

# Comprehensive Guide to Compliance in Relate Accounts Production



**relate**  
software

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## INTRODUCTION

First for Compliance, First for Service. Relate Software is dedicated to building innovative products specifically designed for the accountancy profession focusing largely on the area of Accounts Production. The company now has a presence in the Republic of Ireland, the United Kingdom and South Africa and is continuing to grow.

This document details the benefits of using Relate Accounts Production (RAP) to ensure that your practice is fully compliant with current generally accepted accounting practice in both the UK and ROI as issued by the FRC, focusing centrally on the new standards applicable to all financial years starting from 1st January 2015 (FRS 101 & FRS 102), IFRS and all current legislation.

This document begins with an overview of the different formats available in RAP, the legislation covered and the approach that the software uses to ensure you are fully compliant. We also provide detailed examples of formats currently available (Showing restatement for FRS 102 where applicable) and several extracts of essential reports RAP provides to aid you in your compliance needs.

Relate software's dedicated development team are consistently improving and upgrading our Software to comply with new standards and legislation in advance of our customers' needs.



## UPCOMING FORMATS

IFRS

FRS 101

IFRS  
for SME's

FRS 105

## COMPANIES

The company template covers all the main companies that most firms have as clients.

### Company Coverage

- Companies Limited by Share
- Companies Limited by Guarantee
- Dormant Companies
- Audit Reports (compliant with latest Company legislation and with the latest applicable APB Bulletins up to Bulletin 2010/2 (Revised) for the UK, with ISA 700 (Revised) and with Regulation 57 of the European Communities Regulations 2010 for Ireland)
- Audit Exempt Companies
- Small/Medium/Non-Quoted Companies
- Abbreviated (UK) / Abridged (ROI)
- Application of UK/Ireland GAAP
- PASE (Provisions Available for Small Entities – the APB Ethical Standard)
- UK and Republic of Ireland Companies in the same template
- Group Accounts

### Working Papers

- Compliant with clarified ISAs and with the ISA programmes for Fraud and Error, Laws and Regulations and Money Laundering
- Materiality Level Computations
- Risk Assessments
- Acceptance of Re-Appointment Schedule at Sign Off (checklist updated per APB Ethical Standard 3)
- Optional CAI Procedures for Quality Audit working papers for Ireland
- Lead Schedules

### Legislation and Standards Adopted

- Best Practice Disclosure (e.g. Separate Statement of Directors Responsibilities)
- Companies Acts:
  - United Kingdom: Companies Act 2006
  - Republic of Ireland: Companies Act 2014
- International Standards on Auditing (ISA) (UK & Ireland)

#### FINANCIAL REPORTING STANDARDS

FRS 100	Application of Financial Reporting Requirements
FRS 101	Reduced Disclosure Framework
FRS 102	The Financial Reporting Standard Applicable in the UK and ROI
FRSSE 2015	The Financial Reporting Standard for Smaller Entities

For Full Guidelines & Sample set of Accounts, see Guide to FRS 102 Brochure.

## COMPANIES ACT 2014

Relate Accounts Production has been updated to ensure compliance with the New Companies Act 2014. We have included all of the necessary updates and additional disclosures required under the Act, including enhancements to the Directors' Report, Notes and Accounts as a whole such as:

- The Statement of Relevant Audit Information
- Directors' Compliance Statement
- Accounting Records Disclosure
- Directors' Names Disclosure
- Directors' & Secretary's Interests in Shares Disclosure
- Comparative Tangible, Intangible & Financial Asset Notes
- Accounting Policies now disclosed as a note
- Relevant Abridgement Exemption Statements
- Abridged Accounts for CLGs
- Cash Flow exclusion option now available to CLGs
- Option to remove Political Donations Paragraph
- Employees and Directors' Remuneration Notes in Abridged Accounts
- Directors' Transactions note in abridged accounts
- Relevant Updated Abridgement and Audit Exemption Statements

We have therefore ensured that all accounts approved after 1 June 2015 are up-to-date for the Act.

## SOLE TRADERS AND PARTNERSHIPS

There is a single format for Sole Traders and Partnerships. So there is no need to use a new format if a sole trader becomes a partnership or vice versa. Up to 10 partners are catered for.

Option for full Accountant's Report per:

- ICAEW AAF 02/10
- ICAS 04/05
- CAI M48

Auditor's Report re Investment Intermediaries Act 1995 (Ireland)

## CHARITIES (SORP 2015)

The charities template is compliant with:

- The Charities SORPs (effective January 2015) according to FRS 102 and FRSSE
- Charity legislation in Ireland – currently Charities Acts of 1961, 1973 and 2009
- Charity legislation in Northern Ireland – currently Charities Act (Northern Ireland) 2008
- Company legislation for charitable companies as relevant to Ireland, Companies Act 2014
- Relevant Accounting Standards
- APB Bulletins for the Audit Reports
- Independent Examiner's Report for audit exempt charities
- Receipts and Payments Account and Statement of Assets & Liabilities for accruals accounts exempt charities

For Full Guidelines & Sample set of Accounts, see [Charities SORP 2015 Brochure](#).

## SCHOOLS (ROI)

The Schools format is fully compliant and was created in accordance with the Education Act 1998 (Section 18).

- Structured and Simple style of accounts based on the Department of Education and Skills guidelines.
- Contribution towards the cost of Fixed Assets and Analysis of State Grants note provided.

## CLUBS (NI and ROI)

The Club format is based on the guidelines prescribed by the “Registration of Club (Accounts) Regulation (Northern Ireland) Order 1997.

- Fully compliant with the Registration of Club (Accounts) Regulation (Northern Ireland) Order 1997 and is primarily for Northern Ireland based clubs in the United Kingdom jurisdiction.
- We also provide a default version for ROI based clubs, which while based on the NI guidelines does not include the citations.
- The format produces a very structured but simple style of accounts fully compliant within the aforementioned guidelines.
- Tailored Statement of Committee’s Responsibilities and Auditor’s Report provided.

For Full Guidelines & Sample set of Accounts, see [Schools & Clubs Brochure](#).

## LIMITED LIABILITY PARTNERSHIPS (UK)

The Limited Liability Partnership format follows the regulations contained in:

- Statement of Recommended Practice: Accounting by Limited Liability Partnerships
- Limited Liability Partnership Act 2000
- Limited Liability Partnerships Regulations 2001 (SI2001/1090)
- Limited Liability Partnerships (Amendment) Regulations 2005 (SI 2005/1989)
- Companies Act 2006 as applicable to Limited Liability Partnerships
- Application of UK GAAP as applied to give a true and fair view (accounting standards as per the Companies format), including FRS 25 as applicable to Limited Liability Partnerships splitting members’ interests between equity and liability
- Limited Liability Partnerships Regulations (Northern Ireland) 2004 (SR 2004/397)
- Limited Liability Partnerships Act (Northern Ireland) 2002
- Audit Reports (compliant with the latest applicable APB Bulletins)
- FRS 102 Compliant for year starts from 1 January 2015

## FARMER FORMAT

The Farmer format incorporates a full Livestock Enterprise Trading Account amongst other relevant features.

## CREDIT UNIONS

The Credit Union template is compliant with:

- Credit Union Act 1997 (as amended) and Credit Union Act 2012 in Ireland
- The Friendly and Industrial and Provident Societies Acts 1965 to 2002 and the Credit Union Act 1979 in the UK

For Full Guidelines & Sample set of Accounts, see [Guide to Credit Unions Brochure](#).

## RELATE ACCOUNTS PRODUCTION COMPANY COMPLIANCE

The company compliance database is the point of entry for compliance information. Here are a few examples of the main areas included:

### **Client Details - General**

- Currency
- Company Reporting Size (a critical entry)
- Close company (ROI re tax status)
- Company Status (Normal or Dormant)
- Audit Exempt Company
- Country of Incorporation of the Company
- Group Company Type (whether a Subsidiary, a Parent, neither or both) and if a Group Company:
  - Exemption from producing Group Accounts
  - Does any Parent Company in the Group produce Group Accounts
  - Exemption from disclosing transactions with Group Companies
  - Exemption from producing a Cash Flow Statement
  - Subsidiary Companies and their Countries of Incorporation
  - Parent Company Name
  - Parent of Largest Group in which Results are Consolidated and its Country of Incorporation
  - Ultimate Parent Entity or Controlling Party and its address and whether the Controlling Party is the Ultimate Controlling Party

### **Client Details – Officers**

- Appointment/Resignation date
- Account signature order
- Maximum loan balance
- Shareholdings in company/parent/ultimate parent/subsidiaries (optional in UK)

### **Client Details – Other**

- Share capital
- Current/comparative
- Pre-comparative (if re-nominalised)
- Number of employees by class
- Auditor's/Accountant's details:
  - Statutory auditor
  - Name/address
  - Name of professional body
  - Description
  - Status
  - Option to apply globally
  - Principal activity (for Directors' Report)

### **Reporting / Accounts Parameters**

- Firm's name and address on cover page
- Position of company registration number
- Requirement for supplementary pages
- Accounting Records maintenance (Ireland)

**Group Accounts**

Holding company entries in database for:

- Debtors and creditors
- Current asset investments
- Provisions
- Loan/HP/finance lease maturity
- Financial and capital commitments

**Transactions with Directors, Group Companies and Connected Parties**

- Directors' Transactions Note:
  - Includes text on loans to Directors
- Related party transactions note:
  - Includes text on other Transactions with Directors
  - Includes text on trade with Group Companies
  - Includes text on transactions with and relationship to Connected Parties
- Disclosure of Directors' Loans and Connected Company Debtor Balances as a percentage of opening relevant Net Assets:
  - Where only Directors' loans, percentage disclosed in Directors' Transactions note or sub-note (depending on whether there is directors' remuneration)
  - Where Connected Company debit balances not in the ordinary course of business, percentage disclosed in Related Party Transactions note
  - Where Directors' Loans and Connected Company debit balances in the ordinary course of business, only Directors' Loans percentage disclosed in Related Party Transactions note
- Disclosure of Group Names, Transactions and Balance

**Cash Flow Statement**

Produced if either:

- Not Small Company and Parent has not prepared Group Accounts, or
- Request for CFS is set in the Compliance Database
- The reconciliation of Operating Profit is shown as a note

**Other: Controlling interest, Going concern, Post-balance sheet events etc.**

**User-Defined Notes**

Available in compliance database with text boxes and current and comparative columns with descriptions

**KEEPING TRACK OF COMPLIANCE**

- We have contacts with the main accounting bodies and with many firms and these contacts help us to keep track of changes to company compliance.
- We act as a central pool of knowledge for our clients, who regularly both advise and consult us.
- Updates to the formats reflecting changes to the compliance are provided whenever required.
- Signed accounts are maintained at the status of compliance pertaining at the time the accounts were produced relating to the accounting period in question.



## THE WORKING PAPERS

- Integrated with and conditioned by the Financial Statements
- Compliant with clarified ISAs and with the ISA programmes for Fraud and Error, Laws and Regulations and Money Laundering
- Standard set of Document Templates
- Document File Referencing (including Client and Third Party Documentation)
- Lead Schedules (showing Draft, Adjustment and Final Amounts)
- Audit Programmes (including Final Financial Statements, Completion and Planning)
- 18 Key Ratios
- 6-Year Analyses/Reviews
- Tailoring Responses (Audit Questions from the Accounts' Compliance Database)
- Materiality Level Computations
- Risk Assessments
- Query Sheets
- Partner Completion Checklist
- Acceptance of Re-Appointment Schedule at Sign Off (checklist updated per APB Ethical Standard 3)

## OTHER FUNCTIONALITY

- The formats include supplementary trading account statements.
- Interim Management Accounts can be produced at a specified date within the accounting period.
- Periodic Management Accounts can be produced comparing specified current periods with corresponding comparative periods.
- Periodic Management Accounts can be produced comparing specified current periods with corresponding budgetary periods.
- Periodic Management Accounts of all current periods to date
- Multiple Trade Accounts
- Management Accounts by Cost Centre can be produced showing the accounts for separate entities within the organisation

**1 Can you import from Sage Accounts Production?**

Yes, a full routine enables users to import the data. Import routines from other products such as BRB and Viztopia are available. There is also a general TB import facility. Any non-standard nominal codes will be highlighted, enabling the reporting of the code to be copied from a standard code by editing the code and selecting the appropriate copy code.

**2 Is it possible to view client accounts from DRIVE?**

Yes, you can launch Relate Accounts Production or view the Trial Balance of a client's latest set of accounts or run the accounts for the highlighted client.

**3 Is a Cash flow Statement included in Related Accounts Production?**

Yes, a full Cash Flow Statement is included with corresponding Notes and Cash Flow proof pages for drilling down to code level by year.

**4 Will data amended by customers be overwritten on upgrades?**

Data is not overwritten. Changes to the formats (other than Styles) can be made only by Relate Software. This improves control avoiding customised changes being overwritten and making the support easier. Format changes may be requested and will be evaluated and implement accordingly. This approach also stops many users inventing the same wheel, provides consistency and allows users to take advantage of the ideas of other users.

**5 How does RAP deal with exceptional items?**

There are codes in the ledger for exceptional items and they are reported correctly in the Profit and Loss Account.

**6 When posting journals, how does the code search by name work?**

Hitting F3 (the function key) while on the code box and will enable an alpha search on the nominal description. F3 also helps to distinguish between similar codes in different groups. The question mark may also be used.

**7 Can I generate depreciation automatically from a fixed asset register?**

Yes, the generated depreciation can be previewed before automatic posting.

**8 Can I compare the results of similar clients?**

Yes, there's a client analysis facility that compares user-selected criteria.

**9 Can I drill down and see last year's transactions as well as this year's?**

Yes, and you can drill down all the way to the journal postings.

**10 How do I know whether the accounts are consistent?**

Specific and meaningful error messages appear if the accounts are inconsistent. These messages will appear on the pages or notes to which they relate and will also be listed together at the end of the accounts. The errors often arise due inconsistencies between the data posted to the nominal ledger and the data entered in the compliance database or directly into the comparatives (on first time processing). The messages sometimes act as reminders, such as to complete the tax reconciliation. There are hyperlinks from the error messages directly to the appropriate area in the compliance database if relevant and to detailed FAQs.

**11 Can I drill down from the accounts preview screen?**

Yes, you can drill down while previewing the accounts.

**Can I review the compliance database and see what changes have been made?**

Yes, the original default text is retained and changes are indicated.

**12 Can I produce iXBRL accounts for both UK and Irish companies?**

Yes, full iXBRL accounts can be automatically generated with a facility for tag selection in certain user-defined areas.

**13 How do I clear a use-lock?**

Administrators can use the Administrative Tool to control the active sessions.

**14 How do I change period dates?**

Go Period Dates under Tools, select the appropriate “from” and “to” dates, select the number of periods and hit the generate button to generate the new periods. Note that, if any existing journals are dated outside the new range of periods, the period between the “from” and “to” dates must include the dates of the journals initially. Then change the journal dates to be within the new periods and then select the new “from” and “to” dates.

**15 What is the rounding account for?**

The rounding account is set up in Settings under Tools. It defaults to General Expenses (381). On running the accounts the amounts in each year are rounded. Inevitable the rounding up and the rounding down will not always be the same figure. The difference is automatically taken to the rounding account. If no direct postings have been made to this code, then a different rounding account may be selected, but it should always be a Profit and Loss Account. The rounding routine also ensures that the amounts brought forward into a particular year are rounded to be identical to the total of the rounded carried forward amounts in the previous year, so ensuring that reported b/fwd amounts agree to the reported net amounts in the previous year.

**16 What are switch codes and hidden codes for?**

Reporting codes set into other codes are those that report in the Balance Sheet by sign such as an overdraft code set in a bank current account. Codes may be hidden from view if never used for a client.

## DATABASE OVERVIEW

- Latest technology
- Central database (add in RAP/DRIVE)
- Integration with DRIVE
- View TB
- Produce accounts
- Launch RAP
- Common user-interface
- Comprehensive search facilities
- Multiple sets of accounts per client
- Mobile working capability

## NOMINAL LEDGER

- Comprehensive nominal ledgers
- Auto-switching in Balance Sheet
- Auto-year-end routine
- Journal types (incl. user-defined)
- Periodic accounting
- Cost centres (consolidations and management accounts)

## JOURNAL POSTINGS

- Journal flagging (tax relevancy, partner review, follow-up ...)
- Edit journals
- Comparatives and budget entry
- Ledger drill-down, last year ledger and edit
- Import from SAP + other products
- Export tax return data

## ACCOUNTS PRODUCTION

- Trial balances (incl. formatted)
- Graphics
- Transaction reporting
- Automated compliance database
- Template for all main company types
- Includes ROI/UK and €/£
- Template for sole trader/up to 10 partners
- Production of accounts
- Multi-page preview
- Drill-down on accounts preview

## GROUP ACCOUNTS

- Prepared in holding company
- Cost centre per company
- Auto-consolidate
- Creates group set of accounts
- Aggregates ledger balances
- Aggregates compliance database entries
- Maintains holding company data
- Post adjustments at group level
- Consolidation schedules

## REGISTERS AND ANALYSIS

- Fixed asset register
- Depreciation:
  - Auto-generation
  - Review
  - Auto-posting
  - Loan register
  - Client Analysis (Benchmarking)

## PRESENTATION

- Presentation options:
  - Generation of accounts in Word
  - Styles
  - Cover box position
  - Firm's details on cover
  - Spacing on primary accounts and contents pages

## REPORTING AND CONTROL

- Transaction reporting
- Audit trail
- Watermark and background
- Auto-generate emails with accounts/ reports attachments
- Workflow status
- Draft/final
- Update control

## WORKING PAPERS

- Working papers
- Lead schedules - including input figures option
- Audit programmes
- Document templates and mail-merge
- Integrated with the accounts
- Paperless documentation system
- Drill-down on lead schedules
- User-defined screen layout
- User-defined working paper items
- Working papers for sole/partner format
- 18 key ratios
- 6-year analyses/reviews
- Tailoring responses: audit questions
- Materiality level computations
- Risk assessments
- Query sheets
- Partner completion checklist
- Acceptance of re-appointment schedule at sign off

## **iXBRL INTRODUCTION**

iXBRL (in-line Extensible Business Reporting Mark-Up Language) is the template for accounts and tax tagging systems (taxonomies) that utilises thousands of tags to identify specific information in a set of filed accounts and tax computations, so that tax authorities, investors and others can process and compare that information. The in-line aspect adopted in Ireland and the UK allows the tagged financial statements to be viewed in HTML format (i.e. on a web browser).

As of 1st of October 2014, Phase 1 and 2 are in effect in Ireland. iXBRL will soon become compulsory for all Irish and UK companies.

### **PHASE 1**

1st of October 2013 brought about the mandatory introduction of iXBRL for companies dealt with by the Large Case Division of Revenue. (except S.110 Securitisation Special Purpose Vehicles – SPVs, which were due on 1st May 2014).

### **PHASE 2**

1st of October 2014 brought about mandatory iXBRL filing for all Corporation Tax Payers other than those meeting the three criteria below. This applied to Corporation Tax returns submitted after 1st October 2014 in respect of accounting periods ending on or after 31st December 2013. The three criteria for exclusion from this phase were:

1. The balance sheet value of the company does not exceed €4.4 million;
2. The amount of the turnover of the company does not exceed €8.8 million; and
3. The average number of persons employed by the company does not exceed 50.

These criteria correspond to the audit exemption criteria. Please note that to be excluded from phase 2 filing obligation, a company must meet all three criteria. Thousands of companies have been affected by phase 2 and most accountancy firms have a number of clients in this phase.

With effect from 1st December 2015, it is a Revenue requirement that the fully tagged Detailed Trading and Profit & Loss Account (DPL), is included with every mandatory iXBRL return filed. (Does not apply to Small Companies)

### **PHASE 3**

Phase 3 will see the toughest period for every stake holder in the process. Firms, Revenue, Suppliers and Clients will all come under pressure to deliver and receive full iXBRL accounts.

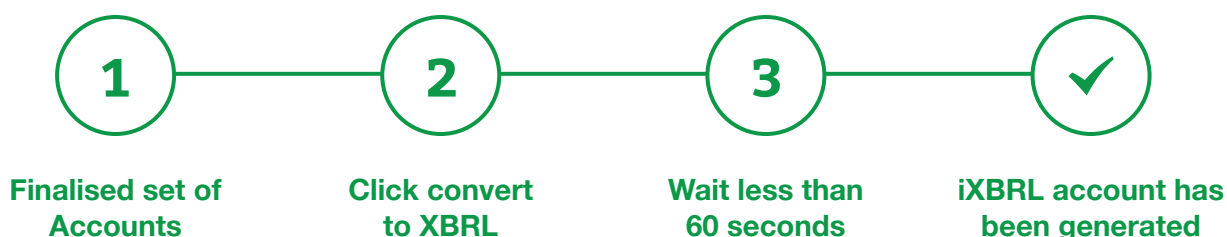


## **SIMPLIFYING iXBRL**

There are several thousand tags and the tagging process which can be complex, so the only cost-effective and secure way for implementation is to use an Accounts Production software product (a product that processes statutory as well as management accounts) and that most importantly incorporates automatic tagging. There is no necessity to understand all the intricacies of tagging, no necessity to spend a large amount of additional time manually tagging and no necessity to lose control of information and costs with Relate Accounts Production's 1 Click iXBRL.

## **HOW TO GENERATE AN iXBRL FILE**

Just one click and let RAP do the rest. No lengthy coding process, No manual tagging, No assisted tagging.





## SAMPLE EXTRACTS FROM ACCOUNTS TEMPLATES

**Appendix A:** Large Company “Gatsby Antiques Limited”

**Appendix B:** Small Company “O’Brennan Painters & Decorators Limited”

**Appendix C:** Partnership “Crystal Beauty Parlour”

**Appendix D:** Sole Trader (first year) Multiple Trades “Jimmy Bradley T/A Woodwork Solutions”

**Appendix E:** Farmer “Ivor Bull Properties”





**Large Company**  
**“Gatsby Antiques Limited”**

**APPENDIX**

**A**



**Gatsby Antiques Limited**  
**Directors' Report and Financial Statements**  
**for the year ended 31 December 2014**

**Relate Software Limited**  
**Chartered Accountants and Registered Auditors**  
**Unit D6**  
**South City Business Park**  
**Tallaght**  
**Dublin 24**

# Gatsby Antiques Limited

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**Gatsby Antiques Limited**  
**DIRECTORS' AND OTHER INFORMATION**

<b>Directors</b>	Mr. Jack Murphy Mrs. Jill Murphy Mr. Crown Murphy Mr. Pail Murphy
<b>Company Secretary</b>	Mrs. Jill Murphy
<b>Company Number</b>	530629
<b>Registered Office</b>	Unit D6 South City Business Park Whitestown Way Tallaght Dublin 24
<b>Business Address</b>	10 Dublin Road Monkstown Co. Cork
<b>Auditors</b>	Relate Software Limited Chartered Accountants and Registered Auditors Unit D6 South City Business Park Tallaght Dublin 24
<b>Bankers</b>	Large Bonus Bank 125 Galway Street Monkstown Co. Cork
<b>Solicitors</b>	Bleeding Heart Solicitors 65 The Cuttings Tallaght Dublin 24

# Gatsby Antiques Limited

## DIRECTORS' REPORT

for the year ended 31 December 2014

The directors present their report and the audited financial statements for the year ended 31 December 2014.

### Principal Activity and Review of the Business

The principal activity of the company is the auction and sales of antiques.

There has been no significant change in these activities during the year ended 31 December 2014.

### Principal Risks and Uncertainties

The directors have identified the downturn in the economy may lead to reduced turnover and steps have been taken to increase the range of products and price ranges to mitigate the effect.

### Results and Dividends

The profit for the year after providing for depreciation and taxation amounted to €433,861 (2013 - €325,324).

The directors have paid an interim dividend amounting to €5,621 and they do not recommend payment of a final dividend.

### Directors

The directors who served throughout the year, except as noted, were as follows:

Mr. Jack Murphy  
Mrs. Jill Murphy  
Mr. Crown Murphy  
Mr. Pail Murphy

The directors' and the secretary's interests in the shares of the company are as follows:-

Name	Class of Shares	Number Held At	
		31/12/14	01/01/14
Mr. Jack Murphy	Ordinary A Shares	9	9
	Ordinary B Shares	6	6
	1% Cumulative Preference Shares	5	5
	5% Cumulative Redeemable Preference Shares	1	1
	Ordinary A Shares	1	-
Mrs. Jill Murphy			
		<u>22</u>	<u>21</u>

There were no changes in shareholdings between 31 December 2014 and the date of signing the financial statements.

In accordance with the Articles of Association, the directors retire by rotation and, being eligible, offer themselves for re-election.

### Future Developments

The company plans to continue its present activities and current trading levels. Employees are kept as fully informed as practicable about developments within the business.

### Post Statement of Financial Position Events

There have been no significant events affecting the company since the year-end.

### Auditors

The auditors, Relate Software Limited, have indicated their willingness to continue in office in accordance with the provisions of Section 383(2) of the Companies Act, 2014.

### Taxation Status

The company is a close company within the meaning of the Taxes Consolidation Act, 1997.

# **Gatsby Antiques Limited**

## **DIRECTORS' REPORT**

for the year ended 31 December 2014

### **Statement on Relevant Audit Information**

There is no relevant audit information of which the statutory auditors are unaware. The directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and they have established that the statutory auditors are aware of that information.

### **Compliance Statement**

The directors are responsible for securing the company's compliance with its relevant obligations (compliance with both company and tax law) and with respect to each of the following three items, we confirm that it has been done. We confirm:

- the existence of a compliance policy statement;
- appropriate arrangements or structures put in place to secure material compliance with the company's relevant obligations;
- a review of such arrangements and structures has taken place during the year.

### **Accounting Records**

To ensure that adequate accounting records are kept in accordance with Sections 281 to 285 of the Companies Act, 2014, the directors have contracted the services of a management accountant and have maintained appropriate computerised accounting systems. The accounting records are maintained at the company's office at 10 Dublin Road, Monkstown, Co. Cork.

### **Signed on behalf of the board**

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**Mr. Jack Murphy**  
Director

16 June 2015

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**Mrs. Jill Murphy**  
Director

16 June 2015

# **Gatsby Antiques Limited**

## **STATEMENT OF DIRECTORS' RESPONSIBILITIES**

for the year ended 31 December 2014

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable Irish law and Generally Accepted Accounting Practice in Ireland including the accounting standards issued by the Financial Reporting Council and promulgated by Chartered Accountants Ireland.

Irish 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 Irish Generally Accepted Accounting Practice (accounting standards issued by the Financial Reporting Council and promulgated by Chartered Accountants Ireland and Irish 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 assets, liabilities and financial position of the company as at the financial year end date and of the profit or loss of the company for that financial year and otherwise comply with the Companies Act 2014.

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

- select suitable accounting policies for the company financial statements and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether the financial statements have been prepared in accordance with applicable accounting standards, identify those standards, and note the effect and the reasons for any material departure from those standards; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for ensuring that the company keeps or causes to be kept adequate accounting records which correctly explain and record the transactions of the company, enable at any time the assets, liabilities, financial position and profit and loss of the company to be determined with reasonable accuracy, enable them to ensure that the financial statements and directors' report comply with the Companies Act 2014 and enable the financial statements to be audited. 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.

**Signed on behalf of the board**

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**Mr. Jack Murphy**  
**Director**

**16 June 2015**

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**Mrs. Jill Murphy**  
**Director**

**16 June 2015**



# **INDEPENDENT AUDITOR'S REPORT**

## **to the Shareholders of Gatsby Antiques Limited**

We have audited the financial statements of Gatsby Antiques Limited for the year ended 31 December 2014 which comprise the Income Statement, the Statement of Comprehensive Income, the Statement of Financial Position, the Statement of Changes in Equity, the Statement of Cash Flows, the Accounting Policies and the related notes. The financial reporting framework that has been applied in their preparation is the Companies Act 2014 and accounting standards issued by the Financial Reporting Council and promulgated by Chartered Accountants Ireland (Generally Accepted Accounting Practice in Ireland).

This report is made solely to the company's members, as a body, in accordance with Section 391 of the Companies Act 2014. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

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

As explained more fully in the Statement of Directors' Responsibilities, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view and otherwise comply with the Companies Act 2014. Our responsibility is to audit and express an opinion on the financial statements in accordance with Irish law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practice 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 company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Directors' Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

### **Opinion on financial statements**

In our opinion the financial statements:

- give a true and fair view of the assets, liabilities and financial position of the company as at 31 December 2014 and of its profit for the year then ended; and
- have been properly prepared in accordance with Generally Accepted Accounting Practice in Ireland and in particular with the requirements of the Companies Act 2014.

### **Matters on which we are required to report by the Companies Act 2014.**

- We have obtained all the information and explanations which we consider necessary for the purposes of our audit.
- In our opinion the accounting records of the company were sufficient to permit the financial statements to be readily and properly audited.
- The financial statements are in agreement with the accounting records.
- In our opinion the information given in the Directors' Report is consistent with the financial statements.

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

We have nothing to report in respect of the provisions in the Companies Act 2014 which require us to report to you if, in our opinion, the disclosures of directors' remuneration and transactions specified by Sections 305 to 312 of the Act are not made.

### **Ivor Relation**

**for and on behalf of**

### **RELATE SOFTWARE LIMITED**

Chartered Accountants and Registered Auditors

Unit D6

South City Business Park

Tallaght

Dublin 24

**16 June 2015**

**Gatsby Antiques Limited**  
**INCOME STATEMENT**  
for the year ended 31 December 2014

	Notes	2014 €	2013 € as restated
<b>Revenue</b>	<b>5</b>	<b>54,843,237</b>	50,822,362
Cost of sales		<b>(52,729,860)</b>	(48,635,085)
<b>Gross profit</b>		<b>2,113,377</b>	2,187,277
Distribution costs		<b>(206,323)</b>	(211,546)
Administrative expenses		<b>(2,189,652)</b>	(1,977,002)
Other operating income		<b>794,316</b>	454,548
<b>Operating profit</b>	<b>6</b>	<b>511,718</b>	453,277
Investment income	<b>7</b>	<b>12,410</b>	3,528
Other gains and losses	<b>8</b>	<b>4,596</b>	-
Finance income	<b>9</b>	<b>64,443</b>	3,399
Finance costs	<b>10</b>	<b>(41,150)</b>	(43,283)
<b>Profit on ordinary activities before taxation</b>		<b>552,017</b>	416,921
Tax on profit on ordinary activities	<b>12</b>	<b>(118,156)</b>	(91,597)
<b>Profit for the year</b>		<b>433,861</b>	325,324

**Gatsby Antiques Limited**  
**STATEMENT OF COMPREHENSIVE INCOME**  
for the year ended 31 December 2014

	Notes	2014 €	2013 € as restated
<b>Profit on ordinary activities after taxation</b>		<b>433,861</b>	325,324
Remeasurement of defined benefit scheme assets and liabilities	26	46,000	(156,200)
Foreign exchange movement on net investment		(2,454)	-
Change in value of hedging instruments		(667)	-
		<hr/>	<hr/>
Total recognised gains relating to the year		476,740	169,124
Prior year adjustment	14	65,700	-
		<hr/>	<hr/>
<b>Total recognised gains since last annual report</b>		<b>542,440</b>	169,124
		<hr/> <hr/>	<hr/> <hr/>

**Gatsby Antiques Limited**  
**STATEMENT OF FINANCIAL POSITION**

as at 31 December 2014

	Notes	2014 €	2013 € as restated
<b>Non-Current Assets</b>			
Intangible assets	15	59,100	116,150
Tangible assets	16	554,737	405,693
Investments	17	128,997	128,848
		<u>742,834</u>	<u>650,691</u>
<b>Current Assets</b>			
Inventories	18	4,985,289	5,676,717
Receivables	19		
- amounts falling due after more than one year		1,659,366	1,221,975
- amounts falling due within one year		3,640,571	3,979,242
Investments	20	133	-
Cash and cash equivalents		1,526,572	1,083,832
		<u>11,811,931</u>	<u>11,961,766</u>
<b>Payables: Amounts falling due within one year</b>	21	<u>(5,626,870)</u>	<u>(5,340,863)</u>
<b>Net Current Assets</b>		<u>6,185,061</u>	<u>6,620,903</u>
<b>Total Assets less Current Liabilities</b>		<u>6,927,895</u>	<u>7,271,594</u>
<b>Payables</b>			
Amounts falling due after more than one year	22	(2,351,477)	(3,114,395)
<b>Provision for Liabilities and Charges</b>	24	<u>(595,600)</u>	<u>(650,100)</u>
<b>Government grants</b>	27	<u>(200)</u>	<u>-</u>
<b>Net Assets</b>		<u>3,980,618</u>	<u>3,507,099</u>
<b>Equity</b>			
Called up share capital	28	252,400	250,000
Share premium account		3,948	3,948
Revaluation reserve		57,260	57,260
Other reserves		(1,234)	-
Income statement		3,668,244	3,195,891
<b>Equity attributable to owners of the company</b>		<u>3,980,618</u>	<u>3,507,099</u>

Approved by the board on 16 June 2015 and signed on its behalf by

\_\_\_\_\_  
Mr. Jack Murphy  
Director

\_\_\_\_\_  
Mrs. Jill Murphy  
Director

**Gatsby Antiques Limited**  
**STATEMENT OF CHANGES IN EQUITY**

as at 31 December 2014

	Share capital €	Share premium account €	Revaluation reserve €	Retained earnings €	Cash flow hedge reserve €	Total €
<b>At 1 January 2013</b>	250,000	3,948	57,260	3,186,437	-	3,497,645
Profit for the year	-	-	-	325,324	-	325,324
Other comprehensive income (Note 34)	-	-	-	(156,200)	-	(156,200)
Total comprehensive income	-	-	-	169,124	-	169,124
Payment of dividends	-	-	-	(7,870)	-	(7,870)
Other movements in equity attributable to owners	-	-	-	(151,800)	-	(151,800)
<b>At 31 December 2013 as previously stated</b>	250,000	3,948	57,260	3,130,191	-	3,441,399
Prior year error correction (Note 14)	-	-	-	64,435	-	64,435
Changes in accounting policies (Note 3)	-	-	-	1,265	-	1,265
<b>At 31 December 2013</b>	250,000	3,948	57,260	3,195,891	-	3,507,099
Profit for the year	-	-	-	433,861	-	433,861
Other comprehensive income (Note 34)	-	-	-	44,113	(1,234)	42,879
Total comprehensive income	-	-	-	477,974	(1,234)	476,740
Payment of dividends	-	-	-	(5,621)	-	(5,621)
Net proceeds of equity ordinary share issue	100	-	-	-	-	100
Equity-settled share-based issue of equity ordinary shares	2,300	-	-	-	-	2,300
<b>At 31 December 2014</b>	<b>252,400</b>	<b>3,948</b>	<b>57,260</b>	<b>3,668,244</b>	<b>(1,234)</b>	<b>3,980,618</b>

# STATEMENT OF CASH FLOWS

for the year ended 31 December 2014

	Notes	2014 €	2013 € as restated
<b>Cash flows from operating activities</b>			
Profit for the year		433,861	325,324
Adjustments for:			
Investment income		(12,410)	(3,528)
Fair value gains and losses		(4,596)	-
Finance income		(64,443)	(3,399)
Finance costs		41,150	43,283
Tax on profit on ordinary activities		118,156	91,597
Depreciation		65,233	77,827
Amortisation of intangibles		20,000	20,000
Movement on pension reserve		46,000	(308,000)
Movement on defined benefit pension scheme		(117,000)	242,300
Equity-settled share-based payments		2,300	-
		<u>528,251</u>	<u>485,404</u>
Movements in working capital:			
Movement in inventories		691,428	(1,045,950)
Movement in receivables		(70,921)	(3,202,424)
Movement in payables		274,819	(235,615)
		<u>1,423,577</u>	<u>(3,998,585)</u>
Cash generated from operations		1,423,577	(3,998,585)
Interest paid		(31,131)	(43,283)
Tax paid		(61,552)	(26,305)
		<u>1,330,894</u>	<u>(4,068,173)</u>
<b>Cash flows from investing activities</b>			
Interest received		11,061	3,398
Dividends received		12,410	3,528
Payments to acquire property, plant and equipment		(6,168)	5,142
Payments to acquire investment property		(44,592)	-
Payments to acquire investments		(333)	-
Receipts from sales of investments		200	-
		<u>(27,422)</u>	<u>12,068</u>
<b>Cash flows from financing activities</b>			
Issue of equity share capital		100	-
Issue of shares classified as financial liabilities		36,666	12,222
Redemption of shares		(488)	(244)
New long term loan		-	(1,817,654)
New short term loan		-	21,058
Repayment of short term loan		(45,466)	(18,443)
Capital element of finance lease contracts		(804,947)	1,979,736
Movement in funding to subsidiaries/group companies and connected parties		9,732	9,454
Movement in funding from subsidiaries/group companies and connected parties		(9,917)	23,408
Government grants		200	-
Dividends paid		(5,621)	(7,870)
		<u>(819,741)</u>	<u>3,836,975</u>
Net cash generated from financing activities		(819,741)	3,836,975
<b>Net increase/(decrease) in cash and cash equivalents</b>		<b>483,731</b>	<b>(219,130)</b>
<b>Cash and cash equivalents at 1 January 2014</b>		<b>453,770</b>	<b>672,900</b>
<b>Cash and cash equivalents at 31 December 2014</b>	<b>35</b>	<b>937,501</b>	<b>453,770</b>

# Gatsby Antiques Limited

## NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2014

### 1. GENERAL INFORMATION

Gatsby Antiques Limited is a company limited by shares incorporated in the Republic of Ireland.

### 2. ACCOUNTING POLICIES

#### Statement of compliance

The financial statements of the company for the year ended 31 December 2014 have been prepared on the going concern basis and in accordance with generally accepted accounting principles in Ireland and Irish statute comprising the Companies Act 2014 and in accordance with the Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland (FRS 102) issued by the Financial Reporting Council, as promulgated by Chartered Accountants Ireland. These are the company's first set of financial statements prepared in accordance with FRS 102 (see note 4 for an explanation of the transition).

#### Basis of preparation

The financial statements have been prepared under the historical cost convention except for certain properties and financial instruments that are measured at revalued amounts or fair values, as explained in the accounting policies below. Historical cost is generally based on the fair value of the consideration given in exchange for assets. The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

#### Accounting Convention

The financial statements are prepared under the historical cost convention.

#### Revenue

Turnover comprises the invoice value of goods supplied by the company, exclusive of trade discounts and value added tax.

#### Property, plant and equipment and depreciation

Property, plant and equipment are stated at cost or at valuation, less accumulated depreciation. The charge to depreciation is calculated to write off the original cost or valuation of property, plant and equipment, less their estimated residual value, over their expected useful lives as follows:

Land and buildings freehold	- 4% Straight line
Long leasehold property	- 2% Straight line
Plant and Machinery	- 15% Straight line
Fixtures, fittings and equipment	- 15% Straight line
Computer Equipment	- 10% Straight line

The carrying values of tangible fixed assets are reviewed annually for impairment in periods if events or changes in circumstances indicate the carrying value may not be recoverable.

#### Investment properties

Investment property whose fair value can be measured reliably without undue cost or effort is measured at fair value with changes in fair value recognised in the Income Statement. Revalued investment properties are not depreciated or amortised, unless the fair value cannot be measured reliably or without undue cost or effort.

Not depreciating or amortising property is a departure from the requirement of Company Law to provide depreciation on all fixed assets which have a limited useful life. However, these investment properties are not held for consumption but for investment and the directors consider that systematic annual depreciation would be inappropriate. The accounting policy adopted is therefore necessary for the financial statements to give a true and fair view. If depreciation were to be provided it would be provided at a rate of 4% Straight line per annum on the revalued amount.

#### Leasing and Hire Purchases

Property, plant and equipment held under leasing arrangements which transfer substantially all the risks and rewards of ownership to the company are capitalised and included in the Statement of Financial Position at their cost or valuation, less depreciation. The corresponding commitments are recorded as liabilities. Payments in respect of these obligations are treated as consisting of capital and interest elements, with interest charged to the Income Statement.

# Gatsby Antiques Limited

## NOTES TO THE FINANCIAL STATEMENTS

continued

for the year ended 31 December 2014

### Goodwill

Purchased goodwill arising on the acquisition of a business represents the excess of the acquisition cost over the fair value of the identifiable net assets including other intangible fixed assets when they were acquired. Purchased goodwill is capitalised in the Statement of Financial Position and amortised on a straight line basis over its economic useful life of 4 years, which is estimated to be the period during which benefits are expected to arise. On disposal of a business any goodwill not yet amortised is included in determining the profit or loss on sale of the business.

### Investments

Investments held as fixed assets are stated at cost less provision for any permanent diminution in value. Income from other investments together with any related withholding tax is recognised in the profit and loss account in the year in which it is receivable.

Current asset investments are stated at the lower of cost and net realisable value.

### Inventories

Stocks are valued at the lower of cost and net realisable value. Cost comprises expenditure incurred in the normal course of business in bringing stocks to their present location and condition. Full provision is made for obsolete and slow moving items. Net realisable value comprises actual or estimated selling price (net of trade discounts) less all further costs to completion or to be incurred in marketing and selling.

### Trade and other debtors

Trade and other debtors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest method less impairment losses for bad and doubtful debts except where the effect of discounting would be immaterial. In such cases the receivables are stated at cost less impairment losses for bad and doubtful debts.

### Borrowing costs

Borrowing costs relating to the acquisition of assets are capitalised at the appropriate rate by adding them to the cost of assets being acquired. Investment income earned on the temporary investment of specific borrowings pending their expenditure on the assets is deducted from the borrowing costs eligible for capitalisation. All other borrowing costs are recognised in profit or loss in the period in which they are incurred.

### Provisions

Provisions are recognised when the company has a present legal or constructive obligation arising as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made. Provisions are measured at the present value of the expenditures expected to be required to settle the obligation using a pre-tax rate that reflects current market assessments of the same value of money and the risks specific to the obligation. The increase in the provision due to passage of time is recognised as an interest expense.

### Trade and other creditors

Trade and other creditors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest rate method, unless the effect of discounting would be immaterial, in which case they are stated at cost.



**Gatsby Antiques Limited**  
**NOTES TO THE FINANCIAL STATEMENTS**

continued

for the year ended 31 December 2014

**Share-based payments**

The company issues equity-settled and cash-settled share-based payments to certain employees (including directors). Equity-settled share-based payments are measured at fair value at the date of grant. The fair value determined at the grant date of the equity-settled share-based payments is expensed on a straight-line basis over the vesting period, together with a corresponding increase in equity, based upon the company's estimate of the shares that will eventually vest.

Fair value is measured using the Black-Scholes Pricing Model. The expected life used in the model has been adjusted, based on management's best estimate, for the effects of non-transferability, exercise restrictions and behavioural considerations.

Where the terms of an equity-settled transaction are modified, as a minimum an expense is recognised as if the terms had not been modified. In addition, an expense is recognised for any increase in the value of the transaction as a result of the modification, as measured at the date of modification.

Where an equity-settled transaction is cancelled, it is treated as if it had vested on the date of the cancellation, and any expense not yet recognised for the transaction is recognised immediately. However, if a new transaction is substituted for the cancelled transaction, and designated as a replacement transaction on the date that it is granted, the cancelled and new transactions are treated as if they were a modification of the original transaction, as described in the previous paragraph.

For cash-settled share-based payments, a liability equal to the portion of the goods and services received is recognised at the current fair value determined at each balance sheet date.

The company issues cash-settled share-based payments to certain employees (including directors). A liability equal to the portion of the goods and services received is recognised at the current fair value determined at each balance sheet date.

The company issues equity-settled share-based payments to certain employees (including directors). Equity-settled share-based payments are measured at fair value at the date of grant. Under the ruling of the Financial Reporting Standard for Smaller Entities (effective April 2008) equity-settled share-based payments are not recorded in the financial statements and are recognised on a disclosure only basis.

**Taxation**

Current tax represents the amount expected to be paid or recovered in respect of taxable profits for the year and is calculated using the tax rates and laws that have been enacted or substantially enacted at the Statement of Financial Position date.

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 tax in the future, or a right to pay less tax in the future. Timing differences are temporary differences between the company's taxable profits and its results as stated in the financial statements.

Deferred tax is measured on an undiscounted basis at the tax rates that are anticipated to apply in the periods in which the timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

**Foreign currencies**

Monetary assets and liabilities denominated in foreign currencies are translated at the rates of exchange ruling at the Statement of Financial Position date. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated at the rates of exchange ruling at the date of the transaction. Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined. The resulting exchange differences are dealt with in the Income Statement.

# Gatsby Antiques Limited

## NOTES TO THE FINANCIAL STATEMENTS

continued

for the year ended 31 December 2014

### Pensions

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. Annual contributions payable to the company's pension scheme are charged to the Income Statement in the period to which they relate.

The pension costs in respect of a defined benefit scheme are charged to the Income Statement on a systematic basis, based on the actuary's calculations. Amounts charged are calculated using the following rates:

Current service costs	-	Discount rate at the start of the year
Interest cost	-	Discount rate at the start of the year
Expected return on assets	-	Expected rate of return at the start of the year

Past service costs are recognised in the Income Statement on a straight line basis over the period in which the increases in the benefits vest.

Differences between the amounts charged in the Income Statement and payments made to pension funds are treated as assets or liabilities.

Assets in the scheme are measured at their fair value at the Statement of Financial Position date. Defined benefit liabilities are measured on an actuarial basis using the projected unit method. The assets and liabilities of the scheme are subject to a full actuarial valuation by an external professionally qualified actuary triennially and are reviewed annually by the actuary and updated to reflect current conditions.

The excess/shortfall in the value of the assets in the scheme over/below the present value of the scheme liabilities is recognised as an asset/liability when the amounts can be recovered through reduced contributions or refunds from the scheme. Any potential deferred taxation is offset against the asset/liability.

Current service cost and net interest on net scheme assets/liabilities are recognised in Income Statement. Remeasurement of net defined benefit scheme assets and liabilities are recognised in the Statement of Comprehensive Income.

### Research and development

Development expenditure is written off in the same year unless the directors are satisfied as to the technical, commercial and financial viability of individual projects. In this situation, the expenditure is deferred and amortised over the period from which the company is expected to benefit.

### Computer Software

Computer Software is valued at cost less accumulated amortisation.

Amortisation is calculated to write off the cost in equal annual instalments over their estimated useful life of 4 years.

### Residuals

Residuals are valued at cost less accumulated amortisation.

Amortisation is calculated to write off the cost in equal annual instalments over their estimated useful life of 4 years.

### Customer Relations

Customer Relations are valued at cost less accumulated amortisation.

Amortisation is calculated to write off the cost in equal annual instalments over their estimated useful life of 4 years.

### Derivatives

Derivative financial instruments are initially measured at fair value on the date on which a derivative contract is entered into and are subsequently measured at fair value through profit or loss. Derivatives are carried as assets when the fair value is positive and as liabilities when the fair value is negative.

**Gatsby Antiques Limited**  
**NOTES TO THE FINANCIAL STATEMENTS**

continued

for the year ended 31 December 2014

**Cash flow hedging**

The separate component of equity associated with the hedged item (cash flow hedge reserve) is adjusted to the lower of the following (in absolute amounts):

- (i) the cumulative gain or loss on the hedging instrument from inception of the hedge; and
- (ii) the cumulative change in fair value (present value) of the expected future cash flows on the hedged item from inception of the hedge.

The portion of the gain or loss on the hedging instrument that is determined to be an effective hedge (ie the portion that is offset by the change in the cash flow hedge reserve) is recognised in the Statement of Comprehensive Income. Any remaining gain or loss on the hedging instrument (or any gain or loss required to balance the change in the cash flow hedge reserve) is hedge ineffectiveness that shall be recognised in profit or loss.

The amount that has been accumulated in the cash flow hedge reserve is accounted for as follows:

- (i) if a hedged forecast transaction subsequently results in the recognition of a non-financial asset or non-financial liability, or a hedged forecast transaction for a non-financial asset or non-financial liability becomes a firm commitment for which fair value hedge accounting is applied, that amount is removed from the cash flow hedge reserve and included directly in the initial cost or other carrying amount of the asset or liability;
- (ii) for cash flow hedges other than those covered by (i), that amount is reclassified from the cash flow hedge reserve to profit or loss in the same period or periods during which the hedged expected future cash flows affect profit or loss.

**Net investment in foreign operations hedging**

Hedges of a net investment in a foreign operation, including a hedge of a monetary item that is accounted for as part of the net investment is accounted for by:

- (i) recognising in other comprehensive income the portion of the gain or loss on the hedging instrument that is determined to be an effective hedge, and
- (ii) recognising in profit or loss the ineffective portion.

The cumulative gain or loss on the hedging instrument relating to the effective portion of the hedge that has been accumulated in equity is not reclassified from equity to profit or loss on the disposal or partial disposal of the foreign operation.

**3. CHANGE IN ACCOUNTING POLICIES**

Several Changes in Accounting Policy have arisen on transition to FRS 102 and are detailed in Note 3.3, the Statements on Previous Periods.

**Gatsby Antiques Limited**  
**NOTES TO THE FINANCIAL STATEMENTS**

for the year ended 31 December 2014

continued

**4. RECONCILIATIONS ON TRANSITION TO FRS 102**

**BALANCE SHEET - ASSETS AND LIABILITIES**

	At 1 January 2013			At 31 December 2013		
	As previously stated €	Effect of transition €	As restated €	As previously stated €	Effect of transition €	As restated €
<b>Fixed Assets</b>						
Intangible assets	173,200	-	173,200	116,150	-	116,150
Tangible assets	(i) 332,604	56,115	388,719	349,578	56,115	405,693
Financial assets	128,848	-	128,848	128,848	-	128,848
	<u>634,652</u>	<u>56,115</u>	<u>690,767</u>	<u>594,576</u>	<u>56,115</u>	<u>650,691</u>
<b>Current Assets</b>						
Inventories	(ii) 4,670,890	(40,123)	4,630,767	5,757,038	(80,321)	5,676,717
Receivables	2,008,246	-	2,008,246	5,201,217	-	5,201,217
Investments	100	-	100	300	-	300
Cash at bank and in hand	1,911,945	-	1,911,945	1,083,532	-	1,083,532
	<u>8,591,181</u>	<u>(40,123)</u>	<u>8,551,058</u>	<u>12,042,087</u>	<u>(80,321)</u>	<u>11,961,766</u>
<b>Payables: Amounts falling due within one year</b>	(iii) (5,324,748)	(67,632)	(5,392,380)	(5,266,960)	(73,903)	(5,340,863)
<b>Net Current Assets</b>	<u>3,266,433</u>	<u>(107,755)</u>	<u>3,158,678</u>	<u>6,775,127</u>	<u>(154,224)</u>	<u>6,620,903</u>
<b>Total Assets less Current Liabilities</b>	3,901,085	(51,640)	3,849,445	7,369,703	(98,109)	7,271,594
<b>Payables Amounts falling due after more than one year</b>	-	-	-	(3,114,395)	-	(3,114,395)
<b>Provision for Liabilities and Charges</b>	(iv) (200,000)	(151,800)	(351,800)	(256,000)	(394,100)	(650,100)
<b>Net Assets excluding pension deficit</b>	3,701,085	(203,440)	3,497,645	3,999,308	(492,209)	3,507,099
Pension deficit	(iv) (151,800)	151,800	-	(394,100)	394,100	-
<b>Net Assets including pension deficit</b>	<u>3,549,285</u>	<u>(51,640)</u>	<u>3,497,645</u>	<u>3,605,208</u>	<u>(98,109)</u>	<u>3,507,099</u>

**Gatsby Antiques Limited**  
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**4.1. BALANCE SHEET - EQUITY**

	At 1 January 2013			At 31 December 2013		
	As previously stated €	Effect of transition €	As restated €	As previously stated €	Effect of transition €	As restated €
<b>Equity</b>						
Called up share capital	250,000	-	250,000	250,000	-	250,000
Share premium account	3,948	-	3,948	3,948	-	3,948
Revaluation reserve	(i) -	57,260	57,260	-	57,260	57,260
Profit and loss account	(ii) 3,295,337	(108,900)	3,186,437	3,351,260	(155,369)	3,195,891
<b>Equity attributable to Shareholders of the Company</b>	<b>3,549,285</b>	<b>(51,640)</b>	<b>3,497,645</b>	<b>3,605,208</b>	<b>(98,109)</b>	<b>3,507,099</b>

**4.2. PROFIT AND LOSS ACCOUNT**

	Year Ended 31 December 2013		
	As previously stated €	Effect of transition €	As restated €
<b>Revenue</b>	50,822,362	-	50,822,362
Cost of sales	(ii) (48,594,887)	(40,198)	(48,635,085)
<b>Gross profit</b>	<b>2,227,475</b>	<b>(40,198)</b>	<b>2,187,277</b>
Distribution costs	(211,546)	-	(211,546)
Administrative expenses	(iii) (1,970,731)	(6,271)	(1,977,002)
Other operating income	454,548	-	454,548
<b>Operating profit</b>	<b>499,746</b>	<b>(46,469)</b>	<b>453,277</b>
Investment income	3,528	-	3,528
Finance income	3,399	-	3,399
Finance costs	(43,283)	-	(43,283)
<b>Profit on ordinary activities before taxation</b>	<b>463,390</b>	<b>(46,469)</b>	<b>416,921</b>
Tax on profit on ordinary activities	(91,597)	-	(91,597)
<b>Profit for the year</b>	<b>371,793</b>	<b>(46,469)</b>	<b>325,324</b>

**Gatsby Antiques Limited**  
**NOTES TO THE FINANCIAL STATEMENTS**

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for the year ended 31 December 2014

**4.3. STATEMENT ON PREVIOUS PERIODS**

(i) The Freehold Property has been revalued due to re-classification of some of the Investment Property. No accurate valuation could be put on the Investment Properties as Intangibles.

(ii) The value of stock has decreased due to the change in the company's stock valuation policy. The valuation method is now FIFO. The method previously used was the LIFO method no longer allowed under FRS102.

(iii) There were Holiday Entitlements not used by Directors in the Comparative and Pre-Comparative Periods. These have now been accrued per FRS102.

(iv) The defined pension scheme deficit is no longer required to be shown separately from net assets in the Balance Sheet. The deficit is now shown under Provision for Liabilities and Charges.

**5. REVENUE**

The revenue for the year has been derived from:-

	2014 €	2013 €
General Sales	51,220,456	47,581,128
Online Sales	3,380,522	3,105,478
Bulk Sales	242,259	135,756
	<u>54,843,237</u>	<u>50,822,362</u>
<b>Geographical market</b>		
Republic of Ireland	42,779,105	50,822,362
Europe	7,652,987	-
Rest of the World	4,411,145	-
	<u>54,843,237</u>	<u>50,822,362</u>

Revenue attributable to geographical markets outside the Republic of Ireland amounted to 22% for the year.

**6. OPERATING PROFIT**

	2014 €	2013 €
<b>Operating profit is stated after charging/(crediting):</b>		
Amortisation of intangible assets	35,000	35,000
Depreciation of property, plant and equipment	28,183	40,777
Amortisation of goodwill	20,000	20,000
Research and development		
- amortised deferred expenditure	2,050	2,050
Profit on foreign currencies	(2,198)	-
Auditor's remuneration		
- audit of individual company accounts	16,110	33,047
- other assurance services	2,120	-
- tax advisory services	3,317	-
	<u>35,000</u>	<u>35,000</u>

**7. INCOME FROM INVESTMENTS**

	2014 €	2013 €
Investment income	12,410	40
Dividends from subsidiary companies	-	3,488
	<u>12,410</u>	<u>3,528</u>

**Gatsby Antiques Limited**  
**NOTES TO THE FINANCIAL STATEMENTS**

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<b>8. OTHER GAINS AND LOSSES</b>	<b>2014</b>	<b>2013</b>
	€	€
Fair value gains and losses are as follows:		
Investment property	7,120	-
Investments in shares	119	-
Foreign exchange	(2,643)	-
	<u>4,596</u>	<u>-</u>
<b>9. FINANCE INCOME</b>	<b>2014</b>	<b>2013</b>
	€	€
Bank interest	11,060	3,399
Interest income on financial assets using effective rate of return	50	-
Interest income on long term debtors using effective rate of return	43,210	-
Interest income on financial liabilities using effective rate of return	10,123	-
	<u>64,443</u>	<u>3,399</u>
Total interest income using effective rate of return	<u>53,383</u>	<u>-</u>
<b>10. FINANCE COSTS</b>	<b>2014</b>	<b>2013</b>
	€	€
On bank loans and overdrafts	19,010	42,071
Interest expense on financial assets using effective rate of return	20	-
Interest expense on long term debtors using effective rate of return	5,678	-
Interest expense on financial liabilities using effective rate of return	4,321	-
Finance charges on shares classified as financial liabilities (Note 13)	12,121	1,212
	<u>41,150</u>	<u>43,283</u>
Total interest expense using effective rate of return	<u>10,019</u>	<u>-</u>
<b>11. EMPLOYEES AND REMUNERATION</b>		
<b>Number of employees</b>		
The average number of persons employed (including executive directors) during the year was as follows:		
	<b>2014</b>	<b>2013</b>
	Number	Number
Administration	17	17
Front of house	36	34
Direct sales	17	17
	<u>70</u>	<u>68</u>
The staff costs (inclusive of directors' salaries) comprise:	<b>2014</b>	<b>2013</b>
	€	€
Wages and salaries	2,771,280	2,513,993
Social welfare costs	153,049	214,335
Pension costs	150,181	128,344
	<u>3,074,510</u>	<u>2,856,672</u>

**Gatsby Antiques Limited**  
**NOTES TO THE FINANCIAL STATEMENTS**

for the year ended 31 December 2014

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**12. TAX ON PROFIT ON ORDINARY ACTIVITIES**

	2014 €	2013 €
<b>(a) Analysis of charge in the year</b>		
<b>Current tax:</b>		
Corporation tax at 12.50% (2013 - 12.50%)	54,881	47,756
Under/over provision in prior year	775	(12,159)
Total current tax (Note 12 (b))	<u>55,656</u>	<u>35,597</u>
<b>Deferred tax:</b>		
Origination and reversal of timing differences	62,500	56,000
Total deferred tax (Note 24)	<u>62,500</u>	<u>56,000</u>
Tax on profit on ordinary activities	<u><u>118,156</u></u>	<u><u>91,597</u></u>

**(b) Factors affecting tax charge for the year**

The tax assessed for the year differs from the standard rate of corporation tax in the Republic of Ireland 12.50% (2013 - 12.50%) The differences are explained below:

	2014 €	2013 €
Profit on ordinary activities before tax	<u>552,017</u>	<u>416,921</u>
Profit on ordinary activities before tax multiplied by the standard rate of corporation tax in the Republic of Ireland at 12.50% (2013 - 12.50%)	69,002	52,115
<b>Effects of:</b>		
Expenses not deductible for tax purposes	5,491	15,414
Capital allowances for period in excess of depreciation	(5,450)	(28,754)
Dividends	-	(462)
Income taxable at 25%	1,545	405
Adjustment to tax charge in respect of previous periods	(14,932)	(3,121)
Current tax charge for the year (Note 12 (a))	<u><u>55,656</u></u>	<u><u>35,597</u></u>

**13. DIVIDENDS**

	2014 €	2013 €
Dividends on equity shares:		
Ordinary A Shares - Interim paid	<u>5,621</u>	<u>7,870</u>
Dividends on shares classified as financial liabilities	<u>12,121</u>	<u>1,212</u>
Total dividend	<u><u>17,742</u></u>	<u><u>9,082</u></u>

**14. PRIOR YEAR ADJUSTMENT**

**Material Error in Defined Benefit Pension Deficit**

Defined benefit pension assets and liabilities must be measured at fair value and the operating costs and changes to assets and liabilities must be recognised in the period they arise according to FRS 102. The fair value was misstated in the prior year and as a consequence the defined benefit pension deficit at 31 December 2013 has been now been restated as €394,100. The retained earnings have been increased by €65,700.



**Gatsby Antiques Limited**  
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**15. INTANGIBLE FIXED ASSETS**

	<b>Computer Software</b> €	<b>Residuals</b> €	<b>Customer Relations</b> €	<b>Development Costs</b> €	<b>Goodwill</b> €	<b>Total</b> €
<b>Cost</b>						
At 31 December 2014	36,000	24,000	80,000	16,400	80,000	236,400
<b>Provision for diminution in value</b>						
At 1 January 2014	18,000	12,000	40,000	10,250	40,000	120,250
Charge for year	9,000	6,000	20,000	2,050	20,000	57,050
At 31 December 2014	27,000	18,000	60,000	12,300	60,000	177,300
<b>Carrying amount</b>						
At 31 December 2014	<b>9,000</b>	<b>6,000</b>	<b>20,000</b>	<b>4,100</b>	<b>20,000</b>	<b>59,100</b>
At 31 December 2013	18,000	12,000	40,000	6,150	40,000	116,150

**15.1. INTANGIBLE FIXED ASSETS PRIOR YEAR**

	<b>Computer Software</b> €	<b>Residuals</b> €	<b>Customer Relations</b> €	<b>Development Costs</b> €	<b>Goodwill</b> €	<b>Total</b> €
<b>Cost</b>						
At 31 December 2013	36,000	24,000	80,000	16,400	80,000	236,400
<b>Provision for diminution in value</b>						
At 1 January 2013	9,000	6,000	20,000	8,200	20,000	63,200
Charge for year	9,000	6,000	20,000	2,050	20,000	57,050
At 31 December 2013	18,000	12,000	40,000	10,250	40,000	120,250
<b>Carrying amount</b>						
At 31 December 2013	<b>18,000</b>	<b>12,000</b>	<b>40,000</b>	<b>6,150</b>	<b>40,000</b>	<b>116,150</b>
At 31 December 2012	27,000	18,000	60,000	8,200	60,000	173,200

**Gatsby Antiques Limited**  
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for the year ended 31 December 2014

**16. PROPERTY, PLANT AND EQUIPMENT**

	Land and buildings freehold €	Investment properties €	Long leasehold property €	Plant and Machinery €	Fixtures, fittings and equipment €	Computer Equipment €	Total €
<b>Cost or Valuation</b>							
At 1 January 2014	344,478	-	26,165	273,287	231,976	139,656	1,015,562
Additions	-	44,592	-	-	2,968	125,000	172,560
Revaluation	-	7,120	-	-	-	-	7,120
Foreign currency exchange differences	-	-	-	-	(320)	(2,134)	(2,454)
At 31 December 2014	344,478	51,712	26,165	273,287	234,624	262,522	1,192,788
<b>Depreciation</b>							
At 1 January 2014	41,054	-	1,536	251,942	182,287	133,050	609,869
Charge for the year	6,636	-	523	5,646	11,587	3,790	28,182
At 31 December 2014	47,690	-	2,059	257,588	193,874	136,840	638,051
<b>Carrying amount</b>							
At 31 December 2014	<b>296,788</b>	<b>51,712</b>	<b>24,106</b>	<b>15,699</b>	<b>40,750</b>	<b>125,682</b>	<b>554,737</b>
At 31 December 2013	303,424	-	24,629	21,345	49,689	6,606	405,693

**Gatsby Antiques Limited**  
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for the year ended 31 December 2014

**16.1. PROPERTY, PLANT AND EQUIPMENT PRIOR YEAR**

	Land and buildings freehold €	Long leasehold property €	Plant and Machinery €	Fixtures, fittings and equipment €	Computer Equipment €	Total €
<b>Cost or Valuation</b>						
At 1 January 2013	292,524	26,165	273,287	231,976	133,858	957,810
Additions	51,954	-	-	-	5,798	57,752
At 31 December 2013	<u>344,478</u>	<u>26,165</u>	<u>273,287</u>	<u>231,976</u>	<u>139,656</u>	<u>1,015,562</u>
<b>Depreciation</b>						
At 1 January 2013	35,310	1,013	238,606	170,679	123,484	569,092
Charge for the year	5,744	523	13,336	11,608	9,566	40,777
At 31 December 2013	<u>41,054</u>	<u>1,536</u>	<u>251,942</u>	<u>182,287</u>	<u>133,050</u>	<u>609,869</u>
<b>Carrying amount</b>						
At 31 December 2013	<u><b>303,424</b></u>	<u><b>24,629</b></u>	<u><b>21,345</b></u>	<u><b>49,689</b></u>	<u><b>6,606</b></u>	<u><b>405,693</b></u>
At 31 December 2012	<u><u>257,214</u></u>	<u><u>25,152</u></u>	<u><u>34,681</u></u>	<u><u>61,297</u></u>	<u><u>10,374</u></u>	<u><u>388,718</u></u>

**Gatsby Antiques Limited**  
**NOTES TO THE FINANCIAL STATEMENTS**

for the year ended 31 December 2014

**16.2. PROPERTY, PLANT AND EQUIPMENT CONTINUED**

Included above are assets held under finance leases or hire purchase contracts as follows:

	<b>2014</b> <b>Carrying</b> <b>amount</b> €	2013 Carrying amount €
Plant and Machinery	<u><u>25,000</u></u>	<u><u>27,000</u></u>

**17. INVESTMENTS**

	<b>Subsidiary</b> <b>undertakings</b> <b>shares</b>	<b>Listed</b> <b>investments</b>	<b>Total</b>
	€	€	€
<b>Investments</b>			
<b>Cost or Valuation</b>			
At 1 January 2014	128,241	607	128,848
Revaluations	-	149	149
At 31 December 2014	<u>128,241</u>	<u>756</u>	<u>128,997</u>
<b>Carrying amount</b>			
At 31 December 2014	<u><u>128,241</u></u>	<u><u>756</u></u>	<u><u>128,997</u></u>
At 31 December 2013	<u><u>128,241</u></u>	<u><u>607</u></u>	<u><u>128,848</u></u>
		<b>2014</b> €	2013 €
Market value of listed investments		<u><u>1,000</u></u>	<u><u>900</u></u>

If the investments were sold at their valuation, a tax charge not exceeding €100.00 (2013 - €80.00 ) would arise.

**17.1. INVESTMENTS PRIOR YEAR**

	<b>Subsidiary</b> <b>undertakings</b> <b>shares</b>	<b>Listed</b> <b>investments</b>	<b>Total</b>
	€	€	€
<b>Investments</b>			
<b>Cost or Valuation</b>			
At 31 December 2013	<u>128,241</u>	<u>607</u>	<u>128,848</u>
<b>Carrying amount</b>			
At 31 December 2013	<u><u>128,241</u></u>	<u><u>607</u></u>	<u><u>128,848</u></u>
At 31 December 2012	<u><u>128,241</u></u>	<u><u>607</u></u>	<u><u>128,848</u></u>

**18. INVENTORIES**

	<b>2014</b> €	2013 €
Raw materials	<b>110,334</b>	122,755
Finished goods and goods for resale	<b>4,874,955</b>	5,553,962
	<u><u>4,985,289</u></u>	<u><u>5,676,717</u></u>

The replacement cost of stock did not differ significantly from the figures shown.

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<b>19. RECEIVABLES</b>	<b>2014</b>	<b>2013</b>
	<b>€</b>	<b>€</b>
Trade receivables	<b>3,696,985</b>	3,592,486
Amounts owed by group companies (Note 32)	<b>1,209,243</b>	1,221,975
Amounts owed by connected parties (Note 32)	<b>20,866</b>	81,453
Directors' current accounts (Note 31)	<b>62,536</b>	-
Prepayments and accrued income:		
Pension prepayment	<b>1,380</b>	5,303
Other prepayments	<b>308,927</b>	300,000
	<b>5,299,937</b>	<b>5,201,217</b>

**Amounts falling due after more than one year and included in receivables are:**

	<b>2014</b>	<b>2013</b>
	<b>€</b>	<b>€</b>
Trade receivables	<b>450,123</b>	-
Amounts owed by group companies	<b>1,209,243</b>	1,221,975
	<b>1,659,366</b>	<b>1,221,975</b>

<b>20. CURRENT ASSET INVESTMENTS</b>	<b>2014</b>	<b>2013</b>
	<b>€</b>	<b>€</b>
Other unlisted investments	<b>133</b>	-

<b>21. PAYABLES</b>	<b>2014</b>	<b>2013</b>
<b>Amounts falling due within one year</b>	<b>€</b>	<b>€</b>
Bank overdrafts	<b>589,071</b>	630,062
Bank loan	<b>27,250</b>	27,971
Net obligations under finance leases and hire purchase contracts	<b>792,647</b>	731,089
Trade payables	<b>1,168,719</b>	2,000,900
Amounts owed to group companies (Note 32)	<b>1,658,737</b>	286,149
Amounts owed to connected parties (Note 32)	<b>97,804</b>	351,889
Taxation and social welfare (Note 23)	<b>579,133</b>	439,757
Directors' current accounts (Note 31)	<b>34,129</b>	237,687
Shares classified as financial liabilities (Note 28)	<b>5,266</b>	1,422
Derivative liability	<b>3,310</b>	-
Pension accrual	<b>1,016</b>	-
Accruals	<b>669,788</b>	633,937
	<b>5,626,870</b>	<b>5,340,863</b>

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<b>22. PAYABLES</b>	<b>2014</b>	<b>2013</b>
<b>Amounts falling due after more than one year</b>	<b>€</b>	<b>€</b>
Bank loan	1,741,751	1,792,298
Shares classified as financial liabilities (Note 28)	42,890	10,556
Finance leases and hire purchase contracts	566,836	1,311,541
	<u>2,351,477</u>	<u>3,114,395</u>
 <b>Loans</b>		
Repayable in one year or less, or on demand (Note 21)	616,321	658,033
Repayable between two and five years	1,741,751	1,792,298
	<u>2,358,072</u>	<u>2,450,331</u>
 <b>Net obligations under finance leases and hire purchase contracts</b>		
Repayable within one year	792,647	731,089
Repayable between one and five years	566,836	1,311,541
	<u>1,359,483</u>	<u>2,042,630</u>

<b>23. TAXATION AND SOCIAL WELFARE</b>	<b>2014</b>	<b>2013</b>
	<b>€</b>	<b>€</b>
<b>Payables:</b>		
VAT	469,490	248,767
Corporation tax	25,761	31,656
PAYE	75,748	159,334
PRSI	8,134	-
	<u>579,133</u>	<u>439,757</u>

**24. PROVISIONS FOR LIABILITIES AND CHARGES**

The amounts provided for deferred taxation are analysed below:

	<b>Capital allowances</b>	<b>Post-retirement benefits</b>	<b>Total</b>
	<b>€</b>	<b>€</b>	<b>€</b>
At 1 January 2014	256,000	394,100	650,100
Charged to profit and loss	62,500	-	62,500
Utilised during the year	-	(117,000)	(117,000)
At 31 December 2014	<u>318,500</u>	<u>277,100</u>	<u>595,600</u>

**25. PENSION COSTS - DEFINED CONTRIBUTION**

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. Pension costs amounted to €216,781 (2013 - €221,644).

Unpaid contributions outstanding at 31 December 2014 amounted to €1,016 (31 December 2013 - €0.00).

Prepaid contributions at 31 December 2014 amounted to €1,380 (31 December 2013 - €5,303).

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**26. PENSION COSTS - DEFINED BENEFIT**

The company operates a defined benefit pension scheme for its employees providing benefits based on final pensionable pay. The assets of the scheme are held separately from those of the company, being invested with pension fund managers. Contributions to this scheme are charged to the profit and loss account so as to spread the cost of pensions over the employees' working lives with the company. The pension cost of the defined benefit scheme is assessed on an annual basis in accordance with the advice of qualified actuaries using the projected units method.

For additional disclosure re: FRS 17 on Defined Benefit Pension Schemes see Database 'Pensions, Defined Benefit'0.

A full actuarial valuation was carried out at 31 December 2013 and updated to 31 December 2014 by an independent qualified actuary. The major assumptions used by the actuary are as follows:

	<b>2014</b>	2013
Rate of increase in salaries	<b>3.50%</b>	3.50%
Discount rate	<b>4.00%</b>	4.50%
Inflation assumptions	<b>2.25%</b>	2.25%

**Assets in the scheme and expected rate of return were:**

	<b>Long term expected rate of return</b>	<b>Value €</b>	<b>Long term expected rate of return</b>	<b>Value €</b>
Equities	7.00%	732,700	7.00%	534,600
Bonds	4.00%	123,400	4.50%	103,600
Property	7.00%	28,900	7.00%	22,500
Cash	1.75%	68,500	1.75%	39,900
Total Market Value of assets		<b>953,500</b>		700,600
Present value of scheme liabilities		<b>(1,078,800)</b>		(942,900)
Deficit in the scheme		<b>(125,300)</b>		(242,300)
<b>Net pension liability</b>		<b>(125,300)</b>		(242,300)

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<b>26.1. PENSION COSTS - DEFINED BENEFIT CONTINUED</b>	<b>2014</b>	<b>2013</b>
	<b>€</b>	<b>€</b>
<b>Analysis of the amount charged to operating profit</b>		
Current service cost	<u><b>53,000</b></u>	<u>42,500</u>
<b>Analysis of amount credited to other income</b>		
Net interest on net fund assets/liabilities	<u><b>4,400</b></u>	<u>(27,600)</u>
<b>Analysis of movement in scheme during the year</b>		
<b>Deficit as at 31 December 2013</b>	<b>(242,300)</b>	(151,800)
Movement in year :		
Current service costs	<b>(53,000)</b>	(42,500)
Contributions to the scheme	<b>119,600</b>	135,800
Net interest on net fund assets/liabilities	<b>4,400</b>	(27,600)
Remeasurement of fund assets and liabilities	<b>46,000</b>	(156,200)
<b>Deficit as at 31 December 2014</b>	<u><b>(125,300)</b></u>	<u>(242,300)</u>
<b>Analysis of movement recognised in other comprehensive income</b>		
Fair value of plan assets movement	<b>78,000</b>	62,000
Actuarial valuation of plan liabilities movement	<b>(32,000)</b>	(218,000)
<b>Remeasurement of fund assets and liabilities</b>	<u><b>46,000</b></u>	<u>(156,000)</u>
<b>26.2. PENSION COSTS - DEFINED BENEFIT CONTINUED</b>		
<b>History of pension scheme experience gains and losses</b>	<b>2014</b>	<b>2013</b>
<b>Difference between expected and actual return scheme assets</b>		
Amount	<b>90,100</b>	10,600
Percentage of scheme assets	<b>9.40%</b>	1.50%
<b>Experience gains and losses arising on scheme liabilities</b>		
Amount	<b>60,000</b>	44,000
Percentage of present value of the scheme liabilities	<b>5.60%</b>	4.60%
<b>Total amount recognised in other comprehensive income</b>		
Amount	<b>46,000</b>	(156,200)
Percentage of the present value of the scheme liabilities	<b>4.30%</b>	-16.60%

**26.3. PENSION COSTS - DEFINED BENEFIT CONTINUED**

**Nature and extent of the risks arising from financial instruments held by the defined benefit scheme**

At 31st December 2014 the scheme assets were invested in a diversified portfolio that consisted primarily of equity and debt securities. In conjunction with the trustees, the company has recently conducted an asset-liability review for its major schemes. These studies are used to assist the trustees and the company to determine the optimal long-term asset allocation with regard to the structure of liabilities within the scheme. The results of the study are used to assist the trustees in managing the volatility in the underlying investment performance and risk of a significant increase in the scheme deficit by providing information used to determine the pension schemes investment strategy.

The majority of the equities held by the scheme are in international blue chip entities. The aim is to hold a globally diversified portfolio of equities, with a target of 50% of equities being held in the UK and Europe, 20% in US equities and the remainder in emerging markets. To maintain a wide range of diversification and to improve return opportunities, up to 50% of equity assets are allocated to high risk markets such as Private Equity and Emerging Markets.



**Gatsby Antiques Limited**  
**NOTES TO THE FINANCIAL STATEMENTS**

for the year ended 31 December 2014

continued

<b>27.</b>	<b>GOVERNMENT GRANTS DEFERRED</b>		<b>2014</b>		2013
			€		€
	<b>Capital grants received and receivable</b>				
	Increase in year		<b>200</b>		-
			<u>200</u>		<u>-</u>
<b>28.</b>	<b>SHARE CAPITAL</b>		<b>2014</b>		2013
			€		€
	<b>Description</b>	<b>No of shares</b>	<b>Value of units</b>		
	<b>Authorised</b>				
	Ordinary A Shares	249,900	€1.25 each	<b>312,375</b>	312,375
	Ordinary B Shares	100	€1.25 each	<b>125</b>	125
	1% Cumulative Preference Shares	100,000	€1.25 each	<b>125,000</b>	125,000
	5% Cumulative Redeemable Preference Shares	50,000	€1 each	<b>50,000</b>	50,000
				<u>487,500</u>	<u>487,500</u>
	Equity shares			<b>437,500</b>	437,500
	Shares classified as financial liabilities			<b>50,000</b>	50,000
				<u>437,500</u>	<u>437,500</u>
	<b>Allotted, called up and fully paid</b>				
	Ordinary A Shares	101,820	€1.25 each	<b>127,275</b>	124,875
	Ordinary B Shares	100	€1.25 each	<b>125</b>	125
	1% Cumulative Preference Shares	100,000	€1.25 each	<b>125,000</b>	125,000
	5% Cumulative Redeemable Preference Shares	48,156	€1 each	<b>48,156</b>	11,978
				<u>300,556</u>	<u>261,978</u>
	Equity shares			<b>252,400</b>	250,000
	Shares classified as financial liabilities			<b>48,156</b>	11,978
				<u>252,400</u>	<u>250,000</u>

The rights attaching to the A and B shares are as follows:  
The A shares shall be entitled to vote at the AGM  
The B shares shall be entitled to an annual dividend of € 1 per share.

**29. SHARE-BASED PAYMENTS**

**Equity-settled share-based payments**

The company has a share option scheme for all employees (including directors). Options are exercisable at a price equal to the average market price of the company's shares on the date of grant. The vesting period is usually 5 to 6 years. The exercise of options is also dependent on eligible executives meeting performance criteria. The options may not be exercised unless, over the vesting period, the net margin has increased by 25%. The options are settled in equity once exercised.

If the options remain unexercised after a period of 3 years from the date of grant, the options expire. Options are forfeited if the employee leaves the company before the options vest.

**Gatsby Antiques Limited**  
**NOTES TO THE FINANCIAL STATEMENTS**

continued

for the year ended 31 December 2014

Details of the number of share options and the weighted average exercise price (WAEP) outstanding during the year are as follows:

	2014		2013	
	Number	WAEP €	Number	WAEP €
Outstanding at the beginning of the year	4,500,000	2.30	2,200,000	2.20
Granted during the year	1,600,000	2.40	854,000	2.10
Forfeited during the year	1,000	2.50	500	2.45
Exercised during the year	(570,000)	2.70	(360,000)	2.55
Expired during the year	50,000	2.75	30,000	2.60
	<u>5,581,000</u>	<u>2.35</u>	<u>2,724,500</u>	<u>2.30</u>
Outstanding at the end of the year				
Exercisable at the end of the year	<u>1,750,000</u>	<u>2.50</u>	<u>1,190,000</u>	<u>2.45</u>

The share options outstanding at the end of the year have a weighted average remaining contractual life of 3.4 years (2013 : 3.5 years) and have the following exercise prices:

Expiry Date	Exercise Price €	2014 Number	2013 Number
30 June 2014	2.35	20	15
31 December 2014	2.60	30	25
30 June 2015	2.80	45	33
31 December 2015	3.00	55	37

In the year ended 31 December 2014, options were granted on the following dates: 1 March and 1 June. The estimated fair value of the options granted on those dates were €800,000 and €800,000 respectively. In the year ended 31 December 2013, options were granted on the following dates:

1 April and 1 July. The estimated fair values of the options granted on those dates were €454,000 and €400,000 respectively.

The fair values were calculated using the Black-Scholes Pricing Model. The inputs into the model were as follows:

	2014	2013
Weighted average share price - €	2.70	2.50
Weighted average exercise price - €	2.40	2.10
Expected volatility - %	42.00	37.00
Expected life - years	3.0	3.0
Expected dividend yield - %	2.00	0.50
Risk free rate - %	3.50	3.00

Expected volatility was determined by calculating the historical volatility of the company's share price over the previous 5 years. The expected life used in the model has been adjusted, based on the management's best estimate, for the effects of non-transferability, exercise restrictions and behavioural considerations.

During the year ended 31st December 2014, the company repriced certain of its outstanding options. The exercise price was reduced from € 2.90 to the current market price of € 2.40. The incremental fair value of €11,500 will be expensed over the remaining vesting period of 5 years. The company used the inputs noted above to measure the fair value of the old and new options.

The company recognised total expenses of €2,300 (€0.00) related to equity-settled share-based payment transactions during the year.

**30. CAPITAL COMMITMENTS**

The company had no material capital commitments at the year-ended 31 December 2014.

**Gatsby Antiques Limited**  
**NOTES TO THE FINANCIAL STATEMENTS**

for the year ended 31 December 2014

continued

<b>31. DIRECTORS' REMUNERATION AND TRANSACTIONS</b>	<b>2014</b>	2013
	€	€
<b>Directors' remuneration</b>		
Remuneration	<b>718,814</b>	694,667

As permitted by the Companies Act 2014 the following interest free loans were made to the directors:

	<b>Balance at 31/12/14</b>	<b>Movement in year</b>	Balance at 31/12/13	<b>Maximum in year</b>
	€	€	€	€
Mr. Jack Murphy	62,536	62,536	-	63,000
Mrs. Jill Murphy	-	-	-	90,000
	<u>62,536</u>	<u>62,536</u>	<u>-</u>	

The following amounts are repayable to the directors:	<b>2014</b>	2013
	€	€
Mr. Jack Murphy	-	96,400
Mrs. Jill Murphy	34,129	141,287
	<u>34,129</u>	<u>237,687</u>

Net balances with the directors:	<b>2014</b>	2013
	€	€
Mr. Jack Murphy	62,536	(96,400)
Mrs. Jill Murphy	(34,129)	(141,287)
	<u>28,407</u>	<u>(237,687)</u>

**32. RELATED PARTY TRANSACTIONS**

Transactions with group companies include ...

As permitted by the Companies Act 2014 the company had transactions with other connected parties. The following amounts are receivable at the year end:

	<b>Balance 2014</b>	<b>Movement in year</b>	Balance 2013	<b>Maximum in year</b>
	€	€	€	€
Taggart & Tuohy	<u>20,866</u>	<u>(60,587)</u>	<u>81,453</u>	<u>83,797</u>

The following amounts are due to other connected parties:	<b>2014</b>	2013
	€	€
Taggart & Tuohy	<u>97,804</u>	<u>351,889</u>

Net balances with other connected parties:	<b>2014</b>	2013
	€	€
Taggart & Tuohy	<u>(76,938)</u>	<u>(270,436)</u>

Transactions and balances with group companies:

**Gatsby Antiques Limited**  
**NOTES TO THE FINANCIAL STATEMENTS**

for the year ended 31 December 2014

continued

**Group Company Receivables**

Old Time Gems Limited	<b>1,209,243</b>	1,221,975
-----------------------	------------------	-----------

**Group Company Payables**

Gatsby North Limited	<b>1,652,100</b>	268,595
Old Time Gems Limited	<b>6,637</b>	17,554
	<b>1,658,737</b>	286,149

**33. EVENTS AFTER END OF REPORTING PERIOD**

There have been no significant events affecting the company since the year-end.

**34. CHANGES IN EQUITY**

<b>Other Comprehensive Income</b>	<b>2014</b>	2013
	€	€
Retained earnings foreign exchange difference on net investments	<b>(2,454)</b>	-
Retained earnings staff defined benefit pension remeasurement	<b>46,000</b>	(156,200)
Retained earnings gain on hedging instruments re net assets of foreign operations	<b>567</b>	-
Cash flow hedge reserve increase in fair value	<b>(1,234)</b>	-
	<b>42,879</b>	(156,200)

**35. CASH AND CASH EQUIVALENTS**

	<b>2014</b>	2013
	€	€
Cash and bank balances	<b>117,289</b>	1,083,532
Bank overdrafts	<b>(589,071)</b>	(630,062)
Cash equivalents	<b>1,409,283</b>	300
	<b>937,501</b>	453,770

**36. APPROVAL OF FINANCIAL STATEMENTS**

The financial statements were approved and authorised for issue by the board of directors on 16 June 2015.

**GATSBY ANTIQUES LIMITED**

**SUPPLEMENTARY INFORMATION**

**RELATING TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 DECEMBER 2014**

**NOT COVERED BY THE REPORT OF THE AUDITORS**

**Gatsby Antiques Limited**  
**SUPPLEMENTARY INFORMATION RELATING TO THE FINANCIAL STATEMENTS**  
**TRADING STATEMENT**  
for the year ended 31 December 2014

	2014 €	2013 €
<b>Sales</b>		
Auctions	39,156,324	47,581,128
Direct sales	3,380,522	3,105,478
Other sales	242,259	135,756
Auctions - Europe	7,652,987	-
Auctions - Rest of World	4,411,145	-
	<u>54,843,237</u>	<u>50,822,362</u>
 <b>Cost of sales</b>		
Opening inventories	5,676,717	4,630,767
Purchases	49,849,029	47,677,993
Wages and salaries	1,983,702	1,753,735
Depreciation of tangible assets	5,646	13,336
Light, heat and power	200,055	235,971
	<u>57,715,149</u>	<u>54,311,802</u>
Closing inventories	(4,985,289)	(5,676,717)
	<u>52,729,860</u>	<u>48,635,085</u>
 <b>Gross profit</b>	 <u>2,113,377</u>	 <u>2,187,277</u>
 <b>Distribution costs</b>		
Telephone	193,496	204,006
Entertaining	12,827	7,540
	<u>206,323</u>	<u>211,546</u>

**Gatsby Antiques Limited**  
**SUPPLEMENTARY INFORMATION RELATING TO THE FINANCIAL STATEMENTS**  
**TRADING STATEMENT**  
for the year ended 31 December 2014

	2014 €	2013 €
<b>Administrative expenses</b>		
Wages and salaries	68,764	65,591
Directors' remuneration	718,814	694,667
Employer's PRSI contributions	153,049	214,335
Staff defined contribution pension costs	216,781	221,644
Staff defined benefit current service costs	53,000	42,500
Employer contributions to the pension scheme	(119,600)	(135,800)
Staff training	9,874	1,300
Commissions payable	2,314	-
Use of premises	143,427	79,603
Rent payable	1,089	3,108
Rates	236,282	222,221
Insurance	125,392	125,403
Computer bureau costs	76,092	81,128
Light and heat	45,826	43,131
Cleaning	59,275	52,220
Printing, postage and stationery	112,298	106,156
Telephone	1,564	-
Motor expenses	16,298	20,928
Equity-settled share-based payments	2,300	-
Legal and professional	22,835	10,045
Bad debts	-	949
Discounts allowed	221	-
Profit/loss on exchange	(2,198)	-
Canteen	263	-
Impairment of short-term debtors	1,500	-
Impairment of short-term creditors	(3,700)	-
General expenses	146,758	10,335
Auditor's remuneration	21,547	33,047
Depreciation of tangible assets	22,537	27,441
Depreciation of intangible assets	57,050	57,050
	<u>2,189,652</u>	<u>1,977,002</u>
<b>Finance</b>		
Interest expense on financial assets using effective rate of return	20	-
Interest expense on long-term debtors using effective rate of return	5,678	-
Interest expense on financial liabilities using effective rate of return	4,321	-
Bank interest paid	19,010	42,071
Finance charge paid on shares classified as financial liabilities	12,121	1,212
	<u>41,150</u>	<u>43,283</u>

**Gatsby Antiques Limited****SUPPLEMENTARY INFORMATION RELATING TO THE FINANCIAL STATEMENTS****TRADING STATEMENT**

for the year ended 31 December 2014

	2014	2013
	€	€
<b>Miscellaneous income</b>		
Commission received as other operating income	622,056	304,260
Fees received as other operating income	167,860	177,888
Net interest on pension fund assets/liabilities	4,400	(27,600)
Bank interest	11,060	3,399
Interest income on financial assets using effective rate of return	50	-
Interest income on financial liabilities using effective rate of return	10,123	-
Income from listed investments	21	40
Income from unlisted investments	12,389	-
Income from subsidiaries	-	3,488
Other gains and losses	4,596	-
	<u>832,555</u>	<u>461,475</u>
<b>Net profit</b>	<u><u>508,807</u></u>	<u><u>416,921</u></u>





**Small Company**  
**“O’Brennan Painters &  
Decorators Limited”**

**APPENDIX**

**B**



Company Number: 1234567

**O'Brennan Painters & Decorators Limited**  
**Directors' Report and Financial Statements**  
**for the year ended 30 April 2015**

**Relate Software Limited**  
**Incorporated Public Accountants and Registered Auditors**  
**Unit D6**  
**South City Business Park**  
**Whitestown Way**  
**Tallaght**  
**Dublin 24**  
**Republic of Ireland**

# O'Brennan Painters & Decorators Limited

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## **O'Brennan Painters & Decorators Limited DIRECTORS' AND OTHER INFORMATION**

<b>Directors</b>	Mr. John O'Brennan Miss Debbie Murphy
<b>Company Secretary</b>	Miss Debbie Murphy
<b>Company Number</b>	1234567
<b>Registered Office and Business Address</b>	17 Cork Street Newmarket Co. Cork Republic of Ireland
<b>Auditors</b>	Relate Software Limited Incorporated Public Accountants and Registered Auditors Unit D6 South City Business Park Whitestown Way Tallaght Dublin 24 Republic of Ireland
<b>Bankers</b>	AIB plc 121 South Mall Cork Republic of Ireland

# O'Brennan Painters & Decorators Limited

## DIRECTORS' REPORT

for the year ended 30 April 2015

The directors present their report and the audited financial statements for the year ended 30 April 2015.

### Principal Activity and Review of the Business

The principle activity of the company is the business of painting and decorating. This activity will continue for the foreseeable future.

There has been no significant change in these activities during the year ended 30 April 2015.

### Principal Risks and Uncertainties

The company operates in a highly competitive market with high mobility of competitors.

### Results and Dividends

The profit for the year €75,737 (2014 - €77,286).

The directors do not recommend payment of a dividend.

### Directors

The directors who served throughout the year, except as noted, were as follows:

Mr. John O'Brennan  
Miss Debbie Murphy

The directors' and the secretary's interests in the shares of the company are as follows:-

Name	Class of Shares	Number Held At	
		30/04/15	01/05/14
Mr. John O'Brennan	Ordinary Shares	99	99
Miss Debbie Murphy	Ordinary Shares	1	1
		<u>100</u>	<u>100</u>

There were no changes in shareholdings between 30 April 2015 and the date of signing the financial statements.

In accordance with the Articles of Association, the directors retire by rotation and, being eligible, offer themselves for re-election.

### Future Developments

The company plans to continue its present activities and current trading levels. Employees are kept as fully informed as practicable about developments within the business.

### Post Statement of Financial Position Events

There have been no significant events affecting the company since the year-end.

### Auditors

The auditors, Relate Software Limited, have indicated their willingness to continue in office in accordance with the provisions of Section 383(2) of the Companies Act, 2014.

### Taxation Status

The company is a close company within the meaning of the Taxes Consolidation Act, 1997.

### Statement on Relevant Audit Information

There is no relevant audit information of which the statutory auditors are unaware. The directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and they have established that the statutory auditors are aware of that information.

# **O'Brennan Painters & Decorators Limited**

## **DIRECTORS' REPORT**

for the year ended 30 April 2015

### **Accounting Records**

To ensure that adequate accounting records are kept in accordance with Sections 281 to 285 of Companies Act 2014, the directors have employed appropriately qualified accounting personnel and have maintained appropriate computerised accounting systems. The accounting records are located at the company's office at 17 Cork Street, Newmarket, Co. Cork.

### **Signed on behalf of the board**

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**Mr. John O'Brennan**  
Director

**1 October 2015**

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**Miss Debbie Murphy**  
Director

**1 October 2015**

# **O'Brennan Painters & Decorators Limited**

## **STATEMENT OF DIRECTORS' RESPONSIBILITIES**

for the year ended 30 April 2015

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable Irish law and Generally Accepted Accounting Practice in Ireland including the accounting standards issued by the Financial Reporting Council and promulgated by the Institute of Incorporated Public Accountants.

Irish 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 Irish Generally Accepted Accounting Practice (accounting standards issued by the Financial Reporting Council and Irish 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 assets, liabilities and financial position of the company as at the financial year end date and of the profit or loss of the company for that financial year and otherwise comply with the Companies Act 2014.

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

- select suitable accounting policies for the company financial statements and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether the financial statements have been prepared in accordance with applicable accounting standards, identify those standards, and note the effect and the reasons for any material departure from those standards; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for ensuring that the company keeps or causes to be kept adequate accounting records which correctly explain and record the transactions of the company, enable at any time the assets, liabilities, financial position and profit and loss of the company to be determined with reasonable accuracy, enable them to ensure that the financial statements and directors' report comply with the Companies Act 2014 and enable the financial statements to be audited. 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.

**Signed on behalf of the board**

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**Mr. John O'Brennan**  
Director

**1 October 2015**

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**Miss Debbie Murphy**  
Director

**1 October 2015**



# **INDEPENDENT AUDITOR'S REPORT**

## **to the Shareholders of O'Brennan Painters & Decorators Limited**

We have audited the financial statements of O'Brennan Painters & Decorators Limited for the year ended 30 April 2015 which comprise the Income Statement, the Statement of Financial Position, the Statement of Changes in Equity, the Accounting Policies and the related notes. The financial reporting framework that has been applied in their preparation is the Companies Act 2014 and accounting standards issued by the Financial Reporting Council (Generally Accepted Accounting Practice in Ireland).

This report is made solely to the company's members, as a body, in accordance with Section 391 of the Companies Act 2014. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

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

As explained more fully in the Statement of Directors' Responsibilities, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view and otherwise comply with the Companies Act 2014. Our responsibility is to audit and express an opinion on the financial statements in accordance with Irish law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practice Board's Ethical Standards for Auditors, including 'APB Ethical Standard - Provisions Available for Small Entities (Revised)', in the circumstances set out in Note 4 to the financial statements.

### **Scope of the audit of the financial statements**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Directors' Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

### **Basis for qualified opinion on financial statements**

#### **Qualified opinion on financial statements**

In our opinion the financial statements:

- give a true and fair view of the assets, liabilities and financial position of the company as at 30 April 2015 and of its profit for the year then ended; and
- have been properly prepared in accordance with Generally Accepted Accounting Practice in Ireland and in particular with the requirements of the Companies Act 2014.

#### **Matters on which we are required to report by the Companies Act 2014.**

- We have obtained all the information and explanations which we consider necessary for the purposes of our audit.
- In our opinion the accounting records of the company were sufficient to permit the financial statements to be readily and properly audited.
- The financial statements are in agreement with the accounting records.
- In our opinion the information given in the Directors' Report is consistent with the financial statements.

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

We have nothing to report in respect of the provisions in the Companies Act 2014 which require us to report to you if, in our opinion, the disclosures of directors' remuneration and transactions specified by Sections 305 to 312 of the Act are not made.

---

**John O'Smith**

**for and on behalf of**

**RELATE SOFTWARE LIMITED**

Incorporated Public Accountants and Registered Auditors

Unit D6

South City Business Park

Whitestown Way

Tallaght

Dublin 24

Republic of Ireland

**1 October 2015**

# O'Brennan Painters & Decorators Limited

## INCOME STATEMENT

for the year ended 30 April 2015

	Notes	2015 €	2014 €
<b>Revenue</b>	<b>6</b>	<b>345,445</b>	346,376
Cost of sales		<b>(67,913)</b>	(65,912)
<b>Gross profit</b>		<b>277,532</b>	280,464
Distribution costs		<b>(3,700)</b>	(3,709)
Administrative expenses		<b>(180,575)</b>	(179,227)
<b>Operating profit</b>	<b>7</b>	<b>93,257</b>	97,528
Finance costs	<b>8</b>	<b>(6,700)</b>	(6,758)
<b>Profit on ordinary activities before taxation</b>		<b>86,557</b>	90,770
Tax on profit on ordinary activities	<b>10</b>	<b>(10,820)</b>	(13,484)
<b>Profit for the year</b>		<b>75,737</b>	77,286

**O'Brennan Painters & Decorators Limited**  
**STATEMENT OF FINANCIAL POSITION**

as at 30 April 2015

	Notes	2015 €	2014 €
<b>Non-Current Assets</b>			
Tangible assets	11	4,192	5,764
<b>Current Assets</b>			
Stocks	12	1,000	1,000
Receivables		33,948	25,319
Cash and cash equivalents		167,480	87,523
		<b>202,428</b>	113,842
<b>Payables: Amounts falling due within one year</b>	14	<b>(70,179)</b>	(58,902)
<b>Net Current Assets</b>		<b>132,249</b>	54,940
<b>Total Assets less Current Liabilities</b>		<b>136,441</b>	60,704
<b>Payables</b>			
Amounts falling due after more than one year	15	(39,200)	(39,200)
<b>Net Assets</b>		<b>97,241</b>	21,504
<b>Equity</b>			
Called up share capital	17	100	100
Income statement		97,141	21,404
<b>Equity attributable to owners of the company</b>	18	<b>97,241</b>	21,504

Approved by the board on 1 October 2015 and signed on its behalf by

\_\_\_\_\_  
 Mr. John O'Brennan  
 Director

\_\_\_\_\_  
 Miss Debbie Murphy  
 Director

**O'Brennan Painters & Decorators Limited**  
**STATEMENT OF CHANGES IN EQUITY**

as at 30 April 2015

	<b>Share capital</b>	<b>Retained earnings</b>	<b>Total</b>
	<b>€</b>	<b>€</b>	<b>€</b>
<b>At 1 May 2013</b>	100	(55,882)	(55,782)
Profit for the year	-	77,286	77,286
<b>At 30 April 2014</b>	100	21,404	21,504
Profit for the year	-	75,737	75,737
<b>At 30 April 2015</b>	<b>100</b>	<b>97,141</b>	<b>97,241</b>

# O'Brennan Painters & Decorators Limited

## NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 April 2015

### 1. GENERAL INFORMATION

O'Brennan Painters & Decorators Limited is a company limited by shares incorporated in the Republic of Ireland.

### 2. ACCOUNTING POLICIES

#### Statement of compliance

The financial statements of the company for the year ended 30 April 2015 have been prepared on the going concern basis and in accordance with generally accepted accounting principles in Ireland and Irish statute comprising the Companies Act 2014 and in accordance with the Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland (FRS 102) issued by the Financial Reporting Council. These are the company's first set of financial statements prepared in accordance with FRS 102 (see note 5 for an explanation of the transition).

#### Basis of preparation

The financial statements have been prepared under the historical cost convention except for certain properties and financial instruments that are measured at revalued amounts or fair values, as explained in the accounting policies below. Historical cost is generally based on the fair value of the consideration given in exchange for assets. The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

#### Accounting Convention

The financial statements are prepared under the historical cost convention.

#### Cash flow statement

The company has availed of the exemption in FRS 102 from the requirement to produce a Statement of Cash Flows because it is classed as a small company.

#### Revenue

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

#### Property, plant and equipment and depreciation

Property, plant and equipment are stated at cost or at valuation, less accumulated depreciation. The charge to depreciation is calculated to write off the original cost or valuation of property, plant and equipment, less their estimated residual value, over their expected useful lives as follows:

Fixtures, fittings and equipment - 33% Straight Line

The carrying values of tangible fixed assets are reviewed annually for impairment in periods if events or changes in circumstances indicate the carrying value may not be recoverable.

#### Leasing and Hire Purchases

Property, plant and equipment held under leasing arrangements which transfer substantially all the risks and rewards of ownership to the company are capitalised and included in the Statement of Financial Position at their cost or valuation, less depreciation. The corresponding commitments are recorded as liabilities. Payments in respect of these obligations are treated as consisting of capital and interest elements, with interest charged to the Income Statement.

#### Stock

Stocks are valued at the lower of cost and net realisable value. Cost comprises expenditure incurred in the normal course of business in bringing stocks to their present location and condition. Full provision is made for obsolete and slow moving items. Net realisable value comprises actual or estimated selling price (net of trade discounts) less all further costs to completion or to be incurred in marketing and selling.

#### Trade and other debtors

Trade and other debtors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest method less impairment losses for bad and doubtful debts except where the effect of discounting would be immaterial. In such cases the receivables are stated at cost less impairment losses for bad and doubtful debts.

# O'Brennan Painters & Decorators Limited

## NOTES TO THE FINANCIAL STATEMENTS

continued

for the year ended 30 April 2015

### **Borrowing costs**

Borrowing costs relating to the acquisition of assets are capitalised at the appropriate rate by adding them to the cost of assets being acquired. Investment income earned on the temporary investment of specific borrowings pending their expenditure on the assets is deducted from the borrowing costs eligible for capitalisation. All other borrowing costs are recognised in profit or loss in the period in which they are incurred.

### **Trade and other creditors**

Trade and other creditors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest rate method, unless the effect of discounting would be immaterial, in which case they are stated at cost.

### **Employee benefits**

The company 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 company also operates a defined benefit pension scheme for its employees providing benefits based on final pensionable pay. The assets of this scheme are also held separately from those of the company, being invested with pension fund managers.

### **Taxation**

Current tax represents the amount expected to be paid or recovered in respect of taxable profits for the year and is calculated using the tax rates and laws that have been enacted or substantially enacted at the Statement of Financial Position date.

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 tax in the future, or a right to pay less tax in the future. Timing differences are temporary differences between the company's taxable profits and its results as stated in the financial statements.

Deferred tax is measured on an undiscounted basis at the tax rates that are anticipated to apply in the periods in which the timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

### **Foreign currencies**

Monetary assets and liabilities denominated in foreign currencies are translated at the rates of exchange ruling at the Statement of Financial Position date. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated at the rates of exchange ruling at the date of the transaction. Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined. The resulting exchange differences are dealt with in the Income Statement.

## **3. SIGNIFICANT ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY**

Management is required to make judgements, estimates and assumptions about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The key sources of estimation uncertainty that have a significant effect on the amounts recognised in the financial statements are described below.

In note 16 to the financial statements, land and buildings are stated at cost less depreciation, because the market value taking into account the possible other uses for the land and buildings is not currently significantly different. However, we use an independent professional valuer to check each year the difference.

## **4. PROVISIONS AVAILABLE FOR SMALL ENTITIES**

In common with many other businesses of our size and nature, we use our auditors to prepare and submit tax returns to the Revenue and to assist with the preparation of the financial statements.

**O'Brennan Painters & Decorators Limited**  
**NOTES TO THE FINANCIAL STATEMENTS**

for the year ended 30 April 2015

continued

**5. RECONCILIATIONS ON TRANSITION TO FRS 102**

**BALANCE SHEET - ASSETS AND LIABILITIES**

		At 1 May 2013			At 30 April 2014		
		As previously stated €	Effect of transition €	As restated €	As previously stated €	Effect of transition €	As restated €
<b>Fixed Assets</b>							
Tangible assets	(i)	7,336	-	7,336	5,764	-	5,764
<b>Current Assets</b>							
Stock	(ii)	-	-	-	500	500	1,000
Receivables		12,120	-	12,120	25,319	-	25,319
Cash at bank and in hand		12,322	-	12,322	87,523	-	87,523
		24,442	-	24,442	113,342	500	113,842
<b>Payables: Amounts falling due within one year</b>	(ii)	(62,160)	(400)	(62,560)	(58,402)	(500)	(58,902)
<b>Net Current Assets</b>		(37,718)	(400)	(38,118)	54,940	-	54,940
<b>Total Assets less Current Liabilities</b>		(30,382)	(400)	(30,782)	60,704	-	60,704
<b>Payables Amounts falling due after more than one year</b>		(25,000)	-	(25,000)	(39,200)	-	(39,200)
<b>Net Assets</b>		(55,382)	(400)	(55,782)	21,504	-	21,504

**5.1. BALANCE SHEET - EQUITY**

		At 1 May 2013			At 30 April 2014		
		As previously stated €	Effect of transition €	As restated €	As previously stated €	Effect of transition €	As restated €
<b>Equity</b>							
Called up share capital		100	-	100	100	-	100
Profit and loss account		(55,482)	(400)	(55,882)	21,404	-	21,404
<b>Equity attributable to Shareholders of the Company</b>		(55,382)	(400)	(55,782)	21,504	-	21,504

**O'Brennan Painters & Decorators Limited**  
**NOTES TO THE FINANCIAL STATEMENTS**

for the year ended 30 April 2015

continued

**5.2. PROFIT AND LOSS ACCOUNT**

	Year Ended 30 April 2014		
	As previously stated €	Effect of transition €	As restated €
Revenue	346,376	-	346,376
Cost of sales	(ii) (66,412)	500	(65,912)
<b>Gross profit</b>	<u>279,964</u>	<u>500</u>	<u>280,464</u>
Distribution costs	(3,709)	-	(3,709)
Administrative expenses	(ii) (178,727)	(500)	(179,227)
<b>Operating profit</b>	<u>97,528</u>	<u>-</u>	<u>97,528</u>
Finance costs	(6,758)	-	(6,758)
<b>Profit on ordinary activities before taxation</b>	<u>90,770</u>	<u>-</u>	<u>90,770</u>
Tax on profit on ordinary activities	(13,484)	-	(13,484)
<b>Profit for the year</b>	<u><u>77,286</u></u>	<u><u>-</u></u>	<u><u>77,286</u></u>

**5.3. STATEMENT ON PREVIOUS PERIODS**

(ii) A change in accounting policy in accordance with FRS 102 to report stock values on the FIFO (First-In First-Out) basis instead of the LIFO (Last-In First-Out) basis previously used has led to an increase of closing stock at 31 December 2014 and of opening stock at 1 January 2015 of €500.

(ii) Prior to applying FRS 102 the company did not make provision for holiday pay (that is holiday earned but not taken prior to the year end). FRS 102 requires the cost of short-term compensated absences to be recognised when employees render the service that increases their entitlement. Consequently an additional liability is included in 2014 and 2013.

**6. REVENUE**

The revenue for the year has been derived from:-

	2015 €	2014 €
General Services	345,345	346,376
Other Work Completed	100	100
Refunds Given	-	(100)
	<u>345,445</u>	<u>346,376</u>

The whole of the company's revenue is attributable to its market in the Republic of Ireland and is derived from the principal activity of the provision of painting and decorating services.

**7. OPERATING PROFIT**

	2015 €	2014 €
<b>Operating profit is stated after charging/(crediting):</b>		
Depreciation of property, plant and equipment	1,572	1,572
	<u>1,572</u>	<u>1,572</u>



**O'Brennan Painters & Decorators Limited**  
**NOTES TO THE FINANCIAL STATEMENTS**

for the year ended 30 April 2015

continued

<b>8. FINANCE COSTS</b>	<b>2015</b>	2014
	€	€
Finance lease charges	<b>6,400</b>	6,455
Interest on overdue tax	<b>300</b>	303
	<u><b>6,700</b></u>	<u>6,758</u>

**9. EMPLOYEES AND REMUNERATION**

**Number of employees**

The average number of persons employed (including executive directors) during the year was as follows:

	<b>2015</b>	2014
	<b>Number</b>	Number
General Employees	<u><b>4</b></u>	<u>4</u>

The staff costs (inclusive of directors' salaries) comprise:

	<b>2015</b>	2014
	€	€
Wages and salaries	<b>131,500</b>	130,900
Pension costs	<b>600</b>	641
	<u><b>132,100</b></u>	<u>131,541</u>

**10. TAX ON PROFIT ON ORDINARY ACTIVITIES**

	<b>2015</b>	2014
	€	€

**(a) Analysis of charge in the year**

**Current tax:**

Corporation tax at 12.50% (2014 - 12.50%) (Note 10 (b))	<u><b>10,820</b></u>	<u>13,484</u>
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**(b) Factors affecting tax charge for the year**

The tax assessed for the year differs from the standard rate of corporation tax in the Republic of Ireland 12.50% (2014 - 12.50%) The differences are explained below:

	<b>2015</b>	2014
	€	€
Profit on ordinary activities before tax	<u><b>86,557</b></u>	<u>90,770</u>
Profit on ordinary activities before tax multiplied by the standard rate of corporation tax in the Republic of Ireland at 12.50% (2014 - 12.50%)	<b>10,820</b>	11,346
<b>Effects of:</b>		
Expenses not deductible for tax purposes	-	5,116
Utilisation of tax losses	-	(2,978)
Current tax charge for the year (Note 10 (a))	<u><b>10,820</b></u>	<u>13,484</u>

**O'Brennan Painters & Decorators Limited**  
**NOTES TO THE FINANCIAL STATEMENTS**

for the year ended 30 April 2015

continued

**11. PROPERTY, PLANT AND EQUIPMENT**

	<b>Fixtures, fittings and equipment €</b>
<b>Cost</b>	
At 30 April 2015	10,480
<b>Depreciation</b>	
At 1 May 2014	4,716
Charge for the year	1,572
At 30 April 2015	6,288
<b>Carrying amount</b>	
At 30 April 2015	<b>4,192</b>
At 30 April 2014	5,764

**11.1. PROPERTY, PLANT AND EQUIPMENT PRIOR YEAR**

	<b>Fixtures, fittings and equipment €</b>
<b>Cost</b>	
At 30 April 2014	10,480
<b>Depreciation</b>	
At 1 May 2013	3,144
Charge for the year	1,572
At 30 April 2014	4,716
<b>Carrying amount</b>	
At 30 April 2014	<b>5,764</b>
At 30 April 2013	7,336

**12. STOCKS**

	<b>2015 €</b>	2014 €
Finished goods and goods for resale	<b>1,000</b>	1,000

The replacement cost of stock did not differ significantly from the figures shown.

**13. RECEIVABLES**

	<b>2015 €</b>	2014 €
Trade receivables	<b>26,749</b>	18,120
Other debtors	<b>992</b>	992
Taxation (Note 16)	<b>6,207</b>	6,207
	<b>33,948</b>	25,319

**O'Brennan Painters & Decorators Limited**  
**NOTES TO THE FINANCIAL STATEMENTS**

for the year ended 30 April 2015

continued

<b>14. PAYABLES</b>		<b>2015</b>	<b>2014</b>
<b>Amounts falling due within one year</b>		<b>€</b>	<b>€</b>
Bank overdrafts		-	43
Bank loan		5,000	5,000
Trade payables		19,493	19,493
Taxation (Note 16)		35,543	24,723
Other creditors		1,000	500
Accruals		9,143	9,143
		<u>70,179</u>	<u>58,902</u>
		<u><u>70,179</u></u>	<u><u>58,902</u></u>
<b>15. PAYABLES</b>		<b>2015</b>	<b>2014</b>
<b>Amounts falling due after more than one year</b>		<b>€</b>	<b>€</b>
Bank loan		39,200	39,200
		<u>39,200</u>	<u>39,200</u>
		<u><u>39,200</u></u>	<u><u>39,200</u></u>
<b>Loans</b>			
Repayable in one year or less, or on demand (Note 14)		5,000	5,043
Repayable between one and two years		15,000	15,000
Repayable between two and five years		24,200	24,200
		<u>44,200</u>	<u>44,243</u>
		<u><u>44,200</u></u>	<u><u>44,243</u></u>
<b>16. TAXATION</b>		<b>2015</b>	<b>2014</b>
		<b>€</b>	<b>€</b>
<b>Receivables:</b>			
Income tax		6,207	6,207
		<u>6,207</u>	<u>6,207</u>
<b>Payables:</b>			
VAT		3,207	3,207
Corporation tax		24,304	13,484
PAYE		8,032	8,032
		<u>35,543</u>	<u>24,723</u>
		<u><u>35,543</u></u>	<u><u>24,723</u></u>
<b>17. SHARE CAPITAL</b>		<b>2015</b>	<b>2014</b>
		<b>€</b>	<b>€</b>
<b>Description</b>	<b>No of shares</b>	<b>Value of units</b>	
<b>Authorised</b>			
Ordinary Shares	100,000	€1 each	100,000
			<u>100,000</u>
<b>Allotted, called up and fully paid</b>			
Ordinary Shares	100	€1 each	100
			<u>100</u>
			<u><u>100</u></u>
<b>18. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS</b>		<b>2015</b>	<b>2014</b>
		<b>€</b>	<b>€</b>
Profit for the year		75,737	77,286
Opening shareholders' funds		21,504	(55,782)
		<u>97,241</u>	<u>21,504</u>
		<u><u>97,241</u></u>	<u><u>21,504</u></u>
<b>19. CAPITAL COMMITMENTS</b>			

The company had no material capital commitments at the year-ended 30 April 2015.

**O'Brennan Painters & Decorators Limited**  
**NOTES TO THE FINANCIAL STATEMENTS**

for the year ended 30 April 2015

continued

<b>20. DIRECTORS' REMUNERATION AND TRANSACTIONS</b>	<b>2015</b>	2014
	<b>€</b>	<b>€</b>
<b>Directors' remuneration</b>		
Pension contributions	<b>600</b>	641
	<u>          </u>	<u>          </u>

As permitted by the Companies Act 2014 the following interest free loans were made to the directors:

	<b>Balance at 30/04/15 €</b>	<b>Movement in year €</b>	Balance at 30/04/14 €	<b>Maximum in year €</b>
Mr. John O'Brennan	-	-	-	<b>10,000</b>
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>

**21. EVENTS AFTER END OF REPORTING PERIOD**

There have been no significant events affecting the company since the year-end.

**22. CHANGES IN EQUITY**

The change in equity during the year is solely the profit for the year.

**23. APPROVAL OF FINANCIAL STATEMENTS**

The financial statements were approved and authorised for issue by the board of directors on 1 October 2015.

**O'BRENNAN PAINTERS & DECORATORS LIMITED**

**SUPPLEMENTARY INFORMATION**

**RELATING TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 30 APRIL 2015**

**NOT COVERED BY THE REPORT OF THE AUDITORS**

**O'Brennan Painters & Decorators Limited**  
**SUPPLEMENTARY INFORMATION RELATING TO THE FINANCIAL STATEMENTS**  
**TRADING STATEMENT**  
for the year ended 30 April 2015

	2015 €	2014 €
<b>Sales</b>	<u>345,445</u>	<u>346,376</u>
<b>Cost of sales</b>		
Opening stock	1,000	-
Purchases	44,925	43,925
Direct costs	<u>22,988</u>	<u>22,987</u>
	68,913	66,912
Closing stock	<u>(1,000)</u>	<u>(1,000)</u>
	<u>67,913</u>	<u>65,912</u>
<b>Gross profit</b>	<u>277,532</u>	<u>280,464</u>
<b>Distribution costs</b>		
Legal and professional fees	100	100
Sundry expenses	<u>3,600</u>	<u>3,609</u>
	<u>3,700</u>	<u>3,709</u>
<b>Administrative expenses - Schedule 1</b>	<u>180,575</u>	<u>179,227</u>
<b>Finance</b>		
Lease finance charges	6,400	6,455
Interest paid on overdue taxation	<u>300</u>	<u>303</u>
	<u>6,700</u>	<u>6,758</u>
<b>Net profit</b>	<u><u>86,557</u></u>	<u><u>90,770</u></u>

**O'Brennan Painters & Decorators Limited**  
**SUPPLEMENTARY INFORMATION RELATING TO THE FINANCIAL STATEMENTS**  
**SCHEDULE 1: ADMINISTRATIVE EXPENSES ANALYSIS**  
for the year ended 30 April 2015

	€	2015 €	€	2014 €
<b>Directors' and Staff Costs</b>				
Wages and salaries	131,500		130,900	
Directors' defined contribution pension costs	600		641	
		<u>132,100</u>		131,541
<b>Office Expenses</b>				
Printing, postage and stationery	340		-	
Telephone	1,030		1,059	
		<u>1,370</u>		1,059
<b>Premises and Equipment Expenses</b>				
Rent payable	620		640	
Insurance	12,833		12,822	
		<u>13,453</u>		13,462
<b>General Expenses</b>				
General expenses	100		(2)	
		<u>100</u>		(2)
<b>Sales and Promotional Expenses</b>				
Advertising	400		-	
Motor expenses	23,000		23,176	
		<u>23,400</u>		23,176
<b>Professional and Financial Expenses</b>				
Accountancy	4,400		4,500	
Bank charges	3,900		3,921	
Discounts allowed	300		-	
Discounts received	(20)		(2)	
		<u>8,580</u>		8,419
<b>Depreciation</b>				
Fixtures, fittings and equipment depreciation	1,572		1,572	
		<u>1,572</u>		1,572
		<u><u>180,575</u></u>		<u><u>179,227</u></u>





**Partnership**  
**“Crystal Beauty Parlour”**

**APPENDIX**

**C**



**Crystal Beauty Parlour**  
**Report and Financial Statements**  
**for the year ended 31 July 2014**

**Relate Software Limited**  
**Chartered Accountants**  
**Unit D6**  
**South City Business Park**  
**Whitestown Way**  
**Tallaght**  
**Dublin 24**

# Crystal Beauty Parlour

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## Crystal Beauty Parlour

### PARTNERS AND OTHER INFORMATION

#### Partners

Mrs. Ann Dougal  
Mrs. Ellen O'Donovan  
Mr. David Cain  
Mr. Peter Able  
Mr. Liam Washington  
Miss Sarah Jones  
Prof. Fergus O'Brien  
Dr. Jerry Medic  
Mrs. Freda Entwhistle  
Mr. Harry Dentman

#### Principal Activity

The principal activity of the partnership is the operation of a hair salon and beauty parlour.

#### Accountants

Relate Software Limited  
Chartered Accountants  
Unit D6  
South City Business Park  
Whitestown Way  
Tallaght  
Dublin 24

#### Business Address

64 Sandy Lane  
Dublin 2  
Co. Dublin

#### Bankers

Allied Irish Bank  
1 Grafton Street  
Dublin 1

#### Solicitors

O'Brady & Co  
Western Road  
Shannon  
Co Clare

# **Crystal Beauty Parlour**

## **CHARTERED ACCOUNTANTS' REPORT TO CRYSTAL BEAUTY PARLOUR ON THE UNAUDITED FINANCIAL STATEMENTS**

We have prepared for your approval the financial statements for the year which comprise the Trading, Profit and Loss Account, the Balance Sheet and related notes from the accounting records and information and explanations you have given to us.

This report is made solely to you, in accordance with the terms of our engagement. Our work has been undertaken solely to prepare for your approval the financial statements and state those matters that we have agreed to state to you in this report in accordance with the guidance of Chartered Accountants Ireland. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Crystal Beauty Parlour for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by Chartered Accountants Ireland and have complied with the ethical guidance laid down by Chartered Accountants Ireland.

You have approved the Trading, Profit and Loss Account, the Balance Sheet and related notes for the year ended 31 July 2014 and have acknowledged your responsibility for them, for the appropriateness of the financial reporting framework adopted and for providing all information and explanations necessary for their compilation.

We have not been instructed to carry out an audit or a review of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial information.

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### **RELATE SOFTWARE LIMITED**

Chartered Accountants  
Unit D6  
South City Business Park  
Whitestown Way  
Tallaght  
Dublin 24

**Date: 30 September 2014**

**Crystal Beauty Parlour**  
**TRADING, PROFIT AND LOSS ACCOUNT**

for the year ended 31 July 2014

	2014 €	2013 €
<b>Income</b>		
Sales	<u>289,532</u>	<u>263,252</u>
<b>Cost of sales</b>		
Opening stock	995	995
Purchases	<u>32,051</u>	<u>27,613</u>
	<b>33,046</b>	<b>28,608</b>
Less: Closing stock	<u>(1,034)</u>	<u>(995)</u>
	<u><b>32,012</b></u>	<u><b>27,613</b></u>
<b>Gross profit</b>	<u><b>257,520</b></u>	<u><b>235,639</b></u>
<b>Expenses</b>		
Overhead expenses	<u>188,367</u>	<u>176,439</u>
<b>Other income</b>		
Government grants	<u>200</u>	<u>-</u>
<b>Net divisible profit</b>	<u><u><b>69,353</b></u></u>	<u><u><b>59,200</b></u></u>

# Crystal Beauty Parlour

## SUPPLEMENTARY INFORMATION

### TRADING STATEMENT

for the year ended 31 July 2014

	2014 €	2013 €
<b>Income</b>	<b>289,532</b>	263,252
<b>Cost of Sales</b>		
Opening stock	995	995
Purchases	32,051	27,613
	<b>33,046</b>	28,608
Closing stock	(1,034)	(995)
	<b>32,012</b>	27,613
<b>Gross profit</b>	<b>257,520</b>	235,639
<b>Administrative expenses</b>		
Wages and salaries	116,813	102,549
Employer's PRSI contributions	10,943	9,607
Staff pension costs	2,325	2,326
Rent payable	30,000	30,000
Rates	3,399	3,478
Service charges	-	230
Insurance	2,397	2,507
Light and heat	2,474	3,635
Cleaning	281	521
Repairs and maintenance	1,191	5,147
Telephone and fax	280	342
Computer costs	633	547
Motor running expenses	794	-
Accountancy	5,650	5,487
Bank charges	1,634	2,041
Canteen	1,245	2,308
General expenses	1,256	891
Amortisation on long leasehold	1,268	1,268
Depreciation	5,784	3,555
	<b>188,367</b>	176,439
<b>Miscellaneous income</b>		
Government grants	200	-
<b>Net divisible profit</b>	<b>69,353</b>	59,200

# Crystal Beauty Parlour

## BALANCE SHEET

as at 31 July 2014

	Notes	2014 €	2013 €
<b>Fixed Assets</b>			
Intangible assets	1	14,669	16,927
Tangible assets	2	21,362	26,156
		<u>36,031</u>	<u>43,083</u>
<b>Current Assets</b>			
Stocks	3	1,034	995
Cash at bank and in hand		10,483	4,424
		<u>11,517</u>	<u>5,419</u>
<b>Creditors</b>			
Amounts falling due within one year			
Loans and bank overdraft	5	2,948	6,423
Other short term loan		16,400	-
Trade creditors		1,427	3,983
Taxes		7,282	24,593
Other creditors		-	2,569
Accruals		21,403	11,402
		<u>49,460</u>	<u>48,970</u>
<b>Net Current Liabilities</b>		<b>(37,943)</b>	<b>(43,551)</b>
<b>Total Assets Less Current Liabilities</b>		<b>(1,912)</b>	<b>(468)</b>
<b>Government grants</b>	6	<b>(800)</b>	<b>-</b>
<b>Deficiency of Assets</b>		<b>(2,712)</b>	<b>(468)</b>
<b>Capital Account</b>	7	<b>(72,065)</b>	<b>(59,668)</b>
<b>Current Account</b>	4	<b>69,353</b>	<b>59,200</b>
		<u>(2,712)</u>	<u>(468)</u>



# Crystal Beauty Parlour

## ACCOUNTING POLICIES

for the year ended 31 July 2014

### Accounting convention

The accounts are prepared under the historical cost convention modified when necessary to include the revaluation of certain fixed assets.

### Sales

Turnover comprises the invoice value of goods supplied by the business, exclusive of trade discounts and value added tax.

### Goodwill

Acquired goodwill is written off in equal annual instalments over its estimated useful economic life of 7.40 years.

### Tangible fixed assets and depreciation

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

Land and buildings leasehold	-	Straight Line over the life of the lease
Plant and machinery	-	15% Straight Line
Fixtures, fittings and equipment	-	15% Straight Line

### Stocks

Stocks are valued at the lower of cost and net realisable value. Cost comprises expenditure incurred in the normal course of business in bringing stocks to their present location and condition. Full provision is made for obsolete and slow moving items. Net realisable value comprises actual or estimated selling price (net of trade discounts) less all further costs to completion or to be incurred in marketing and selling.

### Pensions

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

### Government grants

Capital grants are treated as deferred credits and are amortised to income on the same basis as the related assets are depreciated. Revenue grants are credited to the Trading, Profit and Loss Account when received.

# Crystal Beauty Parlour

## NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 July 2014

### 1. INTANGIBLE FIXED ASSETS

	<b>Goodwill</b>
	<b>€</b>
<b>Cost</b>	
At 31 July 2014	30,474
<b>Provision for diminution in value</b>	
At 1 August 2013	13,547
Charge for year	2,258
At 31 July 2014	15,805
<b>Net book value</b>	
At 31 July 2014	<b>14,669</b>
At 31 July 2013	16,927

### 2. TANGIBLE ASSETS

	<b>Land and buildings leasehold</b>	<b>Plant and machinery</b>	<b>Fixtures, fittings and equipment</b>	<b>Total</b>
	<b>€</b>	<b>€</b>	<b>€</b>	<b>€</b>
<b>Cost</b>				
At 31 July 2014	17,141	4,223	19,283	40,647
<b>Depreciation</b>				
At 1 August 2013	7,612	2,310	4,569	14,491
Charge for the year	1,268	633	2,893	4,794
At 31 July 2014	8,880	2,943	7,462	19,285
<b>Net book value</b>				
At 31 July 2014	<b>8,261</b>	<b>1,280</b>	<b>11,821</b>	<b>21,362</b>
At 31 July 2013	9,529	1,913	14,714	26,156

### 3. STOCKS

	<b>2014</b>	<b>2013</b>
	<b>€</b>	<b>€</b>
Finished goods and goods for resale	<b>1,034</b>	995

### 4. CURRENT ACCOUNT

	<b>2014</b>	<b>2013</b>
	<b>€</b>	<b>€</b>
Profit for the year	<b>69,353</b>	59,200

# Crystal Beauty Parlour

## NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 July 2014

### 5.1. Partners' current accounts

	Share of profits €	Closing balance €
Mrs. Ann Dougal	16,644	16,644
Mrs. Ellen O'Donovan	16,645	16,645
Mr. David Cain	2,081	2,081
Mr. Peter Able	2,774	2,774
Mr. Liam Washington	3,468	3,468
Miss Sarah Jones	4,161	4,161
Prof. Fergus O'Brien	4,855	4,855
Dr. Jerry Medic	5,548	5,548
Mrs. Freda Entwhistle	6,242	6,242
Mr. Harry Dentman	6,935	6,935
	<u>69,353</u>	<u>69,353</u>

### 6. GOVERNMENT GRANTS DEFERRED

	2014 €	2013 €
<b>Capital grants received and receivable</b>		
Increase in year	<u>1,000</u>	-
<b>Amortisation</b>		
Amortised in year	<u>(200)</u>	-
<b>Net book value</b>		
At 31 July 2014	<u>800</u>	-

This Government grant has been received for business development in a regional development zone.

### 7. CAPITAL ACCOUNT

	2014 €	2013 €
Balance at 1 August 2013	(468)	(3,999)
Drawings	<u>(71,597)</u>	<u>(55,669)</u>
Balance at 31 July 2014	<u>(72,065)</u>	<u>(59,668)</u>

### 7.1. Partners' capital accounts

	Opening balance €	Funds withdrawn €	Closing balance €
Mrs. Ann Dougal	(4,221)	(35,798)	(40,019)
Mrs. Ellen O'Donovan	3,753	(35,799)	(32,046)
	<u>(468)</u>	<u>(71,597)</u>	<u>(72,065)</u>

### 8. APPROVAL OF ACCOUNTS

The accounts were approved by Mrs. Ann Dougal on 30 September 2014.

**Crystal Beauty Parlour**  
**Report and Financial Statements**  
**for the year ended 31 July 2014**

We approve the financial information which comprises the Trading, Profit and Loss Account, the Balance Sheet and related notes. We acknowledge our responsibility for the financial information, including the appropriateness of the accounting basis and for providing Relate Software Limited with all information and explanations necessary for its compilation.

---

**Mrs. Ann Dougal**  
**Partner**

---

**Mrs. Ellen O'Donovan**  
**Partner**

**Date: 30 September 2014**



**Sole Trader (1<sup>st</sup> year) Multiple  
Trades “Jimmy Bradley T/A  
Woodwork Solutions”**

**APPENDIX**

**D**



**Jimmy Bradley  
T/A Woodwork Solutions**

**Report and Financial Statements**

**for the year ended 31 January 2014**

**Relate Software Limited  
Chartered Accountants  
Unit D6  
South City Business Park  
Whitestown Way  
Tallaght  
Dublin 24**

# Jimmy Bradley T/A Woodwork Solutions

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**Jimmy Bradley T/A Woodwork Solutions  
PROPRIETOR AND OTHER INFORMATION**

**Proprietor**

Jimmy Bradley

**Accountants**

Relate Software Limited  
Chartered Accountants  
Unit D6  
South City Business Park  
Whitestown Way  
Tallaght  
Dublin 24

**Business Address**

1 Baggot Street Lower  
Dublin 2

**Bankers**

Bank of Ireland  
50-55 Baggot Street Lower  
Dublin 2

**Solicitors**

Bleeding Heart Solicitors  
65 The Cuttings  
Tallaght  
Dublin 24

**Jimmy Bradley T/A Woodwork Solutions**  
**CHARTERED ACCOUNTANTS' REPORT TO WOODWORK SOLUTIONS ON THE UNAUDITED FINANCIAL STATEMENTS**

We have prepared for your approval the financial statements for the year which comprise the Trading, Profit and Loss Account, the Balance Sheet and related notes from the accounting records and information and explanations you have given to us.

This report is made solely to you, in accordance with the terms of our engagement. Our work has been undertaken solely to prepare for your approval the financial statements and state those matters that we have agreed to state to you in this report in accordance with the guidance of Chartered Accountants Ireland. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Woodwork Solutions for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by Chartered Accountants Ireland and have complied with the ethical guidance laid down by Chartered Accountants Ireland.

You have approved the Trading, Profit and Loss Account, the Balance Sheet and related notes for the year ended 31 January 2014 and have acknowledged your responsibility for them, for the appropriateness of the financial reporting framework adopted and for providing all information and explanations necessary for their compilation.

We have not been instructed to carry out an audit or a review of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial information.

---

**RELATE SOFTWARE LIMITED**

Chartered Accountants  
Unit D6  
South City Business Park  
Whitestown Way  
Tallaght  
Dublin 24

**Date: 17 May 2014**

# Jimmy Bradley T/A Woodwork Solutions

## TRADING, PROFIT AND LOSS ACCOUNT

for the year ended 31 January 2014

	2014
	€
<b>Income</b>	
Sales	353,020
	<hr/>
<b>Cost of sales</b>	
Materials	12,264
Purchases	8,528
Direct costs	6,176
Wages and salaries	135,975
Employer's PRSI contributions	14,481
Subcontract costs - construction industry	49,456
Consumable tools	4,366
	<hr/>
	231,246
Less: Closing work-in-progress	(16,472)
	<hr/>
	214,774
	<hr/>
<b>Gross profit</b>	138,246
	<hr/>
<b>Expenses</b>	
Overhead expenses	Sch 1 56,201
Interest payable	2,016
	<hr/>
	58,217
	<hr/>
<b>Net profit</b>	80,029
	<hr/> <hr/>

# Jimmy Bradley T/A Woodwork Solutions

## SCHEDULE 1 : OVERHEAD EXPENSES

for the year ended 31 January 2014

	2014
	€
<b>Administration Expenses</b>	
Staff training	1,525
Insurance	11,547
Repairs and maintenance	609
Health and safety	300
Printing, postage and stationery	283
Advertising	1,757
Telephone and fax	3,222
Hire of equipment	524
Motor running expenses	15,332
Travelling and entertainment	4,043
Accountancy	8,000
Bank charges	859
Discounts received	(685)
Charitable donations	175
Depreciation	8,710
	<hr/>
	56,201
	<hr/>
<b>Finance</b>	
Hire purchase interest	1,703
Lease finance charges	313
	<hr/>
	2,016
	<hr/>
<b>Total Overheads</b>	58,217
	<hr/> <hr/>

# Jimmy Bradley T/A Woodwork Solutions

## BALANCE SHEET

as at 31 January 2014

	Notes	2014 €
<b>Fixed Assets</b>		
Tangible assets	1	39,924
<b>Current Assets</b>		
Work-in-progress	2	16,472
Debtors	3	22,580
Cash at bank and in hand		1,369
		<u>40,421</u>
<b>Creditors</b>		
Amounts falling due within one year		
Bank overdraft		2,096
Net obligations under finance leases and hire purchase contracts		32,265
Trade creditors		11,655
Taxes and social welfare		27,217
Accruals		8,000
		<u>81,233</u>
<b>Net Current Liabilities</b>		<u>(40,812)</u>
<b>Total Assets Less Current Liabilities</b>		<u>(888)</u>
<b>Capital Account</b>	4	<u>(888)</u>

## **Jimmy Bradley T/A Woodwork Solutions**

### **ACCOUNTING POLICIES**

for the year ended 31 January 2014

#### **Accounting convention**

The accounts are prepared under the historical cost convention modified when necessary to include the revaluation of certain fixed assets.

#### **Sales**

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

#### **Tangible fixed assets and depreciation**

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

Fixtures, fittings and equipment	-	25% Straight Line
Motor vehicles	-	25% Straight Line

#### **Leasing and hire purchase commitments**

Tangible fixed assets held under leasing arrangements which transfer substantially all the risks and rewards of ownership to the business are capitalised and included in the balance sheet at their cost or valuation, less depreciation. The corresponding commitments are recorded as liabilities. Payments in respect of these obligations are treated as consisting of capital and interest elements, with interest charged to the Trading, Profit and Loss Account.

**Jimmy Bradley T/A Woodwork Solutions**  
**NOTES TO THE FINANCIAL STATEMENTS**

for the year ended 31 January 2014

**1. TANGIBLE ASSETS**

	<b>Fixtures, fittings and equipment</b>	<b>Motor vehicles</b>	<b>Total</b>
	€	€	€
<b>Cost</b>			
Additions	20,339	28,295	48,634
At 31 January 2014	<u>20,339</u>	<u>28,295</u>	<u>48,634</u>
<b>Depreciation</b>			
Charge for the year	3,051	5,659	8,710
At 31 January 2014	<u>3,051</u>	<u>5,659</u>	<u>8,710</u>
<b>Net book value</b>			
At 31 January 2014	<u><u>17,288</u></u>	<u><u>22,636</u></u>	<u><u>39,924</u></u>

**2. WORK-IN-PROGRESS**

	2014
	€
Work in progress	<u>16,472</u>

**3. DEBTORS**

	2014
	€
Trade debtors	9,755
Other debtors	12,825
	<u>22,580</u>

**4. CAPITAL ACCOUNT**

	2014
	€
Funds introduced	24,998
Profit for the year	80,029
	<u>105,027</u>
Drawings	(105,915)
Balance at 31 January 2014	<u>(888)</u>

**5. APPROVAL OF ACCOUNTS**

The accounts were approved by Jimmy Bradley on 17 May 2014.

# **Jimmy Bradley T/A Woodwork Solutions**

## **Report and Financial Statements**

**for the year ended 31 January 2014**

I approve the financial information which comprises the Trading, Profit and Loss Account, the Balance Sheet and related notes. I acknowledge my responsibility for the financial information, including the appropriateness of the accounting basis and for providing Relate Software Limited with all information and explanations necessary for its compilation.

---

**Jimmy Bradley**  
**Proprietor**  
**Date: 17 May 2014**





**Farmer**  
**“Ivor Bull Properties”**

**APPENDIX**





**Mr. Ivor Bull**

**Farm Accounts**

**for the year ended 31 December 2014**

**Relate Software Limited  
Chartered Accountants and Registered Auditors  
Unit D6  
South City Business Park  
Whitestown Way  
Tallaght  
Dublin 24**

**Mr. Ivor Bull**  
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**Mr. Ivor Bull**  
**PROPRIETOR AND OTHER INFORMATION**

**Proprietor** Mr. Ivor Bull

**Accountants** Relate Software Limited  
Chartered Accountants  
Unit D6  
South City Business Park  
Whitestown Way  
Tallaght  
Dublin 24

**Business Address** Western Farm  
Shannon  
Co Clare

**Bankers** Bank of Ireland  
10 Dublin Road  
Monkstown  
Co. Cork

**Solicitors** O'Brady & Co  
Western Road  
Shannon  
Co Clare

**Mr. Ivor Bull**

## **CHARTERED ACCOUNTANTS' REPORT TO MR. IVOR BULL ON THE UNAUDITED FINANCIAL STATEMENTS OF MR. IVOR BULL**

We have prepared for your approval the financial statements for the year which comprise the Livestock Enterprise Trading Accounts, the Trading, Profit and Loss Account, the Balance Sheet and related notes from the accounting records and information and explanations you have given to us.

This report is made solely to you, in accordance with the terms of our engagement. Our work has been undertaken solely to prepare for your approval the financial statements and state those matters that we have agreed to state to you in this report in accordance with the guidance of Institute of Chartered Accountants in Ireland. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Mr. Ivor Bull for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by Institute of Chartered Accountants in Ireland and have complied with the ethical guidance laid down by Institute of Chartered Accountants in Ireland.

You have approved the Livestock Enterprise Trading Accounts, the Trading, Profit and Loss Account, the Balance Sheet and related notes for the year ended 31 December 2014 and have acknowledged your responsibility for them, for the appropriateness of the financial reporting framework adopted and for providing all information and explanations necessary for their compilation.

We have not been instructed to carry out an audit or a review of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial information.

---

**RELATE SOFTWARE LIMITED**

Chartered Accountants and Registered Auditors  
Unit D6  
South City Business Park  
Whitestown Way  
Tallaght  
Dublin 24

**Date: 16 April 2015**

**Mr. Ivor Bull**

**LIVESTOCK ENTERPRISE TRADING ACCOUNTS**

for the year ended 31 December 2014

	No.	Beef €	No.	Sheep €	No.	Poultry €	No.	Horses €	No.	Dairy €	No.	Pigs €	Other €	Total €
<b>Sales</b>														
Livestock	48	47,974	140	34,876	10,400	13,078	15	43,579	48	38,765	231	23,123		201,395
Crops													198,854	198,854
Milk										26,119				26,119
Wool				9,513										9,513
Fuels													2,976	2,976
Deaths	4	(3,867)	12	(2,876)	1,038	(1,297)	1	(2,876)	2	(1,976)	4	(432)		(13,324)
Family settlement	3	(2,854)	8	(1,976)	3,180	(3,976)	1	(3,863)	5	(4,197)	4	(397)		(17,263)
Killed for consumption	1	(453)	1	(173)	70	(87)	-	-	1	(318)	2	(218)		(1,249)
Grants and subsidies		1,100		700		500		1,200		1,200		800		5,500

**Mr. Ivor Bull**  
**LIVESTOCK ENTERPRISE TRADING ACCOUNTS**

for the year ended 31 December 2014

	No.	Beef €	No.	Sheep €	No.	Poultry €	No.	Horses €	No.	Dairy €	No.	Pigs €	Other €	Total €
<b>Transfers</b>														
Dropped calves	2	2,869							4	3,589				6,458
Heifers to herd	4	4,267							(4)	(1,832)				2,435
Culled cows		77												77
<b>Other sales income</b>													1,000	1,000
<b>Income</b>	<u>62</u>	<u>49,113</u>	<u>161</u>	<u>40,064</u>	<u>14,688</u>	<u>8,218</u>	<u>17</u>	<u>38,040</u>	<u>56</u>	<u>61,350</u>	<u>241</u>	<u>22,876</u>	<u>202,830</u>	<u>422,491</u>
Stock at end of year	<u>73</u>	<u>89,654</u>	<u>214</u>	<u>74,187</u>	<u>11,795</u>	<u>25,409</u>	<u>19</u>	<u>85,197</u>	<u>51</u>	<u>40,783</u>	<u>322</u>	<u>41,111</u>	<u>4,198</u>	<u>360,539</u>
	<u>135</u>	<u>138,767</u>	<u>375</u>	<u>114,251</u>	<u>26,483</u>	<u>33,627</u>	<u>36</u>	<u>123,237</u>	<u>107</u>	<u>102,133</u>	<u>563</u>	<u>63,987</u>	<u>207,028</u>	<u>783,030</u>
Stock at start of year	95	95,345	293	73,219	21,190	26,487	29	85,623	97	77,684	432	43,198	5,318	406,874
Purchases	25	24,786	67	16,865	5,055	6,319	6	18,745	27	21,987	113	11,324	487	100,513
Births	3	(3,219)	9	(2,187)	238	(298)	1	(4,176)	3	(2,198)	18	(1,843)		(13,921)
	<u>123</u>	<u>116,912</u>	<u>369</u>	<u>87,897</u>	<u>26,483</u>	<u>32,508</u>	<u>36</u>	<u>100,192</u>	<u>127</u>	<u>97,473</u>	<u>563</u>	<u>52,679</u>	<u>5,805</u>	<u>493,466</u>
<b>Profit before overheads</b>		<u>21,855</u>		<u>26,354</u>		<u>1,119</u>		<u>23,045</u>		<u>4,660</u>		<u>11,308</u>	<u>201,223</u>	<u>289,564</u>



**Mr. Ivor Bull**

**LIVESTOCK ENTERPRISE TRADING ACCOUNTS**

for the year ended 31 December 2014

	No.	Beef €	No.	Sheep €	No.	Poultry €	No.	Horses €	No.	Dairy €	No.	Pigs €	Other €	Total €
<b>Variable overheads</b>														
Feedstuffs purchased		1,672		568		672		1,987		1,786		390		7,075
Livestock maintenance		1,856		598		297		3,197		1,876		521		8,345
Temporary milk quota										5,000				5,000
Haulage		3,189		1,487		529		2,187		2,987		654		11,033
Other		189		78		123		-		127		74		591
<b>Total overheads</b>		<u>6,906</u>		<u>2,731</u>		<u>1,621</u>		<u>7,371</u>		<u>11,776</u>		<u>1,639</u>	<u>-</u>	<u>32,044</u>
<b>Livestock enterprise gross profit</b>		<u>14,949</u>		<u>23,623</u>		<u>(502)</u>		<u>15,674</u>		<u>(7,116)</u>		<u>9,669</u>	<u>201,223</u>	<u>257,520</u>
<b>Livestock enterprise gross margin</b>		<u>31.2%</u>		<u>53.2%</u>				<u>36.0%</u>				<u>41.8%</u>		
Administration costs													188,367	188,367
<b>Net profit</b>		<u>14,949</u>		<u>23,623</u>		<u>(502)</u>		<u>15,674</u>		<u>(7,116)</u>		<u>9,669</u>	<u>12,856</u>	<u>69,153</u>

**Mr. Ivor Bull**  
**TRADING, PROFIT AND LOSS ACCOUNT**  
for the year ended 31 December 2014

		2014 €	2013 €
<b>Income</b>			
Sales		421,491	279,487
Area aid		1,000	1,000
		<u>422,491</u>	<u>280,487</u>
<b>Cost of sales</b>			
Opening stock		406,874	350,322
Purchases		86,592	73,309
		<u>493,466</u>	<u>423,631</u>
Less: Closing stock		(360,539)	(406,874)
		<u>132,927</u>	<u>16,757</u>
<b>Direct expenses</b>			
		<u>32,044</u>	<u>28,091</u>
<b>Gross profit</b>			
		<u>257,520</u>	<u>235,639</u>
<b>Expenses</b>			
Overhead expenses	Sch 1	<u>188,367</u>	<u>176,439</u>
<b>Net profit</b>			
		<u><u>69,153</u></u>	<u><u>59,200</u></u>

**Mr. Ivor Bull****SCHEDULE 1 : OVERHEAD EXPENSES**

for the year ended 31 December 2014

	2014	2013
	€	€
<b>Administration Expenses</b>		
Wages and salaries	116,813	102,549
Employer's NI/PRSI contributions	10,943	9,607
Staff pension costs	2,325	2,326
Rates	3,399	3,478
Sub-contractor payments - construction industry	30,000	30,000
Service charges	-	230
Insurance	1,000	1,000
Bags, wire and twine	300	320
Diesel oil and lubricants	850	870
Fertilisers, seeds and sprays	247	317
Light and heat	2,474	3,635
Cleaning	281	521
Repairs and maintenance of farm machinery	690	754
Repairs and maintenance of farm buildings	380	3,218
Repairs and maintenance of farm house	121	1,175
Telephone and fax	280	342
Computer costs	633	157
Tractor expenses	794	390
Accountancy	3,000	2,800
Veterinary expenses	2,650	2,687
Bank charges	1,634	2,041
Staff welfare	1,245	2,308
General expenses	560	891
Levies and charges	696	-
Amortisation on long leasehold	1,268	1,268
Depreciation	5,784	3,555
<b>Total Overheads</b>	<b>188,367</b>	<b>176,439</b>

**Mr. Ivor Bull**  
**BALANCE SHEET**

as at 31 December 2014

	Notes	2014 €	2013 €
<b>Fixed Assets</b>			
Intangible assets	1	14,669	16,927
Tangible assets	2	21,362	26,156
		<u>36,031</u>	<u>43,083</u>
<b>Current Assets</b>			
Stocks	3	360,539	406,874
Debtors	4	576	572
Cash at bank and in hand		8,953	3,852
		<u>370,068</u>	<u>411,298</u>
<b>Creditors</b>			
Amounts falling due within one year			
Bank overdraft and loans		2,994	6,423
Other short term loan		16,400	-
Trade creditors		1,427	3,983
Taxes		7,282	24,593
Other creditors		-	2,569
Accruals		21,403	11,402
		<u>49,506</u>	<u>48,970</u>
<b>Net Current Assets</b>		<u>320,562</u>	<u>362,328</u>
<b>Total Assets Less Current Liabilities</b>		<u>356,593</u>	<u>405,411</u>
<b>Capital Account</b>	5	<u>356,593</u>	<u>405,411</u>

## **Mr. Ivor Bull**

# **ACCOUNTING POLICIES**

for the year ended 31 December 2014

### **Accounting convention**

The accounts are prepared under the historical cost convention modified when necessary to include the revaluation of certain fixed assets.

### **Sales**

Turnover comprises the invoice value of farm stock supplied by the business, exclusive of trade discounts and value added tax.

### **Milk Quota**

The milk quota is valued at cost less accumulated amortisation.

Amortisation is calculated to write off the cost in equal annual instalments over 13.5 years.

### **Tangible fixed assets and depreciation**

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

Land and buildings leasehold	-	Straight Line over the life of the lease
Farm machinery	-	15% Straight Line
Farm equipment	-	15% Straight Line

### **Leasing**

Rentals payable under operating leases are dealt with in the trading, profit and loss account as incurred over the period of the rental agreement.

### **Stocks**

Livestock, dairy herd and breeding stock are stated at the lower of cost and net realisable value. Where appropriate cost is arrived at as follows:

60% of the market value of cattle bred on the farm or purchased as immature stock

75% of the market value of sheep bred on the farm or purchased as immature stock

Feedstuffs and fertilizers, seeds and sprays are stated at a base stock level of € 4,198.

Other stocks are stated at the lower of cost and net realisable value.

### **Pensions**

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

### **Grants and subsidies**

Capital grants are treated as deferred credits and are amortised to income on the same basis as the related assets are depreciated. Revenue grants are credited to the profit and loss account when received.

**Mr. Ivor Bull**  
**NOTES TO THE FINANCIAL STATEMENTS**

for the year ended 31 December 2014

**1. INTANGIBLE FIXED ASSETS**

	<b>Quota</b>
	<b>€</b>
<b>Cost</b>	
At 31 December 2014	30,474
<b>Provision for diminution in value</b>	
At 1 January 2014	13,547
Charge for year	2,258
At 31 December 2014	15,805
<b>Net book value</b>	
At 31 December 2014	<b>14,669</b>
At 31 December 2013	16,927

**2. TANGIBLE ASSETS**

	<b>Land and buildings leasehold</b>	<b>Farm machinery</b>	<b>Farm equipment</b>	<b>Total</b>
	<b>€</b>	<b>€</b>	<b>€</b>	<b>€</b>
<b>Cost</b>				
At 31 December 2014	17,141	4,223	19,283	40,647
<b>Depreciation</b>				
At 1 January 2014	7,612	2,310	4,569	14,491
Charge for the year	1,268	633	2,893	4,794
At 31 December 2014	8,880	2,943	7,462	19,285
<b>Net book value</b>				
At 31 December 2014	<b>8,261</b>	<b>1,280</b>	<b>11,821</b>	<b>21,362</b>
At 31 December 2013	9,529	1,913	14,714	26,156

**3. STOCKS**

	<b>2014</b>	<b>2013</b>
	<b>€</b>	<b>€</b>
Beef	89,654	95,345
Sheep	74,187	73,219
Poultry	25,409	26,487
Horses	85,197	85,623
Dairy	40,783	77,684
Pigs	41,111	43,198
Stock other	4,198	5,318
	<b>360,539</b>	<b>406,874</b>

**4. DEBTORS**

	<b>2014</b>	<b>2013</b>
	<b>€</b>	<b>€</b>
Milk sales debtors	576	572

**Mr. Ivor Bull**  
**NOTES TO THE FINANCIAL STATEMENTS**  
for the year ended 31 December 2014

<b>5. CAPITAL ACCOUNT</b>	<b>2014</b>	<b>2013</b>
	<b>€</b>	<b>€</b>
Balance at 1 January 2014	<b>405,411</b>	(3,999)
Funds introduced	-	329,795
Profit for the year	<b>69,153</b>	59,200
Milk quota reduction payment	<b>5,000</b>	4,000
	<b>74,153</b>	392,995
Drawings	<b>(140,234)</b>	-
Family settlement	<b>17,263</b>	16,415
Balance at 31 December 2014	<b>356,593</b>	405,411

**6. APPROVAL OF ACCOUNTS**

The accounts were approved by Mr. Ivor Bull on 16 April 2015.

**Mr. Ivor Bull**  
**Report and Financial Statements**  
**for the year ended 31 December 2014**

I approve the financial information which comprises the Livestock Enterprise Trading Accounts, the Trading, Profit and Loss Account, the Balance Sheet and related notes. I acknowledge my responsibility for the financial information, including the appropriateness of the accounting basis and for providing Relate Software Limited with all information and explanations necessary for its compilation.

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**Mr. Ivor Bull**  
**Proprietor**  
**Date: 16 April 2015**







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