

REGISTERED NUMBER: 01331778 (England and Wales)

**Group Strategic Report, Report of the Directors and  
Consolidated Financial Statements for the Year Ended 31 December 2014**  
for  
**Turpin Distribution Services Limited**

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for the Year Ended 31 December 2014**

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**Turpin Distribution Services Limited**

**Company Information  
for the Year Ended 31 December 2014**

**DIRECTORS:** Mrs L Summers  
M A Geelan  
N Castle  
Mrs J Barnes

**SECRETARY:** R Stroud

**REGISTERED OFFICE:** Stratton Business Park  
Pegasus Drive  
Biggleswade  
Bedfordshire  
SG18 8TQ

**REGISTERED NUMBER:** 01331778 (England and Wales)

**AUDITORS:** George Hay Partnership LLP  
Chartered Accountants  
and Statutory Auditor  
Unit 1B  
Focus 4  
Fourth Avenue  
Letchworth  
Hertfordshire  
SG6 2TU

**Turpin Distribution Services Limited (Registered number: 01331778)**

**Group Strategic Report  
for the Year Ended 31 December 2014**

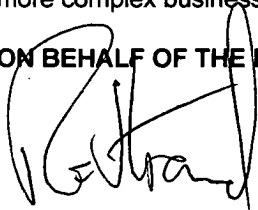
The directors present their strategic report of the company and the group for the year ended 31 December 2014.

The group recorded turnover of £5.1m for the year which was slightly down on the previous year. This reduction was as a result of restricted customer budgets, competitive pressure on pricing and the bankruptcy of a key subscription agent which caused significant disruption in the market.

Tight controls on costs meant the group maintained a gross margin of 55.1% (2013 56.2%) and achieved a post-tax profit of £726,735 for the year (2013 £761,824).

The principle risks and uncertainties facing the business arise from client retention. Price competition for new business and corporate consolidation in the publishing industry are currently strong trends. However Turpin achieves a high client retention rate and the Director's believe that this will be sustained by ongoing service improvements arising from continuous investment. The group is currently investing significantly in a new fulfilment system to ensure Turpin's capabilities continue to match client's needs as they evolve new and more complex business models.

**ON BEHALF OF THE BOARD:**



.....  
R Stroud - Secretary

Date: 20/5/15 .....

**Turpin Distribution Services Limited (Registered number: 01331778)**

**Report of the Directors  
for the Year Ended 31 December 2014**

The directors present their report with the financial statements of the company and the group for the year ended 31 December 2014.

**DIVIDENDS**

No final dividend was declared on the accounts for the year ended 31 December 2014. An interim dividend of £2.318 per share was declared and paid during December 2014.

**DIRECTORS**

The directors shown below have held office during the whole of the period from 1 January 2014 to the date of this report.

Mrs L Summers  
M A Geelan  
N Castle  
Mrs J Barnes

**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing 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 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;
- 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 and the group'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.

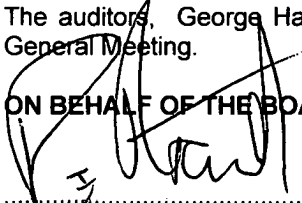
**STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS**

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 group's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the group's auditors are aware of that information.

**AUDITORS**

The auditors, George Hay Partnership LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

**ON BEHALF OF THE BOARD:**

  
.....  
R Stroud - Secretary

Date: 20/5/15

## **Report of the Independent Auditors to the Members of Turpin Distribution Services Limited**

We have audited the financial statements of Turpin Distribution Services Limited for the year ended 31 December 2014 on pages six to eighteen. 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 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.

### **Respective responsibilities of directors and auditors**

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. 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 parent 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 Group Strategic Report and the Report of the Directors 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 of the parent company's affairs as at 31 December 2014 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 Group 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.

**Report of the Independent Auditors to the Members of  
Turpin Distribution Services Limited**

**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 Dilley ACA FCCA (Senior Statutory Auditor)  
for and on behalf of George Hay Partnership LLP  
Chartered Accountants  
and Statutory Auditor  
Unit 1B  
Focus 4  
Fourth Avenue  
Letchworth  
Hertfordshire  
SG6 2TU

Date: 15 - 06 - 2015

**Turpin Distribution Services Limited (Registered number: 01331778)**

**Consolidated Profit and Loss Account  
for the Year Ended 31 December 2014**

	Notes	2014 £	2013 £
<b>TURNOVER</b>		5,113,521	5,602,905
Cost of sales		<u>2,296,009</u>	<u>2,451,513</u>
<b>GROSS PROFIT</b>		2,817,512	3,151,392
Administrative expenses		<u>2,163,363</u>	<u>2,437,156</u>
		654,149	714,236
Other operating income		<u>131,816</u>	<u>214,266</u>
<b>OPERATING PROFIT</b>	3	785,965	928,502
Interest receivable and similar income		<u>24,852</u>	<u>44,079</u>
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		810,817	972,581
Tax on profit on ordinary activities	4	<u>84,082</u>	<u>210,757</u>
<b>PROFIT FOR THE FINANCIAL YEAR FOR THE GROUP</b>		<u><u>726,735</u></u>	<u><u>761,824</u></u>

**CONTINUING OPERATIONS**

None of the group's activities were acquired or discontinued during the current year or previous year.

**TOTAL RECOGNISED GAINS AND LOSSES**

The group has no recognised gains or losses other than the profits for the current year or previous year.

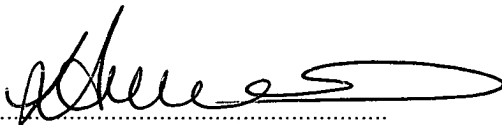


**Turpin Distribution Services Limited (Registered number: 01331778)**

**Consolidated Balance Sheet  
31 December 2014**

	Notes	2014		2013	
		£	£	£	£
<b>FIXED ASSETS</b>					
Tangible assets	7		652,461		54,929
Investments	8		-		-
			<u>652,461</u>		<u>54,929</u>
<b>CURRENT ASSETS</b>					
Stocks	9	24,454		11,265	
Debtors	10	1,606,123		1,091,788	
Cash at bank		6,376,720		6,626,853	
		<u>8,007,297</u>		<u>7,729,906</u>	
<b>CREDITORS</b>					
Amounts falling due within one year	11	5,816,548		5,123,360	
			<u>2,190,749</u>		<u>2,606,546</u>
<b>NET CURRENT ASSETS</b>					
			<u>2,843,210</u>		<u>2,661,475</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>					
			<u>2,843,210</u>		<u>2,466,475</u>
<b>CREDITORS</b>					
Amounts falling due after more than one year	12		-		195,000
			<u>2,843,210</u>		<u>2,466,475</u>
<b>NET ASSETS</b>					
<b>CAPITAL AND RESERVES</b>					
Called up share capital	14		151,000		151,000
Profit and loss account	15		2,692,210		2,315,475
			<u>2,843,210</u>		<u>2,466,475</u>
<b>SHAREHOLDERS' FUNDS</b>					

The financial statements were approved by the Board of Directors on 20TH MAY 2015 and were signed on its behalf by:



.....  
Mrs L Summers - Director

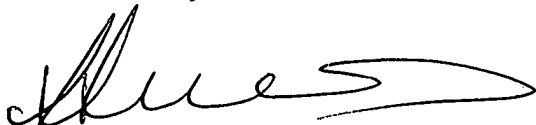
The notes form part of these financial statements

**Turpin Distribution Services Limited (Registered number: 01331778)**

**Company Balance Sheet  
31 December 2014**

	Notes	2014		2013	
		£	£	£	£
<b>FIXED ASSETS</b>					
Tangible assets	7		652,461		54,929
Investments	8		-		-
			<u>652,461</u>		<u>54,929</u>
<b>CURRENT ASSETS</b>					
Stocks	9	24,454		11,265	
Debtors	10	1,606,123		1,091,788	
Cash at bank		6,376,374		6,626,584	
		<u>8,006,951</u>		<u>7,729,637</u>	
<b>CREDITORS</b>					
Amounts falling due within one year	11	5,910,289		5,211,688	
			<u>2,096,662</u>		<u>2,517,949</u>
<b>NET CURRENT ASSETS</b>					
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>2,749,123</u>		<u>2,572,878</u>
<b>CREDITORS</b>					
Amounts falling due after more than one year	12		-		195,000
			<u>2,749,123</u>		<u>2,377,878</u>
<b>NET ASSETS</b>					
<b>CAPITAL AND RESERVES</b>					
Called up share capital	14		151,000		151,000
Profit and loss account	15		2,598,123		2,226,878
			<u>2,749,123</u>		<u>2,377,878</u>
<b>SHAREHOLDERS' FUNDS</b>	21				

The financial statements were approved by the Board of Directors on 20th MAY 2015 and were signed on its behalf by:



.....  
Mrs L Summers - Director

The notes form part of these financial statements

**Consolidated Cash Flow Statement  
for the Year Ended 31 December 2014**

	Notes	2014 £	2013 £
<b>Net cash inflow from operating activities</b>	1	868,712	1,014,069
<b>Returns on investments and servicing of finance</b>	2	24,852	44,079
<b>Taxation</b>		(153,935)	(265,198)
<b>Capital expenditure</b>	2	(639,762)	(32,204)
<b>Equity dividends paid</b>		(350,000)	(850,000)
<b>Decrease in cash in the period</b>		<u>(250,133)</u>	<u>(89,254)</u>
<hr/>			
<b>Reconciliation of net cash flow to movement in net funds</b>	3		
Decrease in cash in the period		<u>(250,133)</u>	<u>(89,254)</u>
Change in net funds resulting from cash flows		<u>(250,133)</u>	<u>(89,254)</u>
<b>Movement in net funds in the period</b>		(250,133)	(89,254)
<b>Net funds at 1 January</b>		<u>6,626,853</u>	<u>6,716,107</u>
<b>Net funds at 31 December</b>		<u><u>6,376,720</u></u>	<u><u>6,626,853</u></u>

Notes to the Consolidated Cash Flow Statement  
for the Year Ended 31 December 2014

1. RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	2014 £	2013 £
Operating profit	785,965	928,502
Depreciation charges	42,230	43,933
(Increase)/decrease in stocks	(13,189)	5,959
Decrease/(increase) in debtors	47,902	(147,170)
Increase in creditors	5,804	182,845
<b>Net cash inflow from operating activities</b>	<u>868,712</u>	<u>1,014,069</u>

2. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	2014 £	2013 £
<b>Returns on investments and servicing of finance</b>		
Interest received	<u>24,852</u>	<u>44,079</u>
<b>Net cash inflow for returns on investments and servicing of finance</b>	<u>24,852</u>	<u>44,079</u>
<b>Capital expenditure</b>		
Purchase of tangible fixed assets	<u>(639,762)</u>	<u>(32,204)</u>
<b>Net cash outflow for capital expenditure</b>	<u>(639,762)</u>	<u>(32,204)</u>

3. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.1.14 £	Cash flow £	At 31.12.14 £
Net cash:			
Cash at bank	<u>6,626,853</u>	<u>(250,133)</u>	<u>6,376,720</u>
	<u>6,626,853</u>	<u>(250,133)</u>	<u>6,376,720</u>
<b>Total</b>	<u>6,626,853</u>	<u>(250,133)</u>	<u>6,376,720</u>

**Notes to the Consolidated Financial Statements  
for the Year Ended 31 December 2014**

**1. ACCOUNTING POLICIES**

**Accounting convention**

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

**Turnover**

Turnover is in respect of management fees and despatch cost recoveries charged to publishers for the distribution of their products, fees charged for journals that are distributed in the following year are deferred less an allowance for initial processing work.

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Short leasehold	- in accordance with the property
Fixtures and fittings	- 20% on cost and 10% on cost
Computer equipment	- 33% on cost and 20% on cost

**Stocks**

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

**Deferred tax**

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

**Foreign currencies**

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

**Pension costs and other post-retirement benefits**

The group operates a defined contribution pension scheme. Contributions payable to the group's pension scheme are charged to the profit and loss account in the period to which they relate.

**2. STAFF COSTS**

	2014 £	2013 £
Wages and salaries	1,797,425	1,836,275
Social security costs	173,281	178,242
Other pension costs	111,735	93,248
	<u>2,082,441</u>	<u>2,107,765</u>

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

	2014	2013
Finance, IT and administration	20	21
Distribution and customer services	51	52
	<u>71</u>	<u>73</u>

Notes to the Consolidated Financial Statements - continued  
for the Year Ended 31 December 2014

3. OPERATING PROFIT

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

	2014 £	2013 £
Depreciation - owned assets	42,230	43,933
Auditors remuneration	15,935	15,435
Auditors' remuneration for non audit work	7,366	6,500
Foreign exchange differences	(131,816)	(214,266)
Operating leases - land and buildings	<u>272,500</u>	<u>325,000</u>
Directors' remuneration	257,174	148,757
Directors' pension contributions to money purchase schemes	<u>27,624</u>	<u>19,446</u>

The number of directors to whom retirement benefits were accruing was as follows:

Money purchase schemes	<u>3</u>	<u>3</u>
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Information regarding the highest paid director for the year ended 31 December 2014 is as follows:

	2014 £
Emoluments etc	120,668
Pension contributions to money purchase schemes	<u>20,148</u>

4. TAXATION

**Analysis of the tax charge**

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

	2014 £	2013 £
Current tax:		
UK corporation tax	84,082	221,266
Previously over provided	<u>-</u>	<u>(10,509)</u>
Tax on profit on ordinary activities	<u>84,082</u>	<u>210,757</u>

Notes to the Consolidated Financial Statements - continued  
for the Year Ended 31 December 2014

4. TAXATION - continued

**Factors affecting the tax charge**

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

	2014 £	2013 £
Profit on ordinary activities before tax	<u>810,817</u>	<u>972,581</u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 21.500% (2013 - 23.250%)	174,326	226,125
Effects of:		
Expenses not deductible for tax purposes	4,235	1,660
Capital allowances in excess of depreciation	(98,759)	(4,919)
Adjustments to tax charge in respect of previous periods	-	(10,509)
Other reconciling items	<u>4,280</u>	<u>(1,600)</u>
Current tax charge	<u>84,082</u>	<u>210,757</u>

5. PROFIT OF PARENT COMPANY

As permitted by Section 408 of the Companies Act 2006, the Profit and Loss Account of the parent company is not presented as part of these financial statements. The parent company's profit for the financial year was £721,245 (2013 - £741,749).

6. DIVIDENDS

	2014 £	2013 £
Interim	<u>350,000</u>	<u>850,000</u>

Notes to the Consolidated Financial Statements - continued  
for the Year Ended 31 December 2014

7. TANGIBLE FIXED ASSETS

Group

	Short leasehold £	Fixtures and fittings £	Computer equipment £	Totals £
<b>COST</b>				
At 1 January 2014	141,928	834,622	569,282	1,545,832
Additions	-	6,502	633,260	639,762
At 31 December 2014	141,928	841,124	1,202,542	2,185,594
<b>DEPRECIATION</b>				
At 1 January 2014	141,928	816,792	532,183	1,490,903
Charge for year	-	15,285	26,945	42,230
At 31 December 2014	141,928	832,077	559,128	1,533,133
<b>NET BOOK VALUE</b>				
At 31 December 2014	-	9,047	643,414	652,461
At 31 December 2013	-	17,830	37,099	54,929

Company

	Short leasehold £	Fixtures and fittings £	Computer equipment £	Totals £
<b>COST</b>				
At 1 January 2014	141,928	833,977	569,282	1,545,187
Additions	-	6,502	633,260	639,762
At 31 December 2014	141,928	840,479	1,202,542	2,184,949
<b>DEPRECIATION</b>				
At 1 January 2014	141,928	816,147	532,183	1,490,258
Charge for year	-	15,285	26,945	42,230
At 31 December 2014	141,928	831,432	559,128	1,532,488
<b>NET BOOK VALUE</b>				
At 31 December 2014	-	9,047	643,414	652,461
At 31 December 2013	-	17,830	37,099	54,929



Notes to the Consolidated Financial Statements - continued  
for the Year Ended 31 December 2014

8. FIXED ASSET INVESTMENTS

The group or the company's investments at the Balance Sheet date in the share capital of companies include the following:

**Subsidiary**

**Turpin Distribution Services LLC**

Country of incorporation: USA

Nature of business: Book/Journal distribution

Class of shares:	% holding	2014	2013
Ordinary	100.00	£	£
Aggregate capital and reserves		94,587	89,097
Profit for the year		5,490	20,075

9. STOCKS

	Group		Company	
	2014	2013	2014	2013
	£	£	£	£
Stocks	24,454	11,265	24,454	11,265

10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2014	2013	2014	2013
	£	£	£	£
Trade debtors	237,824	252,514	237,824	252,514
Amounts owed by group undertakings	719,521	157,284	719,521	157,284
Sundry Debtors and Prepayments	648,778	681,990	648,778	681,990
	1,606,123	1,091,788	1,606,123	1,091,788

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2014	2013	2014	2013
	£	£	£	£
Trade creditors	82,905	64,063	79,159	60,948
Amounts owed to group undertakings	-	-	97,987	91,943
Tax	27,105	96,958	27,105	96,958
Other creditors	4,328,422	3,816,156	4,328,422	3,816,156
Deposits Held	235,000	40,000	235,000	40,000
Taxation & Social Security	74,162	93,133	74,162	93,133
Accruals and deferred income	1,068,954	1,013,050	1,068,454	1,012,550
	5,816,548	5,123,360	5,910,289	5,211,688

Notes to the Consolidated Financial Statements - continued  
for the Year Ended 31 December 2014

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

	Group		Company	
	2014 £	2013 £	2014 £	2013 £
Deposits Held	-	195,000	-	195,000

13. OPERATING LEASE COMMITMENTS

The following operating lease payments are committed to be paid within one year:

Company

	Land and buildings	
	2014 £	2013 £
Expiring: Between one and five years	300,000	-

14. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2014 £	2013 £
151,000	Ordinary	£1	151,000	151,000

15. RESERVES

Group

	Profit and loss account £
At 1 January 2014	2,315,475
Profit for the year	726,735
Dividends	(350,000)
At 31 December 2014	<u>2,692,210</u>

Company

	Profit and loss account £
At 1 January 2014	2,226,878
Profit for the year	721,245
Dividends	(350,000)
At 31 December 2014	<u>2,598,123</u>

**Notes to the Consolidated Financial Statements - continued  
for the Year Ended 31 December 2014**

**16. PENSION COMMITMENTS**

The group operates defined contribution pension schemes. The assets of the schemes are held separately from those of the group in independently administered funds. The pension cost charge represents contributions payable by the group to the funds and amounted to £111,735 (2013 £93,248).

**17. ULTIMATE PARENT COMPANY**

The parent undertaking of this group is Turpin Holdings Limited and ultimate parent company is Eurospan Limited.

**18. CAPITAL COMMITMENTS**

	2014 £	2013 £
Contracted but not provided for in the financial statements	315,241	-

**19. RELATED PARTY DISCLOSURES**

**Turpin Holdings Limited**  
Parent undertaking

Service charge raised by parent undertaking £175,000 (2013 - £175,000).

**Eurospan Limited**  
Ultimate parent undertaking

Sales made to Eurospan in the year totalling £821,508 (2013 - £857,743).

	2014 £	2013 £
Amount due from related party at the balance sheet date	719,521	157,284

**20. ULTIMATE CONTROLLING PARTY**

The ultimate controlling party is M A Geelan.

**21. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**

<b>Group</b>	2014 £	2013 £
Profit for the financial year	726,735	761,824
Dividends	(350,000)	(850,000)
<b>Net addition/(reduction) to shareholders' funds</b>	376,735	(88,176)
Opening shareholders' funds	2,466,475	2,554,651
<b>Closing shareholders' funds</b>	2,843,210	2,466,475

Notes to the Consolidated Financial Statements - continued  
for the Year Ended 31 December 2014

21. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS - continued

Company

	2014 £	2013 £
Profit for the financial year	721,245	741,749
Dividends	(350,000)	(850,000)
<b>Net addition/(reduction) to shareholders' funds</b>	<b>371,245</b>	<b>(108,251)</b>
Opening shareholders' funds	2,377,878	2,486,129
<b>Closing shareholders' funds</b>	<b>2,749,123</b>	<b>2,377,878</b>