

Company Registration No. 08028721 (England and Wales)

SP MACBETH 5 LTD
ANNUAL REPORT
FOR THE YEAR ENDED 31 MARCH 2015

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COMPANIES HOUSE

SP MACBETH 5 LTD

DIRECTORS AND ADVISERS

Directors

T Brain
T Hamlett
P Cuthill

Secretary

T Brain

Company number

08028721

Registered office

Unit 3 Shepperton Business Park
Govett Avenue
Shepperton
Middlesex
TW17 8BA

Registered auditors

Jacob Cavenagh & Skeet
5 Robin Hood Lane
Sutton
Surrey
SM1 2SW

SP MACBETH 5 LTD

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SP MACBETH 5 LTD

STRATEGIC REPORT

FOR THE YEAR ENDED 31 MARCH 2015

The directors present the strategic report and financial statements for the year ended 31 March 2015.

Review of the business

The directors are pleased to report that the group continues to trade at acceptable profit levels and reports an increase in turnover of 7.2% over the whole group despite the difficult trading conditions in the year. The business has maintained its margins and overall Gross Profit has increased 12.6%.

The business has identified 3 key areas in which it faces some form of exposure but has taken steps to minimise each case.

- Exposure to exchange rates in its foreign activities has been addressed by the business both buying and selling in the three major currencies, Sterling, Euros and US Dollars. Activities have meant that it holds cash balances in each of these currencies thus alleviating any major changes to exchange rates.
- The market in which the business operates is finite and to address this, the business continues to develop its product portfolio to offer more and more to its customers.
- The business has identified that there is a shortage of staff with the right level of skills on the market and to address this it has commenced a program of recruiting staff and putting them through "apprentice" style training courses to ensure that the correct skill levels are reached.

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

Bank balances are held in such a way as to minimise interest and charges paid.

Trade debtors are controlled using a very strict credit control program to minimise the risk of bad debts and to ensure that there is enough liquidity in the business to pay its trade creditors.

On behalf of the board



T Brain
Director
28 September 2015

SP MACBETH 5 LTD

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 MARCH 2015

The directors present their report and financial statements for the year ended 31 March 2015.

Results and dividends

The consolidated profit and loss account for the year is set out on page 6.

An interim ordinary dividend was paid amounting to £295,200. The directors do not recommend payment of a final dividend.

Directors

The following directors have held office since 1 April 2014:

T Brain
T Hamlett
P Cuthill

Auditors

In accordance with the company's articles, a resolution proposing that Jacob Cavenagh & Skeet be reappointed as auditor of the company will be put at a General Meeting.

Statement of directors' responsibilities

The directors are responsible for preparing the Strategic Report, 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 group and of the profit or loss of the group 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;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the group 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 the group 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 the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

SP MACBETH 5 LTD

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2015

Statement of disclosure to auditors

So far as the directors are aware, there is no relevant audit information of which the group's auditors are unaware. Additionally, the directors have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the group's auditors are aware of that information.

On behalf of the board



T Brain

Director

28 September 2015

SP MACBETH 5 LTD

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SP MACBETH 5 LTD

We have audited the group and parent company financial statements (the "financial statements") of SP Macbeth 5 Ltd for the year ended 31 March 2015 set out on pages 6 to 20. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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

Respective responsibilities of directors and auditor

As explained more fully in the Directors' Responsibilities Statement set out on pages 2 - 3, 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 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 group's and 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 Annual 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 financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the group's and parent company's affairs as at 31 March 2015 and of the group's profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Strategic Report and Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

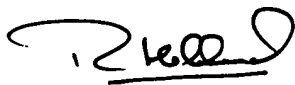
SP MACBETH 5 LTD

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE MEMBERS OF SP MACBETH 5 LTD

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 by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company 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.



Richard Haffenden MA (Cantab) FCA (Senior Statutory Auditor)
for and on behalf of Jacob Cavenagh & Skeet
Chartered Accountants
Statutory Auditor

21 October 2015

5 Robin Hood Lane
Sutton
Surrey
SM1 2SW

SP MACBETH 5 LTD

CONSOLIDATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 2015

	Notes	2015 £	2014 £
Turnover	2	15,518,975	14,470,892
Cost of sales		(9,989,858)	(9,561,843)
Gross profit		5,529,117	4,909,049
Administrative expenses		(3,149,232)	(3,085,498)
Operating profit	3	2,379,885	1,823,551
Interest payable and similar charges	4	(129,770)	(153,943)
Profit on ordinary activities before taxation		2,250,115	1,669,608
Tax on profit on ordinary activities	5	(512,088)	(435,785)
Profit on ordinary activities after taxation		1,738,027	1,233,823

The profit and loss account has been prepared on the basis that all operations are continuing operations.

There are no recognised gains and losses other than those passing through the profit and loss account.

SP MACBETH 5 LTD

BALANCE SHEETS

AS AT 31 MARCH 2015

	Notes	Group 2015 £	2014 £	Company 2015 £	2014 £
Fixed assets					
Intangible assets	8	1,160,235	1,325,983	-	-
Tangible assets	9	81,093	70,636	-	-
Investments	10	-	-	5,234,245	5,234,245
		<u>1,241,328</u>	<u>1,396,619</u>	<u>5,234,245</u>	<u>5,234,245</u>
Current assets					
Stocks	11	5,402,962	4,371,729	-	-
Debtors	12	3,982,788	3,783,415	47,233	53,823
Cash at bank and in hand		209,979	203,222	4,113	5,583
		<u>9,595,729</u>	<u>8,358,366</u>	<u>51,346</u>	<u>59,406</u>
Creditors: amounts falling due within one year	13	(5,279,627)	(5,712,485)	(2,622,435)	(2,711,970)
Net current assets		<u>4,316,102</u>	<u>2,645,881</u>	<u>(2,571,089)</u>	<u>(2,652,564)</u>
Total assets less current liabilities		<u>5,557,430</u>	<u>4,042,500</u>	<u>2,663,156</u>	<u>2,581,681</u>
Creditors: amounts falling due after more than one year	14	(1,465,576)	(1,395,787)	(1,465,576)	(1,395,787)
Provisions for liabilities	15	(7,290)	(4,976)	-	-
		<u>4,084,564</u>	<u>2,641,737</u>	<u>1,197,580</u>	<u>1,185,894</u>
Capital and reserves					
Called up share capital	17	1,018,934	1,018,934	1,018,934	1,018,934
Share premium account	18	150,674	150,674	150,674	150,674
Profit and loss account	18	2,914,956	1,472,129	27,972	16,286
Shareholders' funds	19	<u>4,084,564</u>	<u>2,641,737</u>	<u>1,197,580</u>	<u>1,185,894</u>

Approved by the Board and authorised for issue on 28 September 2015



T Brain
Director

Company Registration No. 08028721

SP MACBETH 5 LTD

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2015

	£	2015 £	£	2014 £
Net cash inflow from operating activities		946,686		1,608,048
Returns on investments and servicing of finance				
Interest paid	(53,390)		(80,886)	
Net cash outflow for returns on investments and servicing of finance		(53,390)		(80,886)
Taxation		(572,994)		(420,219)
Capital expenditure				
Payments to acquire tangible assets	(37,850)		(29,964)	
Receipts from sales of tangible assets	1,551		-	
Net cash outflow for capital expenditure		(36,299)		(29,964)
Equity dividends paid		(295,200)		(270,000)
Net cash (outflow)/inflow before management of liquid resources and financing		(11,197)		806,979
Financing				
(Repayment of)/increase in invoice financing	17,954		(54,134)	
Repayment of long term bank loan	-		(87,500)	
Repayment of other short term loans	-		(702,911)	
Net cash inflow/(outflow) from financing		17,954		(844,545)
Increase/(decrease) in cash in the year		6,757		(37,566)

SP MACBETH 5 LTD

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2015

1	Reconciliation of operating profit to net cash inflow from operating activities	2015	2014
		£	£
	Operating profit	2,379,885	1,823,551
	Depreciation of tangible assets	26,549	23,163
	Amortisation of intangible assets	165,748	165,748
	Profit/(loss) on disposal of tangible assets	(707)	68,347
	Increase in stocks	(1,031,233)	(871,206)
	Increase in debtors	(205,964)	(390,550)
	(Decrease)/Increase in creditors within one year	(387,592)	788,995
	Net cash inflow from operating activities	946,686	1,608,048

2	Analysis of net debt	1 April 2014	Cash flow	Other non-cash changes	31 March 2015
		£	£	£	£
	Net cash:				
	Cash at bank and in hand	203,222	6,757	-	209,979
	Debts falling due within one year	(2,237,305)	(17,954)	-	(2,255,259)
	Debts falling due after one year	(1,395,787)	-	(69,789)	(1,465,576)
		(3,633,092)	(17,954)	-	(3,720,835)
	Net debt	(3,429,870)	(11,197)	(69,789)	(3,510,856)

3	Reconciliation of net cash flow to movement in net debt	2015	2014
		£	£
	Increase/(decrease) in cash in the year	6,757	(37,566)
	Cash (inflow)/outflow from (increase)/decrease in debt and lease financing	(17,954)	844,545
	Change in net debt resulting from cash flows	(11,197)	806,979
	Deferred consideration	(69,789)	(66,466)
	Movement in net debt in the year	(80,986)	740,513
	Opening net debt	(3,429,870)	(4,170,383)
	Closing net debt	(3,510,856)	(3,429,870)

SP MACBETH 5 LTD

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2015

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated).

1.3 Basis of consolidation

The consolidated profit and loss account and balance sheet include the financial statements of the company and its subsidiary undertakings made up to 31 March 2015. The results of subsidiaries sold or acquired are included in the profit and loss account up to, or from the date control passes. Intra-group sales and profits are eliminated fully on consolidation.

No profit and loss account is presented for S P Macbeth 5 Limited as provided by section 408 of the Companies Act 2006.

1.4 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.5 Goodwill

Acquired goodwill is written off in equal annual instalments over its estimated useful economic life.

1.6 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Land and buildings Leasehold	over lease term of 7 years
Plant and machinery	at individual rates up to 33.3%
Computer equipment	over 5 years
Fixtures, fittings & equipment	over 6 years

1.7 Leasing

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.8 Investments

Fixed asset investments are stated at cost less provision for diminution in value.

1.9 Stock

Work in progress is valued at the lower of cost and net realisable value.

1.10 Pensions

The Group operates a defined contribution scheme for the benefit of two of its directors. Contributions payable are charged to the profit and loss account in the year they are payable. These contributions are invested separately from the group's assets.

1.11 Deferred taxation

Deferred taxation is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

SP MACBETH 5 LTD

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2015

1 Accounting policies (Continued)

1.12 Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

2 Turnover

The total turnover of the group for the year has been derived from its principal activity wholly undertaken in the United Kingdom.

3 Operating profit	2015 £	2014 £
Operating profit is stated after charging:		
Amortisation of intangible assets	165,748	165,748
Depreciation of tangible assets	26,549	23,163
Loss on disposal of tangible assets	-	68,347
Loss on foreign exchange transactions	23,069	22,503
Operating lease rentals		
- Plant and machinery	76,873	67,388
and after crediting:		
Profit on disposal of tangible assets	(707)	-

Auditors' remuneration

Fees payable to the group's auditor for the audit of the group's annual accounts (company £1,200; 2014: £1,200)	18,100	15,590
Tax and accountancy	2,830	2,630
	<u>20,930</u>	<u>18,220</u>

4 Interest payable	2015 £	2014 £
On bank loans and overdrafts	51,891	66,713
On other loans wholly repayable within five years	-	10,876
On overdue tax	1,499	3,297
Other interest	76,380	73,057
	<u>129,770</u>	<u>153,943</u>

SP MACBETH 5 LTD

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2015

5	Taxation	2015	2014
		£	£
	Domestic current year tax		
	U.K. corporation tax	510,337	441,848
	Adjustment for prior years	(563)	360
	Total current tax	509,774	442,208
	Deferred tax		
	Origination and reversal of timing differences	2,314	(6,423)
		512,088	435,785
	Factors affecting the tax charge for the year		
	Profit on ordinary activities before taxation	2,250,115	1,669,608
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 21% (2014 - 23%)	472,524	384,010
	Effects of:		
	Non deductible expenses	41,870	46,353
	Capital allowances	(4,057)	11,485
	Adjustments to previous periods	(563)	360
		37,250	58,198
	Current tax charge for the year	509,774	442,208

6 Profit for the financial year

As permitted by section 408 Companies Act 2006, the holding company's profit and loss account has not been included in these financial statements. The profit for the financial year is made up as follows:

	2015	2014
	£	£
	Holding company's profit for the financial year	265,953
7	Dividends	
	2015	2014
	£	£
	Ordinary interim paid	270,000

SP MACBETH 5 LTD

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2015

8 Intangible fixed assets Group

	Goodwill £
Cost	
At 1 April 2014 & at 31 March 2015	1,657,479
Amortisation	
At 1 April 2014	331,496
Charge for the year	165,748
At 31 March 2015	497,244
Net book value	
At 31 March 2015	1,160,235
At 31 March 2014	1,325,983

9 Tangible fixed assets Group

	Land and buildings Leasehold £	Plant and machinery £	Fixtures, fittings & equipment £	Total £
Cost				
At 1 April 2014	123,670	508,067	656,142	1,287,879
Additions	3,080	32,587	2,183	37,850
Disposals	-	(844)	-	(844)
At 31 March 2015	126,750	539,810	658,325	1,324,885
Depreciation				
At 1 April 2014	103,168	470,795	643,280	1,217,243
Charge for the year	5,778	15,660	5,111	26,549
At 31 March 2015	108,946	486,455	648,391	1,243,792
Net book value				
At 31 March 2015	17,804	53,355	9,934	81,093
At 31 March 2014	20,502	37,272	12,862	70,636

SP MACBETH 5 LTD

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2015

10 Fixed asset investments

Company	Shares in group undertakings £
Cost	
At 1 April 2014 & at 31 March 2015	5,234,245
Net book value	
At 31 March 2015	5,234,245
At 31 March 2014	5,234,245

In the opinion of the directors, the aggregate value of the company's investment in subsidiary undertakings is not less than the amount included in the balance sheet.

Holdings of more than 20%

The company holds more than 20% of the share capital of the following companies:

Company	Country of registration or incorporation	Shares held Class	%
Subsidiary undertakings			
Godiva Bearings Group Ltd	UK	Ordinary	100.00
Godiva Bearings Ltd	UK	Ordinary	100.00
Godiva Bearings (Southern) Ltd	UK	Ordinary	100.00
Autosport Bearings and Components Ltd	UK	Ordinary	100.00
Disc Springs and Components Ltd	UK	Ordinary	100.00

The principal activity of these undertakings for the last relevant financial year was as follows:

	Principal activity
Godiva Bearings Group Ltd	Holding company
Godiva Bearings Ltd	Holding company
Godiva Bearings (Southern) Ltd	Distribution and wholesale of bearings
Autosport Bearings and Components Ltd	Distribution and wholesale of bearings
Disc Springs and Components Ltd	Dormant

SP MACBETH 5 LTD

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2015

11 Stocks

	Group 2015 £	2014 £	Company 2015 £	2014 £
Finished goods and goods for resale	<u>5,402,962</u>	<u>4,371,729</u>	<u>-</u>	<u>-</u>

12 Debtors

	Group 2015 £	2014 £	Company 2015 £	2014 £
Trade debtors	3,804,593	3,590,006	-	-
Other debtors	127	1,641	-	-
Prepayments and accrued income	178,068	191,768	47,233	53,823
	<u>3,982,788</u>	<u>3,783,415</u>	<u>47,233</u>	<u>53,823</u>

Amounts falling due after more than one year and included in the debtors above are:

	2015 £	2014 £	2015 £	2014 £
Amounts owed by group undertakings	<u>3,300,890</u>	<u>3,299,550</u>	<u>-</u>	<u>-</u>

13 Creditors : amounts falling due within one year

	Group 2015 £	2014 £	Company 2015 £	2014 £
Amount due under invoice financing	2,255,259	2,237,305	-	-
Bank loans and overdrafts	-	-	-	702,911
Trade creditors	2,189,878	2,646,192	-	-
Amounts owed to group undertakings	-	-	2,617,285	2,709,270
Corporation tax	258,610	321,830	-	-
Taxes and social security costs	156,765	91,939	-	-
Other creditors	147,276	127,732	-	-
Accruals and deferred income	271,839	287,487	5,150	2,700
	<u>5,279,627</u>	<u>5,712,485</u>	<u>2,622,435</u>	<u>2,711,970</u>

The amounts due under invoice financing are secured by a fixed and floating charge over the assets of the company.

SP MACBETH 5 LTD

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2015

14 Creditors : amounts falling due after more than one year

	Group 2015 £	2014 £	Company 2015 £	2014 £
Deferred consideration	<u>1,465,576</u>	<u>1,395,787</u>	<u>1,465,576</u>	<u>1,395,787</u>
Loan maturity analysis				
In more than two years but not more than five years	<u>1,465,576</u>	<u>1,395,787</u>	<u>1,465,576</u>	<u>1,395,787</u>

15 Provisions for liabilities Group

				Deferred taxation £
Balance at 1 April 2014				4,976
Profit and loss account				2,314
Balance at 31 March 2015				<u>7,290</u>

The deferred tax liability is made up as follows:

	Group 2015 £	2014 £	Company 2015 £	2014 £
Accelerated capital allowances	<u>7,290</u>	<u>4,976</u>	<u>-</u>	<u>-</u>

16 Retirement Benefits

Defined contribution scheme

The group operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund.

Contributions payable by the group for the year	<u>16,205</u>	<u>16,205</u>
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SP MACBETH 5 LTD

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2015

17 Share capital	2015	2014
	£	£
Allotted, called up and fully paid		
10,000 Ordinary A shares of £1 each	10,000	10,000
3 Ordinary B shares of £1 each	3	3
1,008,931 Preference shares of £1 each	1,008,931	1,008,931
	1,018,934	1,018,934
18 Statement of movements on reserves		
Group		
	Share premium account	Profit and loss account
	£	£
Balance at 1 April 2014	150,674	1,472,129
Profit for the year	-	1,738,027
Dividends paid	-	(295,200)
Balance at 31 March 2015	150,674	2,914,956
Company		
	Share premium account	Profit and loss account
	£	£
Balance at 1 April 2014	150,674	16,286
Profit for the year	-	306,886
Dividends paid	-	(295,200)
Balance at 31 March 2015	150,674	27,972

SP MACBETH 5 LTD

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2015

19 Reconciliation of movements in shareholders' funds	2015	2014
Group	£	£
Profit for the financial year	1,738,027	1,233,823
Dividends	(295,200)	(270,000)
Net addition to shareholders' funds	1,442,827	963,823
Opening shareholders' funds	2,641,737	1,677,914
Closing shareholders' funds	4,084,564	2,641,737
Company	2015	2014
	£	£
Profit for the financial year	306,886	265,953
Dividends	(295,200)	(270,000)
Net addition to/(depletion in) shareholders' funds	11,686	(4,047)
Opening shareholders' funds	1,185,894	1,189,941
Closing shareholders' funds	1,197,580	1,185,894

20 Financial commitments

At 31 March 2015 the group had annual commitments under non-cancellable operating leases as follows:

	Land and buildings		Other	
	2015	2014	2015	2014
	£	£	£	£
Expiry date:				
Within one year	-	21,870	6,275	9,619
Between two and five years	-	35,175	73,441	39,550
In over five years	161,110	122,160	-	-
	161,110	179,205	79,716	49,169

SP MACBETH 5 LTD

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2015

21	Directors' remuneration	2015 £	2014 £
	Remuneration for qualifying services	231,461	239,266
	Company pension contributions to defined contribution schemes	13,738	13,738

The number of directors for whom retirement benefits are accruing under defined contribution schemes amounted to 2 (2014 - 2).

Remuneration disclosed above include the following amounts paid to the highest paid director:

Remuneration for qualifying services	144,717	148,598
Company pension contributions to defined contribution schemes	12,500	12,500

22 Employees

Number of employees

The average monthly number of employees (including directors) during the year was:

	2015 Number	2014 Number
Office and management	10	9
Sales and distribution	38	38
	48	47

Employment costs

	2015 £	2014 £
Wages and salaries	1,695,816	1,562,246
Social security costs	173,545	156,100
Other pension costs	16,205	16,205
	1,885,566	1,734,551

23 Control

The ultimate controlling parties of the group at the year end were T Hamlett, P Cuthill and T Brain.

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2015

24 Related party relationships and transactions

The following directors were paid dividends during the year as outlined in the table below:

	2015	2014
	£	£
P Cuthill	76,000	66,000
T Hamlett	118,000	111,000
T Brain	101,200	93,000
	<u>295,200</u>	<u>270,000</u>