket groups, however, diversification into other markets due to the downturn in the fortunes of supermarket groups has arrested the margin erosion. The anticipated operating profit and profit before tax are in line with directors' expectations and these have not been achieved without continued formidable value engineering to counter the on-going reduced margins imposed by a fiercely competitive market place.

The company operates as a link in the supply chain and continues to adapt to the changing times. Turnover and margin are, to a large degree, dependent upon clients investing in the construction sector. As the overall level of investment decreases in the industry as a whole, competition increases within the areas where business is available and maintaining turnover and margin becomes ever challenging.

We consider that the key performance indicators; turnover, gross margin and return on capital employed have communicated the continued strength of the company in a continually depressed market sector. The net assets of the company have remained above £8m after paying the annual 2013 dividend and proposing interim dividends for 2014.

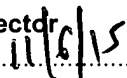
The company does not actively use financial instruments as part of its financial risk management. It is exposed to the usual credit risk and cash flow risk associated with selling on credit and manages this through credit control procedures. The nature of its financial instruments means they are not subject to a price risk or liquidity risk.

On behalf of the board



Mr R C Horton

Director



# **A. ANDREWS AND SONS (MARBLES AND TILES) LIMITED**

## **DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2014**

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

### **Principal activities**

The principal activity of the company is the installation of terrazzo, ceramic and natural stone floor and wall finishes.

### **Results and dividends**

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

The directors paid interim dividends in the year as follows: £19,880 Ordinary, £11,494 'A' Ordinary, £93,728 'B' Ordinary, £57,776 'C' Ordinary, £50,130 'D' Ordinary, £32,050 'G' Ordinary and £32,050 'H' Ordinary.

The directors also approved the following interim dividends prior to the balance sheet date: £35,942 'A' Ordinary, £33,276 'C' Ordinary and £24,192 'D' Ordinary.

The directors are proposing a final dividend in respect of the financial year ending 31 December 2014 of £15 per Ordinary share, 'A' to 'E' and 'G' to 'H' Ordinary shares (2013 - £10 per Ordinary share). The proposed final dividend is subject to approval by the shareholders at the Annual General Meeting and has not been included as a liability in these financial statements.

The directors recommend that the retained profit (before dividends) of £442,900 is taken to reserves.

### **Future developments**

The directors, where economically viable, will adhere to the planned strategies and react to market changes to ensure the continued stability and strength of the company, enabling it to take advantage of the opportunities as they occur in a continuing economically challenging marketplace.

The continued development of the company in the market place remains a key focus of the directors to maintain where possible its position in a challenging economy, whilst ensuring that the focus on quality and service is not compromised by price.

### **Directors**

The following directors have held office since 1 January 2014:

Mr R C Horton  
Mr D M Clough  
Mr M Wilson

### **Auditors**

Garbutt & Elliott Audit Limited were appointed auditors, replacing Garbutt & Elliott LLP, and in accordance with section 487 (2) of the Companies Act 2006 are deemed to be reappointed annually.

# A. ANDREWS AND SONS (MARBLES AND TILES) LIMITED

## DIRECTORS' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2014

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### 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.

### 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



Mr R C Horton

Director  
11/6/15

# **A. ANDREWS AND SONS (MARBLES AND TILES) LIMITED**

## **INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF A. ANDREWS AND SONS (MARBLES AND TILES) LIMITED**

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We have audited the financial statements of A. Andrews and Sons (Marbles and Tiles) Limited for the year ended 31 December 2014 set out on pages 6 to 19. 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 - 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**

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 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 company's affairs as at 31 December 2014 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.

# A. ANDREWS AND SONS (MARBLES AND TILES) LIMITED

## INDEPENDENT AUDITORS' REPORT (CONTINUED) TO THE MEMBERS OF A. ANDREWS AND SONS (MARBLES AND TILES) LIMITED

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### 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.

*Garbutt & Elliott Audit Limited*

Mr Richard Green (Senior Statutory Auditor)  
for and on behalf of Garbutt & Elliott Audit Limited

15 June 2015

Chartered Accountants  
Statutory Auditor

33 Park Place  
Leeds  
West Yorkshire  
LS1 2RY



## A. ANDREWS AND SONS (MARBLES AND TILES) LIMITED

### PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2014

	Notes	2014 £	2013 £
<b>Turnover</b>	<b>2</b>	10,724,526	9,939,387
Cost of sales		(8,881,571)	(8,199,724)
<b>Gross profit</b>		1,842,955	1,739,663
Administrative expenses		(1,572,992)	(1,536,299)
Other operating income		27,963	30,560
<b>Operating profit</b>	<b>3</b>	297,926	233,924
Investment income	<b>4</b>	197,227	241,090
Other interest receivable and similar income	<b>4</b>	14,431	26,761
Amounts written off investments	<b>5</b>	-	(174,307)
<b>Profit on ordinary activities before taxation</b>		509,584	327,468
Tax on profit on ordinary activities	<b>6</b>	(66,684)	(27,768)
<b>Profit for the year</b>	<b>16</b>	442,900	299,700

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

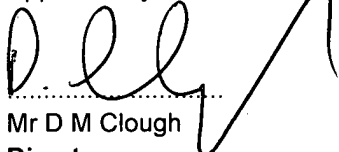
There are no recognised gains and losses other than those passing through the profit and loss account.

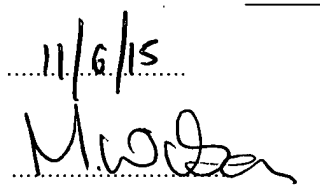
# A. ANDREWS AND SONS (MARBLES AND TILES) LIMITED

## BALANCE SHEET AS AT 31 DECEMBER 2014

	Notes	2014		2013	
		£	£	£	£
<b>Fixed assets</b>					
Tangible assets	9		1,122,507		1,054,866
Investments	10		2,909,527		2,895,005
			<u>4,032,034</u>		<u>3,949,871</u>
<b>Current assets</b>					
Stocks	11	963,644		860,718	
Debtors: amounts falling due within one year	12	4,689,830		4,982,017	
Cash at bank and in hand		2,612,774		2,518,632	
		<u>8,266,248</u>		<u>8,361,367</u>	
<b>Creditors: amounts falling due within one year</b>	13	<u>(4,239,612)</u>		<u>(4,304,950)</u>	
<b>Net current assets</b>			<u>4,026,636</u>		<u>4,056,417</u>
<b>Total assets less current liabilities</b>			<u><u>8,058,670</u></u>		<u><u>8,006,288</u></u>
<b>Capital and reserves</b>					
Called up share capital	15		6,017		6,017
Other reserves	16		10,464		10,464
Profit and loss account	16		8,042,189		7,989,807
			<u>8,058,670</u>		<u>8,006,288</u>
<b>Shareholders' funds</b>	17		<u><u>8,058,670</u></u>		<u><u>8,006,288</u></u>

Approved by the Board and authorised for issue on ..... 11/6/15 .....

  
.....  
Mr D M Clough  
Director

  
.....  
Mr M Wilson  
Director

Company Registration No. 00314850

# A. ANDREWS AND SONS (MARBLES AND TILES) LIMITED

## CASH FLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2014

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	2014	2013
	£	£
<b>Net cash inflow from operating activities</b>	415,789	910,185
<b>Returns on investments and servicing of finance</b>		
Interest received	14,431	26,761
Dividends received	4,439	4,472
Dividends received from participating interests	90,000	239,388
	<hr/>	<hr/>
<b>Net cash inflow for returns on investments and servicing of finance</b>	108,870	270,621
<b>Taxation</b>	(25,296)	(12,894)
<b>Capital expenditure and financial investment</b>		
Payments to acquire tangible assets	(201,421)	(260,310)
Payments to acquire investments	(325,926)	(195,450)
Receipts from sales of tangible assets	5,042	26,717
Receipts from sales of investments	414,192	186,750
	<hr/>	<hr/>
<b>Net cash outflow for capital expenditure</b>	(108,113)	(242,293)
<b>Equity dividends paid</b>	(297,108)	(296,959)
	<hr/>	<hr/>
<b>Net cash inflow before management of liquid resources and financing</b>	94,142	628,660
	<hr/>	<hr/>
<b>Increase in cash in the year</b>	<u>94,142</u>	<u>628,660</u>

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# A. ANDREWS AND SONS (MARBLES AND TILES) LIMITED

## NOTES TO THE CASH FLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2014

1 Reconciliation of operating profit to net cash inflow from operating activities	2014	2013
	£	£
Operating profit	297,926	233,924
Depreciation of tangible assets	133,780	90,202
Profit on disposal of tangible assets	(5,042)	(11,384)
Increase in stocks	(102,926)	(262,442)
Decrease in debtors	292,187	643,660
(Decrease)/Increase in creditors within one year	(200,136)	216,225
<b>Net cash inflow from operating activities</b>	<b>415,789</b>	<b>910,185</b>

2 Analysis of net funds	1 January 2014	Cash flow	Other non- cash changes	31 December 2014
	£	£	£	£
Net cash:				
Cash at bank and in hand	2,518,632	94,142	-	2,612,774
Bank deposits	-	-	-	-
<b>Net funds</b>	<b>2,518,632</b>	<b>94,142</b>	<b>-</b>	<b>2,612,774</b>

3 Reconciliation of net cash flow to movement in net funds	2014	2013
	£	£
Increase in cash in the year	94,142	628,660
<b>Movement in net funds in the year</b>	<b>94,142</b>	<b>628,660</b>
Opening net funds	2,518,632	1,889,972
<b>Closing net funds</b>	<b>2,612,774</b>	<b>2,518,632</b>

# A. ANDREWS AND SONS (MARBLES AND TILES) LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014

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### 1 Accounting policies

#### 1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

#### 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 installing and supplying terrazzo, ceramic and natural stone floor and wall finishes net of VAT and trade discounts.

#### 1.4 Goodwill

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

#### 1.5 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:

Freehold land and buildings	Nil (see below)
Plant and machinery	15% reducing balance
Fixtures, fittings and equipment	10% and 20% straight line
Motor vehicles	20% straight line

The freehold property is maintained to a high standard and depreciation is not provided on the property as in the directors opinion, the residual value is equal to the carrying value in the accounts. This accounting treatment is not in accordance with FRS 15. The directors are of the opinion that to comply with the standard would not show a true and fair view of the company's financial position. The applicable annual charge based on a 50 year economic useful life is £11,081.

#### 1.6 Leasing

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

#### 1.7 Investments

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

#### 1.8 Stock and work in progress

Stock and work in progress are valued at the lower of cost and net realisable value, with cost being the direct expenditure incurred.

#### 1.9 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.

#### 1.10 Deferred taxation

Deferred taxation is provided at appropriate rates on all timing differences using the liability method only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future.

# A. ANDREWS AND SONS (MARBLES AND TILES) LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2014

### 1 Accounting policies (Continued)

#### 1.11 Group accounts

Group accounts have not been prepared as the subsidiary is dormant and not material to the group.

### 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	2014	2013
	£	£
Operating profit is stated after charging:		
Depreciation of tangible assets	133,780	90,202
Operating lease rentals	36,073	37,463
Auditors' remuneration	8,000	8,000
and after crediting:		
Profit on disposal of tangible assets	(5,042)	(11,384)
	<u>          </u>	<u>          </u>

4 Investment income	2014	2013
	£	£
Income from participating interests	90,000	239,388
Income from other fixed asset investments	107,227	1,702
Bank interest	14,431	26,761
	<u>          </u>	<u>          </u>
	211,658	267,851
	<u>          </u>	<u>          </u>

5 Amounts written off investments	2014	2013
	£	£
Amounts written off fixed asset investments:		
- permanent diminution in value	-	174,307
	<u>          </u>	<u>          </u>

# A. ANDREWS AND SONS (MARBLES AND TILES) LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2014

6	Taxation	2014 £	2013 £
	<b>Domestic current year tax</b>		
	U.K. corporation tax	66,752	25,364
	Adjustment for prior years	(68)	2,404
	<b>Total current tax</b>	<u>66,684</u>	<u>27,768</u>
	<b>Factors affecting the tax charge for the year</b>		
	Profit on ordinary activities before taxation	<u>509,584</u>	<u>327,468</u>
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 20.00.% (2013 - 20.00.00%)	<u>101,917</u>	<u>65,494</u>
	Effects of:		
	Non deductible expenses	168	732
	Depreciation add back	26,756	18,040
	Capital allowances	(41,488)	(41,620)
	Adjustments to previous periods	(68)	2,404
	Dividends and distributions received	(20,168)	(48,772)
	Other tax adjustments	(433)	31,490
		<u>(35,233)</u>	<u>(37,726)</u>
	<b>Current tax charge for the year</b>	<u>66,684</u>	<u>27,768</u>
		<u><u>66,684</u></u>	<u><u>27,768</u></u>
	<b>7 Dividends</b>	<b>2014</b> £	<b>2013</b> £
	Interim paid	297,108	296,959
	Interim proposed	93,410	-
		<u>390,518</u>	<u>296,959</u>
		<u><u>390,518</u></u>	<u><u>296,959</u></u>

The interim dividends paid in the year were as follows: £19,880 Ordinary, £11,494 'A' Ordinary, £93,728 'B' Ordinary, £57,776 'C' Ordinary, £50,130 'D' Ordinary, £32,050 'G' Ordinary and £32,050 'H' Ordinary.

The directors also approved the following interim dividends prior to the balance sheet date: £35,942 'A' Ordinary, £33,276 'C' Ordinary and £24,192 'D' Ordinary.

The directors are proposing a final dividend in respect of the financial year ending 31 December 2014 of £15 per Ordinary share, 'A' to 'E' and 'G' to 'H' Ordinary shares (2013 - £10 per Ordinary share). The proposed final dividend is subject to approval by the shareholders at the Annual General Meeting and has not been included as a liability in these financial statements.

# A. ANDREWS AND SONS (MARBLES AND TILES) LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2014

### 8 Intangible fixed assets

	<b>Goodwill</b>
	<b>£</b>
<b>Cost</b>	
At 1 January 2014 & at 31 December 2014	30,000
<b>Amortisation</b>	
At 1 January 2014 & at 31 December 2014	30,000
<b>Net book value</b>	
At 31 December 2014	-
At 31 December 2013	-

### 9 Tangible fixed assets

	<b>Freehold land and buildings</b>	<b>Plant and machinery</b>	<b>Fixtures, fittings and equipment</b>	<b>Motor vehicles</b>	<b>Total</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>Cost</b>					
At 1 January 2014	534,184	720,949	230,101	573,276	2,058,510
Additions	19,845	69,618	-	111,958	201,421
Disposals	-	-	-	(52,412)	(52,412)
At 31 December 2014	554,029	790,567	230,101	632,822	2,207,519
<b>Depreciation</b>					
At 1 January 2014	-	505,478	157,359	340,807	1,003,644
On disposals	-	-	-	(52,412)	(52,412)
Charge for the year	-	40,207	16,338	77,235	133,780
At 31 December 2014	-	545,685	173,697	365,630	1,085,012
<b>Net book value</b>					
At 31 December 2014	554,029	244,882	56,404	267,192	1,122,507
At 31 December 2013	534,184	215,471	72,742	232,469	1,054,866



# A. ANDREWS AND SONS (MARBLES AND TILES) LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2014

### 10 Fixed asset investments

	Listed investments £	Shares in participating interests £	Shares in group undertakings £	Total £
<b>Cost</b>				
At 1 January 2014	1,513,147	499,000	1,083,165	3,095,312
Additions	325,926	-	-	325,926
Disposals	(311,404)	-	-	(311,404)
At 31 December 2014	1,527,669	499,000	1,083,165	3,109,834
<b>Provisions for diminution in value</b>				
At 1 January 2014 & at 31 December 2014	-	200,307	-	200,307
<b>Net book value</b>				
At 31 December 2014	1,527,669	298,693	1,083,165	2,909,527
At 31 December 2013	1,513,147	298,693	1,083,165	2,895,005
	<b>Market value £</b>			<b>Market value £</b>
At 31 December 2014	1,704,597			1,704,597
At 31 December 2013	1,738,580			1,738,580

### 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 %
<b>Subsidiary undertakings</b>			
A Andrews Trustee Limited	England	Ordinary	100.00
<b>Participating interests</b>			
Kengate Terrazzo Limited	England	Ordinary	50.00
Kengate Holdings Limited	England	Ordinary	50.00

# A. ANDREWS AND SONS (MARBLES AND TILES) LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2014

### 10 Fixed asset investments

(Continued)

The aggregate amount of capital and reserves and the results of these undertakings for the last relevant financial year were as follows:

		Capital and reserves 2014	Profit/(loss) for the year 2014
	Principal activity	£	£
A Andrews Trustee Limited	Dormant	1	-
Kengate Terrazzo Limited	Dormant	2	-
Kengate Holdings Limited	Holding company	597,384	135,000
		<u>          </u>	<u>          </u>
<b>11 Stocks and work in progress</b>		<b>2014</b>	<b>2013</b>
		£	£
Work in progress		748,679	660,594
Finished goods and goods for resale		214,965	200,124
		<u>          </u>	<u>          </u>
		963,644	860,718
		<u>          </u>	<u>          </u>
<b>12 Debtors</b>		<b>2014</b>	<b>2013</b>
		£	£
Trade debtors		3,590,692	3,886,529
Other debtors		1,043,863	1,042,133
Prepayments and accrued income		55,275	53,355
		<u>          </u>	<u>          </u>
		4,689,830	4,982,017
		<u>          </u>	<u>          </u>
<b>13 Creditors: amounts falling due within one year</b>		<b>2014</b>	<b>2013</b>
		£	£
Trade creditors		2,508,508	2,647,362
Corporation tax		66,752	25,364
Other taxes and social security costs		433,483	561,399
Other creditors		1,040,138	1,040,138
Accruals and deferred income		97,321	30,687
Proposed dividend		93,410	-
		<u>          </u>	<u>          </u>
		4,239,612	4,304,950
		<u>          </u>	<u>          </u>

# A. ANDREWS AND SONS (MARBLES AND TILES) LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2014

### 14 Retirement Benefits

#### Defined contribution scheme

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund.

	2014 £	2013 £
Contributions payable by the company for the year	113,792	108,391

### 15 Share capital

#### Allotted, called up and fully paid

6,017 Ordinary shares of £1 each

	2014 £	2013 £
	6,017	6,017

The 6,017 issued shares comprise 1,953 Ordinary shares, 30 'A' Ordinary shares, 496 'B' Ordinary shares, 15 'C' Ordinary shares, 15 'D' Ordinary shares, 60 'E' Ordinary shares, 3,438 'F' Ordinary shares, 5 'G' Ordinary shares and 5 'H' Ordinary shares. All shares rank pari passu.

### 16 Statement of movements on reserves

	Other reserves (see below) £	Profit and loss account £
Balance at 1 January 2014	10,464	7,989,807
Profit for the year	-	442,900
Dividends paid	-	(390,518)
Balance at 31 December 2014	10,464	8,042,189
<b>Other reserves</b>		
<b>Capital redemption reserve</b>		
Balance at 1 January 2014 & at 31 December 2014	10,464	

# A. ANDREWS AND SONS (MARBLES AND TILES) LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2014

<b>17 Reconciliation of movements in Shareholders' funds</b>	<b>2014</b>	<b>2013</b>
	<b>£</b>	<b>£</b>
Profit for the financial year	442,900	299,700
Dividends	(390,518)	(296,959)
	<hr/>	<hr/>
Net addition to shareholders' funds	52,382	2,741
Opening Shareholders' funds	8,006,288	8,003,547
	<hr/>	<hr/>
Closing Shareholders' funds	8,058,670	8,006,288
	<hr/> <hr/>	<hr/> <hr/>

### 18 Financial commitments

At 31 December 2014 the company was committed to making the following payments under non-cancellable operating leases in the year to 31 December 2015:

	<b>Land and buildings</b>	
	<b>2014</b>	<b>2013</b>
	<b>£</b>	<b>£</b>
Operating leases which expire:		
Between two and five years	32,843	32,843
	<hr/>	<hr/>

<b>19 Directors' remuneration</b>	<b>2014</b>	<b>2013</b>
	<b>£</b>	<b>£</b>
Remuneration for qualifying services	49,268	39,561
Company pension contributions to defined contribution schemes	61,788	60,164
Pensions to former directors	11,783	20,236
	<hr/>	<hr/>
	122,839	119,961
	<hr/> <hr/>	<hr/> <hr/>

The number of directors for whom retirement benefits are accruing under defined contribution schemes amounted to 3 (2013 - 3).

# A. ANDREWS AND SONS (MARBLES AND TILES) LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2014

### 20 Employees

#### Number of employees

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

	2014 Number	2013 Number
Contracts, stores and distribution	63	63
Administration	27	29
	<u>90</u>	<u>92</u>

#### Employment costs

	2014 £	2013 £
Wages and salaries	2,368,381	2,492,812
Social security costs	251,899	246,984
Other pension costs	125,575	128,627
	<u>2,745,855</u>	<u>2,868,423</u>

### 21 Control

In the opinion of the directors, there is no controlling party.

### 22 Related party relationships and transactions

#### Dividends to directors

The following directors were paid dividends, including those paid to their spouses, during the year as outlined in the table below:

	2014 £	2013 £
Mr D M Clough	141,164	103,923
Mr M Wilson	123,102	90,375
Mr R C Horton	106,372	82,781
	<u>370,638</u>	<u>277,079</u>

# A. ANDREWS AND SONS (MARBLES AND TILES) LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2014

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### 22 Related party relationships and transactions

(Continued)

#### Employee Benefit Trust (EBT)

In 1999, an EBT was set up by the company in order to benefit its present and future employees.

The trustee of the EBT is A Andrews Trustee Limited, a 100% subsidiary of the company. In accordance with FRS 5 and UITF 13, the purchase of shares in the company by the EBT is shown in the balance sheet as a fixed asset.

At the balance sheet date, the EBT owed the company £1,040,138 (2013 - £1,040,138), which is included within Debtors; other debtors.

#### Quiligotti Terrazzo Tiles Limited (Quiligotti)

Quiligotti is a subsidiary of QTL Holdings Limited, which is a subsidiary of Kengate Holdings Limited. Kengate Holdings Limited is jointly owned by A. Andrews and Sons (Marbles and Tiles) Limited and DMC Rail Limited. During the year, the company made sales to, and purchases, from Quiligotti amounting to £61,256 (2013 - £33,588) and £1,051,847 (2013 - £635,492) respectively. At the balance sheet date, Quiligotti owed the company £23,465 (2013 - £nil), which is included within Debtors; Trade debtors, and was owed £102,090 (2013 - £93,051) by A. Andrews and Sons (Marbles and Tiles) Limited, which is included in Creditors: amounts due in less than one year; Trade creditors. A. Andrews and Sons (Marbles and Tiles) Limited has agreed to provide security of £67,500 (2013 - £67,500) over a bank loan taken out by Quiligotti.

#### Kengate Holdings Limited

During the year, the company received dividends amounting to £90,000 (2013 - £236,808) from Kengate Holdings Limited, a company in which it controls 50% of the share capital.

#### Kengate Terrazzo Limited

During the year, the company received dividends amounting to £nil (2013 - £2,580) from Kengate Terrazzo Limited, a company in which it controls 50% of the share capital.