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REGISTERED NUMBER: 04340639 (England and Wales)

**The Franklyn Group Limited and its  
subsidiary undertaking**

**Group Strategic Report,  
Report of the Directors and  
Consolidated Financial Statements**

**Year Ended 30 June 2015**

Jolliffe Cork LLP  
Chartered Accountants & Statutory Auditor  
33 George Street  
Wakefield  
West Yorkshire  
WF1 1LX

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**The Franklyn Group Limited and its subsidiary undertaking**

**Contents of the Consolidated Financial Statements  
for the year ended 30 June 2015**

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**The Franklyn Group Limited and its subsidiary undertaking**

**Company Information  
for the year ended 30 June 2015**

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**DIRECTORS:**

Mr R A Fleming  
Mrs S A MacArthur

**SECRETARY:**

Mr R A Fleming

**REGISTERED OFFICE:**

33 George Street  
Wakefield  
West Yorkshire  
WF1 1LX

**REGISTERED NUMBER:**

04340639 (England and Wales)

**AUDITORS:**

Jolliffe Cork LLP  
Chartered Accountants & Statutory Auditor  
33 George Street  
Wakefield  
West Yorkshire  
WF1 1LX

**BANKERS:**

Barclays Bank Plc  
Sheffield City 2  
Leicestershire  
LE87 2BB

# **The Franklyn Group Limited and its subsidiary undertaking**

## **Group Strategic Report for the year ended 30 June 2015**

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The directors present their strategic report of the company and the group for the year ended 30 June 2015.

### **REVIEW OF BUSINESS**

The directors are pleased with the results for the year. All of the care homes have made a contribution and occupancy rates have been good on the whole. The pressure on the business for compliance and Health and Safety are constantly increasing but we have invested substantially in our systems so that we are fully compliant.

We are pleased that the subsidiary company, The Franklyn (Developments) Limited, has reported its best results for a number of years.

### **PRINCIPAL RISKS AND UNCERTAINTIES**

The major risks to the business are the recruitment and retention of good quality staff, the ever changing legislation and increasing staff costs. We use our experience to manage these issues carefully, balancing cost control with providing a caring and safe environment for our residents.

### **ON BEHALF OF THE BOARD:**



Mr R A Fleming - Secretary

27 November 2015

# **The Franklyn Group Limited and its subsidiary undertaking**

## **Report of the Directors for the year ended 30 June 2015**

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The directors present their report with the financial statements of the company and the group for the year ended 30 June 2015.

### **PRINCIPAL ACTIVITY**

The principal activity of the group in the year under review was that of care homes, care home agents and property developers.

### **DIVIDENDS**

Interim dividends totalling £1.24689 per share were paid during the year. The directors recommend that no final dividend be paid.

The total distribution of dividends for the year ended 30 June 2015 will be £50,000.

### **DIRECTORS**

The directors shown below have held office during the whole of the period from 1 July 2014 to the date of this report.

Mr R A Fleming  
Mrs S A MacArthur

### **STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing the Report of the Directors 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 the group and of the profit or loss of the group for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and 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 and the group's transactions and disclose with reasonable accuracy at any time the financial position of the company and the group 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 the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

### **STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS**

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the group's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the group's auditors are aware of that information.

**The Franklyn Group Limited and its subsidiary undertaking**

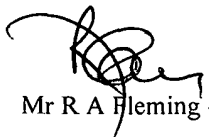
**Report of the Directors  
for the year ended 30 June 2015**

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**AUDITORS**

The auditors, Jolliffe Cork LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

**ON BEHALF OF THE BOARD:**



Mr R A Fleming - Secretary

27 November 2015

## **Report of the Independent Auditors to the Members of The Franklyn Group Limited and its subsidiary undertaking**

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We have audited the financial statements of The Franklyn Group Limited and its subsidiary undertaking for the year ended 30 June 2015 on pages seven to twenty six. 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 a Report of the Auditors 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 set out on page three, 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 group's and the parent company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Group Strategic Report and the Report of the Directors to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

### **Opinion on financial statements**

In our opinion the financial statements:

- give a true and fair view of the state of the group's and of the parent company's affairs as at 30 June 2015 and of the group's profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

### **Opinion on other matter prescribed by the Companies Act 2006**

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

## **Report of the Independent Auditors to the Members of The Franklyn Group Limited and its subsidiary undertaking**

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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 by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Adam Perkin FCA (Senior Statutory Auditor)  
for and on behalf of Jolliffe Cork LLP  
Chartered Accountants & Statutory Auditor  
33 George Street  
Wakefield  
West Yorkshire  
WF1 1LX

27 November 2015

**The Franklyn Group Limited and its subsidiary undertaking**

**Consolidated Profit and Loss Account  
for the year ended 30 June 2015**

	Notes	2015 £	2014 £
<b>TURNOVER</b>		<b>2,805,346</b>	<b>2,585,025</b>
Cost of sales		<u>142,620</u>	<u>149,709</u>
<b>GROSS PROFIT</b>		<b>2,662,726</b>	<b>2,435,316</b>
Administrative expenses		<u>2,066,217</u>	<u>2,059,943</u>
		<b>596,509</b>	<b>375,373</b>
Other operating income		<u>28,237</u>	<u>28,513</u>
<b>OPERATING PROFIT</b>	3	<b>624,746</b>	<b>403,886</b>
Interest receivable and similar income		<u>285</u>	<u>18</u>
		<b>625,031</b>	<b>403,904</b>
Interest payable and similar charges	4	<u>44,237</u>	<u>64,170</u>
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		<b>580,794</b>	<b>339,734</b>
Tax on profit on ordinary activities	5	<u>67,225</u>	<u>71,845</u>
<b>PROFIT FOR THE FINANCIAL YEAR FOR THE GROUP</b>		<b><u>513,569</u></b>	<b><u>267,889</u></b>

**CONTINUING OPERATIONS**

None of the group's activities were acquired or discontinued during the current year or previous year.

**TOTAL RECOGNISED GAINS AND LOSSES**

The group has no recognised gains or losses other than the profits for the current year or previous year.

The notes form part of these financial statements

**The Franklyn Group Limited and its subsidiary undertaking (Registered number: 04340639)**

**Consolidated Balance Sheet**  
**30 June 2015**

		2015		2014	
	Notes	£	£	£	£
<b>FIXED ASSETS</b>					
Intangible assets	8		40,000		40,000
Tangible assets	9		5,780,081		5,715,147
Investments	10		-		-
			<u>5,820,081</u>		<u>5,755,147</u>
<b>CURRENT ASSETS</b>					
Stocks	11	5,118		5,203	
Debtors	12	118,065		161,764	
Cash at bank and in hand		<u>646,081</u>		<u>531,205</u>	
		769,264		698,172	
<b>CREDITORS</b>					
Amounts falling due within one year	13	<u>468,358</u>		<u>477,410</u>	
<b>NET CURRENT ASSETS</b>			<u>300,906</u>		<u>220,762</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			6,120,987		5,975,909
<b>CREDITORS</b>					
Amounts falling due after more than one year	14		(2,526,967)		(2,840,221)
<b>PROVISIONS FOR LIABILITIES</b>	18		<u>(14,356)</u>		<u>(19,593)</u>
<b>NET ASSETS</b>			<u>3,579,664</u>		<u>3,116,095</u>

The notes form part of these financial statements

**The Franklyn Group Limited and its subsidiary undertaking (Registered number: 04340639)**

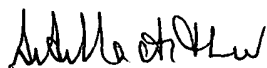
**Consolidated Balance Sheet - continued**  
**30 June 2015**

		2015		2014	
	Notes	£	£	£	£
<b>CAPITAL AND RESERVES</b>					
Called up share capital	19		201,000		201,000
Revaluation reserve	20		1,990,747		1,990,747
Profit and loss account	20		<u>1,387,917</u>		<u>924,348</u>
<b>SHAREHOLDERS' FUNDS</b>	23		<u><u>3,579,664</u></u>		<u><u>3,116,095</u></u>

The financial statements were approved by the Board of Directors on 27 November 2015 and were signed on its behalf by:



Mr R A Fleming - Director



Mrs S A MacArthur - Director

The notes form part of these financial statements

**The Franklyn Group Limited and its subsidiary undertaking (Registered number: 04340639)**

**Company Balance Sheet**  
**30 June 2015**

		2015		2014	
	Notes	£	£	£	£
<b>FIXED ASSETS</b>					
Intangible assets	8		-		-
Tangible assets	9		5,762,617		5,691,734
Investments	10		<u>40,200</u>		<u>40,200</u>
			5,802,817		5,731,934
<b>CURRENT ASSETS</b>					
Stocks	11	4,350		4,350	
Debtors	12	252,861		253,756	
Cash at bank and in hand		<u>387,705</u>		<u>505,653</u>	
		644,916		763,759	
<b>CREDITORS</b>					
Amounts falling due within one year	13	<u>410,988</u>		<u>422,634</u>	
<b>NET CURRENT ASSETS</b>			<u>233,928</u>		<u>341,125</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			6,036,745		6,073,059
<b>CREDITORS</b>					
Amounts falling due after more than one year	14		(2,526,967)		(2,840,221)
<b>PROVISIONS FOR LIABILITIES</b>	18		<u>(14,356)</u>		<u>(19,593)</u>
<b>NET ASSETS</b>			<u><u>3,495,422</u></u>		<u><u>3,213,245</u></u>

The notes form part of these financial statements

**The Franklyn Group Limited and its subsidiary undertaking (Registered number: 04340639)**

**Company Balance Sheet - continued**  
**30 June 2015**

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	Notes	2015 £	2014 £
<b>CAPITAL AND RESERVES</b>			
Called up share capital	19	201,000	201,000
Revaluation reserve	20	1,990,747	1,990,747
Profit and loss account	20	<u>1,303,675</u>	<u>1,021,498</u>
<b>SHAREHOLDERS' FUNDS</b>	23	<u><u>3,495,422</u></u>	<u><u>3,213,245</u></u>

The financial statements were approved by the Board of Directors on 27 November 2015 and were signed on its behalf by:

  
Mr R A Fleming - Director



Mrs S A MacArthur - Director

The notes form part of these financial statements

**The Franklyn Group Limited and its subsidiary undertaking**

**Consolidated Cash Flow Statement  
for the year ended 30 June 2015**

	Notes	2015 £	2014 £
Net cash inflow from operating activities	1	528,879	529,289
Returns on investments and servicing of finance	2	(43,952)	(64,152)
Taxation		(69,280)	(27,677)
Capital expenditure	2	(60,388)	(20,765)
Equity dividends paid		<u>(50,000)</u>	<u>-</u>
		305,259	416,695
Financing	2	<u>(190,383)</u>	<u>(41,721)</u>
Increase in cash in the period		<u>114,876</u>	<u>374,974</u>
Reconciliation of net cash flow to movement in net debt	3		
Increase in cash in the period		114,876	374,974
Cash outflow from decrease in debt and lease financing		<u>190,383</u>	<u>41,721</u>
Change in net debt resulting from cash flows		305,259	416,695
New finance leases		<u>(48,000)</u>	<u>-</u>
Movement in net debt in the period		257,259	416,695
Net debt at 1 July		<u>(2,168,795)</u>	<u>(2,585,490)</u>
Net debt at 30 June		<u>(1,911,536)</u>	<u>(2,168,795)</u>

The notes form part of these financial statements

**The Franklyn Group Limited and its subsidiary undertaking**

**Notes to the Consolidated Cash Flow Statement  
for the year ended 30 June 2015**

**1. RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES**

	2015	2014
	£	£
Operating profit	624,746	403,886
Depreciation charges	43,308	36,116
Loss on disposal of fixed assets	146	2,992
Decrease/(increase) in stocks	85	(144)
Decrease/(increase) in debtors	43,699	(28,039)
(Decrease)/increase in creditors	<u>(183,105)</u>	<u>114,478</u>
<b>Net cash inflow from operating activities</b>	<b><u>528,879</u></b>	<b><u>529,289</u></b>

**2. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT**

	2015	2014
	£	£
<b>Returns on investments and servicing of finance</b>		
Interest received	285	18
Interest paid	<u>(44,237)</u>	<u>(64,170)</u>
<b>Net cash outflow for returns on investments and servicing of finance</b>	<b><u>(43,952)</u></b>	<b><u>(64,152)</u></b>
<b>Capital expenditure</b>		
Purchase of intangible fixed assets	-	(200)
Purchase of tangible fixed assets	<u>(77,585)</u>	<u>(30,065)</u>
Sale of tangible fixed assets	<u>17,197</u>	<u>9,500</u>
<b>Net cash outflow for capital expenditure</b>	<b><u>(60,388)</u></b>	<b><u>(20,765)</u></b>
<b>Financing</b>		
Loan repayments in year	<u>(150,360)</u>	<u>(41,721)</u>
Capital repayments in year	<u>(40,023)</u>	<u>-</u>
<b>Net cash outflow from financing</b>	<b><u>(190,383)</u></b>	<b><u>(41,721)</u></b>

The notes form part of these financial statements

# The Franklyn Group Limited and its subsidiary undertaking

## Notes to the Consolidated Cash Flow Statement for the year ended 30 June 2015

### 3. ANALYSIS OF CHANGES IN NET DEBT

	At 1.7.14 £	Cash flow £	Other non-cash changes £	At 30.6.15 £
Net cash:				
Cash at bank and in hand	<u>531,205</u>	<u>114,876</u>		<u>646,081</u>
	<u>531,205</u>	<u>114,876</u>		<u>646,081</u>
Debt:				
Hire purchase	-	40,023	(48,000)	(7,977)
Debts falling due within one year	(150,004)	(3,765)	-	(153,769)
Debts falling due after one year	<u>(2,549,996)</u>	<u>154,125</u>	<u>-</u>	<u>(2,395,871)</u>
	<u>(2,700,000)</u>	<u>190,383</u>	<u>(48,000)</u>	<u>(2,557,617)</u>
Total	<u>(2,168,795)</u>	<u>305,259</u>	<u>(48,000)</u>	<u>(1,911,536)</u>

The notes form part of these financial statements

# **The Franklyn Group Limited and its subsidiary undertaking**

## **Notes to the Consolidated Financial Statements for the year ended 30 June 2015**

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### **1. ACCOUNTING POLICIES**

#### **Accounting convention**

The financial statements have been prepared under the historical cost convention.

#### **Turnover**

The turnover shown in the profit and loss account represents amounts invoiced during the year.

#### **Goodwill**

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Goodwill - 10% straight line

#### **Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Freehold property	- 1% on cost
Fixtures and fittings	- 15% on cost
Motor vehicles	- 25% on reducing balance
Computer equipment	- 15% on cost

Fixed assets are initially recorded at cost.

No depreciation is provided on freehold land.

#### **Stocks**

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

#### **Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

#### **Hire purchase and leasing commitments**

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

#### **Pension costs and other post-retirement benefits**

The group operates a defined contribution pension scheme. Contributions payable to the group's pension scheme are charged to the profit and loss account in the period to which they relate.

# The Franklyn Group Limited and its subsidiary undertaking

## Notes to the Consolidated Financial Statements - continued for the year ended 30 June 2015

### 2. STAFF COSTS

	2015	2014
	£	£
Wages and salaries	1,342,650	1,332,842
Social security costs	105,465	98,920
Other pension costs	3,520	3,520
	<u>1,451,635</u>	<u>1,435,282</u>

The average monthly number of employees during the year was as follows:

	2015	2014
Management	5	5
Care home staff	88	95
Administration	<u>5</u>	<u>5</u>
	<u>98</u>	<u>105</u>

### 3. OPERATING PROFIT

The operating profit is stated after charging:

	2015	2014
	£	£
Depreciation - owned assets	34,385	35,501
Depreciation - assets on hire purchase contracts	8,923	-
Loss on disposal of fixed assets	146	2,992
Goodwill amortisation	-	616
Auditors' remuneration	<u>8,094</u>	<u>6,300</u>
Directors' remuneration	112,123	116,811
Directors' pension contributions to money purchase schemes	<u>3,520</u>	<u>3,520</u>

The number of directors to whom retirement benefits were accruing was as follows:

Money purchase schemes	<u>1</u>	<u>1</u>
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In addition to remuneration for the audit, the auditors have also levied the following fees:

	2015	2014
	£	£
Audit of subsidiary undertaking	2,550	2,550
Tax advisory services	1,125	1,075
Other services	<u>600</u>	<u>500</u>
	<u>4,275</u>	<u>4,125</u>

# The Franklyn Group Limited and its subsidiary undertaking

## Notes to the Consolidated Financial Statements - continued for the year ended 30 June 2015

### 4. INTEREST PAYABLE AND SIMILAR CHARGES

	2015	2014
	£	£
Bank interest	38,823	57,756
Interest on other loans	<u>5,414</u>	<u>6,414</u>
	<u>44,237</u>	<u>64,170</u>

### 5. TAXATION

#### Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows:

	2015	2014
	£	£
Current tax:		
UK corporation tax	72,462	69,281
Deferred tax	<u>(5,237)</u>	<u>2,564</u>
Tax on profit on ordinary activities	<u>67,225</u>	<u>71,845</u>

#### Factors affecting the tax charge

The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below:

	2015	2014
	£	£
Profit on ordinary activities before tax	<u>580,794</u>	<u>339,734</u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 21% (2014 - 23%)	121,967	78,139
Effects of:		
Expenses not deductible for tax purposes	(122)	(3,945)
Capital allowances in excess of depreciation	(10,530)	(1,682)
Utilisation of tax losses	(33,682)	(983)
Change of rates	<u>(5,171)</u>	<u>(2,248)</u>
Current tax charge	<u>72,462</u>	<u>69,281</u>

### 6. PROFIT OF PARENT COMPANY

As permitted by Section 408 of the Companies Act 2006, the Profit and Loss Account of the parent company is not presented as part of these financial statements. The parent company's profit for the financial year was £332,177 (2014 - £240,009).

**The Franklyn Group Limited and its subsidiary undertaking**

**Notes to the Consolidated Financial Statements - continued  
for the year ended 30 June 2015**

**7. DIVIDENDS**

	<b>2015</b>	<b>2014</b>
	<b>£</b>	<b>£</b>
Interim	<u><b>50,000</b></u>	<u><b>-</b></u>

**8. INTANGIBLE FIXED ASSETS**

**Group**

	<b>Goodwill</b>
	<b>£</b>
<b>COST</b>	
At 1 July 2014	
and 30 June 2015	<u><b>140,200</b></u>
<b>AMORTISATION</b>	
At 1 July 2014	
and 30 June 2015	<u><b>100,200</b></u>
<b>NET BOOK VALUE</b>	
At 30 June 2015	<u><b>40,000</b></u>
At 30 June 2014	<u><b>40,000</b></u>

**Company**

	<b>Goodwill</b>
	<b>£</b>
<b>COST</b>	
At 1 July 2014	
and 30 June 2015	<u><b>100,000</b></u>
<b>AMORTISATION</b>	
At 1 July 2014	
and 30 June 2015	<u><b>100,000</b></u>
<b>NET BOOK VALUE</b>	
At 30 June 2015	<u><b>-</b></u>
At 30 June 2014	<u><b>-</b></u>

**The Franklyn Group Limited and its subsidiary undertaking**

**Notes to the Consolidated Financial Statements - continued  
for the year ended 30 June 2015**

**9. TANGIBLE FIXED ASSETS**

**Group**

	Freehold property £	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
<b>COST</b>					
At 1 July 2014	5,578,164	150,314	74,604	61,936	5,865,018
Additions	-	73,640	50,796	1,149	125,585
Disposals	-	-	(62,124)	-	(62,124)
At 30 June 2015	<u>5,578,164</u>	<u>223,954</u>	<u>63,276</u>	<u>63,085</u>	<u>5,928,479</u>
<b>DEPRECIATION</b>					
At 1 July 2014	-	63,814	47,671	38,386	149,871
Charge for year	-	24,849	12,370	6,089	43,308
Eliminated on disposal	-	-	(44,781)	-	(44,781)
At 30 June 2015	-	<u>88,663</u>	<u>15,260</u>	<u>44,475</u>	<u>148,398</u>
<b>NET BOOK VALUE</b>					
At 30 June 2015	<u>5,578,164</u>	<u>135,291</u>	<u>48,016</u>	<u>18,610</u>	<u>5,780,081</u>
At 30 June 2014	<u>5,578,164</u>	<u>86,500</u>	<u>26,933</u>	<u>23,550</u>	<u>5,715,147</u>

The property was valued in November 2013 on a Market Value basis by Edward Symmons. The directors are of the opinion that this represents the fair value of the property at the balance sheet date.

The historical cost of the revalued assets is £3,569,919 (2014: £3,569,919).

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Motor vehicles £
<b>COST</b>	
Additions	<u>48,000</u>
At 30 June 2015	<u>48,000</u>
<b>DEPRECIATION</b>	
Charge for year	<u>8,923</u>
At 30 June 2015	<u>8,923</u>
<b>NET BOOK VALUE</b>	
At 30 June 2015	<u>39,077</u>

**The Franklyn Group Limited and its subsidiary undertaking**

**Notes to the Consolidated Financial Statements - continued  
for the year ended 30 June 2015**

**9. TANGIBLE FIXED ASSETS - continued**

**Company**

	<b>Freehold property £</b>	<b>Fixtures and fittings £</b>	<b>Motor vehicles £</b>	<b>Computer equipment £</b>	<b>Totals £</b>
<b>COST</b>					
At 1 July 2014	5,578,164	142,505	87,084	1,894	5,809,647
Additions	-	73,640	50,796	1,149	125,585
Disposals	-	-	(62,124)	-	(62,124)
At 30 June 2015	<u>5,578,164</u>	<u>216,145</u>	<u>75,756</u>	<u>3,043</u>	<u>5,873,108</u>
<b>DEPRECIATION</b>					
At 1 July 2014	-	56,004	60,150	1,759	117,913
Charge for year	-	24,849	12,370	140	37,359
Eliminated on disposal	-	-	(44,781)	-	(44,781)
At 30 June 2015	-	<u>80,853</u>	<u>27,739</u>	<u>1,899</u>	<u>110,491</u>
<b>NET BOOK VALUE</b>					
At 30 June 2015	<u>5,578,164</u>	<u>135,292</u>	<u>48,017</u>	<u>1,144</u>	<u>5,762,617</u>
At 30 June 2014	<u>5,578,164</u>	<u>86,501</u>	<u>26,934</u>	<u>135</u>	<u>5,691,734</u>

The property was valued in November 2013 on a Market Value basis by Edward Symmons. The directors are of the opinion that this represents the fair value of the property at the balance sheet date.

The historical cost of the revalued assets is £3,569,919 (2014: £3,569,919).

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	<b>Motor vehicles £</b>
<b>COST</b>	
Additions	<u>48,000</u>
At 30 June 2015	<u>48,000</u>
<b>DEPRECIATION</b>	
Charge for year	<u>8,923</u>
At 30 June 2015	<u>8,923</u>
<b>NET BOOK VALUE</b>	
At 30 June 2015	<u>39,077</u>

**The Franklyn Group Limited and its subsidiary undertaking**

**Notes to the Consolidated Financial Statements - continued  
for the year ended 30 June 2015**

**10. FIXED ASSET INVESTMENTS**

**Company**

**Shares in  
group  
undertakings  
£**

**COST**

At 1 July 2014  
and 30 June 2015

**40,200**

**NET BOOK VALUE**

At 30 June 2015

**40,200**

At 30 June 2014

**40,200**

**11. STOCKS**

	<b>Group</b>		<b>Company</b>	
	<b>2015</b>	<b>2014</b>	<b>2015</b>	<b>2014</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Stocks	<u><b>5,118</b></u>	<u><b>5,203</b></u>	<u><b>4,350</b></u>	<u><b>4,350</b></u>

**12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<b>Group</b>		<b>Company</b>	
	<b>2015</b>	<b>2014</b>	<b>2015</b>	<b>2014</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Trade debtors	<b>57,119</b>	<b>90,612</b>	<b>56,389</b>	<b>76,747</b>
Amounts owed by group undertakings	-	-	<b>153,440</b>	<b>137,871</b>
Other debtors	<b>600</b>	<b>11,300</b>	<b>600</b>	<b>1,000</b>
VAT	-	<b>530</b>	-	-
Prepayments and accrued income	<u><b>60,346</b></u>	<u><b>59,322</b></u>	<u><b>42,432</b></u>	<u><b>38,138</b></u>
	<u><b>118,065</b></u>	<u><b>161,764</b></u>	<u><b>252,861</b></u>	<u><b>253,756</b></u>

**The Franklyn Group Limited and its subsidiary undertaking**

**Notes to the Consolidated Financial Statements - continued  
for the year ended 30 June 2015**

**13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<b>Group</b>		<b>Company</b>	
	<b>2015</b>	<b>2014</b>	<b>2015</b>	<b>2014</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Bank loans and overdrafts (see note 15)	153,769	150,004	153,769	150,004
Hire purchase contracts (see note 16)	6,306	-	6,306	-
Trade creditors	77,815	103,996	64,732	69,556
Tax	72,462	69,280	72,462	69,280
Social security and other taxes	29,865	25,588	16,047	18,892
VAT	27,469	-	-	-
Other creditors	42,632	27,101	42,632	27,101
Accruals and deferred income	58,040	101,441	55,040	87,801
	<u>468,358</u>	<u>477,410</u>	<u>410,988</u>	<u>422,634</u>

**14. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	<b>Group</b>		<b>Company</b>	
	<b>2015</b>	<b>2014</b>	<b>2015</b>	<b>2014</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Bank loans (see note 15)	2,395,871	2,549,996	2,395,871	2,549,996
Hire purchase contracts (see note 16)	1,671	-	1,671	-
Directors loan account	99,725	249,725	99,725	249,725
Accruals and deferred income	29,700	40,500	29,700	40,500
	<u>2,526,967</u>	<u>2,840,221</u>	<u>2,526,967</u>	<u>2,840,221</u>

**The Franklyn Group Limited and its subsidiary undertaking**

**Notes to the Consolidated Financial Statements - continued  
for the year ended 30 June 2015**

**15. LOANS**

An analysis of the maturity of loans is given below:

	<b>Group</b>		<b>Company</b>	
	<b>2015</b>	<b>2014</b>	<b>2015</b>	<b>2014</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Amounts falling due within one year or on demand:				
Bank loans	<u>153,769</u>	<u>150,004</u>	<u>153,769</u>	<u>150,004</u>
Amounts falling due between one and two years:				
Bank loans	<u>157,754</u>	<u>153,769</u>	<u>157,754</u>	<u>153,769</u>
Amounts falling due between two and five years:				
Bank loans	<u>497,808</u>	<u>485,440</u>	<u>497,808</u>	<u>485,440</u>
Amounts falling due in more than five years:				
Repayable by instalments				
Bank loans	<u>1,740,309</u>	<u>1,910,787</u>	<u>1,740,309</u>	<u>1,910,787</u>

**16. OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS AND LEASES**

**Group**

	<b>Hire purchase contracts</b>	
	<b>2015</b>	<b>2014</b>
	<b>£</b>	<b>£</b>
Net obligations repayable:		
Within one year	6,306	-
Between one and five years	<u>1,671</u>	<u>-</u>
	<u>7,977</u>	<u>-</u>

**Company**

	<b>Hire purchase contracts</b>	
	<b>2015</b>	<b>2014</b>
	<b>£</b>	<b>£</b>
Net obligations repayable:		
Within one year	6,306	-
Between one and five years	<u>1,671</u>	<u>-</u>
	<u>7,977</u>	<u>-</u>

# The Franklyn Group Limited and its subsidiary undertaking

## Notes to the Consolidated Financial Statements - continued for the year ended 30 June 2015

### 16. OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS AND LEASES - continued

The following operating lease payments are committed to be paid within one year:

#### Group

	Land and buildings	
	2015	2014
	£	£
Expiring:		
In more than five years	<u>35,906</u>	<u>35,906</u>

### 17. SECURED DEBTS

The following secured debts are included within creditors:

	Group		Company	
	2015	2014	2015	2014
	£	£	£	£
Bank loans	2,549,640	-	2,549,640	2,700,000
Hire purchase contracts	<u>7,977</u>	<u>-</u>	<u>7,977</u>	<u>-</u>
	<u>2,557,617</u>	<u>-</u>	<u>2,557,617</u>	<u>2,700,000</u>

Security is held by way of a cross guarantee from Sirtin Limited and a first legal charge dated 2 April 2014 over the the companys freehold property: Stobars Hall, Kirkby Hall, Cumbria; Kirkwood, 35 Moorfield Road, Ben Rhydding; The Gatehouse, 9 Manor Road, Harrogate and that of Sirtin Limited; Hillcrest, Byng road, Catterick Garrison.

Obligations under hire purchase are secured against the asset to which they relate.

### 18. PROVISIONS FOR LIABILITIES

	Group		Company	
	2015	2014	2015	2014
	£	£	£	£
Deferred tax	<u>14,356</u>	<u>19,593</u>	<u>14,356</u>	<u>19,593</u>

#### Group

	Deferred tax
	£
Balance at 1 July 2014	19,593
Accelerated capital allowances	<u>(5,237)</u>
Balance at 30 June 2015	<u>14,356</u>

**The Franklyn Group Limited and its subsidiary undertaking**

**Notes to the Consolidated Financial Statements - continued  
for the year ended 30 June 2015**

**18. PROVISIONS FOR LIABILITIES - continued**

**Company**

	Deferred tax £
Balance at 1 July 2014	19,593
Accelerated capital allowances	<u>(5,237)</u>
Balance at 30 June 2015	<u>14,356</u>

**19. CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:

Number:	Class:	Nominal value: £1	2015 £	2014 £
201,000	Ordinary		<u>201,000</u>	<u>201,000</u>

**20. RESERVES**

**Group**

	Profit and loss account £	Revaluation reserve £	Totals £
At 1 July 2014	924,348	1,990,747	2,915,095
Profit for the year	513,569		513,569
Dividends	<u>(50,000)</u>		<u>(50,000)</u>
At 30 June 2015	<u>1,387,917</u>	<u>1,990,747</u>	<u>3,378,664</u>

**Company**

	Profit and loss account £	Revaluation reserve £	Totals £
At 1 July 2014	1,021,498	1,990,747	3,012,245
Profit for the year	332,177		332,177
Dividends	<u>(50,000)</u>		<u>(50,000)</u>
At 30 June 2015	<u>1,303,675</u>	<u>1,990,747</u>	<u>3,294,422</u>

**21. CONTINGENT LIABILITIES**

The group is subject to a cross guarantee dated 2 April 2014 for the liabilities of Sirtin Limited.

# The Franklyn Group Limited and its subsidiary undertaking

## Notes to the Consolidated Financial Statements - continued for the year ended 30 June 2015

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### 22. RELATED PARTY DISCLOSURES

The group was under the control of Mr R A Fleming throughout the current year and previous year.

During the year the company has paid rent in the sum of £35,906 (2014: £35,906) to the RAF Partnership, in which Mr R A Fleming is a partner.

### 23. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

#### Group

	2015 £	2014 £
Profit for the financial year	513,569	267,889
Dividends	(50,000)	-
<b>Net addition to shareholders' funds</b>	<b>463,569</b>	<b>267,889</b>
Opening shareholders' funds	<u>3,116,095</u>	<u>2,848,206</u>
<b>Closing shareholders' funds</b>	<b><u>3,579,664</u></b>	<b><u>3,116,095</u></b>

#### Company

	2015 £	2014 £
Profit for the financial year	332,177	240,009
Dividends	(50,000)	-
<b>Net addition to shareholders' funds</b>	<b>282,177</b>	<b>240,009</b>
Opening shareholders' funds	<u>3,213,245</u>	<u>2,973,236</u>
<b>Closing shareholders' funds</b>	<b><u>3,495,422</u></b>	<b><u>3,213,245</u></b>