Registration number 2035621

ULTIMATE CLEANERS (INDUSTRIAL) LIMITED

Abbreviated accounts

for the year ended 31 March 2016



M A Edwards Accountants Limited,
Chartered Accountants and Statutory Auditor
26, The Green,
Kings Norton,
Birmingham,
B38 8SD

ULTIMATE CLEANERS (INDUSTRIAL) LIMITED

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ULTIMATE CLEANERS (INDUSTRIAL) LIMITED

Directors' report
for the year ended 31 March 2016

The directors present their report and the accounts for the year ended 31 March 2016.

Principal activity and review of the business

The principal activity of the company remained the importation and distribution of workwear and protective clothing. There were no changes during the year.

Results and dividends

The results for the year are set out on page 4.

The directors have paid an interim dividend amounting to £552,000 and they do not recommend payment of a final dividend.

Financial risk management objectives and policies

The principal risks are competition, exchange rates and instability abroad. We, however, consider that the risk of them affecting the business is low, and that we have more than sufficient resources to manage them, in the unlikely event that they occur.

Directors

The directors who served during the year are as stated below:

A.G. Jones
A.G. Moreland
S.W. Potts

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 year.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and 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.

Directors' report
for the year ended 31 March 2016

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Each of the persons who is a director at the date of approval of this report confirm that:

- so far as each director is aware, there is no relevant audit information of which the company's auditor is unaware; and
- each director has taken all steps that they ought to have taken as a director to make themself aware of any relevant audit information and to establish that the company's auditor is aware of that information.

Auditors

M A Edwards Accountants Limited, are deemed to be reappointed in accordance with an elective resolution made under Section 386(1) of the Companies Act 1985 which continues in force under the Companies Act 2006.

This report was approved by the Board on 12/07/16, and signed on its behalf by:

A.G. Moreland

A.G. Moreland
Director

Independent auditors' report to ULTIMATE CLEANERS (INDUSTRIAL) LIMITED under Section 449 of the Companies Act 2006

We have examined the abbreviated accounts set out on pages 4 to 13 together with the financial statements of ULTIMATE CLEANERS (INDUSTRIAL) LIMITED for the year ended 31 March 2016 prepared under Section 396 of the Companies Act 2006.

This report is made solely to the company, in accordance with Section 449 of the Companies Act 2006. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special 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 for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of the directors and the auditors

The directors are responsible for preparing the abbreviated accounts in accordance with Section 445 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the regulations made under that section and to report our opinion to you.

Basis of opinion

We conducted our work in accordance with Bulletin 2008/4 "The special auditor's report on abbreviated accounts in the United Kingdom" issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 445(3) of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with that provision.

M A. Edwards

Michael Alan Edwards FCA (senior statutory auditor)
M A Edwards Accountants Limited,
Chartered Accountants and
Statutory Auditor

26, The Green,
Kings Norton,
Birmingham,
B38 8SD

12/7/2016

Abbreviated profit and loss account
for the year ended 31 March 2016

	Notes	Continuing operations 2016 £	2015 £
Turnover		12,196,885	11,008,725
Gross profit		3,259,333	3,304,981
Administrative expenses		(593,059)	(595,005)
Operating profit	2	2,666,274	2,709,976
Other interest receivable and similar income	3	71	253
Interest payable and similar charges	4	(141)	(3,779)
Profit on ordinary activities before taxation		2,666,204	2,706,450
Tax on profit on ordinary activities	7	(537,295)	(573,316)
Profit for the year		2,128,909	2,133,134
Retained profit brought forward		7,770,890	6,084,756
Reserve Movements		(552,000)	(447,000)
Retained profit carried forward		9,347,799	7,770,890

There are no recognised gains or losses other than the profit or loss for the above two financial years.

The notes on pages 7 to 13 form an integral part of these financial statements.

ULTIMATE CLEANERS (INDUSTRIAL) LIMITED

Abbreviated balance sheet
as at 31 March 2016

	Notes	2016 £	2016 £	2015 £	2015 £
Fixed assets					
Tangible assets	8		1,798,022		1,815,046
Current assets					
Stocks	9	3,289,691		3,300,855	
Debtors	10	2,691,165		2,403,707	
Cash at bank and in hand		2,354,449		1,173,750	
		8,335,305		6,878,312	
Creditors: amounts falling due within one year	11	(785,516)		(922,456)	
Net current assets			7,549,789		5,955,856
Total assets less current liabilities			9,347,811		7,770,902
Net assets			9,347,811		7,770,902
Capital and reserves					
Called up share capital	12		12		12
Profit and loss account			9,347,799		7,770,890
Shareholders' funds	13		9,347,811		7,770,902

These abbreviated accounts have been prepared in accordance with the special provisions of Section 445(3) of the Companies Act 2006 relating to medium-sized companies.

These accounts were approved by the directors on 12/07/16, and are signed on their behalf by:

A.G. Jones
Director

S.W. Potts
Director

Registration number 2035621

The notes on pages 7 to 13 form an integral part of these financial statements.

Cash flow statement
for the year ended 31 March 2016

	Notes	2016 £	2015 £
Reconciliation of operating profit to net cash inflow from operating activities			
Operating profit		2,666,274	2,709,976
Depreciation		38,024	45,556
Decrease in stocks		11,164	(1,311,853)
(Increase) in debtors		(287,458)	(306,483)
(Decrease) in creditors		(120,919)	187,230
Net cash inflow from operating activities		2,307,085	1,324,426
Cash flow statement			
Net cash inflow from operating activities		2,307,085	1,324,426
Returns on investments and servicing of finance	15	(70)	(3,526)
Taxation	15	(553,316)	(449,196)
Capital expenditure	15	(21,000)	(48,924)
		1,732,699	822,780
Equity dividends paid		(552,000)	(447,000)
		1,180,699	375,780
Financing	15	-	(406,475)
Increase in cash in the year		1,180,699	(30,695)
Reconciliation of net cash flow to movement in net funds (Note 16)			
Increase in cash in the year		1,180,699	(30,695)
Cash outflow from decrease in debts and lease financing		-	406,475
Change in net funds resulting from cash flows		1,180,699	375,780
Net funds at 1 April 2015		1,173,750	797,970
Net funds at 31 March 2016		2,354,449	1,173,750

Notes to the abbreviated financial statements for the year ended 31 March 2016

1. Accounting policies

1.1. Accounting convention

The accounts are prepared under the historical cost convention and comply with financial reporting standards of the Accounting Standards Board.

1.2. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

1.3. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Land and buildings	-	Straight line over fifty years.
Plant and machinery	-	15% p.a. Straight line basis.
Motor vehicles	-	20% p.a. Straight line basis.

1.4. Stock

Stock is valued at the lower of cost and net realisable value.

1.5. Pensions

The pension costs charged in the financial statements represent the contribution payable by the company during the year.

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1.6. Deferred taxation

Deferred tax 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 a right to pay less or to receive more, tax, with the following exceptions:

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and 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;

Provision is made for deferred tax that would arise on remittance of the retained earnings of overseas subsidiaries, associates and joint ventures only to the extent that, at the balance sheet date, dividends have been accrued as receivable;

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.

2. Operating profit

	2016	2015
	£	£
Operating profit is stated after charging:		
Depreciation and other amounts written off tangible assets	46,524	46,094
Auditors' remuneration	10,000	9,500
and after crediting:		
Profit on disposal of tangible fixed assets	8,500	538

3. Interest receivable and similar income

	2016	2015
	£	£
Other interest	71	253

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4. Interest payable and similar charges	2016	2015
	£	£
Interest payable on loans < 1 yr	141	705
On loans repayable between one and two years	-	695
On loans repayable between two and five years	-	2,085
On loans repayable in five years or more	-	294
	141	3,779

5. Employees

Number of employees The average monthly numbers of employees (including the directors) during the year were:	2016	2015
Directors	3	3
Sales and admin.	11	10
Warehouse and drivers	11	10
	25	23

Employment costs	2016	2015
	£	£
Wages and salaries	518,888	486,885
Social security costs	43,384	38,859
Pension costs-other operating charge	10,686	9,319
	572,958	535,063

5.1. Directors' emoluments	2016	2015
	£	£
Remuneration and other emoluments	64,051	62,833

6. Pension costs

The company operates a defined contribution pension scheme in respect of some of the employees. The scheme and its assets are held by independent managers. The pension charge represents contributions due from the company and amounted to £10,686 (2015 - £9,319). The amount paid in respect of the directors was £- (2015 - £-).

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7. Tax on profit on ordinary activities

Analysis of charge in period	2016 £	2015 £
Current tax		
UK corporation tax at 20.00% (2015 - 21.00%)	537,295	573,316

8. Tangible fixed assets

	Land and buildings freehold £	Plant and machinery £	Motor vehicles £	Total £
Cost				
At 1 April 2015	1,895,857	103,207	136,023	2,135,087
Additions	-	-	29,500	29,500
Disposals	-	-	(23,800)	(23,800)
At 31 March 2016	1,895,857	103,207	141,723	2,140,787
Depreciation				
At 1 April 2015	151,672	97,537	70,832	320,041
On disposals	-	-	(23,800)	(23,800)
Charge for the year	18,959	2,170	25,395	46,524
At 31 March 2016	170,631	99,707	72,427	342,765
Net book values				
At 31 March 2016	1,725,226	3,500	69,296	1,798,022
At 31 March 2015	1,744,185	5,670	65,191	1,815,046

9. Stocks

	2016 £	2015 £
Finished goods and goods for resale	3,289,691	3,300,855

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10. Debtors	2016 £	2015 £
Trade debtors	2,675,997	2,387,480
Prepayments and accrued income	15,168	16,227
	2,691,165	2,403,707

11. Creditors: amounts falling due within one year	2016 £	2015 £
Trade creditors	145,289	290,902
Corporation tax	257,295	273,316
Other taxes and social security costs	171,379	101,567
Directors' accounts	131,571	172,002
Accruals and deferred income	79,982	84,669
	785,516	922,456

Trade creditors includes an amount of approximately £109,835 (2015 - £233,300) in respect of goods for which ownership will not pass until payment is made.

12. Share capital	2016 £	2015 £
Allotted, called up and fully paid		
12 Ordinary shares of £1 each	12	12
Equity Shares		
12 Ordinary shares of £1 each	12	12

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13. Reconciliation of movements in shareholders' funds	2016	2015
	£	£
Profit for the year	2,128,909	2,133,134
Dividends	(552,000)	(447,000)
	1,576,909	1,686,134
Opening shareholders' funds	7,770,902	6,084,768
Closing shareholders' funds	9,347,811	7,770,902

14. Transactions with directors

The directors and their wives, received dividends from the company; had other net drawings from / (introduced to) the company and how much the company owed them at the end of the year, as follows:-

	Dividend	Other net drawings / (introduced)	Balance owed to at the end of the year
	£	£	£
A.G. Jones - Director	92,000	(13,477)	43,857
R.A. Jones - Wife	92,000	-	-
A.G. Moreland - Director	92,000	(13,477)	43,857
J.N. Moreland - Wife	92,000	-	-
S.W. Potts - Director	184,000	(13,477)	43,857

All the above balances owed are at a nil% rate of interest and there is no set repayment period. R.A. Jones, wife of the director A.G. Jones, received a salary of £9,800 and J.N. Moreland, wife of the director A.G. Moreland, received a salary of £25,688. All three directors, and J.N. Moreland, wife of the director A.G. Moreland, have given a guarantee to the bank for any liability owed by the company to the bank, in equal shares, up to a maximum of £350,000 each. At the year end the liability to the bank was £nil (2015 £nil).

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15. Gross cash flows

	2016	2015
	£	£
Returns on investments and servicing of finance		
Interest received	71	253
Interest paid	(141)	(3,779)
	(70)	(3,526)
Taxation		
Corporation tax paid	(553,316)	(449,196)
Capital expenditure		
Payments to acquire tangible assets	(29,500)	(63,024)
Receipts from sales of tangible assets	8,500	14,100
	(21,000)	(48,924)
Financing		
Repayment of long term bank loan	-	(406,475)

16. Analysis of changes in net funds

	Opening balance	Cash flows	Closing balance
	£	£	£
Cash at bank and in hand	1,173,750	1,180,699	2,354,449
Net funds	1,173,750	1,180,699	2,354,449