

STRATEGIC REPORT, REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017
FOR
RABART DECORATORS MERCHANTS LIMITED

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RABART DECORATORS MERCHANTS LIMITED

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FOR THE YEAR ENDED 31 DECEMBER 2017

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RABART DECORATORS MERCHANTS LIMITED

COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2017

DIRECTORS:	A Bush S Bush
SECRETARY:	S Bush
REGISTERED OFFICE:	Rabart House Pontsarn Road Merthyr Tydfil CF48 2SR
REGISTERED NUMBER:	01744021 (England and Wales)
AUDITORS:	Btp Associates Limited Statutory Auditors Chartered Accountants Orbit Business Centre Merthyr Tydfil CF48 1DL
BANKERS:	Barclays Bank Plc South Wales Valley Group P O Box 46 93/94 Taff Street Pontypridd CF37 4YH

RABART DECORATORS MERCHANTS LIMITED

STRATEGIC REPORT **FOR THE YEAR ENDED 31 DECEMBER 2017**

The directors present their strategic report for the year ended 31 December 2017.

REVIEW OF BUSINESS

The results for the financial year are set out in the profit and loss account on page 6 and the financial position of the company at 31st December 2017 is shown on page 7.

The principal activity of the company was that of trade and retail sale of decorating materials.

PRINCIPAL RISKS AND UNCERTAINTIES

As the company operates in an environment with changing demand patterns there is always the threat of loss of sales through not moving with the times. This however is being managed by the company by constantly being in touch with suppliers regarding new products.

FINANCIAL KEY PERFORMANCE INDICATORS

	2017	2016
Turnover	£11,638,412	£11,035,432
Gross Profit/Turnover	26.1%	26.0%
Pre Tax Profit/Turnover	4.4%	3.4%

DEVELOPMENTS AND PERFORMANCE

Growth in 2017 was better than expected and was an improvement on 2016. End of year figures show that over the counter sales have continued to outperform indirect paint sale in terms of growth, and overall sales are running at 5.23% above last year. This is higher than the BCF predictions for the year, which showed the market declining by circa -3%, Price increases in 2017 were around an average of 5% so based on the above the company is currently outperforming the market and supplier and customer feedback has been positive.

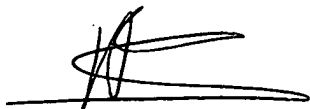
As planned the decision was taken to open in Cwmbran in June 2017, to consolidated Rabart's coverage of South Wales and strengthen our customer base in Newport and the Gwent Valleys. Early sales figures for the first six months of trading were positive and going forward we plan to develop the branch further by expanding our delivery service from this location.

The company continues to have workable cash reserves and the business only significant borrowings are the mortgage on the units in Redruth which are occupied by Rabart and W.H Smiths and the company vehicles.

Plans to replace the company's sales and accountancy systems have been confirmed for mid-2018 when we will move our tills and accounts software to a new ERP system. This is a single piece of software that will effectively administrate the company and provide better management information and fiscal control in real time. This is a significant investment for Rabat and shows our commitment to expanding the business over the long term, and whilst this is not without its risks, plans are in place to minimise any disruption, and the benefits of this change far out way the risks of remaining with the current systems that has become a business inhibitor.

The company has a very good understanding of some of the potential risk identified above namely changes to the IT infrastructure and business procedures, and plans to expand the business further have been put on hold pending this development. Rabart are confident that based on current management and market information there are no foreseeable issues or circumstances that will prevent Rabart continuing to develop and grow as a profitable enterprise over the next 12 months.

ON BEHALF OF THE BOARD:



A Bush - Director

21 September 2018

RABART DECORATORS MERCHANTS LIMITED

REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 DECEMBER 2017

The directors present their report with the financial statements of the company for the year ended 31 December 2017.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of the trade and retail sale of decorating materials.

DIVIDENDS

Interim dividends per share were paid as follows:

834	- 22 February 2017
3333	- 3 April 2017
3333	- 31 July 2017
7500	

The directors recommend that no final dividend be paid.

The total distribution of dividends for the year ended 31 December 2017 will be £180,000.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 January 2017 to the date of this report.

A Bush
S Bush

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Strategic Report, the Report of the Directors and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

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

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.

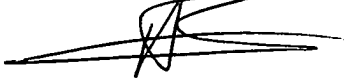
RABART DECORATORS MERCHANTS LIMITED

REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 DECEMBER 2017

AUDITORS

The auditors, Btp Associates Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:

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

A Bush - Director

21 September 2018

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
RABART DECORATORS MERCHANTS LIMITED

Opinion

We have audited the financial statements of Rabart Decorators Merchants Limited (the 'company') for the year ended 31 December 2017 which comprise the Income Statement, Other Comprehensive Income, Statement of Financial Position, Statement of Changes in Equity, Statement of Cash Flows and Notes to the Statement of Cash Flows, Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2017 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.

Basis for opinion

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

Conclusions relating to going concern

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

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

Other information

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

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

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

Opinion on other matters prescribed by the Companies Act 2006

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

- the information given in the Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and the Report of the Directors have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

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

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

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

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
RABART DECORATORS MERCHANTS LIMITED

Responsibilities of directors

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

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

Auditors' responsibilities for the audit of the financial statements

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

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

Use of our report

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



Huw Baker FCA (Senior Statutory Auditor)
for and on behalf of Btp Associates Limited
Statutory Auditors
Chartered Accountants
Orbit Business Centre
Merthyr Tydfil
CF48 1DL

21 September 2018

RABART DECORATORS MERCHANTS LIMITED

INCOME STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2017

	Notes	2017 £	2016 £
TURNOVER		11,638,412	11,035,432
Cost of sales		(8,593,282)	(8,167,224)
GROSS PROFIT		3,045,130	2,868,208
Administrative expenses		(2,599,012)	(2,634,401)
		446,118	233,807
Other operating income		82,289	156,508
OPERATING PROFIT	4	528,407	390,315
Interest receivable and similar income		1,348	566
		529,755	390,881
Interest payable and similar expenses	5	(18,900)	(20,357)
PROFIT BEFORE TAXATION		510,855	370,524
Tax on profit	6	(107,795)	(86,399)
PROFIT FOR THE FINANCIAL YEAR		403,060	284,125

The notes form part of these financial statements

RABART DECORATORS MERCHANTS LIMITED

OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2017

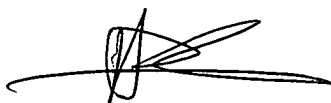
	Notes	2017 £	2016 £
PROFIT FOR THE YEAR		403,060	284,125
OTHER COMPREHENSIVE INCOME		-	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		<u>403,060</u>	<u>284,125</u>

The notes form part of these financial statements

STATEMENT OF FINANCIAL POSITION
31 DECEMBER 2017

	Notes	2017 £	2016 £
FIXED ASSETS			
Intangible assets	8	-	22,500
Tangible assets	9	1,200,336	1,213,068
Investment property	10	160,000	141,755
		<u>1,360,336</u>	<u>1,377,323</u>
CURRENT ASSETS			
Stocks	11	1,756,053	1,549,011
Debtors	12	1,341,976	1,217,475
Investments	13	14,000	14,000
Cash at bank		343,415	370,996
		<u>3,455,444</u>	<u>3,151,482</u>
CREDITORS			
Amounts falling due within one year	14	<u>1,390,338</u>	<u>1,287,625</u>
NET CURRENT ASSETS		<u>2,065,106</u>	<u>1,863,857</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>3,425,442</u>	<u>3,241,180</u>
CREDITORS			
Amounts falling due after more than one year	15	(432,864)	(474,226)
PROVISIONS FOR LIABILITIES	18	<u>(50,723)</u>	<u>(48,159)</u>
NET ASSETS		<u><u>2,941,855</u></u>	<u><u>2,718,795</u></u>
CAPITAL AND RESERVES			
Called up share capital	19	24	24
Retained earnings	20	<u>2,941,831</u>	<u>2,718,771</u>
SHAREHOLDERS' FUNDS		<u><u>2,941,855</u></u>	<u><u>2,718,795</u></u>

The financial statements were approved by the Board of Directors on 21 September 2018 and were signed on its behalf by:



A Bush - Director

RABART DECORATORS MERCHANTS LIMITED

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2017

	Called up share capital £	Retained earnings £	Total equity £
Balance at 1 January 2016	24	2,591,086	2,591,110
Changes in equity			
Dividends	-	(156,440)	(156,440)
Total comprehensive income	-	284,125	284,125
Balance at 31 December 2016	24	2,718,771	2,718,795
Changes in equity			
Dividends	-	(180,000)	(180,000)
Total comprehensive income	-	403,060	403,060
Balance at 31 December 2017	24	2,941,831	2,941,855

The notes form part of these financial statements

RABART DECORATORS MERCHANTS LIMITED

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2017

	Notes	2017 £	2016 £
Cash flows from operating activities			
Cash generated from operations	1	529,732	522,159
Interest paid		(18,900)	(20,357)
Tax paid		(91,657)	(61,859)
Net cash from operating activities		<u>419,175</u>	<u>439,943</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(212,343)	(189,155)
Sale of tangible fixed assets		26,200	29,000
Interest received		1,348	566
Net cash from investing activities		<u>(184,795)</u>	<u>(159,589)</u>
Cash flows from financing activities			
Loan repayments in year		(49,956)	(47,996)
Capital repayments in year		16,735	52,459
Amount introduced by directors		22,157	-
Amount withdrawn by directors		(47,538)	(4,002)
Equity dividends paid		(180,000)	(156,440)
Net cash from financing activities		<u>(238,602)</u>	<u>(155,979)</u>
(Decrease)/increase in cash and cash equivalents		<u>(4,222)</u>	<u>124,375</u>
Cash and cash equivalents at beginning of year	2	337,058	212,683
Cash and cash equivalents at end of year	2	<u><u>332,836</u></u>	<u><u>337,058</u></u>

The notes form part of these financial statements

RABART DECORATORS MERCHANTS LIMITED

NOTES TO THE STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2017

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

	2017	2016
	£	£
Profit before taxation	510,855	370,524
Depreciation charges	220,806	219,027
Loss/(profit) on disposal of fixed assets	569	(3,861)
Gain on revaluation of fixed assets	(18,245)	-
Finance costs	18,900	20,357
Finance income	(1,348)	(566)
	731,537	605,481
Increase in stocks	(207,042)	(75,939)
Increase in trade and other debtors	(109,242)	(37,679)
Increase in trade and other creditors	114,479	30,296
Cash generated from operations	529,732	522,159

2. CASH AND CASH EQUIVALENTS

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

Year ended 31 December 2017

	31/12/17	1/1/17
	£	£
Cash and cash equivalents	343,415	370,996
Bank overdrafts	(10,579)	(33,938)
	332,836	337,058

Year ended 31 December 2016

	31/12/16	1/1/16
	£	£
Cash and cash equivalents	370,996	212,683
Bank overdrafts	(33,938)	-
	337,058	212,683

The notes form part of these financial statements

RABART DECORATORS MERCHANTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS **FOR THE YEAR ENDED 31 DECEMBER 2017**

1. STATUTORY INFORMATION

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

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

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

Turnover

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

Rents received comprises rents due in the period less value added tax.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of business, is being amortised evenly over its estimated useful life.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Long leasehold	- in accordance with the term of the lease
Plant and machinery	- 25% on cost, 20% on cost and 15% on cost
Motor vehicles	- 25% on cost

Investment property

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in profit or loss.

Inventories

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

Inventories comprise of finished goods and are valued at the lower of cost price less discounts and net realisable value, after making due allowance for obsolete and slow moving stock.

Taxation

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

Current or deferred taxation assets and liabilities are not discounted.

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

RABART DECORATORS MERCHANTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2017

2. ACCOUNTING POLICIES - continued

Deferred tax

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

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

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

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to profit or loss 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 profit or loss in the period to which they relate.

3. EMPLOYEES AND DIRECTORS

	2017 £	2016 £
Wages and salaries	1,218,420	1,179,159
Other pension costs	29,302	28,801
	<u>1,247,722</u>	<u>1,207,960</u>

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

	2017	2016
Office	10	10
Shops	48	46
	<u>58</u>	<u>56</u>

	2017 £	2016 £
Directors' remuneration	<u>3,023</u>	<u>1,548</u>

RABART DECORATORS MERCHANTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2017

4. OPERATING PROFIT

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

	2017	2016
	£	£
Hire of plant and machinery	5,613	6,413
Depreciation - owned assets	135,629	125,968
Depreciation - assets on hire purchase contracts	62,677	62,058
Loss/(profit) on disposal of fixed assets	569	(3,861)
Goodwill amortisation	22,500	31,000
Auditors' remuneration	6,000	6,000
Auditors' remuneration for non audit work	4,440	5,380
Other operating leases	<u>292,229</u>	<u>273,097</u>

5. INTEREST PAYABLE AND SIMILAR EXPENSES

	2017	2016
	£	£
Interest payable	<u>18,900</u>	<u>20,357</u>

6. TAXATION

Analysis of the tax charge

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

	2017	2016
	£	£
Current tax:		
UK corporation tax	105,231	91,786
Deferred tax	<u>2,564</u>	<u>(5,387)</u>
Tax on profit	<u>107,795</u>	<u>86,399</u>

Reconciliation of total tax charge included in profit and loss

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

	2017	2016
	£	£
Profit before tax	<u>510,855</u>	<u>370,524</u>
Profit multiplied by the standard rate of corporation tax in the UK of 19.250% (2016 - 20%)	98,340	74,105
Effects of:		
Expenses not deductible for tax purposes	5,714	4,502
Income not taxable for tax purposes	(3,663)	(772)
Depreciation in excess of capital allowances	4,840	13,951
Deferred tax	<u>2,564</u>	<u>(5,387)</u>
Total tax charge	<u>107,795</u>	<u>86,399</u>

RABART DECORATORS MERCHANTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2017

7. DIVIDENDS

	2017 £	2016 £
Ordinary shares of £1 each		
Interim	<u>180,000</u>	<u>156,440</u>

8. INTANGIBLE FIXED ASSETS

	Goodwill £
COST	
At 1 January 2017	
and 31 December 2017	<u>187,130</u>
AMORTISATION	
At 1 January 2017	164,630
Amortisation for year	<u>22,500</u>
At 31 December 2017	<u>187,130</u>
NET BOOK VALUE	
At 31 December 2017	<u>-</u>
At 31 December 2016	<u>22,500</u>

9. TANGIBLE FIXED ASSETS

	Freehold property £	Long leasehold £	Plant and machinery £	Motor vehicles £	Totals £
COST					
At 1 January 2017	756,098	114,458	898,397	298,728	2,067,681
Additions	-	-	106,622	105,721	212,343
Disposals	-	-	-	(41,449)	(41,449)
At 31 December 2017	<u>756,098</u>	<u>114,458</u>	<u>1,005,019</u>	<u>363,000</u>	<u>2,238,575</u>
DEPRECIATION					
At 1 January 2017	70,843	92,739	554,204	136,827	854,613
Charge for year	15,122	4,743	115,264	63,177	198,306
Eliminated on disposal	-	-	-	(14,680)	(14,680)
At 31 December 2017	<u>85,965</u>	<u>97,482</u>	<u>669,468</u>	<u>185,324</u>	<u>1,038,239</u>
NET BOOK VALUE					
At 31 December 2017	<u>670,133</u>	<u>16,976</u>	<u>335,551</u>	<u>177,676</u>	<u>1,200,336</u>
At 31 December 2016	<u>685,255</u>	<u>21,719</u>	<u>344,193</u>	<u>161,901</u>	<u>1,213,068</u>

A charge over Units 1-4 Hillside Industrial Estate, Redruth, TR16 5AX is Held by Barclays Bank as a result of the mortgage attached to the property.

RABART DECORATORS MERCHANTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2017

9. TANGIBLE FIXED ASSETS - continued

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Motor vehicles £
COST	
At 1 January 2017	224,228
Additions	105,721
Disposals	(41,449)
Transfer to ownership	(12,250)
At 31 December 2017	276,250
DEPRECIATION	
At 1 January 2017	63,827
Charge for year	62,677
Eliminated on disposal	(14,680)
Transfer to ownership	(12,250)
At 31 December 2017	99,574
NET BOOK VALUE	
At 31 December 2017	176,676
At 31 December 2016	160,401

10. INVESTMENT PROPERTY

Investment properties are recorded in the balance sheet at their open market value at the balance sheet date. The open market value has been valued by the directors.

Fair value at 31 December 2017 is represented by:

	£
Valuation in 2016	141,755
Valuation in 2017	18,245
	160,000

11. STOCKS

	2017 £	2016 £
Finished goods	1,756,053	1,549,011

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017 £	2016 £
Trade debtors	1,178,743	1,115,797
Other debtors	125,817	79,521
Directors' current accounts	37,416	22,157
	1,341,976	1,217,475

RABART DECORATORS MERCHANTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2017

13. CURRENT ASSET INVESTMENTS

	2017	2016
	£	£
Unlisted investments	14,000	14,000

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017	2016
	£	£
Bank loans and overdrafts (see note 16)	58,585	81,933
Hire purchase contracts (see note 17)	59,463	51,333
Trade creditors	826,483	783,353
Tax	105,231	91,657
Social security and other taxes	27,686	27,201
VAT	132,726	116,815
Other creditors	175,593	120,640
Directors' current accounts	4,571	14,693
	<u>1,390,338</u>	<u>1,287,625</u>

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

	2017	2016
	£	£
Bank loans (see note 16)	318,018	367,985
Hire purchase contracts (see note 17)	114,846	106,241
	<u>432,864</u>	<u>474,226</u>

16. LOANS

An analysis of the maturity of loans is given below:

	2017	2016
	£	£
Amounts falling due within one year or on demand:		
Bank overdrafts	10,579	33,938
Bank loans	48,006	47,995
	<u>58,585</u>	<u>81,933</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>192,022</u>	<u>191,980</u>
Amounts falling due in more than five years:		
Repayable by instalments		
Bank loans more 5 yr by instal	<u>125,996</u>	<u>176,005</u>

RABART DECORATORS MERCHANTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2017

17. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

	Hire purchase contracts	
	2017	2016
	£	£
Net obligations repayable:		
Within one year	59,463	51,333
Between one and five years	114,846	106,241
	<u>174,309</u>	<u>157,574</u>
	Non-cancellable operating leases	
	2017	2016
	£	£
Within one year	266,266	261,266
Between one and five years	646,184	700,500
In more than five years	324,837	459,787
	<u>1,237,287</u>	<u>1,421,553</u>

18. PROVISIONS FOR LIABILITIES

	2017	2016
	£	£
Deferred tax	<u>50,723</u>	<u>48,159</u>
		Deferred tax
		£
Balance at 1 January 2017		48,159
Provided during year		<u>2,564</u>
Balance at 31 December 2017		<u>50,723</u>

19. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:			2017	2016
Number:	Class:	Nominal value:	£	£
24	Ordinary	£1	<u>24</u>	<u>24</u>

RABART DECORATORS MERCHANTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2017

20. RESERVES

	Retained earnings £
At 1 January 2017	2,718,771
Profit for the year	403,060
Dividends	(180,000)
At 31 December 2017	2,941,831

21. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to directors subsisted during the years ended 31 December 2017 and 31 December 2016:

	2017 £	2016 £
A Bush		
Balance outstanding at start of year	(14,693)	(10,110)
Amounts advanced	10,122	-
Amounts repaid	-	(4,583)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>(4,571)</u>	<u>(14,693)</u>
 S Bush		
Balance outstanding at start of year	22,157	13,572
Amounts advanced	15,259	8,585
Amounts repaid	-	-
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>37,416</u>	<u>22,157</u>

22. RELATED PARTY DISCLOSURES

The Barclays mortgage for the purchase of the Redruth property has been secured against Rabart House, a property which is owned by A & S Bush personally.

A&S Bush Properties (a partnership operated by the directors) - During the year rent was paid to the related party which was calculated on an arms length basis. Rent payable for the year was £67,500 (2016 £65,000). There were no amounts outstanding at the period end.

Cefn Coed RFC Ltd (a company in which Mr A Bush is a director) - During the year Rabart Ltd paid Cefn Coed RFC Ltd £6,145 for advertising (2016 £5,020). The transactions were conducted on an arms length basis.

Morlais Castle Golf Club (a company in which Mr A Bush is a trustee) - During the year Rabart Ltd paid Morlais Castle Golf Club £4,189 for advertising (2016 £11,300). The transactions were conducted on an arms length basis.

23. ULTIMATE CONTROLLING PARTY

The company is controlled by its directors, Messrs A & S Bush.

24. PENSION COMMITMENTS

During the year the cost to the company of pension contributions was £29,302 (2016: £28,801), and at the period end there was £Nil outstanding (2016: £1,967).