

Registration number: 1210525

# H.S. Wood (Textiles) Limited

Annual Report and Financial Statements

for the Year Ended 30 June 2014

Clough & Company LLP  
Registered Auditors  
New Chartford House  
Centurion Way  
Cleckheaton  
Bradford  
West Yorkshire  
BD19 3QB

SATURDAY



\*A445FVKJ\*

A32

28/03/2015

#339

COMPANIES HOUSE

**H.S. Wood (Textiles) Limited**  
**Contents**

Company Information .....	1
Directors' Report .....	2
Strategic Report .....	3
Statement of Directors' Responsibilities .....	4
Independent Auditor's Report .....	5 to 6
Profit and Loss Account .....	7
Balance Sheet .....	8
Cash Flow Statement .....	9 to 10
Notes to the Financial Statements .....	11 to 24

## **H.S. Wood (Textiles) Limited**

### **Company Information**

**Directors** Mr Richard Ashley Wood  
Mr Richard Douglas Kestin  
Mr Stephen Craig Wood

**Company secretary** Mr Richard Douglas Kestin

**Registered office** Park View Mills  
Raymond Street  
Bradford  
West Yorkshire  
BD5 8DT

**Auditors** Clough & Company LLP  
Registered Auditors  
New Chartford House  
Centurion Way  
Cleckheaton  
Bradford  
West Yorkshire  
BD19 3QB

**H.S. Wood (Textiles) Limited**  
**Directors' Report for the Year Ended 30 June 2014**

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

Information relating to fair review of the business, principal risks and uncertainties, financial instruments and future developments is included in the strategic report.

**Principal activity**

The principal activity of the company is textile merchanting.

**Directors of the company**

The directors who held office during the year were as follows:

Mr Richard Ashley Wood

Mr Richard Douglas Kestin

Mr Stephen Craig Wood

**Dividends**

The directors recommend a final dividend payment of £nil be made in respect of the financial year ended 30 June 2014.

**Disclosure of information to the auditor**

Each director has taken steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information. The directors confirm that there is no relevant information that they know of and which they know the auditor is unaware of.

Approved by the Board on 27th March 2015  
and signed on its behalf by:



Mr Richard Douglas Kestin  
Company secretary

**H.S. Wood (Textiles) Limited**  
**Strategic Report for the Year Ended 30 June 2014**

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

**Business review**

***Fair review of the business***

The directors consider that the results for the financial year and the financial position at the end of the year were satisfactory.

The company's key financial and other performance indicators during the year were as follows:

	Unit	2014	2013
Turnover	£	8,093,500	9,547,482
Turnover growth	%	(15)	(2)
Gross profit margin	%	15	16
(Loss)/Profit before tax	£	(290,541)	95,559

**Financial instruments**

***Price risk, credit risk, liquidity risk and cash flow risk***

The business' activities expose it primarily to the financial risks of changes in foreign currency exchange rates.

The business' principal financial instruments comprise bank balances, bank overdrafts, trade debtors, trade creditors and loans to the business. The main purpose of these instruments is to finance the business' operations.


In respect of bank balances, the liquidity risk is managed by maintaining a balance between the continuity of funding and flexibility through the use of overdrafts at floating rates of interest. All of the business' cash balances are held in such a way that achieves a competitive rate of interest.

Trade debtors are managed in respect of credit and cash flow risk by policies concerning the credit offered to customers and the regular monitoring of amounts outstanding for both time and credit limits. Credit insurance is also in place covering certain trade debtors. The amounts presented in the balance sheet are net of allowances for doubtful debtors.

Trade creditors' liquidity risk is managed by ensuring sufficient funds are available to meet amounts due.

Loans comprise loans from the directors. The business manages the liquidity risk by ensuring that there are sufficient funds to meet the payments.

Approved by the Board on 27th March 2015  
and signed on its behalf by:



Mr Richard Douglas Kestin  
Company secretary

## **H.S. Wood (Textiles) Limited**

### **Statement of Directors' Responsibilities**

The directors are responsible for preparing the Directors' Report 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 apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent; and
- 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.

The directors are responsible for the maintenance and integrity of the corporate and financial information included on the company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

## **Independent Auditor's Report to the Members of H.S. Wood (Textiles) Limited**

We have audited the financial statements of H.S. Wood (Textiles) Limited for the year ended 30 June 2014, set out on pages 7 to 24. 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 auditor's 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 directors and auditor**

As explained more fully in the Statement of Directors' Responsibilities (set out on page 4), 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 (APB'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 Directors' Report 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 the 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 loss 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 Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

**Independent Auditor's Report to the Members of  
H.S. Wood (Textiles) Limited**

*..... continued*

**Matters on which we are required to report by exception**

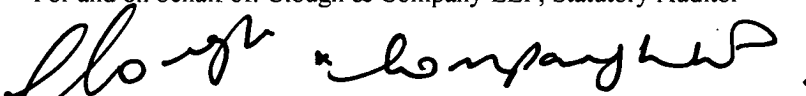
We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- 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.

R H Thompson FCA

**Senior Statutory Auditor**

For and on behalf of: Clough & Company LLP, Statutory Auditor



Clough & Company LLP, Statutory Auditor

New Chartford House

Centurion Way

Cleckheaton

Bradford

West Yorkshire

BD19 3QB

27 March 2015



**H.S. Wood (Textiles) Limited**  
**Profit and Loss Account for the Year Ended 30 June 2014**

	Note	2014 £	2013 £
Turnover	2	8,093,500	9,547,482
Cost of sales		<u>(6,882,099)</u>	<u>(8,011,893)</u>
Gross profit		1,211,401	1,535,589
Distribution costs		(88,307)	(82,481)
Administrative expenses		(1,511,046)	(1,474,971)
Other operating income		<u>24,458</u>	<u>35,939</u>
Operating (loss)/profit	3	(363,494)	14,076
Other interest receivable and similar income		91,933	85,205
Interest payable and similar charges	6	<u>(18,980)</u>	<u>(3,722)</u>
(Loss)/profit on ordinary activities before taxation		(290,541)	95,559
Tax on (loss)/profit on ordinary activities	7	<u>20,516</u>	<u>(22,400)</u>
(Loss)/profit for the financial year	17	<u><u>(270,025)</u></u>	<u><u>73,159</u></u>

Turnover and operating profit derive wholly from continuing operations.

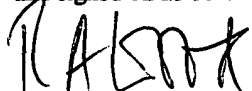
The company has no recognised gains or losses for the year other than the results above.

The notes on pages 11 to 24 form an integral part of these financial statements.

**H.S. Wood (Textiles) Limited**  
**(Registration number: 1210525)**  
**Balance Sheet at 30 June 2014**

		2014		2013	
	Note	£	£	£	£
<b>Fixed assets</b>					
Intangible fixed assets	8		100,000		120,000
Tangible fixed assets	9		13,424		30,313
Investments	10		<u>5,125</u>		<u>5,125</u>
			118,549		155,438
<b>Current assets</b>					
Stocks	11	1,040,094		832,183	
Debtors	12	4,390,172		2,147,964	
Cash at bank and in hand		<u>529,419</u>		<u>2,760,172</u>	
		5,959,685		5,740,319	
Creditors: Amounts falling due within one year	13	<u>(3,452,059)</u>		<u>(2,998,260)</u>	
Net current assets			<u>2,507,626</u>		<u>2,742,059</u>
Total assets less current liabilities			2,626,175		2,897,497
Provisions for liabilities	14		<u>(660)</u>		<u>(1,957)</u>
Net assets			<u>2,625,515</u>		<u>2,895,540</u>
<b>Capital and reserves</b>					
Called up share capital	16	2,600		2,600	
Profit and loss account	17	<u>2,622,915</u>		<u>2,892,940</u>	
Shareholders' funds	18		<u>2,625,515</u>		<u>2,895,540</u>

Approved and authorised for issue by the Board on 27th March 2015  
and signed on its behalf by:



.....  
**Mr Richard Ashley Wood**  
**Director**

**H.S. Wood (Textiles) Limited**  
**Cash Flow Statement for the Year Ended 30 June 2014**

**Reconciliation of operating loss/profit to net cash flow from operating activities**

	<b>2014</b>	<b>2013</b>
	<b>£</b>	<b>£</b>
Operating (loss)/profit	(363,494)	14,076
Depreciation, amortisation and impairment charges	33,068	38,106
Profit on disposal of fixed assets	(1,296)	(15,880)
Increase in stocks	(207,911)	(83,700)
(Increase)/decrease in debtors	(2,223,008)	503,376
Increase in creditors	473,099	1,769,491
Net cash (outflow)/inflow from operating activities	<u>(2,289,542)</u>	<u>2,225,469</u>

**Cash flow statement**

	<b>2014</b>	<b>2013</b>
	<b>£</b>	<b>£</b>
Net cash (outflow)/inflow from operating activities	(2,289,542)	2,225,469
<b>Returns on investments and servicing of finance</b>		
Interest received	91,933	85,205
Interest paid	<u>(18,980)</u>	<u>(3,722)</u>
	72,953	81,483
Taxation paid	(19,281)	(64,655)
<b>Capital expenditure and financial investment</b>		
Purchase of tangible fixed assets	(3,300)	(27,228)
Sale of tangible fixed assets	<u>8,417</u>	<u>16,810</u>
	5,117	(10,418)
Net cash (outflow)/inflow before management of liquid resources and financing	<u>(2,230,753)</u>	<u>2,231,879</u>
(Decrease)/increase in cash	<u>(2,230,753)</u>	<u>2,231,879</u>

The notes on pages 11 to 24 form an integral part of these financial statements.

**H.S. Wood (Textiles) Limited**  
**Cash Flow Statement for the Year Ended 30 June 2014**

..... *continued*

**Reconciliation of net cash flow to movement in net debt**

	Note	2014 £	2013 £
(Decrease)/increase in cash		<u>(2,230,753)</u>	<u>2,231,879</u>
Movement in net debt	19	(2,230,753)	2,231,879
Net funds at 1 July	19	<u>2,760,172</u>	<u>528,293</u>
Net funds at 30 June	19	<u><u>529,419</u></u>	<u><u>2,760,172</u></u>

## **H.S. Wood (Textiles) Limited**

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

#### **1 Accounting policies**

##### **Basis of preparation**

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

##### **Consolidation**

Group accounts are not completed due to the subsidiary undertakings being deemed to fall into exclusion on the grounds of being immaterial both individually and collectively.

##### **Turnover**

Turnover represents amounts chargeable, net of value added tax, in respect of the sale of goods and services to customers.

##### **Goodwill**

Goodwill is the difference between the fair value of consideration paid for an acquired entity and the aggregate of the fair value of that entity's identifiable assets and liabilities.

Positive goodwill is capitalised, classified as an asset on the balance sheet and amortised on a straight line basis over its useful economic life. It is reviewed for impairment at the end of the first full financial year following the acquisition and in other periods if events or changes in circumstances indicate that the carrying value may not be recoverable.

##### **Amortisation**

Amortisation is provided on intangible fixed assets so as to write off the cost, less any estimated residual value, over their expected useful economic life as follows:

<b>Asset class</b>	<b>Amortisation method and rate</b>
Goodwill	Between four and twenty years

##### **Depreciation**

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

<b>Asset class</b>	<b>Depreciation method and rate</b>
Plant and machinery	25% straight line basis
Fixtures and fittings	15% to 33% straight line
Motor vehicles	25% straight line basis

##### **Fixed asset investments**

Investments in subsidiary undertakings are stated at cost less any provisions for impairment in value.

##### **Stock**

Stock is valued at the lower of cost and net realisable value, after due regard for obsolete and slow moving stocks. Net realisable value is based on selling price less anticipated costs to completion and selling costs.

## **H.S. Wood (Textiles) Limited**

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

..... *continued*

#### **Deferred tax**

Deferred tax is recognised, without discounting, in respect of all timing differences between the treatment of certain items for taxation and accounting purposes, which have arisen but not reversed by the balance sheet date, except as required by FRS19.

Deferred tax is measured at the rates that are expected to apply in the periods when the timing differences are expected to reverse, based on the tax rates and law enacted at the balance sheet date.

#### **Foreign currency**

Profit and loss account transactions in foreign currencies are translated into sterling at the exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the closing rates at the balance sheet date and the exchange differences are included in the profit and loss account.

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

Rentals payable under operating leases are charged in the profit and loss account on a straight line basis over the lease term.

#### **Financial instruments**

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

#### **Pensions**

The company operates a defined contribution pension scheme. Contributions are recognised in the profit and loss account in the period in which they become payable in accordance with the rules of the scheme.

## **2 Turnover**

Details of turnover by geographical market have been omitted, as in the opinion of the directors; this disclosure would be seriously prejudicial to the interests of the company.

## **3 Operating (loss)/profit**

Operating (loss)/profit is stated after charging:

	<b>2014</b>	<b>2013</b>
	<b>£</b>	<b>£</b>
Auditor's remuneration - The audit of the company's annual accounts	8,050	9,750
Auditor's remuneration - Tax services	1,250	1,250
Foreign currency gains	(28,412)	(29,422)
Profit on sale of tangible fixed assets	(1,296)	(15,880)
Depreciation of owned assets	13,068	18,106
Amortisation	<u>20,000</u>	<u>20,000</u>

## **H.S. Wood (Textiles) Limited**

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

**..... continued**

#### **4 Particulars of employees**

The average number of persons employed by the company (including directors) during the year, analysed by category was as follows:

	<b>2014 No.</b>	<b>2013 No.</b>
Administration and support	17	17
Production	21	22
	<u>38</u>	<u>39</u>

The aggregate payroll costs were as follows:

	<b>2014 £</b>	<b>2013 £</b>
Wages and salaries	941,067	942,285
Social security costs	89,534	92,618
Staff pensions	128,231	105,590
	<u>1,158,832</u>	<u>1,140,493</u>

# **H.S. Wood (Textiles) Limited**

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

..... *continued*

### **5 Directors' remuneration**

The directors' remuneration for the year was as follows:

	2014 £	2013 £
Remuneration (including benefits in kind)	101,365	120,935
Company contributions paid to money purchase schemes	<u>82,496</u>	<u>104,133</u>

During the year the number of directors who were receiving benefits and share incentives was as follows:

	2014 No.	2013 No.
Accruing benefits under defined benefit pension scheme	<u>3</u>	<u>3</u>

In respect of the highest paid director:

	2014 £	2013 £
Remuneration	25,000	25,000
Benefits under long-term incentive schemes (excluding shares)	763	7,844
Company contributions to money purchase pension schemes	<u>39,165</u>	<u>49,998</u>

### **6 Interest payable and similar charges**

	2014 £	2013 £
Interest on bank borrowings	35	432
Other interest payable	<u>18,945</u>	<u>3,290</u>
	<u>18,980</u>	<u>3,722</u>



## H.S. Wood (Textiles) Limited

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

..... *continued*

#### 7 Taxation

##### Tax on (loss)/profit on ordinary activities

	2014 £	2013 £
<b>Current tax</b>		
Corporation tax (credit)/charge	(19,200)	19,300
Adjustments in respect of previous years	(19)	(1,495)
UK Corporation tax	(19,219)	17,805
<b>Deferred tax</b>		
Origination and reversal of timing differences	(1,297)	4,595
Total tax on (loss)/profit on ordinary activities	<u>(20,516)</u>	<u>22,400</u>

##### Factors affecting current tax charge for the year

Tax on (loss)/profit on ordinary activities for the year is higher than (2013 - lower than) the standard rate of corporation tax in the UK of 20% (2013 - 20%).

The differences are reconciled below:

	2014 £	2013 £
(Loss)/profit on ordinary activities before taxation	<u>(290,541)</u>	<u>95,559</u>
Corporation tax at standard rate	(58,108)	19,112
Depreciation for the period in excess of capital allowances	1,297	(4,155)
Corporation tax provision rounding	82	19
(Over)/under provision in previous year	(19)	(1,495)
Expenses not deductible for tax purposes	4,173	4,324
Unrelieved tax losses carried forward	<u>33,356</u>	<u>-</u>
Total current tax	<u>(19,219)</u>	<u>17,805</u>

## H.S. Wood (Textiles) Limited

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

..... continued

#### 8 Intangible fixed assets

	Goodwill £
<b>Cost</b>	
At 1 July 2013	423,100
At 30 June 2014	423,100
<b>Amortisation</b>	
At 1 July 2013	303,100
Charge for the year	20,000
At 30 June 2014	323,100
<b>Net book value</b>	
At 30 June 2014	100,000
At 30 June 2013	120,000

#### 9 Tangible fixed assets

	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Total £
<b>Cost or valuation</b>				
At 1 July 2013	158,683	47,349	76,002	282,034
Additions	-	-	3,300	3,300
Disposals	-	-	(16,195)	(16,195)
At 30 June 2014	158,683	47,349	63,107	269,139
<b>Depreciation</b>				
At 1 July 2013	150,966	42,924	57,831	251,721
Charge for the year	3,509	4,425	5,134	13,068
Eliminated on disposals	-	-	(9,074)	(9,074)
At 30 June 2014	154,475	47,349	53,891	255,715
<b>Net book value</b>				
At 30 June 2014	4,208	-	9,216	13,424
At 30 June 2013	7,717	4,425	18,171	30,313

## H.S. Wood (Textiles) Limited

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

..... *continued*

#### 10 Investments held as fixed assets

##### Shares in group undertakings and participating interests

	Group shares £
<b>Cost</b>	
At 1 July 2013	1,658,851
At 30 June 2014	1,658,851
<b>Provision for impairment</b>	
At 1 July 2013	1,653,726
<b>Net book value</b>	
At 30 June 2014	5,125
At 30 June 2013	5,125

##### Details of undertakings

Details of the investments in which the group holds 20% or more of the nominal value of any class of share capital are as follows:

Undertaking	Holding	Proportion of voting rights and shares held	Principal activity
<b>Subsidiary undertakings</b>			
G.B.U. (Northern) Limited	Ordinary	100%	Dormant
A. Greg Wood & Sons Limited	Ordinary	100%	Dormant
Spen Waste Company Limited	Ordinary	100%	Dormant
Joseph Levin (Textiles) Limited	Ordinary	100%	Dormant
Watson Textiles Limited	Ordinary	100%	Dormant
Fine Fibres Limited	Ordinary	100%	Dormant
DHC (Bradford) Limited	Ordinary	100%	Dormant
J H Cockroft (Exports) Limited	Ordinary	100%	Dormant
Tilly Tiger Limited	Ordinary	99.5%	Dormant

## H.S. Wood (Textiles) Limited

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

..... continued

	Capital & reserves	Profit/(loss) for the period
	£	£
<b>Subsidiary undertakings</b>		
G.B.U (Northern) Limited	1,574	-
A. Greg Wood & Sons Limited	2	-
Spen Waste Company Limited	150	-
Joseph Levin (Textiles) Limited	100	-
Watson Textiles Limited	100	-
Fine Fibres Limited	1,998	-
DHC (Bradford) Limited	1,000	-
J H Cockroft (Exports) Limited	5,000	-
Tilly Tiger Limited	201	-
	<u>201</u>	<u>-</u>

#### 11 Stocks

	2014 £	2013 £
Raw materials and finished goods	<u>1,040,094</u>	<u>832,183</u>

The difference between the purchase price or production cost of stock and their replacement cost is not material.

#### 12 Debtors

	2014 £	2013 £
Trade debtors	1,730,685	1,596,569
Amounts owed by connected undertakings	1,865,000	-
Other debtors	703,653	468,986
Prepayments and accrued income	90,834	82,409
	<u>4,390,172</u>	<u>2,147,964</u>

# **H.S. Wood (Textiles) Limited**

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

..... *continued*

### **13 Creditors: Amounts falling due within one year**

	<b>2014</b>	<b>2013</b>
	<b>£</b>	<b>£</b>
Trade creditors	564,806	791,105
Amounts owed to group undertakings	9,824	9,824
Amounts owed to participating interests	1,343,645	1,474,951
Corporation tax	-	19,300
Other taxes and social security	24,152	20,744
Other creditors	531	3,548
Directors' current accounts	1,286,110	481,024
Accruals and deferred income	222,991	197,764
	<u>3,452,059</u>	<u>2,998,260</u>

### **14 Provisions**

	<b>Deferred tax</b>
	<b>£</b>
At 1 July 2013	1,957
Credited to the profit and loss account	<u>(1,297)</u>
At 30 June 2014	<u>660</u>

#### **Analysis of deferred tax**

	<b>2014</b>	<b>2013</b>
	<b>£</b>	<b>£</b>
Difference between accumulated depreciation and amortisation and capital allowances	<u>660</u>	<u>1,957</u>

# H.S. Wood (Textiles) Limited

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

..... continued

### 15 Pension schemes

#### Defined contribution pension scheme

The company operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the company to the scheme and amounted to £128,231 (2013 - £105,590).

Contributions totalling £nil (2013 - £nil) were payable to the schemes at the end of the year and are included in creditors.

### 16 Share capital

#### Allotted, called up and fully paid shares

	2014		2013	
	No.	£	No.	£
Ordinary shares of £1 each	<u>2,600</u>	<u>2,600</u>	<u>2,600</u>	<u>2,600</u>

### 17 Reserves

	Profit and loss account £
At 1 July 2013	2,892,940
Loss for the year	<u>(270,025)</u>
At 30 June 2014	<u>2,622,915</u>

### 18 Reconciliation of movement in shareholders' funds

	2014 £	2013 £
(Loss)/profit attributable to the members of the company	<u>(270,025)</u>	<u>73,159</u>
Net (reduction)/addition to shareholders' funds	<u>(270,025)</u>	<u>73,159</u>
Shareholders' funds at 1 July	<u>2,895,540</u>	<u>2,822,381</u>
Shareholders' funds at 30 June	<u>2,625,515</u>	<u>2,895,540</u>

## **H.S. Wood (Textiles) Limited**

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

..... *continued*

#### **19 Analysis of net debt**

	<b>At 1 July 2013</b>	<b>Cash flow</b>	<b>At 30 June 2014</b>
	<b>£</b>	<b>£</b>	<b>£</b>
Cash at bank and in hand	2,760,172	(2,230,753)	529,419
Net funds	<u>2,760,172</u>	<u>(2,230,753)</u>	<u>529,419</u>

#### **20 Related party transactions**

##### **Control**

The company is controlled by the directors who own 100% of the called up share capital.

##### **Related party transactions**

GBU (Northern) Limited, Fine Fibres Limited, D H C (Bradford) Limited, J H Cockcroft (Exports) Limited, A Greg Wood and Sons Limited, Spen Waste Company Limited, Watson Textiles Limited and Tilly Tiger Limited are all subsidiary companies.

Mr R A Wood and Mr S C Wood have interests by virtue of their shareholdings, and their close family shareholdings in the balances and transactions with Sable Exports (UK) Limited, Smith Bros. (Staincliffe) Limited, Cashmere Fibres International Limited, H B Textiles Latvia Limited and Casa Branca LLC.

##### **Trustee and member interests**

By virtue of being trustees and members, the above individuals also had interests in balances and transactions with H S Wood Directors Pension Scheme and as trustees, interests in balances due to H S Wood Discretionary Trusts, H S Wood Residuary Trust and H S Wood Discretionary Will Trust.

## H.S. Wood (Textiles) Limited

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

..... continued

#### Loans

Amounts due from/(to) related parties as follows:

	2014	2013
	£	£
D H C (Bradford) Limited	(1,000)	(1,000)
Sable Exports (UK) Limited	(118,322)	(118,322)
Smith Bros. (Staincliffe) Limited	(33,935)	(33,935)
Fine Fibres Limited	(1,998)	(1,998)
J H Cockroft (Exports) Limited	(5,000)	(5,000)
GBU (Northern) Limited	(1,574)	(1,574)
Spen Waste Company Limited	(150)	(150)
A Greg Wood & Sons Limited	(2)	(2)
Watson Textiles Limited	(100)	(100)
H S Wood Residuary Trust	(363,898)	(372,843)
H S Wood Discretionary Settlement Trusts	(423,240)	(536,533)
H S Wood Discretionary Will Trust	(369,306)	(378,374)
Cashmere Fibres International Limited	1,865,000	-
Casa Branca LLC	-	32,802
	<u>                    </u>	<u>                    </u>

#### Amounts included in Trade Debtors

	2014	2013
	£	£
H B Textiles Latvia Limited	<u>847,844</u>	<u>612,294</u>



# **H.S. Wood (Textiles) Limited**

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

..... *continued*

### **Transactions:**

#### **Interest receivable**

	<b>2014</b>	<b>2013</b>
	<b>£</b>	<b>£</b>
Cashmere Fibres International Limited	<u>68,924</u>	<u>62,995</u>

#### **Rent payable**

	<b>2014</b>	<b>2013</b>
	<b>£</b>	<b>£</b>
H S Wood Directors Pension Scheme	<u>60,000</u>	<u>60,000</u>

#### **Sales to**

	<b>2014</b>	<b>2013</b>
	<b>£</b>	<b>£</b>
Cashmere Fibres International Limited	25,728	27,332
H B Textiles Latvia	<u>789,629</u>	<u>951,543</u>

#### **Purchases from**

	<b>2014</b>	<b>2013</b>
	<b>£</b>	<b>£</b>
Cashmere Fibres International Limited	89,072	17,290
H B Textiles Latvia	<u>97,025</u>	<u>90,309</u>

#### **Management charges**

	<b>2014</b>	<b>2013</b>
	<b>£</b>	<b>£</b>
Cashmere Fibres International Limited	<u>22,750</u>	<u>20,500</u>

## H.S. Wood (Textiles) Limited

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

..... *continued*

#### Directors' loans

The amounts owed to the directors at the year end are:

	2014	2013
	£	£
Mr S C Wood	1,265,646	480,929
Mr R A Wood	20,059	
Mr R D Kestin	405	95
	<u>1,286,110</u>	<u>481,024</u>

During the year the company sold the following motor vehicles to the director's at their market value;

	Market Value
	£
Richard Wood: Fiat 500 - WN62 PYL	<u>8,000</u>

During the year interest of £18,945 was paid to the directors (2013- £3,290).