

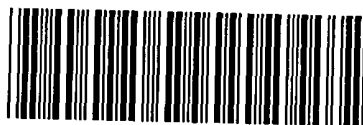
William Clark & Sons Limited

Report and Financial Statements

30 November 2014



TUESDAY



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#36

COMPANIES HOUSE

Directors

T G Clark

P Bailey

K Devlin

P D Jenkins

P Callan (*appointed 30 September 2014*)

Secretary

R I Clark

Bankers

Bank of Ireland

55 Main Street

Maghera

BT46 5AB

Bank of Ireland

Commercial Finance

1 Donegall Square South

Belfast BT1 5LR

Solicitors

Johns Elliot

40 Linenhall Street

Belfast BT2 8BA

Registered Office

Upperlands

Co Londonderry

Northern Ireland

BT46 5RZ

Registered No. NI054740

Directors' Report

The directors present their report and financial statements for the year ended 30 November 2014.

Results and dividends

The loss for the year after taxation amounts to £77,000 (2013: loss of £83,201). The directors do not recommend a final dividend (2013 - £nil).

Principal activity and review of the business

The main activities of the company during the year continued to be the manufacture of textile piece goods.

Directors

The directors who served the company during the year were as follows:

TG Clark

P Bailey

K Devlin

P D Jenkins

P Callan (*appointed 30 September 2014*)

Small company exemptions

This report has been prepared in accordance with the special provisions applicable to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

On behalf of the board



K Devlin
Director

Date

27/8/15

Report to the Board of Directors on the preparation of the unaudited Statutory Accounts of William Clark & Sons Limited

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of William Clark & Sons Limited for the year ended 30 November 2014 as set out on pages 4 to 10 which comprise the Profit and loss account, Statement of total recognised gains and losses, Balance Sheet and related notes 1 to 14 from the company's accounting records and information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales ("ICAEW"), we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com>.

This report is made solely to the Board of Directors of William Clark & Sons Limited, as a body, in accordance with the terms of our engagement letter dated 2 July 2013. Our work has been undertaken solely to prepare for approval the accounts of William Clark & Sons Limited and state those matters that we have agreed to state to the Board of Directors of William Clark & Sons Limited, as a body, in this report in accordance with the requirements of ICAEW as detailed at <http://www.icaew.com>. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than William Clark & Sons Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that William Clark & Sons Limited has kept adequate accounting records and to prepare statutory accounts that give a true and Fairview of the assets, liabilities, financial position and loss of William Clark & Sons Limited.

We have not been instructed to carry out an audit or a review of the accounts of William Clark & Sons Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given us and we do not, therefore, express any opinion on the statutory accounts.



Ernst and Young LLP

Belfast

Date 31 August 2015

Profit and loss account

for the year ended 30 November 2014

	Notes	2014 £	2013 £
Turnover	2	2,567,550	2,055,702
Cost of sales		(1,331,394)	(1,023,540)
Gross profit		1,236,156	1,032,162
Distribution costs		(163,706)	(127,188)
Administrative expenses		(1,139,619)	(1,008,940)
Other operating income		4,253	33,295
Profit on sale of fixed assets		-	303
Operating Loss	3	(62,916)	(70,368)
Interest payable and similar charges		(14,084)	(12,833)
Loss on ordinary activities before taxation		(77,000)	(83,201)
Tax credit on loss on ordinary activities		-	-
Loss on ordinary activities after taxation	12	(77,000)	(83,201)

All amounts relate to continuing activities.

Statement of total recognised gains and losses

For the year ended 30 November 2014

There are no recognised gains or losses other than the loss of £77,000 for the year ended 31 March 2015 (2013: loss of £83,201).

Balance sheet


at 30 November 2014

	Notes	2014 £	2013 £
Fixed assets	5	687,352	598,561
Current assets			
Stock	6	232,966	180,871
Debtors	7	442,025	441,469
Cash at bank and in hand		182,549	137
		<u>857,540</u>	<u>622,477</u>
Creditors: amounts falling due within one year	8	(1,167,218)	(874,691)
Net current liabilities		<u>(309,678)</u>	<u>(252,314)</u>
Total assets less liabilities		<u>377,674</u>	<u>346,348</u>
Creditors: amounts falling due after more than one year	10	(323,880)	(320,054)
Net assets		<u><u>53,794</u></u>	<u><u>26,294</u></u>
Capital and reserves			
Called up share capital	11	250,000	145,500
Profit and loss account	12	(311,459)	(234,459)
Revaluation reserve	12	115,253	115,253
Shareholders' funds	12	<u><u>53,794</u></u>	<u><u>26,294</u></u>

For the year ended 30 November 2014 the company is entitled to the exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the period in question in accordance with section 476.
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.
- These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.


 K Devlin
 Director
 Date 27/8/15

Notes to the financial statements

At 30 November 2014

1. Accounting policies

Basis of preparation

The financial statements are prepared under the historical cost convention and in accordance with applicable accounting standards.

Statement of cash flows

The company is exempt, as a small company from having to present a statement of cash flows under FRS 1.

Going concern

The financial statements have been prepared on the going concern basis which assumes that the company will be able to continue in operational existence for the foreseeable future and to meet its liabilities as they fall due. The company is dependent on continued financial support from its bankers and from other creditors for its ability to meet its liabilities as they fall due and to continue operating without immediate resolution of all its assets. The directors believe that continuing finance will be available and that it is therefore appropriate to prepare the financial statements on a going concern basis. Should continued finance not be made available, potential adjustments would have to be made to reduce the value of assets to their realisable amount and to provide for any further liabilities that might arise.

Tangible fixed assets

The cost of fixed assets is depreciated over the expected useful lives of the assets as follows:

Plant and other equipment – 10 years

Government grants

Grants of a revenue nature are credited to income so as to match them with the expenditure to which they relate.

Stocks and work in progress

Stocks are valued at the lower of cost, on a first in, first out basis, and net realisable value after making due allowance for any obsolete or slow moving items. In the case of finished goods and work in progress, costs comprise direct materials, direct labour and an appropriate proportion of manufacturing fixed and variable overheads. The allocation of manufacturing fixed overheads has regard to budgeted normal production.

Deferred taxation

Deferred taxation is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or right to pay less or to receive more, tax, with following exceptions:

- Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, or gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold.
- Deferred tax assets are recognised only to the extent that the directors consider that it is 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 is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Notes to the financial statements

At 30 November 2014

1. Accounting policies (*continued*)

Foreign currencies

Transactions denominated in foreign currencies are recorded at the rates of exchange ruling at the dates of the transactions. All monetary liabilities and assets are translated at year end exchange rates and the resulting exchange differences are dealt with in the determination of profit/loss for the financial year.

2. Turnover

Turnover comprises the invoice value of sales made by the company during the year exclusive of VAT.

3. Operating loss

This is stated after charging/(crediting):

	<i>2014</i>	<i>2014</i>
	<i>£</i>	<i>£</i>
Depreciation of owned fixed assets	42,000	38,000
	<u> </u>	<u> </u>

4. Directors' remuneration

	<i>2014</i>	<i>2014</i>
	<i>£</i>	<i>£</i>
Remuneration	99,634	50,000
	<u> </u>	<u> </u>

5. Tangible fixed assets

	<i>2014</i>
	<i>£</i>
<i>Cost or valuation:</i>	
At 1 December 2013	1,004,172
Additions	130,791
At 30 November 2014	<u>1,134,963</u>
<i>Depreciation:</i>	
At 1 December 2013	405,611
Charge for year	42,000
At 30 November 2014	<u>447,611</u>
<i>Net book value:</i>	
At 30 November 2014	<u>687,352</u>
At 30 November 2013	<u>598,561</u>

Notes to the financial statements

At 30 November 2014

6. Stock

	2014 £	2014 £
Raw materials	116,021	69,071
Finished goods	116,945	111,800
	<u>232,966</u>	<u>180,871</u>

7. Debtors

	2014 £	2014 £
<i>Due within one year:</i>		
Trade debtors	343,604	382,065
Other debtors	37,428	-
Prepayments and accrued income	26,628	59,387
Amounts owed by related parties (<i>note 14</i>)	34,365	16
	<u>442,025</u>	<u>441,469</u>

8. Creditors: amounts falling due within one year

	2014 £	2014 £
Bank overdraft	381,675	308,814
Carbon Trust loan	39,996	-
Trade creditors	322,756	419,537
Taxation – VAT	27,969	39,905
Other taxes and social security costs	13,755	19,812
Other creditors	17,145	31,300
Accruals	49,245	43,654
Loans to third parties	-	11,668
Amounts due to related parties (<i>note 14</i>)	314,677	-
	<u>1,167,218</u>	<u>874,691</u>

The amounts due to related parties (both due within one year and after more than one year), include loans totalling £240,943 which are secured by registered debenture by way of fixed and floating charges over the assets of the company. These loans are repayable in 8 equal instalments. £55,554 of the loans has no repayment term formally agreed.

9. Bank overdrafts

Bank overdrafts and all monies which may become due to the company's bankers are secured by fixed and floating charges over the company's assets.

William Clark & Sons (Holdings) Limited have provided a guarantee of £50,000 in favour of William Clark & Sons Limited.

Notes to the financial statements

At 30 November 2014

10. Creditors: amounts falling due after more than one year

	2014 £	2014 £
Carbon Trust loan	73,326	-
Loans to third parties	-	160,054
Loans owed to related parties (<i>note 14</i>)	250,554	160,000
	<u>323,880</u>	<u>320,054</u>

11. Issued share capital

	No.	2014 £	No.	2014 £
<i>Ordinary shares of £1 each</i>				
At beginning of year	145,500	145,500	145,500	145,500
Shares issued in year	104,500	104,500	-	-
At end of year	<u>250,000</u>	<u>250,000</u>	<u>145,500</u>	<u>145,500</u>

12. Reconciliation of shareholders' funds and movements on reserves

	Share Capital £	Revaluation reserve £	Profit and loss account £	Total £
At 1 December 2012	145,500	115,253	(151,258)	109,495
Loss for the period	-	-	(83,201)	(83,201)
At 30 November 2013	<u>145,500</u>	<u>115,253</u>	<u>(234,459)</u>	<u>26,294</u>
Loss for the period	-	-	(77,000)	(77,000)
Shares issued in year	104,500	-	-	104,500
At 30 November 2014	<u>250,000</u>	<u>115,253</u>	<u>(311,459)</u>	<u>53,794</u>

13. Contingent liabilities

Various capital and revenue grants received by the company could become repayable under certain circumstances.

Notes to the financial statements

At 30 November 2014

14. Related party transactions

T G Clark is a director and shareholder of both William Clark & Sons Limited and William Clark & Sons (Holdings) Limited, although the company is not owned by William Clark & Sons (Holdings) Limited. At 30 November 2014, the company owed £7,750 to T G Clark (2013: £60,000) which falls due for repayment after one year.

During the year the company traded with Evans Textile (Sales) Limited, a shareholder. At 30 November 2014 the company owed Evans Textile (Sales) Limited £263,502 and was owed £34,365 from Evans Textile (Sales) Limited in respect of sales and purchases made between the parties during the year. Also, at 30 November 2014, the company owed Evans Textile (Sales) Limited £159,471 in respect of total loan balances due.

At 30 November 2014 the company owed £29,277 to Lancotex Limited, a related party of Evans Textile (Sales) Limited.

During the year ended 30 November 2014 William Clark & Sons Limited received rent from William Clark & Sons (Holdings) Limited. Rent received by the company during the year was £3,600 (2013: £3,600). At 30 November 2014 the company owed £105,232 (2013: £100,000) to William Clark & Sons (Holdings) Limited, of which £100,000 falls due for repayment after one year.