

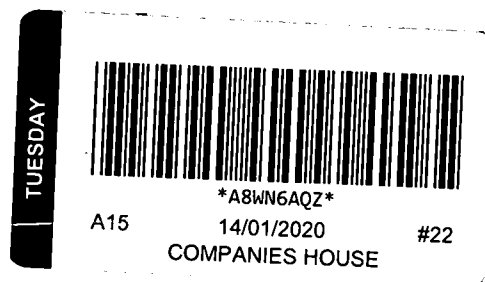
Strategic Report, Report of the Directors and

Financial Statements

for the Period 26 April 2018 to 24 April 2019

for

C & H Fabrics Limited



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for the Period 26 April 2018 to 24 April 2019

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C & H Fabrics Limited

Company Information
for the Period 26 April 2018 to 24 April 2019

DIRECTORS: J R C Hamblin
T D Hamblin
R A Hamblin

SECRETARY: S Murdoch

REGISTERED OFFICE: Stone House
21-23 Church Road
Tunbridge Wells
Kent
TN1 1HT

REGISTERED NUMBER: 00274554 (England and Wales)

SENIOR STATUTORY AUDITOR: Aidan Smyth

AUDITORS: Peter Hodgson & Co. Ltd. (Statutory Auditor)
Chartered Accountants
Shadwell House
65 Lower Green Road
Tunbridge Wells
Kent
TN4 8TW

Strategic Report
for the Period 26 April 2018 to 24 April 2019

The directors present their strategic report for the period 26 April 2018 to 24 April 2019.

REVIEW OF BUSINESS

The accounts are prepared for the period 26 April 2018 to 24th April 2019.

The trend towards in-home furnishing consultancy has continued, with footfall and turnover on High Streets still proving much more challenging. Political and economic uncertainty over Brexit in this period has continued to hamper transactions in the housing market and therefore remains a distraction to higher value home furnishing purchases. There has undoubtedly been a shifting mindset from landlords, who are only now beginning to accept the significant changes that have taken place on Britain's high streets and reflecting these in rental prices. We will look to do further work with our landlords on achieving more sustainable rents in the coming year. Business rates remain a considerable burden on the business, and rateable values are now very disproportionate to rental figures. The apparent lack of desire from central government to levy appropriate taxes on digital giants, as well as a reluctance to review the archaic business rates system is a continued cause for concern for the remaining bricks and mortar retailers.

Online revenue from the e-commerce website grew by 6% in the period, as more budget was committed to a new digital marketing strategy. This was partially hampered by substantial development work to certain functionality on the website, and a much greater increase in turnover is expected in the coming year.

In June 2018, the haberdashery concession within Beales Department store in Yeovil was relocated to their flagship store in Bournemouth which was hoped to be a more productive site.

Other concession contribution during the period from our four Haberdasher's Kitchen Coffee Shops remained fairly static, though various brands were changed in the period and further growth is expected from this part of the business in the next period.

FINANCIAL REVIEW

Turnover for the period amounted to £11,731,782. This was 5.5% down on the previous period and is made up of reduced sales in the eight high street stores, as well as the reduction in size of the Windsor store to a much smaller concession which accounted for 1.3% of this overall decline. Lengthy public realm and road works in certain towns has also had significant impact on footfall and sales.

The Company declared a net loss on ordinary operations before taxation of £199,551. As a result of this, as well as the strategic reduction in stock holding and reduced fixtures from the downsizing of the Windsor store during the period, the net assets of the company decreased to £741,778 at the financial period end. Gross profit for the period was 54.9% which was in line with expectation, and 0.8% down on the previous period as the Company fought harder to generate sales.

Overall trading costs fell during the period by 5.3% to £6,638,525. This was achieved through an extensive cost reduction programme across the business, with specific success in offsetting the Living Wage and reducing overall salaries and staff costs, as well as cutting overall spend on energy costs, window display, repairs and renewals and rent due to the changes in Windsor. As anticipated, after significant expenditure on re-branding and shop-fitting in the previous period, this number fell significantly in the current period to £12,643 though overall depreciation increased slightly.

These results reflect the continued general decline across the entire high street retail sector in consumer confidence and spending. High rents and business rates continue to be a significant ongoing cost to high street businesses and are inelastic and un-reactive to the changes in spending between stores and online.

Strategic Report
for the Period 26 April 2018 to 24 April 2019

PRINCIPAL RISKS AND UNCERTAINTIES

Similar to last year, the company considers there is no greater risk to the business than a reducing retail offer in town centres and the increasing number of vacant premises. The inelasticity of rents and rates to react to reduced high street footfall and sales, as well as the unwillingness of central government to levy business rates and corporation taxes more proportionately across online and offline retailers are undoubtedly contributory to the large numbers of failures that continue to be seen with the retail sector.

The company believes these factors will ultimately have to redress themselves, but only when existing high street leases expire or landlords become more realistic about the current circumstances, and after the appointment of a government who is genuinely committed to tackling the digital giants to pay their fair share of business rates. Local councils have to be more considerate of retailers and rates payers in the towns when carrying out their endless roadworks and public realm schemes rather than continually biting the hands that feed them.

FUTURE PLANS

In light of the company's performance over the last two years, focus for the forthcoming period will be on finding ways to increase turnover without giving up too much gross margin, as well as continuing to consolidate costs. The company will continue to engage with its landlords to look for rent support, particularly in the poorest performing sites as this is the only remaining area of costs where little has been achieved.

The e-commerce website allied to an evolving digital marketing strategy is expected to increase online sales significantly. It is hoped concessions can add more contribution also.

A continued cost reduction program will still be central to the strategy, but allied to a reassessment of working practices and lower stock holdings to ensure efficiency but through no loss of service or availability to the customer.

The In-Home measuring service will still be an area targeted for sales growth by reaching more potential customers through digital means, and a more experiential experience in the stores is hoped to retain footfall and customer loyalty.

ON BEHALF OF THE BOARD:



R A Hamblin - Director

20 December 2019

Report of the Directors
for the Period 26 April 2018 to 24 April 2019

The directors present their report with the financial statements of the company for the period 26 April 2018 to 24 April 2019.

PRINCIPAL ACTIVITY

The principal activity of the company in the period under review was that of retail sales of dress and furnishing fabrics together with associated items and related income.

DIVIDENDS

The company paid a dividend of £220,000 during the period.

DIRECTORS

The directors shown below have held office during the whole of the period from 26 April 2018 to the date of this report.

J R C Hamblin
T D Hamblin
R A Hamblin

Other changes in directors holding office are as follows:

G R Hamblin - resigned 10 December 2018

EVENTS SINCE THE PERIOD END

There have been no events since the period end which need to be brought to the attention of users of these accounts.

EMPLOYEE INVOLVEMENT AND DISABLED EMPLOYEES

The company places considerable value on the involvement of its employees. It is actively involved in keeping them informed of matters affecting them as employees and of the various factors affecting the performance of the company.

Head office staff of all levels visit the stores frequently and this provides a lot of opportunities for a two way dialogue. We feel this ensures that employees are consulted on a regular basis and that their views can be taken into account in making decisions which are likely to affect their interests.

The company takes its responsibilities towards disabled employees very seriously. If an employee becomes disabled we would make all reasonable efforts to continue with their employment. Disabled employees would be eligible for appropriate training courses, career development and promotion.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Strategic Report, 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), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. 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.

Report of the Directors
for the Period 26 April 2018 to 24 April 2019

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 company's auditors are unaware, and each director 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 auditors are aware of that information.

ON BEHALF OF THE BOARD:

A handwritten signature in black ink, appearing to read 'R A Hamblin', with a long horizontal flourish extending to the right.

R A Hamblin - Director

20 December 2019

Report of the Independent Auditors to the Members of
C & H Fabrics Limited

Opinion

We have audited the financial statements of C & H Fabrics Limited (the 'company') for the period ended 24 April 2019 which comprise the Income Statement, Other Comprehensive Income, Statement of Financial Position, Statement of Changes in Equity, Statement of Cash Flows and Notes to the Statement of Cash Flows, Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 24 April 2019 and of its loss for the period 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.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The directors are responsible for the other information. The other information comprises the information in the Strategic Report and the Report of the Directors, but does not include the financial statements and our Report of the Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the 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; and
- the Strategic Report and the Report of the Directors have been prepared in accordance with applicable legal requirements.

Report of the Independent Auditors to the Members of
C & H Fabrics Limited

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report or the Report of the Directors.

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.

Responsibilities of directors

As explained more fully in the Statement of Directors' Responsibilities set out on page four, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Auditors.

Use of our report

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.



Aidan Smyth (Senior Statutory Auditor)
for and on behalf of Peter Hodgson & Co. Ltd. (Statutory Auditor)
Chartered Accountants
Shadwell House
65 Lower Green Road
Tunbridge Wells
Kent
TN4 8TW

20 December 2019

Income Statement
for the Period 26 April 2018 to 24 April 2019

	Notes	Period 26.4.18 to 24.4.19 £	Period 1.5.17 to 25.4.18 £
REVENUE	3	11,731,782	12,421,830
Cost of sales		5,292,813	5,497,823
GROSS PROFIT		6,438,969	6,924,007
Administrative expenses		6,638,525	7,012,655
		(199,556)	(88,648)
Other operating income		-	8,249
OPERATING LOSS	5	(199,556)	(80,399)
Interest receivable and similar income		5	5,284
LOSS BEFORE TAXATION		(199,551)	(75,115)
Tax on loss	6	(37,914)	21,674
LOSS FOR THE FINANCIAL PERIOD		(161,637)	(96,789)

The notes form part of these financial statements

Other Comprehensive Income
for the Period 26 April 2018 to 24 April 2019

	Period 26.4.18 to 24.4.19 £	Period 1.5.17 to 25.4.18 £
Notes		
LOSS FOR THE PERIOD	(161,637)	(96,789)
OTHER COMPREHENSIVE INCOME	-	-
TOTAL COMPREHENSIVE LOSS FOR THE PERIOD	<u>(161,637)</u>	<u>(96,789)</u>

Statement of Financial Position
24 April 2019

	Notes	2019	2018
		£	£
FIXED ASSETS			
Property, plant and equipment	8	1,130,839	1,385,511
CURRENT ASSETS			
Inventories	9	1,888,567	2,065,766
Debtors	10	705,538	756,214
Cash at bank and in hand		15,528	18,848
		<u>2,609,633</u>	<u>2,840,828</u>
CREDITORS			
Amounts falling due within one year	11	<u>2,093,372</u>	<u>2,334,566</u>
NET CURRENT ASSETS		<u>516,261</u>	<u>506,262</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,647,100</u>	<u>1,891,773</u>
CREDITORS			
Amounts falling due after more than one year	12	(759,414)	(584,440)
PROVISIONS FOR LIABILITIES	15	<u>(145,908)</u>	<u>(183,918)</u>
NET ASSETS		<u><u>741,778</u></u>	<u><u>1,123,415</u></u>
CAPITAL AND RESERVES			
Called up share capital	16	45,000	45,000
Retained earnings	17	<u>696,778</u>	<u>1,078,415</u>
SHAREHOLDERS' FUNDS		<u><u>741,778</u></u>	<u><u>1,123,415</u></u>

The financial statements were approved by the Board of Directors on 20 December 2019 and were signed on its behalf by:



J R C Hamblin - Director



R A Hamblin - Director



T D Hamblin - Director

Statement of Changes in Equity
for the Period 26 April 2018 to 24 April 2019

	Called up share capital £	Retained earnings £	Total equity £
Balance at 1 May 2017	45,000	1,415,204	1,460,204
Changes in equity			
Dividends	-	(240,000)	(240,000)
Total comprehensive loss	-	(96,789)	(96,789)
Balance at 25 April 2018	<u>45,000</u>	<u>1,078,415</u>	<u>1,123,415</u>
Changes in equity			
Dividends	-	(220,000)	(220,000)
Total comprehensive loss	-	(161,637)	(161,637)
Balance at 24 April 2019	<u>45,000</u>	<u>696,778</u>	<u>741,778</u>

The notes form part of these financial statements

Statement of Cash Flows
for the Period 26 April 2018 to 24 April 2019

		Period 26.4.18 to 24.4.19 £	Period 1.5.17 to 25.4.18 £
	Notes		
Cash flows from operating activities			
Cash generated from operations	1	427,118	132,900
Tax paid		-	(296,098)
Net cash from operating activities		<u>427,118</u>	<u>(163,198)</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(12,643)	(409,845)
Sale of tangible fixed assets		-	9,260
Interest received		5	5,284
Net cash from investing activities		<u>(12,638)</u>	<u>(395,301)</u>
Cash flows from financing activities			
New loans in year		-	24,447
Capital repayments in year		(10,588)	(23,442)
Equity dividends paid		(220,000)	(240,000)
Net cash from financing activities		<u>(230,588)</u>	<u>(238,995)</u>
Increase/(decrease) in cash and cash equivalents		<u>183,892</u>	<u>(797,494)</u>
Cash and cash equivalents at beginning of period	2	(218,809)	578,685
Cash and cash equivalents at end of period	2	<u><u>(34,917)</u></u>	<u><u>(218,809)</u></u>

The notes form part of these financial statements

Notes to the Statement of Cash Flows
for the Period 26 April 2018 to 24 April 2019

1. RECONCILIATION OF LOSS BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS

	Period 26.4.18 to 24.4.19 £	Period 1.5.17 to 25.4.18 £
Loss before taxation	(199,551)	(75,115)
Depreciation charges	267,315	261,713
Profit on disposal of fixed assets	-	(8,249)
Finance income	(5)	(5,284)
	<hr/>	<hr/>
	67,759	173,065
Decrease/(increase) in inventories	177,199	(3,652)
Decrease in trade and other debtors	55,176	708,492
Increase/(decrease) in trade and other creditors	126,984	(745,005)
	<hr/>	<hr/>
Cash generated from operations	427,118	132,900
	<hr/>	<hr/>

2. CASH AND CASH EQUIVALENTS

The amounts disclosed on the Statement of Cash Flows in respect of cash and cash equivalents are in respect of these Statement of Financial Position amounts:

Period ended 24 April 2019

	24.4.19 £	26.4.18 £
Cash and cash equivalents	15,528	18,848
Bank overdrafts	(50,445)	(237,657)
	<hr/>	<hr/>
	(34,917)	(218,809)
	<hr/>	<hr/>

Period ended 25 April 2018

	25.4.18 £	1.5.17 £
Cash and cash equivalents	18,848	578,685
Bank overdrafts	(237,657)	-
	<hr/>	<hr/>
	(218,809)	578,685
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Notes to the Financial Statements
for the Period 26 April 2018 to 24 April 2019

1. STATUTORY INFORMATION

C & H Fabrics Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Significant judgements and estimates

The book value of fixed assets are a significant estimate included in these accounts. They are stated at historic cost less accumulated depreciation and provision for impairment, if applicable.

Changes in accounting policies

There were no changes in the accounting policies adopted by the company in preparing these accounts.

Turnover

Revenue is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Shop refurbishments	- 10% on cost
Motor vehicles	- 20% on cost

Stocks

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

Financial instruments

Basic financial instruments comprising debtors, bank and cash balances are stated at fair value.

Taxation

Taxation for the period comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the statement of financial position date.

Deferred tax

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

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the period end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Notes to the Financial Statements - continued
for the Period 26 April 2018 to 24 April 2019

2. ACCOUNTING POLICIES - continued

Hire purchase and leasing commitments

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

Incentive benefits received and receivable under operating leases are recognised on a straight line basis until the next rent review date.

Pension costs and other post-retirement benefits

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

Going concern

At the time of approving the financial statements, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. The directors continue to adopt the going concern basis of accounting in preparing the financial statements.

Functional currency

The functional currency of the company is £ Sterling.

3. REVENUE

The whole turnover of the company is attributable to the principal activity and arose wholly within the United Kingdom.

4. EMPLOYEES AND DIRECTORS

	Period 26.4.18 to 24.4.19 £	Period 1.5.17 to 25.4.18 £
Wages and salaries	3,097,301	3,277,171
Social security costs	187,395	193,203
Other pension costs	101,174	118,273
	<u>3,385,870</u>	<u>3,588,647</u>

The average number of employees during the period was as follows:

	Period 26.4.18 to 24.4.19	Period 1.5.17 to 25.4.18
Sales	245	247
Clerical, administrative & others	56	60
	<u>301</u>	<u>307</u>

	Period 26.4.18 to 24.4.19 £	Period 1.5.17 to 25.4.18 £
Directors' remuneration	-	90,000
	<u>-</u>	<u>90,000</u>

Notes to the Financial Statements - continued
for the Period 26 April 2018 to 24 April 2019

5. OPERATING LOSS

The operating loss is stated after charging/(crediting):

	Period 26.4.18 to 24.4.19 £	Period 1.5.17 to 25.4.18 £
Other operating leases	1,184,494	1,306,639
Depreciation - owned assets	267,315	261,713
Profit on disposal of fixed assets	-	(8,249)
Auditors' remuneration	13,375	12,875

6. TAXATION

Analysis of the tax (credit)/charge

The tax (credit)/charge on the loss for the period was as follows:

	Period 26.4.18 to 24.4.19 £	Period 1.5.17 to 25.4.18 £
Current tax:		
UK corporation tax	96	-
Deferred tax	(38,010)	21,674
Tax on loss	(37,914)	21,674

Reconciliation of total tax (credit)/charge included in profit and loss

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

	Period 26.4.18 to 24.4.19 £	Period 1.5.17 to 25.4.18 £
Loss before tax	(199,551)	(75,115)
Loss multiplied by the standard rate of corporation tax in the UK of 19% (2018 - 19%)	(37,915)	(14,272)
Effects of:		
Expenses not deductible for tax purposes	-	1,567
Depreciation in excess of capital allowances	1	17,635
Utilisation of tax losses	-	16,744
Total tax (credit)/charge	(37,914)	21,674

Notes to the Financial Statements - continued
for the Period 26 April 2018 to 24 April 2019

7. DIVIDENDS

	Period 26.4.18 to 24.4.19 £	Period 1.5.17 to 25.4.18 £
Ordinary shares of £1 each		
Final	220,000	240,000

8. PROPERTY, PLANT AND EQUIPMENT

	Shop refurbishments £	Motor vehicles £	Totals £
COST			
At 26 April 2018	3,713,493	197,023	3,910,516
Additions	12,643	-	12,643
Disposals	(584,594)	-	(584,594)
At 24 April 2019	3,141,542	197,023	3,338,565
DEPRECIATION			
At 26 April 2018	2,400,475	124,530	2,525,005
Charge for period	239,525	27,790	267,315
Eliminated on disposal	(584,594)	-	(584,594)
At 24 April 2019	2,055,406	152,320	2,207,726
NET BOOK VALUE			
At 24 April 2019	1,086,136	44,703	1,130,839
At 25 April 2018	1,313,018	72,493	1,385,511

Included in fixed assets are motor vehicles which are financed under hire purchase contracts. The net book value of these assets at the period end was £35,508 and the hire purchase finance outstanding at that date was £30,211.

9. INVENTORIES

	2019 £	2018 £
Stocks - retail	1,888,567	2,065,766

10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019 £	2018 £
Other debtors	66,472	30,858
Prepayments & accrued income	639,066	725,356
	705,538	756,214

Notes to the Financial Statements - continued
for the Period 26 April 2018 to 24 April 2019

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019	2018
	£	£
Bank loans and overdrafts (see note 13)	50,445	237,657
Hire purchase contracts (see note 14)	15,137	15,639
Trade creditors	1,467,775	1,268,621
Corporation tax	96	-
Social security and other taxes	153,068	237,303
Amount due to group company	13,346	-
Accruals and deferred income	393,505	575,346
	<u>2,093,372</u>	<u>2,334,566</u>

Bank borrowings are secured by a fixed and floating charge over all the company's assets.

12. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2019	2018
	£	£
Hire purchase contracts (see note 14)	15,075	25,161
Directors' & other loans	587,724	384,972
Other long term creditors	156,615	174,307
	<u>759,414</u>	<u>584,440</u>

Other long term creditors comprise net rents payable due to vacating the retail premises in Windsor.

13. LOANS

An analysis of the maturity of loans is given below:

	2019	2018
	£	£
Amounts falling due within one year or on demand:		
Bank overdrafts	<u>50,445</u>	<u>237,657</u>

14. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

	Hire purchase contracts	
	2019	2018
	£	£
Net obligations repayable:		
Within one year	15,137	15,639
Between one and five years	15,075	25,161
	<u>30,212</u>	<u>40,800</u>

Notes to the Financial Statements - continued
for the Period 26 April 2018 to 24 April 2019

14. LEASING AGREEMENTS - continued

	Non-cancellable operating leases	
	2019	2018
	£	£
Within one year	1,208,333	1,355,000
Between one and five years	2,706,458	3,478,125
In more than five years	973,333	1,410,000
	<u>4,888,124</u>	<u>6,243,125</u>

15. PROVISIONS FOR LIABILITIES

	2019	2018
	£	£
Deferred tax	<u>145,908</u>	<u>183,918</u>
		Deferred tax
		£
Balance at 26 April 2018		183,918
Accelerated capital allowances		<u>(38,010)</u>
Balance at 24 April 2019		<u>145,908</u>

16. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:			2019	2018
Number:	Class:	Nominal value:	£	£
10,000	Ordinary	£1	10,000	10,000
35,000	Deferred ordinary	£1	35,000	35,000
			<u>45,000</u>	<u>45,000</u>

17. RESERVES

	Retained earnings
	£
At 26 April 2018	1,078,415
Deficit for the period	(161,637)
Dividends	<u>(220,000)</u>
At 24 April 2019	<u>696,778</u>

Notes to the Financial Statements - continued
for the Period 26 April 2018 to 24 April 2019

18. PENSION COMMITMENTS

The company operates two fully insured defined contribution pension schemes for its directors and staff.

The premiums paid into these schemes were:

Directors - £60,000 (2018: £60,000)

Staff - £41,174 (2018 : £58,273)

19. ULTIMATE PARENT COMPANY

The company's ultimate holding company is Hamblin Holdings Limited, a company registered in England and Wales. Hamblin Holdings Limited prepares group consolidated financial statements.

20. RELATED PARTY TRANSACTIONS

At the period end, the company owed the sum of £587,724 to related parties.

At the period end, the company owed the sum of £13,346 to group companies.

The company was charged management fees of £103,347 by group companies during the period.