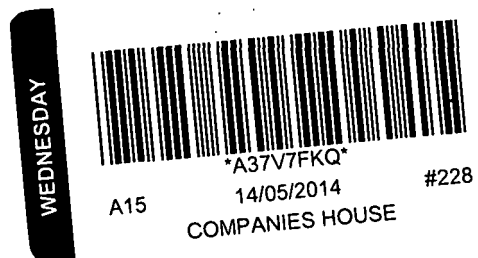


Registered number
02343583

Buckley Jewellery Limited

Report and Accounts

31 January 2014



Buckley Jewellery Limited
Report and accounts
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Buckley Jewellery Limited
Company Information

Directors

Mr A J L Buckley (Chief Executive)
Sir W E Peacock (Non Executive Chairman)
Mr N J Thompson
Mrs R E Buckley
Mrs C V Lenihan

Secretary

Mr M J Francis

Auditors

Michael Dack & Company
75 Great George Street
Leeds
LS1 3BR

Bankers

HSBC Bank plc
33 Park Row
Leeds
LS1 1LD

Solicitors

Gordons LLP
Riverside West
Whitehall Road
Leeds
West Yorkshire
LS1 4AW

Registered office

Unit G3, Wyther Lane Industrial Estate
Wyther Green
Leeds
West Yorkshire
LS5 3AR

Registered number

02343583

Buckley Jewellery Limited**Registered number:****02343583****Directors' Report**

The directors present their report and accounts for the year ended 31 January 2014.

Principal activities

The company's principal activity during the year continued to be the design and distribution of jewellery.

Future developments

The directors continue to focus the business on product design, innovation and buying expertise in order to further develop sales of the Buckley brand product including the launch of new brands. The directors remain confident that the business will continue to improve profitability in the next financial year.

Financial instrument risk

The company uses various financial instruments; these include cash and various items such as trade debtors and trade creditors that arise directly from its operations. The main purpose of these financial instruments is to raise finance for the company's operations. The existence of these financial instruments exposes the company to a number of financial risks which are reviewed regularly by the directors.

In reviewing these risks the directors take into account all available information covering current and future interest rates and exchange rates. They then set the policy to be adhered to for a set period, at which time they will review the situation and set a new policy if required.

Liquidity risk

The company seeks to manage financial risk by ensuring sufficient liquidity is available to meet foreseeable needs and to invest cash assets safely and profitably. Short term flexibility is achieved by utilising existing cash resources.

Credit risk

The principal credit risk arises from the company's trade debtors.

In order to manage credit risk the directors set limits for customers based on a combination of payment history and third party credit references. Credit limits are reviewed by the financial controller on a regular basis in conjunction with debt ageing and collection history.

Dividends

During the year interim dividends of 122.5p per share totalling £1,577,881 were paid. The directors do not recommend payment of a final dividend.

Events since the balance sheet date

On 1 February 2014 the company sold the rights and intellectual property relating to the business that they had previously carried on with Marks and Spencer. The consideration is dependent upon the performance of the business over the twelve months following sale with an initial consideration of £487,805. Buckley Jewellery Limited's turnover with Marks and Spencer in the year to 31 January 2014 was approximately £3m.

Buckley Jewellery Limited**Registered number:** 02343583**Directors' Report****Directors**

The following persons served as directors during the year:

Mr A J L Buckley (Chief Executive)
Sir W E Peacock (Non Executive Chairman)
Mr N J Thompson
Mrs R E Buckley
Mrs C V Lenihan

Mrs C V Lenihan was appointed to the Board on 2 January 2014.

Political and charitable donations

Donations to charitable organisations amounted to £32,978 (2013: £76,022).

Description of individual charitable donations over £2,000

	Amount £
Adrian Buckley Charitable Trust	32,063

Descriptions of political donations over £2,000

UK Independence Party	22,000
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Directors' responsibilities

The directors are responsible for preparing the report and accounts in accordance with applicable law and regulations.

Company law requires the directors to prepare accounts for each financial year. Under that law the directors have elected to prepare the accounts 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 accounts 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 accounts, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and 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 accounts;
- prepare the accounts 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 accounts 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.

Buckley Jewellery Limited

Registered number: 02343583

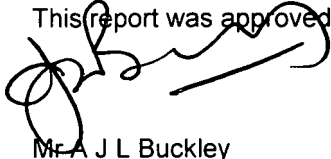
Directors' Report

Disclosure of information to auditors

Each person who was a director at the time this report was approved confirms that:

- so far as he is aware, there is no relevant audit information of which the company's auditor is unaware; and
- he has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditor is aware of that information.

This report was approved by the board on 6 May 2014 and signed on its behalf.



Mr A J L Buckley
Director

Buckley Jewellery Limited

Strategic Report


Review of the business

There was a profit for the year after taxation amounting to £868,521 (2013: £1,427,754).

Turnover for the year was £11,714,616 a decrease of £1,400,365 compared to last year (2013: £13,114,981). Operating profit was £874,796 which is a decrease of £1,045,492 compared to the prior year profit (2013: £1,920,288).

The directors are satisfied with this performance during the year having continued to focus the business on profitable contracts and new customers.

This report was approved by the board on 6 May 2014 and signed on its behalf.



Mr A J L Buckley
Director

Buckley Jewellery Limited
Independent auditors' report
to the members of Buckley Jewellery Limited

We have audited the accounts of Buckley Jewellery Limited for the year ended 31 January 2014 which comprise the Profit and Loss Account, the Balance Sheet, the Cash Flow Statement 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).

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 Statement of Directors' Responsibilities, the directors are responsible for the preparation of the accounts and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the accounts 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 accounts

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 the accounts

In our opinion the accounts:

- give a true and fair view of the state of the company's affairs as at 31 January 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.

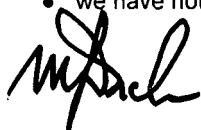
Opinion on other matters prescribed by the Companies Act 2006

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

Matters on which we are required to report by exception

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

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the accounts 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 Dack FCA
(Senior Statutory Auditor)
for and on behalf of
Michael Dack & Company
Accountants and Statutory Auditors
6 May 2014

75 Great George Street
Leeds
LS1 3BR

Buckley Jewellery Limited
Profit and Loss Account
for the year ended 31 January 2014

	Notes	2014 £	2013 £
Turnover	2	11,714,616	13,114,981
Cost of sales		(8,566,079)	(8,712,820)
Gross profit		<u>3,148,537</u>	<u>4,402,161</u>
Administrative expenses		(2,365,880)	(2,481,873)
Operating profit	3	<u>782,657</u>	<u>1,920,288</u>
Exceptional items:			
loss on the disposal of tangible fixed assets	4	(2,820)	-
		<u>779,837</u>	<u>1,920,288</u>
Interest receivable		4	548
Interest payable	7	(3,459)	(18)
Profit on ordinary activities before taxation		<u>776,382</u>	<u>1,920,818</u>
Tax on profit on ordinary activities	8	(173,627)	(493,064)
Profit for the financial year		<u>602,755</u>	<u>1,427,754</u>

Continuing operations

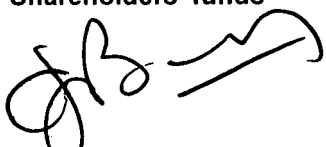
None of the company's activities were acquired or discontinued during the above two financial years.

Statement of total recognised gains and losses

The company has no recognised gains or losses other than the profit for the above two financial years.

Buckley Jewellery Limited
Balance Sheet
as at 31 January 2014

	Notes	2014 £	2013 £
Fixed assets			
Tangible assets	9	90,695	124,631
Current assets			
Stocks	10	2,453,861	2,363,478
Debtors	11	2,292,947	2,876,525
Cash at bank and in hand		310,969	644,444
		<u>5,057,777</u>	<u>5,884,447</u>
Creditors: amounts falling due within one year	12	(3,478,885)	(3,364,365)
Net current assets		<u>1,578,892</u>	<u>2,520,082</u>
Net assets		<u>1,669,587</u>	<u>2,644,713</u>
Capital and reserves			
Called up share capital	14	128,806	128,806
Share premium	15	85,374	85,374
Capital redemption reserve	16	44,276	44,276
Profit and loss account	17	1,411,131	2,386,257
Shareholders' funds	19	<u>1,669,587</u>	<u>2,644,713</u>



Mr A J L Buckley (Chief Executive)
 Director

Approved by the board on 6 May 2014

Buckley Jewellery Limited
Cash Flow Statement
for the year ended 31 January 2014

	Notes	2014 £	2013 £
Reconciliation of operating profit to net cash inflow from operating activities			
Operating profit		782,657	1,920,288
Depreciation and amortisation		91,681	67,540
Increase in stocks		(90,383)	(866,984)
Decrease/(increase) in debtors		574,886	(1,168,124)
Increase in creditors		427,709	658,855
Net cash inflow from operating activities		1,786,550	611,575
CASH FLOW STATEMENT			
Net cash inflow from operating activities		1,786,550	611,575
Returns on investments and servicing of finance	20	(3,455)	530
Taxation		(478,124)	(284,333)
Capital expenditure	20	(60,565)	(126,125)
		1,244,406	201,647
Equity dividends paid		(1,577,881)	(1,060,078)
		(333,475)	(858,431)
Decrease in cash		(333,475)	(858,431)
Reconciliation of net cash flow to movement in net debt			
Decrease in cash in the period		(333,475)	(858,431)
Change in net debt	21	(333,475)	(858,431)
Net funds at 1 February		644,444	1,502,875
Net funds at 31 January		310,969	644,444

Buckley Jewellery Limited
Notes to the Accounts
for the year ended 31 January 2014

1 Accounting policies

Basis of preparation

The accounts have been prepared under the historical cost convention and in accordance with applicable United Kingdom Accounting Standards.

Turnover

Turnover represents the value, net of value added tax and discounts, of goods provided to customers and work carried out in respect of services provided to customers.

Depreciation

Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Leasehold land and buildings	over the lease term
Plant and machinery	over 2, 3 or 4 years

Stocks

Stock is valued at the lower of cost and net realisable value.

Deferred taxation

Full provision is made for deferred taxation resulting from timing differences between the recognition of gains and losses in the accounts and their recognition for tax purposes.

Deferred tax is calculated at the tax rates which are expected to apply in the periods when the timing differences will reverse, and discounted to reflect the time value of money using rates based on the post-tax yields to maturity that could be obtained at the balance sheet date on government bonds with similar maturity dates.

Foreign currencies

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

Leasing and hire purchase commitments

Assets held under finance leases and hire purchase contracts, which are those where substantially all the risks and rewards of ownership of the asset have passed to the company, are capitalised in the balance sheet and depreciated over their useful lives. The corresponding lease or hire purchase obligation is treated in the balance sheet as a liability.

The interest element of the rental obligations is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding.

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

Buckley Jewellery Limited
Notes to the Accounts
for the year ended 31 January 2014

Pensions

The company operates a defined contribution pension scheme. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

2 Analysis of turnover	2014	2013
	£	£
By activity:		
The design and distribution of jewellery	<u>11,714,616</u>	<u>13,114,981</u>
By geographical market:		
UK	5,759,064	7,826,091
Europe	1,475,433	1,907,988
North America	953,910	780,006
Rest of world	<u>3,526,209</u>	<u>2,600,896</u>
	<u>11,714,616</u>	<u>13,114,981</u>
3 Operating profit	2014	2013
	£	£
This is stated after charging:		
Depreciation of owned fixed assets	91,681	67,540
Operating lease rentals - plant and machinery	10,628	8,914
Operating lease rentals - land buildings	124,500	86,007
Auditors' remuneration for audit services	<u>15,000</u>	<u>15,000</u>
4 Exceptional items	2014	2013
	£	£
Loss on disposal of plant and machinery	<u>(2,820)</u>	<u>-</u>

Buckley Jewellery Limited
Notes to the Accounts
for the year ended 31 January 2014

5 Directors' emoluments

	2014	2013
	£	£
Emoluments	173,753	243,113
Company contributions to money purchase pension schemes	583	-
Payments to third parties for director's services	27,000	27,000
	<u>201,336</u>	<u>270,113</u>

Highest paid director: Emoluments	<u>145,705</u>	<u>221,400</u>
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Number of directors in company pension schemes:

	2014	2013
	Number	Number
Money purchase schemes	<u>1</u>	<u>-</u>

6 Staff costs

	2014	2013
	£	£
Wages and salaries	1,363,586	1,410,982
Social security costs	139,393	167,744
Other pension costs	47,672	87,738
	<u>1,550,651</u>	<u>1,666,464</u>

Average number of employees during the year

	Number	Number
Administration	20	22
Distribution	9	9
Sales	10	8
	<u>39</u>	<u>39</u>

7 Interest payable

	2014	2013
	£	£
Bank loans and overdrafts	2,792	18
Other loans	667	-
	<u>3,459</u>	<u>18</u>

Buckley Jewellery Limited
Notes to the Accounts
for the year ended 31 January 2014

8 Taxation

	2014	2013
	£	£
Analysis of charge in period		
Current tax:		
UK corporation tax on profits of the period	164,935	478,120
Adjustments in respect of previous periods	-	(4)
	<u>164,935</u>	<u>478,116</u>
Deferred tax:		
Origination and reversal of timing differences	8,692	14,948
	<u>173,627</u>	<u>493,064</u>
Tax on profit on ordinary activities	<u>173,627</u>	<u>493,064</u>

Factors affecting tax charge for period

The differences between the tax assessed for the period and the standard rate of corporation tax are explained as follows:

	2014	2013
	£	£
Profit on ordinary activities before tax	<u>776,382</u>	<u>1,920,818</u>
Standard rate of corporation tax in the UK	23%	24%
	£	£
Profit on ordinary activities multiplied by the standard rate of corporation tax	178,568	460,996
Effects of:		
Expenses not deductible for tax purposes	(2,423)	20,404
Capital allowances for period in excess of depreciation	(6,489)	(9,724)
UK tax not at standard rate	(4,721)	6,444
Adjustments to tax charge in respect of previous periods	-	(4)
Current tax charge for period	<u>164,935</u>	<u>478,116</u>

Factors that may affect future tax charges

The standard rate of corporation tax in the UK changed to 21% with effect from 1 April 2014.

Buckley Jewellery Limited
Notes to the Accounts
for the year ended 31 January 2014

9 Tangible fixed assets

	Short leasehold property £	Plant and machinery £	Total £
Cost			
At 1 February 2013	111,063	384,993	496,056
Additions	34,299	26,266	60,565
Disposals	-	(9,220)	(9,220)
At 31 January 2014	<u>145,362</u>	<u>402,039</u>	<u>547,401</u>
Depreciation			
At 1 February 2013	86,220	285,205	371,425
Charge for the year	21,757	69,924	91,681
On disposals	-	(6,400)	(6,400)
At 31 January 2014	<u>107,977</u>	<u>348,729</u>	<u>456,706</u>
Net book value			
At 31 January 2014	<u>37,385</u>	<u>53,310</u>	<u>90,695</u>
At 31 January 2013	<u>24,843</u>	<u>99,788</u>	<u>124,631</u>

10 Stocks

	2014 £	2013 £
Raw materials and consumables	201,864	255,102
Finished goods and goods for resale	<u>2,251,997</u>	<u>2,108,376</u>
	<u>2,453,861</u>	<u>2,363,478</u>

The difference between purchase price or production cost of stocks and their replacement cost is not material.

11 Debtors

	2014 £	2013 £
Trade debtors	1,877,128	2,631,206
Deferred tax asset (see note 13)	44,258	52,950
Other debtors	129,669	7,728
Prepayments and accrued income	<u>241,892</u>	<u>184,641</u>
	<u>2,292,947</u>	<u>2,876,525</u>

Buckley Jewellery Limited
Notes to the Accounts
for the year ended 31 January 2014

12 Creditors: amounts falling due within one year	2014	2013
	£	£
Trade creditors	1,446,497	752,997
Corporation tax	164,931	478,120
Other taxes and social security costs	39,327	87,943
Other creditors	345,886	49,981
Accruals and deferred income	1,482,244	1,995,324
	<u>3,478,885</u>	<u>3,364,365</u>

13 Deferred taxation	2014	2013
	£	£
Accelerated capital allowances	(44,258)	(52,950)
Undiscounted provision for deferred tax	(44,258)	(52,950)

	2014	2013
	£	£
At 1 February	(52,950)	(67,898)
Deferred tax charge in profit and loss account	8,692	14,948
At 31 January	<u>(44,258)</u>	<u>(52,950)</u>

14 Share capital	Nominal value	2014 Number	2014	2013
			£	£
Allotted, called up and fully paid:				
Ordinary shares	10p each	1,288,066	<u>128,806</u>	<u>128,806</u>

15 Share premium	2014
	£
At 1 February 2013	85,374
At 31 January 2014	<u>85,374</u>

16 Capital redemption reserve	2014
	£
At 1 February 2013	44,276
At 31 January 2014	<u>44,276</u>

Buckley Jewellery Limited
Notes to the Accounts
for the year ended 31 January 2014

17 Profit and loss account

2014
£

At 1 February 2013	2,386,257
Profit for the financial year	602,755
Dividends	(1,577,881)

At 31 January 2014	<u>1,411,131</u>
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18 Dividends

2014
£

2013
£

Dividends for which the company became liable during the year:
Dividends paid

<u>1,577,881</u>	<u>1,060,078</u>
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19 Reconciliation of movement in shareholders' funds

2014
£

2013
£

At 1 February	2,644,713	2,277,037
Profit for the financial year	602,755	1,427,754
Dividends	(1,577,881)	(1,060,078)

At 31 January	<u>1,669,587</u>	<u>2,644,713</u>
---------------	------------------	------------------

20 Gross cash flows

2014
£

2013
£

Returns on investments and servicing of finance

Interest received	4	548
Interest paid	(3,459)	(18)
	<u>(3,455)</u>	<u>530</u>

Capital expenditure

Payments to acquire tangible fixed assets	<u>(60,565)</u>	<u>(126,125)</u>
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21 Analysis of changes in net debt

	At 1 Feb 2013 £	Cash flows £	Non-cash changes £	At 31 Jan 2014 £
Cash at bank and in hand	644,444	(333,475)		310,969
Total	<u>644,444</u>	<u>(333,475)</u>	<u>-</u>	<u>310,969</u>

Buckley Jewellery Limited
Notes to the Accounts
for the year ended 31 January 2014

22 Post balance sheet events

On 1 February 2014 the company sold the rights and intellectual property relating to the business that they had previously carried on with Marks and Spencer. The consideration is dependent upon the performance of the business over the twelve months following sale with an initial consideration of £487,805. Buckley Jewellery Limited's turnover with Marks and Spencer in the year to 31 January 2014 was approximately £3m.

23 Other financial commitments

At the year end the company had annual commitments under non-cancellable operating leases as set out below:

	Land and buildings 2014 £	Land and buildings 2013 £	Other 2014 £	Other 2013 £
Operating leases which expire:				
within one year	15,750	15,750	939	2,662
within two to five years	103,500	103,500	13,931	6,515
	<u>119,250</u>	<u>119,250</u>	<u>14,870</u>	<u>9,177</u>

24 Related party transactions

Mr A J L Buckley, Mrs R E Buckley and Sir W E Peacock
 Directors
 Dividends paid of £1,577,881.

25 Ultimate controlling party

The company was under the control of Mr A J Buckley throughout the current and previous year.