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Registered number: 01300295

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**MARIGOLD HEALTH FOODS LIMITED**

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**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 MARCH 2013**

MONDAY



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**MARIGOLD HEALTH FOODS LIMITED**

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**MARIGOLD HEALTH FOODS LIMITED**

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**COMPANY INFORMATION**

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<b>DIRECTOR</b>	P J Tobin
<b>REGISTERED NUMBER</b>	01300295
<b>REGISTERED OFFICE</b>	102 Camley Street London NW1 0PF
<b>INDEPENDENT AUDITORS</b>	Nexia Smith & Williamson Chartered Accountants & Statutory Auditors 25 Moorgate London EC2R 6AY
<b>ACCOUNTANTS</b>	Smith & Williamson LLP 25 Moorgate London EC2R 6AY
<b>BANKERS</b>	HSBC London W1U 6AX
<b>SOLICITORS</b>	Solomon Taylor & Shaw 3 Coach House Yard Hampstead High Street London NW3 1QD

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## MARIGOLD HEALTH FOODS LIMITED

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### DIRECTOR'S REPORT FOR THE YEAR ENDED 31 MARCH 2013

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The director presents his report and the financial statements for the year ended 31 March 2013

#### DIRECTOR'S RESPONSIBILITIES STATEMENT

The director is responsible for preparing the Director's report and the financial statements in accordance with applicable law and regulations

Company law requires the director to prepare financial statements for each financial year. Under that law the director has 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 director must not approve the financial statements unless he is 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 director is required to

- select suitable accounting policies and then apply them consistently,
- make judgments 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 director is 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 him to ensure that the financial statements comply with the Companies Act 2006. He is 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.

#### PRINCIPAL ACTIVITIES

The principal activity of the company during the year continues to be that of the wholesale of vegetarian and vegan foods, drinks, nutritional supplements, toiletries and other animal-free products.

#### BUSINESS REVIEW

The financial results for the year and the Company's financial position at the year end are shown in the attached statements.

#### RESULTS

The profit for the year, after taxation, amounted to £734,901 (2012 - £460,615)

#### DIRECTOR

The director who served during the year was

P J Tobin

#### CHARITABLE CONTRIBUTIONS

During the year the company made charitable donations amounting to £25,038 (2012 - £20,563)

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## MARIGOLD HEALTH FOODS LIMITED

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### DIRECTOR'S REPORT FOR THE YEAR ENDED 31 MARCH 2013

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#### FINANCIAL RISK MANAGEMENT

The Company's operations expose it to a variety of financial risks, namely changes in credit, liquidity and interest rate risk. The Company has in place a risk management programme that seeks to limit the adverse effects on the financial performance of the Company by monitoring levels of debt finance and the related finance costs. The Company does not use derivative financial instruments to manage interest rate costs and, as such, no hedge accounting is applied.

Given the size of the Company, the director has not delegated the responsibility of monitoring financial risk management. The policies set by the director are implemented by the Company's finance department.

##### Price risk

The Company is exposed to price risk due to normal inflationary increases in the purchase price of the goods and services it purchases in the UK.

##### Currency risk

The Company is exposed to foreign currency exchange rate risk as a result of trade creditors which will be settled in Euros, Australian dollars and US dollars. During the year the Company did not enter into any arrangements to hedge this risk as the director did not consider the exposure to be significant given the short term nature of the balances.

##### Credit risk

The Company has implemented policies that require appropriate credit checks on prospective customers before credit sales are made.

##### Liquidity risk

The Company actively maintains a mixture of long-term and short-term debt finance that is designed to ensure the Company has available sufficient funds for operations and planned expansions.

##### Interest rate risk

The Company has both interest bearing assets and liabilities. Interest bearing assets consist of cash balances which earn interest at a variable rate depending on the Bank Base Rate and Staff Loans, which earn interest at the beneficial loan rate. Interest bearing liabilities consist solely of a bank loan, which is secured. The Director will revisit the appropriateness of this policy should the Company's operations change in size or nature.

#### KEY PERFORMANCE INDICATORS

The director and the management use a number of key performance indicators to monitor and appraise the trading and performance of the business. The main key performance indicators are as follows:

	2013 £	2012 £
Turnover	21,319,905	18,569,718
Gross Profit Percentage	17.9%	18.6%

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**MARIGOLD HEALTH FOODS LIMITED**

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**DIRECTOR'S REPORT  
FOR THE YEAR ENDED 31 MARCH 2013**

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**PROVISION OF INFORMATION TO AUDITORS**

The director at the time when this Director's report is approved has confirmed that

- so far as that director is aware, there is no relevant audit information of which the company's auditors are unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any information needed by the company's auditors in connection with preparing their report and to establish that the company's auditors are aware of that information

**AUDITORS**

The auditors, Nexia Smith & Williamson, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006

This report was approved by the board on *19 December 2013* and signed on its behalf



**P J Tobin**  
Director

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## **MARIGOLD HEALTH FOODS LIMITED**

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### **INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF MARIGOLD HEALTH FOODS LIMITED**

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We have audited the financial statements of Marigold Health Foods Limited for the year ended 31 March 2013, set out on pages 7 to 19. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an Auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

#### **RESPECTIVE RESPONSIBILITIES OF DIRECTOR AND AUDITORS**

As explained more fully in the Director's responsibilities statement, the director is 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**

A description of the scope of an audit of financial statements is provided on the Auditing Practices Board's website at [www.frc.org.uk/apb/scope/private.cfm](http://www.frc.org.uk/apb/scope/private.cfm).

#### **OPINION ON FINANCIAL STATEMENTS**

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31 March 2013 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 Director's report 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 director's remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit.

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**MARIGOLD HEALTH FOODS LIMITED**

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**INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF MARIGOLD HEALTH FOODS  
LIMITED**

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*Nexia Smith & Williamson*

Stephen Drew (Senior statutory auditor)

for and on behalf of  
**Nexia Smith & Williamson**

Chartered Accountants & Statutory Auditors

25 Moorgate  
London

EC2R 6AY

Date *19 December 2013*



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**MARIGOLD HEALTH FOODS LIMITED**

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**PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 31 MARCH 2013**

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	Note	2013 £	2012 £
<b>TURNOVER</b>	1,2	<b>21,319,905</b>	<b>18,569,718</b>
Cost of sales		<b>(17,503,234)</b>	<b>(15,113,751)</b>
<b>GROSS PROFIT</b>		<b>3,816,671</b>	<b>3,455,967</b>
Distribution costs		<b>(1,533,223)</b>	<b>(1,597,886)</b>
Administrative expenses		<b>(1,287,599)</b>	<b>(1,236,212)</b>
Other operating income	3	-	256
<b>OPERATING PROFIT</b>	4	<b>995,849</b>	<b>622,125</b>
Interest receivable and similar income	7	<b>2,886</b>	<b>3,271</b>
Interest payable and similar charges	8	<b>(34,244)</b>	<b>(16,133)</b>
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		<b>964,491</b>	<b>609,263</b>
Tax on profit on ordinary activities	9	<b>(229,590)</b>	<b>(148,648)</b>
<b>PROFIT FOR THE FINANCIAL YEAR</b>		<b>734,901</b>	<b>460,615</b>

All amounts relate to continuing operations

The notes on pages 11 to 19 form part of these financial statements

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**MARIGOLD HEALTH FOODS LIMITED**

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**STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES  
FOR THE YEAR ENDED 31 MARCH 2013**

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	<b>Note</b>	<b>2013 £</b>	<b>2012 £</b>
<b>PROFIT FOR THE FINANCIAL YEAR</b>		<b>734,901</b>	<b>460,615</b>
Unrealised surplus on revaluation of tangible fixed assets		<u><b>3,798,547</b></u>	<u>-</u>
<b>TOTAL RECOGNISED GAINS AND LOSSES RELATING TO THE YEAR</b>		<u><u><b>4,533,448</b></u></u>	<u><u><b>460,615</b></u></u>

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**NOTE OF HISTORICAL COST PROFITS AND LOSSES  
FOR THE YEAR ENDED 31 MARCH 2013**

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	<b>2013 £</b>	<b>2012 £</b>
<b>REPORTED PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>	<b>964,491</b>	<b>609,263</b>
Realisation of valuation gains of previous periods	<u>-</u>	<u>9,548</u>
<b>HISTORICAL COST PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>	<u><u><b>964,491</b></u></u>	<u><u><b>618,811</b></u></u>
<b>HISTORICAL PROFIT FOR THE YEAR AFTER TAXATION</b>	<u><u><b>734,901</b></u></u>	<u><u><b>470,163</b></u></u>

The notes on pages 11 to 19 form part of these financial statements

**MARIGOLD HEALTH FOODS LIMITED**  
**REGISTERED NUMBER. 01300295**

**BALANCE SHEET**  
**AS AT 31 MARCH 2013**

	Note	£	2013 £	£	2012 £
<b>FIXED ASSETS</b>					
Tangible assets	10		5,019,141		1,251,371
<b>CURRENT ASSETS</b>					
Stocks	11	930,646		761,949	
Debtors	12	2,430,218		2,210,263	
Cash at bank and in hand		1,149,933		682,272	
		<u>4,510,797</u>		<u>3,654,484</u>	
<b>CREDITORS: amounts falling due within one year</b>	13	<u>(2,595,474)</u>		<u>(2,248,069)</u>	
<b>NET CURRENT ASSETS</b>			<u>1,915,323</u>		<u>1,406,415</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>6,934,464</u>		<u>2,657,786</u>
<b>CREDITORS: amounts falling due after more than one year</b>	14		(368,230)		(525,000)
<b>PROVISIONS FOR LIABILITIES</b>					
Deferred tax	15		<u>(5,785)</u>		<u>(5,785)</u>
<b>NET ASSETS</b>			<u><u>6,560,449</u></u>		<u><u>2,127,001</u></u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	16		1,876		1,876
Revaluation reserve	17		4,446,971		648,424
Capital redemption reserve	17		1,876		1,876
Profit and loss account	17		<u>2,109,726</u>		<u>1,474,825</u>
<b>SHAREHOLDERS' FUNDS</b>	18		<u><u>6,560,449</u></u>		<u><u>2,127,001</u></u>

The financial statements were approved and authorised for issue by the board and were signed on its behalf on  
19 December 2013

*Pat J Tobin*

**P J Tobin**  
Director

The notes on pages 11 to 19 form part of these financial statements

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**MARIGOLD HEALTH FOODS LIMITED**

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**CASH FLOW STATEMENT  
FOR THE YEAR ENDED 31 MARCH 2013**

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	Note	2013 £	2012 £
Net cash flow from operating activities	20	913,606	577,747
Returns on investments and servicing of finance	21	(31,358)	(12,862)
Taxation		(156,479)	(156,709)
Capital expenditure and financial investment	21	(1,338)	2,583
Equity dividends paid		(100,000)	-
<b>CASH INFLOW BEFORE FINANCING</b>		<b>624,431</b>	<b>410,759</b>
Financing	21	(156,770)	(175,000)
<b>INCREASE IN CASH IN THE YEAR</b>		<b>467,661</b>	<b>235,759</b>

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**RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET FUNDS/DEBT  
FOR THE YEAR ENDED 31 MARCH 2013**

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	2013 £	2012 £
Increase in cash in the year	467,661	235,759
Cash outflow from decrease in debt and lease financing	156,770	175,000
<b>MOVEMENT IN NET DEBT IN THE YEAR</b>	<b>624,431</b>	<b>410,759</b>
Net debt at 1 April 2012	(17,728)	(428,487)
<b>NET FUNDS/(DEBT) AT 31 MARCH 2013</b>	<b>606,703</b>	<b>(17,728)</b>

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The notes on pages 11 to 19 form part of these financial statements

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## MARIGOLD HEALTH FOODS LIMITED

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2013

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#### 1. ACCOUNTING POLICIES

##### 1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention as modified by the revaluation of Leasehold Property and include the results of the Company's operations which are described in the Directors Report and all of which are continuing

##### 1.2 Turnover

Turnover comprises revenue recognised by the company in respect of goods and services supplied during the year, exclusive of Value Added Tax and trade discounts

##### 1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost or valuation less depreciation. Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following bases

L/Term Leasehold Property	-	Over the term of the lease
Motor vehicles	-	Straight line over 6 years
Fixtures & fittings	-	Straight line over estimated life at variable rates

##### 1.4 Revaluation of tangible fixed assets

Individual freehold and leasehold properties are carried at current year value at the balance sheet date. A full valuation is obtained from a qualified valuer for each property every five years, with an interim valuation three years after the previous full valuation, and in any year where it is likely that there has been a material change in value

Revaluation gains and losses are recognised in the statement of total recognised gains and losses unless losses exceed the previously recognised gains or reflect a clear consumption of economic benefits, in which case the losses are recognised in the Profit and loss account

##### 1.5 Operating leases

Rentals under operating leases are charged to the Profit and loss account on a straight line basis over the lease term

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the period until the date the rent is expected to be adjusted to the prevailing market rate

##### 1.6 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads

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## MARIGOLD HEALTH FOODS LIMITED

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2013

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#### 1 ACCOUNTING POLICIES (continued)

##### 1.7 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation

Deferred tax is not provided on timing differences arising from the revaluation of fixed assets in the financial statements

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse

Deferred tax assets and liabilities are not discounted

##### 1.8 Foreign currencies

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction. Exchange differences are taken into account in arriving at the operating profit

##### 1.9 Pensions

The Company contributes to a group personal pension scheme. The assets of the scheme are held separately from those of the Company in independently administered funds. The Company's contributions to the scheme for the year are charged to the profit and loss account

#### 2. TURNOVER

The whole of the turnover is attributable to the one principal activity of the Company being wholesaler of vegetarian and vegan foods, drinks, nutritional supplements, toiletries and other animal-free products

All turnover arose within the United Kingdom

#### 3. OTHER OPERATING INCOME

	2013 £	2012 £
Other operating income	-	256

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**MARIGOLD HEALTH FOODS LIMITED**

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2013**

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**4. OPERATING PROFIT**

The operating profit is stated after charging

	2013 £	2012 £
Depreciation of tangible fixed assets - owned by the company	31,951	34,483
Auditors' remuneration	18,500	17,995
Auditors' remuneration - non-audit	1,500	1,500
Operating lease rentals - other operating leases	149,946	225,936
	<u>149,946</u>	<u>225,936</u>

**5. STAFF COSTS**

Staff costs, including director's remuneration, were as follows

	2013 £	2012 £
Wages and salaries	1,628,112	1,528,893
Social security costs	161,553	151,459
Other pension costs	74,823	54,176
	<u>1,864,488</u>	<u>1,734,528</u>

The average monthly number of employees, including the director, during the year was as follows

2013 No.	2012 No
<u>59</u>	<u>56</u>

**6 DIRECTOR'S REMUNERATION**

	2013 £	2012 £
Emoluments	<u>61,333</u>	<u>63,890</u>

**7. INTEREST RECEIVABLE**

	2013 £	2012 £
Staff loans	2,519	2,941
Bank interest receivable	367	330
	<u>2,886</u>	<u>3,271</u>

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**MARIGOLD HEALTH FOODS LIMITED**

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2013**

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**8. INTEREST PAYABLE**

	2013 £	2012 £
On bank loans and overdrafts	<u>34,244</u>	<u>16,133</u>

**9. TAXATION**

	2013 £	2012 £
<b>Analysis of tax charge in the year</b>		
<b>Current tax</b> (see note below)		
UK corporation tax charge on profit for the year	230,498	157,211
Adjustments in respect of prior periods	(908)	(734)
<b>Total current tax</b>	<u>229,590</u>	<u>156,477</u>
<b>Deferred tax</b> (see note 15)		
Transfer to deferred taxation	-	(7,829)
<b>Tax on profit on ordinary activities</b>	<u>229,590</u>	<u>148,648</u>

**Factors affecting tax charge for the year**

The tax assessed for the year is lower than (2012 - lower than) the standard rate of corporation tax in the UK of 24% (2012 - 26%). The differences are explained below

	2013 £	2012 £
Profit on ordinary activities before tax	<u>964,491</u>	<u>609,263</u>
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 24% (2012 - 26%)	231,478	158,408
<b>Effects of</b>		
Expenses not deductible for tax purposes, other than goodwill amortisation and impairment	2,989	4,434
Capital allowances for year in excess of depreciation	1,182	6,372
Adjustments to tax charge in respect of prior periods	(908)	(734)
Marginal relief	(5,151)	(12,003)
<b>Current tax charge for the year</b> (see note above)	<u>229,590</u>	<u>156,477</u>



**MARIGOLD HEALTH FOODS LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2013**

**10. TANGIBLE FIXED ASSETS**

	L/Term Leasehold Property £	Motor vehicles £	Fixtures & fittings £	Total £
<b>Cost or valuation</b>				
At 1 April 2012	1,250,000	71,305	158,525	1,479,830
Additions	-	-	2,246	2,246
Disposals	-	(36,665)	(6,730)	(43,395)
Revaluation surplus/(deficit)	3,750,000	-	-	3,750,000
At 31 March 2013	<u>5,000,000</u>	<u>34,640</u>	<u>154,041</u>	<u>5,188,681</u>
<b>Depreciation</b>				
At 1 April 2012	32,191	59,531	136,737	228,459
Charge for the year	16,356	5,553	10,042	31,951
On disposals	-	(36,665)	(5,658)	(42,323)
On revalued assets	(48,547)	-	-	(48,547)
At 31 March 2013	<u>-</u>	<u>28,419</u>	<u>141,121</u>	<u>169,540</u>
<b>Net book value</b>				
At 31 March 2013	<u>5,000,000</u>	<u>6,221</u>	<u>12,920</u>	<u>5,019,141</u>
At 31 March 2012	<u>1,217,809</u>	<u>11,774</u>	<u>21,788</u>	<u>1,251,371</u>

Cost or valuation at 31 March 2013 is as follows

	Land and buildings £
<b>At cost</b>	-
<b>At valuation:</b>	
Director valuation	5,000,000
	<u>5,000,000</u>

On 10 October 2013 contracts were exchanged with a view to complete the sale of 102 Camley Street for consideration of £5,000,000

If the land and buildings had not been included at valuation they would have been included under the historical cost convention as follows

	2013 £	2012 £
Cost	652,442	652,442
Accumulated depreciation	(104,617)	(97,624)
Net book value	<u>547,825</u>	<u>554,818</u>

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**MARIGOLD HEALTH FOODS LIMITED**

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2013**

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**11. STOCKS**

	2013 £	2012 £
Finished goods and goods for resale	930,646	761,949

**12. DEBTORS**

	2013 £	2012 £
<b>Due after more than one year</b>		
Other debtors	38,273	44,303
<b>Due within one year</b>		
Trade debtors	2,286,840	1,982,550
Other debtors	44,332	93,644
Prepayments and accrued income	60,773	89,766
	<u>2,430,218</u>	<u>2,210,263</u>

**13 CREDITORS:**

**Amounts falling due within one year**

	2013 £	2012 £
Bank loans and overdrafts	175,000	175,000
Trade creditors	2,051,064	1,841,687
Corporation tax	230,498	157,387
Social security and other taxes	38,361	39,433
Other creditors	20,909	4,531
Accruals and deferred income	79,642	30,031
	<u>2,595,474</u>	<u>2,248,069</u>

The bank loan is secured with a fixed charge over the Camley Street long term leasehold property. Interest is payable at 2.5% above the Royal Bank of Scotland Base Rate and the loan is repayable over five years.

**14. CREDITORS:**

**Amounts falling due after more than one year**

	2013 £	2012 £
Bank loans	368,230	525,000

**MARIGOLD HEALTH FOODS LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2013**

**15 DEFERRED TAXATION**

	2013 £	2012 £
At beginning of year	5,785	13,614
Charge for/(released during) year	-	(7,829)
At end of year	<u>5,785</u>	<u>5,785</u>

The provision for deferred taxation is made up as follows

	2013 £	2012 £
Accelerated capital allowances	<u>(5,785)</u>	<u>(5,785)</u>

**16. SHARE CAPITAL**

	2013 £	2012 £
<b>Allotted, called up and fully paid</b>		
1,876 Ordinary shares of £1 each	<u>1,876</u>	<u>1,876</u>

**17 RESERVES**

	Capital redempt'n reserve £	Revaluation reserve £	Profit and loss account £
At 1 April 2012	1,876	648,424	1,474,825
Profit for the year	-	-	734,901
Dividends Equity capital	-	-	(100,000)
Property revaluation	-	3,798,547	-
At 31 March 2013	<u>1,876</u>	<u>4,446,971</u>	<u>2,109,726</u>

**18 RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS**

	2013 £	2012 £
Opening shareholders' funds	2,127,001	1,666,386
Profit for the year	734,901	460,615
Dividends (Note 19)	(100,000)	-
Other recognised gains and losses during the year	3,798,547	-
Closing shareholders' funds	<u>6,560,449</u>	<u>2,127,001</u>

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**MARIGOLD HEALTH FOODS LIMITED**

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**NOTES TO THE FINANCIAL STATEMENTS  
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**19. DIVIDENDS**

	2013 £	2012 £
Dividends paid on equity capital	<u>100,000</u>	<u>-</u>

**20. NET CASH FLOW FROM OPERATING ACTIVITIES**

	2013 £	2012 £
Operating profit	995,849	622,125
Depreciation of tangible fixed assets	31,951	34,483
Loss on disposal of tangible fixed assets	164	21,898
(Increase)/decrease in stocks	(168,697)	43,545
Increase in debtors	(219,955)	(102,888)
Increase/(decrease) in creditors	274,294	(41,416)
<b>Net cash inflow from operating activities</b>	<u><u>913,606</u></u>	<u><u>577,747</u></u>

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

	2013 £	2012 £
<b>Returns on investments and servicing of finance</b>		
Interest received	2,886	3,271
Interest paid	(34,244)	(16,133)
<b>Net cash outflow from returns on investments and servicing of finance</b>	<u><u>(31,358)</u></u>	<u><u>(12,862)</u></u>
	2013 £	2012 £
<b>Capital expenditure and financial investment</b>		
Purchase of tangible fixed assets	(2,246)	(1,918)
Sale of tangible fixed assets	908	4,501
<b>Net cash (outflow)/inflow from capital expenditure</b>	<u><u>(1,338)</u></u>	<u><u>2,583</u></u>
	2013 £	2012 £
<b>Financing</b>		
Repayment of loans	<u><u>(156,770)</u></u>	<u><u>(175,000)</u></u>

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**MARIGOLD HEALTH FOODS LIMITED**

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**NOTES TO THE FINANCIAL STATEMENTS  
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**22. ANALYSIS OF CHANGES IN NET DEBT**

	1 April 2012 £	Cash flow £	Other non-cash changes £	31 March 2013 £
Cash at bank and in hand	682,272	467,661	-	1,149,933
<b>Debt</b>				
Debts due within one year	(175,000)	156,770	(156,770)	(175,000)
Debts falling due after more than one year	(525,000)	-	156,770	(368,230)
<b>Net debt</b>	<u>(17,728)</u>	<u>624,431</u>	<u>-</u>	<u>606,703</u>

**23. OPERATING LEASE COMMITMENTS**

At 31 March 2013 the company had annual commitments under non-cancellable operating leases as follows

	Land and buildings 2013 £	2012 £
<b>Expiry date</b>		
Within 1 year	-	50,000

**24. RELATED PARTY TRANSACTIONS**

Included in other creditors at the year end are amounts due to the Company's director, P J Tobin of £20,909 (2012 - £4,531)