

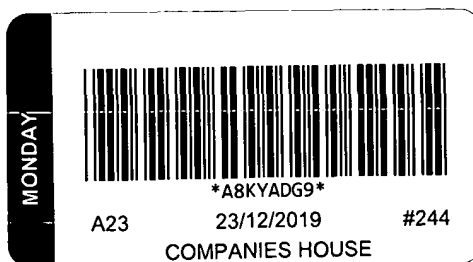
Registered number: 01038677

**OXFORD PACKAGING SOLUTIONS LIMITED (FORMERLY GRAHAM
PACKAGING PLASTICS LIMITED)**

UNAUDITED

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 30 DECEMBER 2018



OXFORD PACKAGING SOLUTIONS LIMITED (FORMERLY GRAHAM PACKAGING PLASTICS LIMITED)

CONTENTS

	Page(s)
Company Information	1
Directors' Report	2
Statement of Comprehensive Income	3
Balance Sheet	4 - 5
Statement of Changes in Equity	6
Notes to the Financial Statements	7 - 21

OXFORD PACKAGING SOLUTIONS LIMITED (FORMERLY GRAHAM PACKAGING PLASTICS LIMITED)

COMPANY INFORMATION

Directors	M I Harrison R Commons
Company secretary	Broughton Secretaries Limited
Registered number	01038677
Registered office	54 Portland Place London W1B 1DY
Bankers	Barclays Bank PLC 28 George Street Luton LU1 2AE

OXFORD PACKAGING SOLUTIONS LIMITED (FORMERLY GRAHAM PACKAGING PLASTICS LIMITED)

**DIRECTORS' REPORT
FOR THE PERIOD ENDED 30 DECEMBER 2018**

The directors present their annual report and the unaudited financial statements of Oxford Packaging Solutions Limited (formerly Graham Packaging Plastics Limited) for the period ended 30 December 2018.

The Company changed its name to Oxford Packaging Solutions Limited on 24 April 2018.

Directors

The directors who served during the period and up to the date of signing the financial statements, unless otherwise stated, were:

T Reeves (resigned 30 April 2018)
R Fernandez Del Carmen (resigned 30 April 2018)
F Afarian (resigned 30 April 2018)
M I Harrison (appointed 30 April 2018)
R Commons (appointed 30 April 2018)

Small companies exemption

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

This report was approved by the board and signed on its behalf by:



M I Harrison
Director

Date:

OXFORD PACKAGING SOLUTIONS LIMITED (FORMERLY GRAHAM PACKAGING PLASTICS LIMITED)

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 30 DECEMBER 2018**

	Period ended 30 December 2018 £000	Year ended 31 December 2017 £000
Turnover	7,299	7,517
Cost of sales	(6,456)	(6,814)
Gross profit	843	703
Distribution costs	(278)	(361)
Administrative expenses	(99)	(946)
Operating profit/(loss)	466	(604)
Interest payable and similar expenses	(200)	(191)
Other finance income	(134)	(187)
Profit/(loss) before taxation	132	(982)
Tax on profit/(loss)	-	-
Profit/(loss) for the financial period/year	132	(982)
Other comprehensive income for the financial period/year		
Actuarial gains on defined benefit pension scheme	825	2,182
Other comprehensive income for the financial period/year	825	2,182
Total comprehensive income for the financial period/year	957	1,200

The notes on pages 7 to 21 form part of these financial statements.

OXFORD PACKAGING SOLUTIONS LIMITED (FORMERLY GRAHAM PACKAGING PLASTICS LIMITED)
REGISTERED NUMBER: 01038677

BALANCE SHEET
AS AT 30 DECEMBER 2018

	Note	30 December 2018 £000	31 December 2017 £000
Fixed assets			
Tangible assets	4	470	767
Current assets			
Stocks	5	718	623
Debtors	6	978	1,395
Cash at bank and in hand		1,183	435
		<u>2,879</u>	<u>2,453</u>
Creditors: amounts falling due within one year	7	(1,283)	(5,179)
Net current assets/(liabilities)		<u>1,596</u>	<u>(2,726)</u>
Total assets less current liabilities		<u>2,066</u>	<u>(1,959)</u>
Creditors: amounts falling due after more than one year	8	(75)	(94)
Provisions for liabilities			
Other provisions	9	(300)	(150)
Pension liability	11	(4,520)	(5,459)
Net liabilities		<u>(2,829)</u>	<u>(7,662)</u>
Capital and reserves			
Called up share capital		7,644	7,644
Share premium account		167	167
Capital contribution reserve		10,773	6,897
Profit and loss account		(21,413)	(22,370)
Total shareholders' deficit		<u>(2,829)</u>	<u>(7,662)</u>

OXFORD PACKAGING SOLUTIONS LIMITED (FORMERLY GRAHAM PACKAGING PLASTICS LIMITED)
REGISTERED NUMBER: 01038677

BALANCE SHEET (CONTINUED)
AS AT 30 DECEMBER 2018

The directors consider that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the period in question in accordance with section 476 of Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements on pages 3 to 21 were approved and authorised for issue by the board and were signed on its behalf by:



M I Harrison
Director

Date:

The notes on pages 7 to 21 form part of these financial statements.

OXFORD PACKAGING SOLUTIONS LIMITED (FORMERLY GRAHAM PACKAGING PLASTICS LIMITED)

STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 DECEMBER 2018

	Called up share capital £000	Share premium account £000	Capital contribution reserve £000	Profit and loss account £000	Total shareholders' deficit £000
At 1 January 2017	7,644	167	6,897	(23,570)	(8,862)
Comprehensive expense for the financial year					
Loss for the financial year	-	-	-	(982)	(982)
Actuarial gains on pension scheme	-	-	-	2,182	2,182
Other comprehensive income for the financial year	-	-	-	2,182	2,182
Total comprehensive income for the financial year	-	-	-	1,200	1,200
At 31 December 2017 and 1 January 2018	7,644	167	6,897	(22,370)	(7,662)
Comprehensive income for the financial period					
Profit for the financial period	-	-	-	132	132
Actuarial gains on pension scheme	-	-	-	825	825
Other comprehensive income for the financial period	-	-	-	825	825
Total comprehensive income for the financial period	-	-	-	957	957
Contributions by and distributions to owners					
Capital contribution	-	-	3,876	-	3,876
Total transactions with owners	-	-	3,876	-	3,876
At 30 December 2018	7,644	167	10,773	(21,413)	(2,829)

The notes on pages 7 to 21 form part of these financial statements.

OXFORD PACKAGING SOLUTIONS LIMITED (FORMERLY GRAHAM PACKAGING PLASTICS LIMITED)

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 DECEMBER 2018

1. General information

Oxford Packaging Solutions Limited, formerly Graham Packaging Plastics Limited (also referred to as the "Company"), is a private company limited by shares and is incorporated in the United Kingdom. The address of its registered office is 54 Portland Place, London, England, W1B 1DY.

The principal activity of Oxford Packaging Solutions Limited is the manufacture and distribution of plastic containers, mainly in Polyethylene terephthalate (PET) resin but also in polypropylene.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared on a going concern basis, under the historical cost convention and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied consistently throughout the period:

2.2 Foreign currency translation

Functional and presentation currency

The Company's functional and presentational currency is GBP.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

Foreign exchange gains and losses resulting from the settlement of transactions and from the translation at period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the Statement of Comprehensive Income.

2.3 Turnover

Turnover is attributable to the manufacture and distribution of plastic containers, bottles and closures. The Company recognises revenue on product sales in the period when the sales process is complete. This generally occurs when products are shipped to the customer in accordance with terms of an agreement of sale, under which title and risk of loss have been transferred, collectability is reasonably assured and pricing is fixed or determinable. For a small percentage of sales where title and risk of loss pass at point of delivery, the Company recognises revenue upon delivery to the customer, assuming all other criteria for revenue recognition are met.

Sales are recorded net of discounts, allowances and returns. Sales allowances are recorded as a reduction to sales following agreements that have been made with customers.

2.4 Operating leases

Rentals paid under operating leases are charged to the Statement of Comprehensive Income on a straight line basis over the lease term.

OXFORD PACKAGING SOLUTIONS LIMITED (FORMERLY GRAHAM PACKAGING PLASTICS LIMITED)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 DECEMBER 2018**

2. Accounting policies (continued)

2.5 Interest income

Interest income is recognised in the Statement of Comprehensive Income using the effective interest method.

2.6 Finance costs

Finance costs are charged to the Statement of Comprehensive Income over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

2.7 Employee benefits (continued)

Short term obligations

Liabilities for wages and salaries, including non-monetary benefits and accumulating sick leave that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognised in respect of employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as current employee benefit obligations in the Balance Sheet.

Defined contribution pension plans

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations. The contributions are recognised as an expense when they are due. Amounts not paid are shown in accruals in the Balance Sheet. The assets of the plan are held separately from the Company in independently administered funds.

Defined benefit pension plan

The Company operates a Defined Benefit plan for certain employees. A Defined Benefit plan defines the pension benefit that the employee will receive on retirement, usually dependent upon several factors including age, length of service and remuneration. A Defined Benefit plan is a pension plan that is not a Defined Contribution plan.

The asset / liability recognised in the Balance Sheet in respect of the Defined Benefit plan is the fair value of the plan assets at the reporting date less the present value of the defined benefit obligation at the end of the reporting date.

The defined benefit obligation is calculated using the projected unit credit method. Annually, the Company engages independent actuaries to calculate the obligation. The present value is determined by discounting the estimated future payments using market yields on high quality corporate bonds that are denominated in pounds sterling and that have terms approximating the estimated period of the future payments ('discount rate').

The fair value of plan assets is measured in accordance with the FRS 102 fair value hierarchy and in accordance with the Company's policy for similarly held assets. This includes the use of appropriate valuation techniques.

OXFORD PACKAGING SOLUTIONS LIMITED (FORMERLY GRAHAM PACKAGING PLASTICS LIMITED)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 DECEMBER 2018**

2. Accounting policies (continued)

2.7 Employee benefits (continued)

Actuarial gains and losses arising from experience adjustments and changes in actuarial assumptions are charged or credited to other comprehensive income. These amounts together with the return on plan assets, less amounts included in net interest, are disclosed as 'Remeasurements of net defined benefit liability'.

The cost of the defined benefit plan, recognised in profit or loss as employee costs, except where included in the cost of an asset, comprises:

- a) the increase in pension benefit liability arising from employee service during the period; and
- b) the cost of plan introductions, benefit changes, curtailments and settlements.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is recognised in profit or loss as a 'finance expense'.

2.8 Tangible assets

Tangible assets are stated at cost (or deemed cost) less accumulated depreciation and accumulated impairment losses. Cost includes the original purchase price, costs directly attributable to bringing the asset to its working condition for its intended use, dismantling and restoration costs.

Depreciation

Depreciation is calculated, using the straight-line method, to allocate the depreciable amount to their residual values over their estimated useful lives, as follows:

Plant and machinery	- 7.5% - 20% per annum
Equipment and vehicles	- 20% - 33% per annum

The assets' residual values and useful lives are reviewed, and adjusted, if appropriate, at the end of each reporting period. The effect of any change is accounted for prospectively.

Repairs, maintenance and minor inspection costs are expensed as incurred.

Tangible assets are derecognised on disposal or when no future economic benefits are expected. On disposal, the difference between the net disposal proceeds and the carrying amount is recognised in the profit and loss account and included in administrative expenses.

Moulds and related costs

Moulds and related costs are included as fixed assets and depreciated over varying periods up to a maximum of 5 years depending upon their useful life and the length of the customer contracts.

Depreciation is on a straight line basis commencing in the month in which the mould is first used.

Assets in the course of construction

Assets in the course of construction are stated at cost.

This asset cost is not depreciated until it is available for use in the business.

OXFORD PACKAGING SOLUTIONS LIMITED (FORMERLY GRAHAM PACKAGING PLASTICS LIMITED)

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 DECEMBER 2018

2. Accounting policies (continued)

2.9 Impairment of fixed assets and goodwill

Assets that are subject to depreciation or amortisation are assessed at each balance sheet date to determine whether there is any indication that the assets are impaired. Where there is any indication that an asset may be impaired, the carrying value of the asset (or cash-generating unit to which the asset has been allocated) is tested for impairment. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's (or CGU's) fair value less costs to sell and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows (CGUs). Non-financial assets that have been previously impaired are reviewed at each balance sheet date to assess whether there is any indication that the impairment losses recognised in prior periods may no longer exist or may have decreased.

2.10 Stocks

Inventories are stated at the lower of cost and net realisable value. Cost includes all costs incurred in bringing each product to its present location and condition, as follows:

Raw materials, consumables and goods for resale	Purchase cost on a first in, first out basis
Work in progress and finished goods.	Cost of direct materials and labour plus attributable overheads based on a normal level of activity

Net realisable value is based on estimated selling price less any further costs expected to be incurred to completion and disposal. Inventories are recognised as an expense in the period in which the related revenue is recognised.

At the end of each reporting period inventories are assessed for impairment. If an item of inventory is impaired, the identified inventory is reduced to its selling price less costs to complete and sell and an impairment charge is recognised in the profit and loss account. Where a reversal of the impairment is required the impairment charge is reversed, up to the original impairment loss, and is recognised as a credit in the profit and loss account.

2.11 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.12 Cash and cash equivalents

Cash and cash equivalents includes cash in hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

2.13 Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

OXFORD PACKAGING SOLUTIONS LIMITED (FORMERLY GRAHAM PACKAGING PLASTICS LIMITED)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 DECEMBER 2018**

2. Accounting policies (continued)

2.14 Provisions for liabilities

Provisions are made where an event has taken place that gives the Company a legal or constructive obligation that probably requires settlement by a transfer of economic benefit, and a reliable estimate can be made of the amount of the obligation.

Provisions are charged as an expense to the Statement of Comprehensive Income in the year that the Company becomes aware of the obligation, and are measured at the best estimate at the Balance Sheet date of the expenditure required to settle the obligation, taking into account relevant risks and uncertainties.

When payments are eventually made, they are charged to the provision carried in the Balance Sheet.

OXFORD PACKAGING SOLUTIONS LIMITED (FORMERLY GRAHAM PACKAGING PLASTICS LIMITED)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 DECEMBER 2018**

2. Accounting policies (continued)

2.15 Financial instruments

The Company has chosen to adopt the Sections 11 and 12 of FRS 102 in respect of financial instruments.

(i) Financial assets

Basic financial assets, including trade and other receivables and cash and bank balances are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest.

Such assets are subsequently carried at amortised cost using the effective interest method.

At the end of each reporting period financial assets measured at amortised cost are assessed for objective evidence of impairment. If an asset is impaired the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in the profit and loss account.

If there is decrease in the impairment loss arising from an event occurring after the impairment was recognised the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been had the impairment not previously been recognised. The impairment reversal is recognised in the profit and loss account.

Financial assets are derecognised when (a) the contractual rights to the cash flows from the asset expire or are settled; or (b) substantially all the risks and rewards of the ownership of the asset are transferred to another party or (c) control of the asset has been transferred to another party who has the practical ability to unilaterally sell the asset to an unrelated third party without imposing additional restrictions.

(ii) Financial liabilities

Basic financial liabilities, including trade and other payables and amount owed to fellow group companies, are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade payables are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade payables are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

2.16 Research and development

Research and product development expenditures are written off as incurred.

OXFORD PACKAGING SOLUTIONS LIMITED (FORMERLY GRAHAM PACKAGING PLASTICS LIMITED)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 DECEMBER 2018**

2. Accounting policies (continued)

2.17 Leased assets

At inception the Company assesses agreements that transfer the right to use assets. The assessment considers whether the arrangement is, or contains, a lease based on the substance of the arrangement.

Operating leased assets

Leases that do not transfer all the risks and rewards of ownership are classified as operating leases. Payments under operating leases are charged to the profit and loss account on a straight-line basis over the period of the lease.

Lease incentives

Incentives received to enter into an operating lease are credited to the profit and loss account, to reduce the lease expense, on a straight-line basis over the period of the lease.

2.18 Recoverable tooling

The Company works in partnership with various customers and this may involve the agreement to purchase, or for the exclusive right to use, tooling for containers. These agreements to purchase vary depending on the specific agreement agreed with the customer. Amounts paid by customers under these agreements are stated within the balance sheet in deferred income and are recognised in the profit and loss account over the period of the contract.

2.19 Share capital

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of new ordinary shares or options are shown in equity as a deduction, net of tax, from the proceeds.

2.20 Distributions to equity holders

Dividends and other distributions to the Company's shareholders are recognised as a liability in the financial statements in the period in which the dividends and other distributions are approved by the shareholders. These amounts are recognised in the statement of changes in equity.

OXFORD PACKAGING SOLUTIONS LIMITED (FORMERLY GRAHAM PACKAGING PLASTICS LIMITED)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 DECEMBER 2018**

2. Accounting policies (continued)

2.21 Current and deferred taxation

Taxation expense for the period comprises current and deferred tax recognised in the reporting period. Tax is recognised in the Statement of Income and Retained Earnings, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case tax is also recognised in other comprehensive income or directly in equity respectively.

Current or deferred taxation assets and liabilities are not discounted.

(i) Current tax

Current tax is the amount of income tax payable in respect of the taxable profit for the year or prior years. Tax is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the period end. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

(ii) Deferred tax

Deferred tax arises from timing differences that are differences between taxable profits and total comprehensive income as stated in the financial statements. These timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements.

Deferred tax is recognised on all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are only recognised when it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the period end and that are expected to apply to the reversal of the timing difference.

3. Employees

The average monthly number of employees, including directors, during the period was 50 (2017: 50).

OXFORD PACKAGING SOLUTIONS LIMITED (FORMERLY GRAHAM PACKAGING PLASTICS LIMITED)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 DECEMBER 2018

4. Tangible assets

	Plant and machinery £000	Equipment and vehicles £000	Assets in construction £000	Total £000
Cost				
At 1 January 2018	13,584	1,099	32	14,715
Additions	24	23	-	47
Disposals	(182)	(183)	(32)	(397)
At 30 December 2018	13,426	939	-	14,365
Accumulated depreciation and impairment				
At 1 January 2018	12,938	1,010	-	13,948
Charge for the period	68	12	-	80
Disposals	-	(133)	-	(133)
At 30 December 2018	13,006	889	-	13,895
Net book value				
At 30 December 2018	420	50	-	470
At 31 December 2017	646	89	32	767

5. Stocks

	30 December 2018 £000	31 December 2017 £000
Raw materials and consumables	67	167
Finished goods	651	456
	718	623

The directors consider that there is no material difference between the value of stock as stated above and its replacement cost. The value of inventory is stated net of Inventory provisions. The provisions relating to Finished Goods held as of 31-December 2018 were £131,000 (2017: £109,000).

OXFORD PACKAGING SOLUTIONS LIMITED (FORMERLY GRAHAM PACKAGING PLASTICS LIMITED)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 DECEMBER 2018**

6. Debtors

	30 December 2018 £000	31 December 2017 £000
Trade debtors	893	1,108
Amounts owed by group undertakings	-	68
Prepayments and accrued income	85	219
	<u>978</u>	<u>1,395</u>

Trade debtors are stated after provisions for impairment of £13,000 (2017: £24,000).

All amounts owed bear no interest. All amounts owed by group undertakings are unsecured and have no fixed repayment date.

7. Creditors: amounts falling due within one year

	30 December 2018 £000	31 December 2017 £000
Trade creditors	392	550
Amounts owed to group undertakings	-	4,036
Taxation and social security	140	62
Other creditors	96	-
Accruals and deferred income	655	531
	<u>1,283</u>	<u>5,179</u>

All intercompany loans were forgiven in February 2018 prior to the change in the ownership of the Company.

8. Creditors: amounts falling due after more than one year

	30 December 2018 £000	31 December 2017 £000
Deferred revenue due after one year	<u>75</u>	<u>94</u>

The Company has contracted deferred revenue agreements that are due to be repaid after one year of £75,000 (2017: £94,000).

OXFORD PACKAGING SOLUTIONS LIMITED (FORMERLY GRAHAM PACKAGING PLASTICS LIMITED)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 DECEMBER 2018**

9. Provisions

	Dilapidation provision £000
At 1 January 2018	150
Charged to profit or loss	150
At 30 December 2018	<u>300</u>

As a part of ongoing lease commitments, the Company has estimated an amount for dilapidations.

10. Capital commitments

Amounts contracted for but not provided in the financial statements relating to Assets under construction amounted to £19,519 (2017: £10,000).

OXFORD PACKAGING SOLUTIONS LIMITED (FORMERLY GRAHAM PACKAGING PLASTICS LIMITED)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 DECEMBER 2018**

11. Post-employment benefits

The Company operates a Defined Benefit Scheme for its employees.

The Pension Scheme is funded by the payment of contributions to separately administered trust funds.

The Company made contributions of £334,000 in the year (2017: £392,000).

On 31 December 2018, the Scheme closed to the future accrual of benefits.

The most recent independent actuarial valuation as at 19 December 2019 showed that the market value of the Pension Scheme assets was £9.7 million and that the actuarial value of those represented 66% of the benefits that had accrued to members after allowing for future increases in earnings. The Pension Scheme was valued in accordance with the projected unit method.

A 13 year recovery plan for the deficit includes deficit recovery contributions of £175,000 per year for 13 years from April 2016. The Company expects to contribute £175,000 to the Defined Benefit Pension Scheme in the year to 31 December 2019.

Reconciliation of present value of plan liabilities:

	30 December 2018 £000	31 December 2017 £000
At the beginning of the financial period/year	15,169	16,090
Current service cost	274	361
Interest expense	369	414
Actuarial gains	(1,208)	(1,529)
Contributions	34	-
Benefits paid	(175)	(167)
Gain/loss on settlement or curtailment	(188)	-
At the end of the financial period/year	14,275	15,169

OXFORD PACKAGING SOLUTIONS LIMITED (FORMERLY GRAHAM PACKAGING PLASTICS LIMITED)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 DECEMBER 2018**

11. Post-employment benefits (continued)

Reconciliation of present value of plan assets:

	30 December 2018 £000	31 December 2017 £000
At the beginning of the financial period/year	9,710	8,625
Interest income	235	227
Employees contributions	34	39
Employer contributions	334	392
Benefits paid	(175)	(167)
Return on plan assets excluding interest income	(383)	594
At the end of the financial period/year	9,755	9,710

The fair value of the plan assets at 31 December was:

	30 December 2018 £000	31 December 2017 £000
Equities	5,495	6,087
Bonds	800	1,064
Property	1,325	1,257
Other	1,936	1,302
Multi asset	199	-
Total plan assets	9,755	9,710

	30 December 2018 £000	31 December 2017 £000
Fair value of plan assets	9,755	9,710
Present value of plan liabilities	(14,275)	(15,169)
Net pension scheme liability	(4,520)	(5,459)

OXFORD PACKAGING SOLUTIONS LIMITED (FORMERLY GRAHAM PACKAGING PLASTICS LIMITED)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 DECEMBER 2018**

11. Post-employment benefits (continued)

Total cost recognised as expenses:

	30 December 2018 £000	31 December 2017 £000
Current service cost	(274)	(361)
Interest cost	(369)	(414)
Interest income on plan assets	235	227
Total	(408)	(548)

The mortality assumptions used are based on the S1PA table with CMI 2016 mortality improvements subject to a 1% minimum to the annual improvement. The previous mortality improvements used at the previous year end were S1PA improvements of 1%.

The most significant assumptions affecting the valuation are as follows:

	2018 %	2017 %
Discount rate	2.8	2.4
Rate of increase in salaries	2.4	2.4
Rate of increase in pensions in payment	3.7	3.7
Rate of inflation (CPI)	2.2	2.2

12. Commitments under operating leases

At 30 December the Company had future minimum lease payments under non-cancellable operating leases as follows:

	30 December 2018 £000	31 December 2017 £000
Not later than 1 year	343	457
Later than 1 year and not later than 5 years	921	1,198
	1,264	1,655

OXFORD PACKAGING SOLUTIONS LIMITED (FORMERLY GRAHAM PACKAGING PLASTICS LIMITED)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 DECEMBER 2018**

13. Ultimate parent undertaking and controlling party

The Company's immediate and ultimate parent undertaking is Harrison Commons Holdings Limited.

The Company's ultimate controlling party is Mark Harrison.