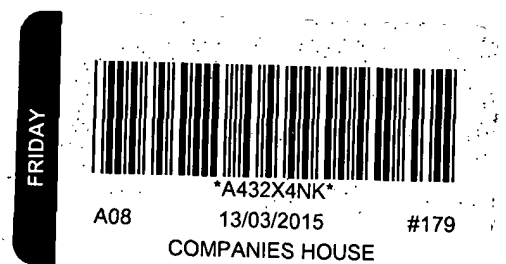


REGISTERED NUMBER: 00824300 (England and Wales)

**Strategic Report, Report of the Directors and
Financial Statements for the Year Ended 30 June 2014
for
Katsouris Brothers Limited**



**Contents of the Financial Statements
for the Year Ended 30 June 2014**

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Katsouris Brothers Limited

**Company Information
for the Year Ended 30 June 2014**

DIRECTORS:

L Constantinou
C Constantinou
D Habeshis
A Yerolemou
A Katsouris

SECRETARY:

K Charalambous

REGISTERED OFFICE:

100 Queensbury Road
Wembley
Middlesex
HA0 1WP

REGISTERED NUMBER:

00824300 (England and Wales)

AUDITORS:

Philips Chartered Accountants
1160 High Road
London
N20 0RA

**Strategic Report
for the Year Ended 30 June 2014**

The directors present their strategic report for the year ended 30 June 2014.

Katsouris Brothers Limited are food importers and wholesale distributors.

REVIEW OF BUSINESS

Despite the current economic climate and the continuing difficult trading conditions, the company has continued to successfully focus strongly on increasing sales and reducing costs.

As a result of introducing new products and utilising existing contacts, the directors are pleased to announce that this year's turnover is £43,208,645 (2013: £38,423,808) representing an increased of 12.5% (2013: 9%).

The gross profit has dropped from £9,562,873 to £9,219,487 a drop of 3.5% due to the rise in the cost of goods imported.

The company realised a profit of £2,995,261 before tax, compared to the previous year's profit of £3,517,256.

Net assets of the company for the year ended 30 June 2014 amount to £14,191,135 compared to £11,878,389 in the previous year. This represents an increase of £2,312,746.

The directors' remain confident of maintaining the company's trading position.

PRINCIPAL RISKS AND UNCERTAINTIES

The company's financial instruments employed during the year consist of borrowings, cash and various other items such as debtors and creditors that arise from its trading activities. These financial instruments do not include derivatives normally used for the purpose of raising finance for the company's operations. The main risks from the above mentioned financial instruments are interest rate risk and liquidity risk.

The directors review the policies for each of the risks as set out below:-

Interest rate risk.

The company's operations are supported by the availability of bank facilities and retained profits and it is exposed to rate of interest fluctuations on its bank facilities, both of which are supported by fixed and floating charges.

Liquidity risk.

The financial risks are managed by the company through the provision of sufficient liquidity available from its own resources to meet the company's foreseeable needs.

Foreign currency risk.

The company makes its purchases in Sterling, Euro and US Dollar and accordingly it is exposed to currency fluctuations in respect of overseas purchases. In addition, funds held in foreign currencies also give rise to currency gains or losses. These are recognised in the profit & loss account. The directors' objective is to reduce risk from exchange rate fluctuations.

FOOD SAFETY

We supply various products, some of which are considered to be high risk. In the interest of safety we employ an independent external testing lab on a daily basis to ensure that none of our products are contaminated.

HEALTH AND SAFETY

We have a duty of care towards the health and safety of our employees. A health and safety manager is responsible for investigating and reporting to the management team any health and safety issues which may arise for immediate action.

COMMODITY AVAILABILITY AND PRICE FLUCTUATION

The company is likely to be exposed to supplier price fluctuations as well as availability of commodities in the short run. The management has taken steps to minimise the risks by entering in to arrangements with various supplies to ensure continuity in supply at pre-agreed prices for a minimum of 6 months.


Katsouris Brothers Limited (Registered number: 00824300)

**Strategic Report
for the Year Ended 30 June 2014**

FUTURE DEVELOPMENTS

The company expects to continue its planned expansion at a steady pace, with a view to meet any further growth for demand of its products.

ON BEHALF OF THE BOARD:

A handwritten signature in black ink, appearing to be 'K Charalambous', written over a horizontal line.

K Charalambous - Secretary

5 March 2015

**Report of the Directors
for the Year Ended 30 June 2014**

The directors present their report with the financial statements of the company for the year ended 30 June 2014.

DIVIDENDS

No dividends will be distributed for the year ended 30 June 2014.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 July 2013 to the date of this report.

L Constantinou
C Constantinou
D Habeshis
A Yerolemou
A Katsouris

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 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;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

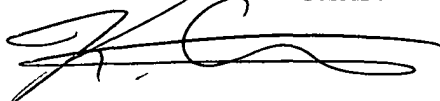
STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

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.

AUDITORS

The auditors, Philips Chartered Accountants, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:



K Charalambous - Secretary

5 March 2015

Report of the Independent Auditors to the Members of Katsouris Brothers Limited

We have audited the financial statements of Katsouris Brothers Limited for the year ended 30 June 2014 on pages six to sixteen. 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 four, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the 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 company's affairs as at 30 June 2014 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

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

Matters on which we are required to report by exception

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

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

Philippos Soteri (Senior Statutory Auditor)
for and on behalf of Philips Chartered Accountants
1160 High Road
London
N20 0RA



5 March 2015

Katsouris Brothers Limited (Registered number: 00824300)

**Profit and Loss Account
for the Year Ended 30 June 2014**

	Notes	30.6.14 £	30.6.13 £
TURNOVER		43,208,645	38,423,808
Cost of sales		33,989,158	28,860,935
GROSS PROFIT		9,219,487	9,562,873
Administrative expenses		6,799,170	6,307,416
		2,420,317	3,255,457
Other operating income		557,300	251,783
OPERATING PROFIT	3	2,977,617	3,507,240
Interest receivable and similar income		17,644	10,071
		2,995,261	3,517,311
Interest payable and similar charges	4	-	55
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		2,995,261	3,517,256
Tax on profit on ordinary activities	5	682,515	861,496
PROFIT FOR THE FINANCIAL YEAR		2,312,746	2,655,760

CONTINUING OPERATIONS

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

TOTAL RECOGNISED GAINS AND LOSSES

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

Katsouris Brothers Limited (Registered number: 00824300)

Balance Sheet
30 June 2014

	Notes	30.6.14 £	30.6.13 £
FIXED ASSETS			
Tangible assets	6	3,030,803	3,252,629
Investments	7	1	1
		<u>3,030,804</u>	<u>3,252,630</u>
CURRENT ASSETS			
Stocks	8	3,648,512	3,175,739
Debtors	9	7,931,541	6,592,633
Cash at bank		4,436,930	3,468,812
		<u>16,016,983</u>	<u>13,237,184</u>
CREDITORS			
Amounts falling due within one year	10	<u>4,856,652</u>	<u>4,611,425</u>
NET CURRENT ASSETS		<u>11,160,331</u>	<u>8,625,759</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>14,191,135</u>	<u>11,878,389</u>
CAPITAL AND RESERVES			
Called up share capital	13	29,500	29,500
Revaluation reserve	14	500,000	500,000
Profit and loss account	14	13,661,635	11,348,889
SHAREHOLDERS' FUNDS	19	<u>14,191,135</u>	<u>11,878,389</u>

The financial statements were approved by the Board of Directors on 5 March 2015 and were signed on its behalf by:

L Constantinou - Director



**Cash Flow Statement
for the Year Ended 30 June 2014**

	Notes	30.6.14 £	£	30.6.13 £	£
Net cash inflow from operating activities	1		1,924,305		4,465,092
Returns on investments and servicing of finance	2		17,644		10,016
Taxation			(728,731)		(970,093)
Capital expenditure	2		(245,100)		(873,282)
			<u>968,118</u>		<u>2,631,733</u>
Financing	2		-		(6,377)
Increase in cash in the period			<u>968,118</u>		<u>2,625,356</u>
<hr/>					
Reconciliation of net cash flow to movement in net funds	3				
Increase in cash in the period		968,118		2,625,356	
Cash outflow from decrease in debt		<u>-</u>		<u>6,377</u>	
Change in net funds resulting from cash flows			<u>968,118</u>		<u>2,631,733</u>
Movement in net funds in the period			<u>968,118</u>		<u>2,631,733</u>
Net funds at 1 July			<u>3,468,812</u>		<u>837,079</u>
Net funds at 30 June			<u>4,436,930</u>		<u>3,468,812</u>

**Notes to the Cash Flow Statement
for the Year Ended 30 June 2014**

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

	30.6.14 £	30.6.13 £
Operating profit	2,977,617	3,507,240
Depreciation charges	466,926	470,562
Profit on disposal of fixed assets	-	(2,524)
(Increase)/decrease in stocks	(472,773)	2,469
Increase in debtors	(1,338,908)	(525,834)
Increase in creditors	291,443	1,013,179
Net cash inflow from operating activities	1,924,305	4,465,092

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

	30.6.14 £	30.6.13 £
Returns on investments and servicing of finance		
Interest received	17,644	10,071
Interest paid	-	(55)
Net cash inflow for returns on investments and servicing of finance	17,644	10,016
Capital expenditure		
Purchase of tangible fixed assets	(245,100)	(875,807)
Sale of tangible fixed assets	-	2,525
Net cash outflow for capital expenditure	(245,100)	(873,282)
Financing		
Loan repayments in year	-	(6,377)
Net cash outflow from financing	-	(6,377)

3. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.7.13 £	Cash flow £	At 30.6.14 £
Net cash:			
Cash at bank	3,468,812	968,118	4,436,930
	<u>3,468,812</u>	<u>968,118</u>	<u>4,436,930</u>
Total	<u>3,468,812</u>	<u>968,118</u>	<u>4,436,930</u>

**Notes to the Financial Statements
for the Year Ended 30 June 2014**

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets and are in accordance with applicable accounting standards.

Preparation of consolidated financial statements

The financial statements contain information about Katsouris Brothers Limited as an individual company and do not contain consolidated financial information as the parent of a group. The company has taken the option under Section 398 of the Companies Act 2006 not to prepare consolidated financial statements.

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

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

Freehold property	- 10% on cost and 2% on cost
Short leasehold	- in accordance with the property
Plant and machinery	- 15% on cost
Fixtures and fittings	- 15% on cost
Motor vehicles	- 20% on cost

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.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

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 the profit and loss account in the period to which they relate.

2. STAFF COSTS

	30.6.14	30.6.13
	£	£
Wages and salaries	5,131,276	4,487,825
Social security costs	485,795	465,892
Other pension costs	64,700	56,650
	<u>5,681,771</u>	<u>5,010,367</u>

Notes to the Financial Statements - continued
for the Year Ended 30 June 2014

2. STAFF COSTS - continued

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

	30.6.14	30.6.13
Directors	5	5
Managerial and administration	37	34
Warehouse and others	178	141
	<u>220</u>	<u>180</u>

3. OPERATING PROFIT

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

	30.6.14	30.6.13
	£	£
Other operating leases	220,000	220,000
Depreciation - owned assets	466,926	470,562
Profit on disposal of fixed assets	-	(2,524)
Auditors' remuneration	14,500	9,500
Taxation compliance services	2,000	2,000
Other non-audit services	5,000	8,590
Foreign exchange differences	<u>(557,300)</u>	<u>(251,783)</u>
Directors' remuneration	713,902	707,127
Directors' pension contributions to money purchase schemes	<u>24,000</u>	<u>27,000</u>

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

Money purchase schemes	<u>3</u>	<u>3</u>
------------------------	----------	----------

Information regarding the highest paid director is as follows:

	30.6.14	30.6.13
	£	£
Emoluments etc	242,826	246,400
Pension contributions to money purchase schemes	<u>9,000</u>	<u>12,000</u>

4. INTEREST PAYABLE AND SIMILAR CHARGES

	30.6.14	30.6.13
	£	£
Bank loan interest	<u>-</u>	<u>55</u>

Notes to the Financial Statements - continued
for the Year Ended 30 June 2014

5. TAXATION

Analysis of the tax charge

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

	30.6.14 £	30.6.13 £
Current tax:		
UK corporation tax	682,515	861,496
	<u>682,515</u>	<u>861,496</u>
Tax on profit on ordinary activities	<u>682,515</u>	<u>861,496</u>

Factors affecting the tax charge

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

	30.6.14 £	30.6.13 £
Profit on ordinary activities before tax	<u>2,995,261</u>	<u>3,517,256</u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 22.500% (2013 - 23.751%)	673,934	835,383
Effects of:		
Expenses not deductible for tax purposes	1,916	3,068
Depreciation in excess of capital allowances	<u>6,665</u>	<u>23,045</u>
Current tax charge	<u>682,515</u>	<u>861,496</u>

6. TANGIBLE FIXED ASSETS

	Freehold property £	Short leasehold £	Plant and machinery £
COST OR VALUATION			
At 1 July 2013	3,811,186	788,839	3,629,306
Additions	-	-	245,100
	<u>3,811,186</u>	<u>788,839</u>	<u>3,874,406</u>
At 30 June 2014	3,811,186	788,839	3,874,406
DEPRECIATION			
At 1 July 2013	1,638,607	785,076	2,641,579
Charge for year	163,683	418	264,402
	<u>1,802,290</u>	<u>785,494</u>	<u>2,905,981</u>
At 30 June 2014	1,802,290	785,494	2,905,981
NET BOOK VALUE			
At 30 June 2014	<u>2,008,896</u>	<u>3,345</u>	<u>968,425</u>
At 30 June 2013	<u>2,172,579</u>	<u>3,763</u>	<u>987,727</u>

Notes to the Financial Statements - continued
for the Year Ended 30 June 2014

6. TANGIBLE FIXED ASSETS - continued

	Fixtures and fittings £	Motor vehicles £	Totals £
COST OR VALUATION			
At 1 July 2013	875,408	315,081	9,419,820
Additions	-	-	245,100
	<hr/>	<hr/>	<hr/>
At 30 June 2014	875,408	315,081	9,664,920
	<hr/>	<hr/>	<hr/>
DEPRECIATION			
At 1 July 2013	855,623	246,306	6,167,191
Charge for year	5,622	32,801	466,926
	<hr/>	<hr/>	<hr/>
At 30 June 2014	861,245	279,107	6,634,117
	<hr/>	<hr/>	<hr/>
NET BOOK VALUE			
At 30 June 2014	14,163	35,974	3,030,803
	<hr/>	<hr/>	<hr/>
At 30 June 2013	19,785	68,775	3,252,629
	<hr/>	<hr/>	<hr/>

Included in cost or valuation of land and buildings is freehold land of £640,000 (2013 - £640,000) which is not depreciated.

Cost or valuation at 30 June 2014 is represented by:

	Freehold property £	Short leasehold £	Plant and machinery £
Valuation in 2011	500,000	-	-
Cost	3,311,186	788,839	3,874,406
	<hr/>	<hr/>	<hr/>
	3,811,186	788,839	3,874,406
	<hr/>	<hr/>	<hr/>
	Fixtures and fittings £	Motor vehicles £	Totals £
Valuation in 2011	-	-	500,000
Cost	875,408	315,081	9,164,920
	<hr/>	<hr/>	<hr/>
	875,408	315,081	9,664,920
	<hr/>	<hr/>	<hr/>

Notes to the Financial Statements - continued
for the Year Ended 30 June 2014

6. TANGIBLE FIXED ASSETS - continued

If freehold land and buildings had not been revalued they would have been included at the following historical cost:

	30.6.14 £	30.6.13 £
Cost	1,932,647	1,932,647
Aggregate depreciation	474,579	474,579
Value of land in freehold land and buildings	640,000	640,000

The freehold land and building were valued on an open market value basis on 7 June 2011 by an independent surveyor.

The directors are of the opinion that the value of the freehold property shown in the financial statements is in line with its current market value.

7. FIXED ASSET INVESTMENTS

	Interest in associate £
COST	
At 1 July 2013 and 30 June 2014	100
PROVISIONS	
At 1 July 2013 and 30 June 2014	99
NET BOOK VALUE	
At 30 June 2014	1
At 30 June 2013	1

The company's investments at the balance sheet date in the share capital of companies include the following:

Cypressa Products Limited
Country of incorporation: England
Nature of business: Dormant

	% holding
Class of shares:	
Ordinary	100.00

8. STOCKS

	30.6.14 £	30.6.13 £
Raw materials	246,376	171,965
Finished goods	3,402,136	3,003,774
	3,648,512	3,175,739

Notes to the Financial Statements - continued
for the Year Ended 30 June 2014

9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30.6.14	30.6.13
	£	£
Trade debtors	7,146,763	6,017,461
Bought ledger debit balances	306,427	-
Other loans owing	15,788	18,220
Other debtors	263,097	367,515
Prepayments and accrued income	199,466	189,437
	<u>7,931,541</u>	<u>6,592,633</u>

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30.6.14	30.6.13
	£	£
Trade creditors	4,160,316	3,863,955
Corporation tax	244,834	291,050
Other creditors	299,514	252,665
Accrued expenses	151,988	203,755
	<u>4,856,652</u>	<u>4,611,425</u>

11. OPERATING LEASE COMMITMENTS

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

	Land and buildings	
	30.6.14	30.6.13
	£	£
Expiring:		
Within one year	<u>220,000</u>	<u>220,000</u>

12. SECURED DEBTS

The bank overdraft facilities are secured by a first charge on the company's Water Road freehold property. A supported guarantee by Katsouris Investments Limited, a connected company, is also in place.

13. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	30.6.14	30.6.13
			£	£
29,500	Ordinary	£1.00	<u>29,500</u>	<u>29,500</u>

14. RESERVES

	Profit and loss account	Revaluation reserve	Totals
	£	£	£
At 1 July 2013	11,348,889	500,000	11,848,889
Profit for the year	2,312,746		2,312,746
At 30 June 2014	<u>13,661,635</u>	<u>500,000</u>	<u>14,161,635</u>

**Notes to the Financial Statements - continued
for the Year Ended 30 June 2014**

15. ULTIMATE PARENT COMPANY

Katsouris Brothers Limited (incorporated in Cyprus) is regarded by the directors as being the company's ultimate parent company.

16. CONTINGENT LIABILITIES

Contingent liabilities of £100,000 exist in connection with a VAT Bond to HM Revenue and Customs (2013: £100,000).

There is a contingent liability of around £6,575,004 (2013: £4,776,604) in respect of goods ordered.

17. CAPITAL COMMITMENTS

	30.6.14 £	30.6.13 £
Contracted but not provided for in the financial statements	<u>50,000</u>	<u>190,000</u>

18. RELATED PARTY DISCLOSURES

Katsouris Investments Limited

An annual rent of £220,000 (2013: £220,000) was paid under a licence to Katsouris Investments Limited, a company where A P Yerolemou is a director and shareholder. L Constantinou and C Constantinou are directors of both companies. As at 30 June 2014, no outstanding liability was due from Katsouris Brothers Limited.

There is a supported guarantee in place by Katsouris Investments Limited.

Katsouris Brothers Limited
Parent company

Consultancy fees of £86,577 (2013: £84,024) were charged by the parent company. This amount was outstanding at the balance sheet date (2013: 43,478).

19. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	30.6.14 £	30.6.13 £
Profit for the financial year	2,312,746	2,655,760
Net addition to shareholders' funds	<u>2,312,746</u>	<u>2,655,760</u>
Opening shareholders' funds	11,878,389	9,222,629
Closing shareholders' funds	<u><u>14,191,135</u></u>	<u><u>11,878,389</u></u>

20. DEFERRED TAX

No provision has been made for deferred tax of £112,500 (2013: £118,750) arising on the freehold revaluation. This amount would become payable in the event of the property being sold, however there are no plans to sell it in the foreseeable future.