



---

**OFFER WATERMAN FINE ART LIMITED**

---

**DIRECTOR'S REPORT AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 MAY 2014**

---

## OFFER WATERMAN FINE ART LIMITED

---

### COMPANY INFORMATION

---

<b>Director</b>	Offer Waterman
<b>Registered number</b>	03203503
<b>Registered office</b>	Regina House 124 Finchley Road London NW3 5JS
<b>Independent auditors</b>	Nyman Libson Paul Chartered Accountants & Statutory Auditors Regina House 124 Finchley Road London NW3 5JS
<b>Bankers</b>	HSBC 19 Grosvenor Place Hyde Park Corner London SW1X 7HT



---

**OFFER WATERMAN FINE ART LIMITED**

---

**CONTENTS**

---

	Page
<b>Director's report</b>	1 - 2
<b>Strategic report</b>	3
<b>Independent auditors' report</b>	4 - 5
<b>Profit and loss account</b>	6
<b>Balance sheet</b>	7
<b>Cash flow statement</b>	8
<b>Notes to the financial statements</b>	9 - 16

---

**OFFER WATERMAN FINE ART LIMITED**

---

**DIRECTOR'S REPORT  
FOR THE YEAR ENDED 31 MAY 2014**

---

The director presents his report and the financial statements for the year ended 31 May 2014.

## **Results**

The profit for the year, after taxation, amounted to £838,632 (2013 - £638,189).

The director recommends payment of an ordinary dividend.

## **Director**

The director who served during the year was:

Offer Waterman

## **Director's responsibilities statement**

The director is responsible for preparing the strategic report, the director's report and the financial statements in accordance with applicable law and regulations.

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

- select suitable accounting policies and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable him to ensure that the financial statements comply with the Companies Act 2006. He is 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.

## **Financial instruments**

The company has no financial instruments except for cash, trade debtors, bank loans and trade creditors all arising in the normal course of business.

The main financial risks to which the company is exposed include liquidity risk, cash flow risk, exchange rate risk and credit risk. These risks are managed by ensuring sufficient liquidity is available to meet the foreseeable needs of the company.

---

**OFFER WATERMAN FINE ART LIMITED**

---

**DIRECTOR'S REPORT  
FOR THE YEAR ENDED 31 MAY 2014**

---

**Auditors**

The auditors, Nyman Libson Paul, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

**Disclosure of information to auditors**

The director at the time when this director's report is approved has confirmed that:

- so far as he is aware, there is no relevant audit information of which the company's auditors are unaware, and
- he has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the company's auditors are aware of that information.

This report was approved by the board on 10 February 2015 and signed on its behalf.

**Offer Waterman**  
Director

---

## **OFFER WATERMAN FINE ART LIMITED**

---

### **STRATEGIC REPORT FOR THE YEAR ENDED 31 MAY 2014**

---

#### **Business review**

The director is satisfied with the performance of the company for the year and the growth achieved and hopes to improve upon this in the forthcoming year.

The company has a proven track record of profitability and continues to be successful in identifying trading opportunities at the top end of the market. The strategy therefore is to continue focus on this area, with an emphasis on comprehensive research for potential stock acquisitions. However, due to the nature of the art business, it is extremely difficult to predict future sales, but the director expects sales for the forthcoming financial year and the performance of the business to be at a similar level as the year under review.

#### **Principal risks and uncertainties**

The key business risks affecting the company are considered to be the general economic climate aligned with current trends relating to the popularity of individual artists. The company manages these risks through an ongoing process of monitoring and researching both the general economy, the market and demand for works of art.

#### **Financial key performance indicators**

The director does not consider, in the context of the art market, that there are any consistent key performance indicators which would be truly indicative of the company's underlying performance.

This report was approved by the board on 10 February 2015 and signed on its behalf.





---

## **OFFER WATERMAN FINE ART LIMITED**

---

### **INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF OFFER WATERMAN FINE ART LIMITED**

---

We have audited the financial statements of Offer Waterman Fine Art Limited for the year ended 31 May 2014, set out on pages 6 to 16. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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

#### **Respective responsibilities of director and auditors**

As explained more fully in the director's responsibilities statement, the director is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

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

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

#### **Opinion on financial statements**

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 May 2014 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

#### **Opinion on other matter prescribed by the Companies Act 2006**

In our opinion the information given in the strategic report and the director's report for the financial year for which the financial statements are prepared is consistent with the financial statements.



---

**OFFER WATERMAN FINE ART LIMITED**

---

**INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF OFFER WATERMAN FINE  
ART LIMITED**

---

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

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

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

Anthony Pins (senior statutory auditor)

for and on behalf of

**Nyman Libson Paul**

Chartered Accountants  
Statutory Auditors

Regina House  
124 Finchley Road  
London  
NW3 5JS

10 February 2015

---

Page 5

---

**OFFER WATERMAN FINE ART LIMITED**

---

**PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 31 MAY 2014**

---

		2014	2013
	Note	£	£
<b>TURNOVER</b>	1,2	8,743,745	6,712,077
Cost of sales		<u>(6,366,668)</u>	<u>(4,518,789)</u>
<b>GROSS PROFIT</b>		2,377,077	2,193,288
Distribution costs		(531,492)	(429,017)
Administrative expenses		<u>(783,475)</u>	<u>(685,692)</u>
<b>OPERATING PROFIT</b>	3	1,062,110	1,078,579
Income from other fixed asset investments		139	109
Loss on disposal of investments		(2,297)	-
Interest receivable and similar income		29,722	373
Amounts written off investments		3,852	(3,852)
Interest payable and similar charges	6	<u>(11,822)</u>	<u>(20,893)</u>
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		1,081,704	1,054,316
Tax on profit on ordinary activities	7	<u>(243,072)</u>	<u>(416,127)</u>
<b>PROFIT FOR THE FINANCIAL YEAR</b>	15	<u><u>838,632</u></u>	<u><u>638,189</u></u>

All amounts relate to continuing operations.

There were no recognised gains and losses for 2014 or 2013 other than those included in the profit and loss account.

The notes on pages 9 to 16 form part of these financial statements.

**OFFER WATERMAN FINE ART LIMITED**  
**REGISTERED NUMBER: 03203503**

**BALANCE SHEET**  
**AS AT 31 MAY 2014**

	Note	£	2014 £	£	2013 £
<b>FIXED ASSETS</b>					
Tangible assets	8		45,523		55,902
<b>CURRENT ASSETS</b>					
Stocks	9	5,700,174		4,655,162	
Debtors	10	1,461,397		864,203	
Investments	11	-		160,836	
Cash at bank		<u>184,499</u>		<u>229,425</u>	
		7,346,070		5,909,626	
<b>CREDITORS: amounts falling due within one year</b>	12	<u>(4,314,272)</u>		<u>(3,475,460)</u>	
<b>NET CURRENT ASSETS</b>			<u>3,031,798</u>		<u>2,434,166</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			3,077,321		2,490,068
<b>PROVISIONS FOR LIABILITIES</b>					
Deferred tax	13		<u>(4,628)</u>		<u>(6,007)</u>
<b>NET ASSETS</b>			<u><u>3,072,693</u></u>		<u><u>2,484,061</u></u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	14		1,000		1,000
Profit and loss account	15		<u>3,071,693</u>		<u>2,483,061</u>
<b>SHAREHOLDERS' FUNDS</b>	16		<u><u>3,072,693</u></u>		<u><u>2,484,061</u></u>

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 10 February 2015.

**Offer Waterman**  
Director

The notes on pages 9 to 16 form part of these financial statements.

---

**OFFER WATERMAN FINE ART LIMITED**

---

**CASH FLOW STATEMENT  
FOR THE YEAR ENDED 31 MAY 2014**

---

	Note	2014 £	2013 £
Net cash flow from operating activities	20	(431,120)	436,962
Returns on investments and servicing of finance	21	18,039	(20,411)
Taxation	21	(89,116)	(166,758)
Capital expenditure and financial investment	21	(4,270)	(16,686)
Equity dividends paid		(250,000)	(227,500)
<b>CASH (OUTFLOW)/INFLOW BEFORE MANAGEMENT OF LIQUID RESOURCES</b>		<b>(756,467)</b>	<b>5,607</b>
Management of liquid resources	21	162,391	(6,046)
<b>DECREASE IN CASH IN THE YEAR</b>		<b><u>(594,076)</u></b>	<b><u>(439)</u></b>

---

**RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET FUNDS/DEBT  
FOR THE YEAR ENDED 31 MAY 2014**

---

2014	2013
£	£

Decrease in cash in the year	(594,076)	(439)
Cash (inflow)/outflow from (increase)/decrease in liquid resources	<u>(162,391)</u>	<u>6,046</u>
<b>CHANGE IN NET DEBT RESULTING FROM CASH FLOWS</b>	(756,467)	5,607
Other non-cash changes	<u>1,555</u>	<u>-</u>
<b>MOVEMENT IN NET DEBT IN THE YEAR</b>	(754,912)	5,607
Net debt at 1 June 2013	<u>(459,739)</u>	<u>(465,346)</u>
<b>NET DEBT AT 31 MAY 2014</b>	<u><u>(1,214,651)</u></u>	<u><u>(459,739)</u></u>

The notes on pages 9 to 16 form part of these financial statements.



---

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MAY 2014**

---

**1. ACCOUNTING POLICIES**

**1.1 Basis of preparation of financial statements**

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards.

**1.2 Turnover**

Turnover comprises revenue recognised by the company in respect of fine art and services supplied during the year, exclusive of Value Added Tax and trade discounts.

**1.3 Tangible fixed assets and depreciation**

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

S/Term Leasehold Property	-	over the terms of the lease
Fixtures & fittings	-	25% on written down value
Office equipment	-	33% on written down value

**1.4 Investments**

Investments held as current assets are shown at the lower of cost and net realisable value.

**1.5 Operating leases**

Rentals under operating leases are charged to the profit and loss account on a straight line basis over the lease term.

**1.6 Stocks**

Stocks are valued at lower of cost and net realisable value.

**1.7 Pensions**

The company makes contributions to the personal pension schemes of certain employees and the pension charge represents the amounts payable by the company to the fund in respect of the year.

**1.8 Deferred taxation**

Deferred taxation is provided at appropriate rates in all timing differences using the liability method only to the extent that, in the opinion of the director, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future.

**1.9 Foreign currencies**

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction. Exchange gains and losses are recognised in the profit and loss account.

---

**OFFER WATERMAN FINE ART LIMITED**

---

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MAY 2014**

---

**2. TURNOVER**

An analysis of turnover by class of business is as follows:

	2014	2013
	£	£
Sale of fine art	<u>8,743,745</u>	<u>6,712,077</u>

All turnover arose within the United Kingdom.

**3. OPERATING PROFIT**

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

	2014 £	2013 £
Depreciation of tangible fixed assets:		
- owned by the company	14,649	68,145
Auditors' remuneration	4,000	4,000
Auditors' remuneration - non-audit	13,541	19,625
Operating lease rentals:		
- other operating leases	58,937	43,000
(Profit)/Loss on foreign currency	<u>5,724</u>	<u>(12,215)</u>

#### 4. STAFF COSTS

Staff costs, including director's remuneration, were as follows:

	2014 £	2013 £
Wages and salaries	226,851	227,217
Social security costs	26,197	26,469
Other pension costs	80,000	-
	<u>333,048</u>	<u>253,686</u>

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

	2014 No.	2013 No.
Sales and administration	<u>5</u>	<u>5</u>

---

**OFFER WATERMAN FINE ART LIMITED**

---

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MAY 2014**

---

**5. DIRECTOR'S REMUNERATION**

	2014 £	2013 £
Company pension contributions to defined contribution pension schemes	<u>80,000</u>	<u>-</u>

During the year retirement benefits were accruing to 1 director (2013 - 1) in respect of defined contribution pension schemes.

**6. INTEREST PAYABLE**

	2014 £	2013 £
On bank loans and overdrafts	11,822	17,980
Other interest payable	-	2,913
	<u>11,822</u>	<u>20,893</u>

**7. TAXATION**

	2014 £	2013 £
<b>Analysis of tax charge in the year</b>		
<b>Current tax (see note below)</b>		
UK corporation tax charge on profit for the year	245,174	262,350
Adjustments in respect of prior periods	(723)	153,548
<b>Total current tax</b>	<u>244,451</u>	<u>415,898</u>
<b>Deferred tax (see note 13)</b>		
Deferred tax charge/credit	<u>(1,379)</u>	<u>229</u>
<b>Tax on profit on ordinary activities</b>	<u>243,072</u>	<u>416,127</u>

**Factors affecting tax charge for the year**

There were no factors that affected the tax charge for the year which has been calculated on the

---

**OFFER WATERMAN FINE ART LIMITED**

---

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MAY 2014**

---

**8. TANGIBLE FIXED ASSETS**

	S/Term Leasehold Property £	Fixtures & fittings £	Office equipment £	Total £
<b>Cost</b>				
At 1 June 2013	183,473	222,277	73,708	479,458
Additions	-	-	4,270	4,270
At 31 May 2014	<u>183,473</u>	<u>222,277</u>	<u>77,978</u>	<u>483,728</u>

**Depreciation**

At 1 June 2013	183,472	170,561	69,523	423,556
Charge for the year	<u>-</u>	<u>12,929</u>	<u>1,720</u>	<u>14,649</u>
At 31 May 2014	<u>183,472</u>	<u>183,490</u>	<u>71,243</u>	<u>438,205</u>

**Net book value**

At 31 May 2014	<u>1</u>	<u>38,787</u>	<u>6,735</u>	<u>45,523</u>
At 31 May 2013	<u>1</u>	<u>51,716</u>	<u>4,185</u>	<u>55,902</u>

**9. STOCKS**

	2014	2013
	£	£
Finished goods and goods for resale	<u>5,700,174</u>	<u>4,655,162</u>

**10. DEBTORS**

	2014	2013
	£	£
Trade debtors	1,085,895	435,790
Other debtors	355,534	391,338
Prepayments and accrued income	19,968	37,075
	<u>1,461,397</u>	<u>864,203</u>

---

**OFFER WATERMAN FINE ART LIMITED**

---

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MAY 2014**

---

**11. CURRENT ASSET INVESTMENTS**

	2014	2013
	£	£
Listed investments	<u>-</u>	<u>160,836</u>

**Listed investments**

The market value of the listed investments at 31 May 2014 was £nil (2013 - £170,074).

**12. CREDITORS:  
Amounts falling due within one year**

	2014	2013
	£	£
Bank loans and overdrafts	1,399,150	850,000
Trade creditors	1,390,104	1,215,953
Corporation tax	574,145	418,810
Other creditors	250,761	342,091
Accruals and deferred income	700,112	648,606
	<u>4,314,272</u>	<u>3,475,460</u>

Included in creditors are a bank loan facility for £1,050,000 (2013: £850,000) and a bank overdraft of £349,150 (2013: £nil) which are secured by a fixed and floating charge over the assets of the company and by a £500,000 first charge over Offer Waterman's personal property.

**13. DEFERRED TAXATION**

	2014	2013
	£	£
At beginning of year	6,007	5,778
(Released during)/charge for year (P&L)	<u>(1,379)</u>	<u>229</u>

At end of year

4,628

6,007

The provision for deferred taxation is made up as follows:

2014

2013

£

£

Accelerated capital allowances

4,628

6,007

---

Page 13

---

**OFFER WATERMAN FINE ART LIMITED**

---

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MAY 2014**

---



#### 14. SHARE CAPITAL

	2014 £	2013 £
<b>Authorised, allotted, called up and fully paid</b>		
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

#### 15. RESERVES

	Profit and loss account £
At 1 June 2013	2,483,061
Profit for the financial year	838,632
Dividends: Equity capital	(250,000)
	<u>          </u>
At 31 May 2014	<u>3,071,693</u>

#### 16. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS

	2014 £	2013 £
Opening shareholders' funds	2,484,061	2,073,372
Profit for the financial year	838,632	638,189
Dividends (Note 17)	<u>(250,000)</u>	<u>(227,500)</u>
Closing shareholders' funds	<u>3,072,693</u>	<u>2,484,061</u>

#### 17. DIVIDENDS

	2014 £	2013 £
Dividends paid on equity capital	<u>250,000</u>	<u>227,500</u>

#### 18. PENSION COMMITMENTS

The company makes contributions to the personal pension scheme of the director. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund. The contributions made during the year amounted to £80,000 (2013 - £nil). There were no contributions outstanding at the year end.

---

**OFFER WATERMAN FINE ART LIMITED**

---

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MAY 2014**

---

**19. OPERATING LEASE COMMITMENTS**

At 31 May 2014 the company had annual commitments under non-cancellable operating leases as follows:

	Land and buildings	
	2014	2013
	£	£
<b>Expiry date:</b>		
After more than 5 years	<u>58,000</u>	<u>58,000</u>

**20. NET CASH FLOW FROM OPERATING ACTIVITIES**

	2014	2013
	£	£
Operating profit	1,062,110	1,078,579
Depreciation of tangible fixed assets	14,649	68,145
Increase in stocks	(1,045,012)	(704,269)
Increase in debtors	(597,194)	(292,905)
Increase in creditors	134,327	291,264
Impairment of current asset investments	-	(3,852)

<b>Net cash (outflow)/inflow from operating activities</b>	<u>(431,120)</u>	<u>436,962</u>
--	------------------	----------------

## 21. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN CASH FLOW STATEMENT

	2014 £	2013 £
<b>Returns on investments and servicing of finance</b>		
Interest received	29,722	373
Interest paid	(11,822)	(20,893)
Dividends received	139	109
	<u>18,039</u>	<u>(20,411)</u>
<b>Net cash inflow/(outflow) from returns on investments and servicing of finance</b>		
	<u>18,039</u>	<u>(20,411)</u>
	2014 £	2013 £
<b>Taxation</b>		
Corporation tax	<u>(89,116)</u>	<u>(166,758)</u>
	2014 £	2013 £
<b>Capital expenditure and financial investment</b>		
Purchase of tangible fixed assets	<u>(4,270)</u>	<u>(16,686)</u>

---

**OFFER WATERMAN FINE ART LIMITED**

---

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MAY 2014**

---

**21. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN CASH FLOW STATEMENT  
(continued)**

	2014 £	2013 £
<b>Management of liquid resources</b>		
Purchase of short term listed investments	(13,978)	(6,046)
Sale of short term listed investments	176,369	-
	<hr/>	<hr/>
<b>Net cash inflow/(outflow) from management of liquid resources</b>	<u>162,391</u>	<u>(6,046)</u>

**22. ANALYSIS OF CHANGES IN NET DEBT**

	1 June 2013 £	Cash flow £	Other non-cash changes £	31 May 2014 £
Cash at bank and in hand	229,425	(44,926)	-	184,499
Bank loans and overdrafts	(850,000)	(549,150)	-	(1,399,150)
	<hr/>	<hr/>	<hr/>	<hr/>
	(620,575)	(594,076)	-	(1,214,651)
<b>Liquid resources:</b>				
Current asset investments	<u>160,836</u>	<u>(162,391)</u>	<u>1,555</u>	<u>-</u>
<b>Net debt</b>	<u>(459,739)</u>	<u>(756,467)</u>	<u>1,555</u>	<u>(1,214,651)</u>

**23. CONTROLLING PARTY**

The company was under the control of its director, Offer Waterman, throughout the year.

**24. RELATED PARTY TRANSACTIONS**

During the year the company was invoiced rent of £100,562 (2013: £100,893) and purchased stock amounting to £nil (2013: £720) from Offer Waterman, a director of the company. Dividends of £250,000 (2013: £227,500) were paid to Offer Waterman during the year.

In addition to the above, Offer Waterman maintained a loan account with the company. The loan

account is unsecured and repayable on demand. Interest at 4% was charged by the company on amounts overdrawn and during the year interest of £nil (2013: £337) was payable by Offer Waterman. At the balance sheet date Offer Waterman was owed £ 195,456 (2013: £315,315) by the company.