

ACCO EUROPE LIMITED

Registered Number 02142066

STRATEGIC REPORT, DIRECTORS' REPORT AND FINANCIAL STATEMENTS
for the year ended 31 December 2018



Company Information

Directors

N Fenwick
C Hopkinson
W Thomas
P Schneider

Secretary

R Geddie

Company Number

02142066

Auditor

KPMG LLP
One North Fourth Street
Milton Keynes
MK9 1NE

Banker

Bank of America
2 King Edward Street
London
EC1A 1HQ

Registered Office

Oxford House
Oxford Road
Aylesbury
Bucks
HP21 8SZ

Strategic report
for the year ended 31 December 2018

Principal activity

The company is a holding company for subsidiaries, which manufacture and sell presentation and office products.

Given the straightforward nature of the business, the company's directors are of the opinion that analysis using KPI's is not necessary for an understanding of the development, performance or position of the business.

Business review

Following the 1 February 2017 Esselte group acquisition, the Company continues to integrate the Esselte companies into the overall group structure, removing surplus group entities as appropriate, to achieve simplification efficiencies. The acquisition of the Esselte group of companies comprises many operating subsidiaries in Europe and worldwide and is owner of the trademarked brands Esselte, Leitz and Rapid adding to the existing trademarked brands of Rexel, Nobo, Kensington and Derwent.

Results and dividends

The company's profit before taxation for the period is £24,558k (2017: £18,085k). Dividends were paid to the company's parent ACCO Brands Europe Limited for £33,570k (2017: £178,559k).

Exiting the European Union

On 23 June 2016, the UK electorate voted to discontinue its membership of the EU. The directors does not believe that the impact of Brexit will be significant as the entity does not trade and subsidiaries do not have significant operations in the UK.

Principal risks and uncertainties

The management of the business and the execution of the company's strategy are subject to a number of risks.

The key business risks and uncertainties affecting the company are considered to relate to competition in the markets of the company's subsidiaries and also economic conditions that impact the company's borrowings. The board of the company monitors the performance of the trading companies and takes advantage of the parent company's treasury function, which monitors economic conditions, in order to mitigate these risks.

FINANCIAL RISK MANAGEMENT

The company's operations expose it to a variety of financial risks that include the effects of changes in debt market prices, credit risk, liquidity risk, interest rate risk and foreign exchange risk. The company has in place a risk management programme that seeks to limit the adverse effects on the financial performance of the company by monitoring levels of debt finance and the related finance costs.

In order to ensure stability of cash out flows and hence manage interest rate risk, the company utilises the knowledge and experience of its group treasury function to actively manage the borrowing requirements of the company. The company has borrowings from both group companies and third-party finance providers; the make-up and monitoring of these facilities is carried out by the group treasury function.

The directors have the responsibility of monitoring the financial risk to the company but utilise the expertise of the treasury department of the ultimate parent company, ACCO Brands Corporation. The policies set by the board of directors are implemented by the company's finance department. The department has a policy and procedures manual that sets out specific guidelines to manage interest rate risk, credit risk and circumstances where it would be appropriate to use financial instruments to manage these.

Price risk

The company has no exposure to equity securities price risk as it holds no listed equity investments.

Credit risk

Where debt finance is utilised, this is subject to pre-approval by the group treasury department, who will advise the board of directors. The amount of exposure to any individual counterparty is subject to a limit, which is reassessed annually by the board.

Interest rate cash flow risk

The rate of interest earned/paid on the company's cash balances/loans & overdrafts are monitored on an ongoing basis by continuing review of rates available in the market. Deposits, loans and overdrafts are made with reference to these rates, in conjunction with projections of future cash requirements. The directors will revisit the appropriateness of this policy should the company's operations change in size or nature.

Foreign exchange risk

The company has both borrowings and loans both in its functional currency and in Euros. This means that the company is subject to foreign exchange risk on these balances. In order to mitigate these risks, the group treasury function performs foreign currency hedges, with the parent holding any assets or liabilities setup as part of the hedging process. Gains or losses that relate to the funds belonging to the company are recharged from the parent.

By order of the Board



R Geddie

Company Secretary

Office address:

Oxford House,

Oxford Road

Aylesbury

Buckinghamshire

HP21 8SZ

Date: 23.09.19

ACCO EUROPE LIMITED

Directors' report
for the year ended 31 December 2018

The directors present their annual report and audited financial statements for the year ended 31 December 2018.

Principal activity, business review and future developments

The company is a holding company for subsidiaries, which manufacture and sell presentation and office products.

Future outlook

The company did not trade during the year. The company does not intend to trade in 2019.

Results and dividends

The company's profit before taxation for the period is £24,558k (2017: £18,085k). Dividends were paid to the company's parent ACCO Brands Europe Limited for £33,570k (2017: £178,559k).

Directors

Directors who served during the period, and up to the signing this report, were as follows:

N Fenwick
C Hopkinson
W Thomas

Political contributions

The company made no political donations or incurred any political expenditure during the year.

Disclosure of information to auditors

The directors who held office at the date of approval of this directors' report confirm that, so far as they are each aware, there is no relevant audit information of which the Company's auditor is unaware; and each director has taken all the steps that he ought to have taken as a director to make himself aware of any relevant audit information and to establish that the Company's auditor is aware of that information.

Auditor

Pursuant to section 487 of the Companies Act 2006, the auditors will be deemed to be reappointed and KPMG LLP will therefore continue in office.

Going concern

Notwithstanding the Company's net current liabilities of £315,714k the financial statements have been prepared on a going concern basis. The directors have received written confirmation from the ultimate parent undertaking that it will provide financial and other support as may be required to pay back any intercompany balances that may be called in. This will continue for the foreseeable future, and for a period of at least 12 months from the signing of these financial statements.

By order of the Board



R Geddie
Company Secretary
Office address:
Oxford House,
Oxford Road
Aylesbury
Buckinghamshire
HP21 8SZ

Date: 23.09.19

ACCO EUROPE LIMITED

Statement of directors' responsibilities in respect of the Strategic report, Directors' report and the financial statements
for the year ended 31 December 2018

The directors are responsible for preparing the Strategic Report, the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law they have elected to prepare the financial statements in accordance with UK accounting standards and applicable law (UK Generally Accepted Accounting Practice), including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland*.

Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and 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;
- assess the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and
- use the going concern basis of accounting unless they either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error, and have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ACCO EUROPE LIMITED

Opinion

We have audited the financial statements of ACCO Europe Limited ("the company") for the year ended 31 December 2018 which comprise of the Income Statement and Other Comprehensive Income, Statement of Financial Position, Statement of Changes in Equity and related notes, including the accounting policies in note 1.

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2018 and of its profit for the year then ended;
- have been properly prepared in accordance with UK accounting standards, including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland*; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities are described below. We have fulfilled our ethical responsibilities under, and are independent of the company in accordance with, UK ethical requirements including the FRC Ethical Standard. We believe that the audit evidence we have obtained is a sufficient and appropriate basis for our opinion.

The impact of uncertainties due to the UK exiting the European Union on our audit

Uncertainties related to the effects of Brexit are relevant to understanding our audit of the financial statements. All audits assess and challenge the reasonableness of estimates made by the directors, such as recoverability of goodwill, valuation of investments and related disclosures and the appropriateness of the going concern basis of preparation of the financial statements. All of these depend on assessments of the future economic environment and the company's future prospects and performance.

Brexit is one of the most significant economic events for the UK, and at the date of this report its effects are subject to unprecedented levels of uncertainty of outcomes, with the full range of possible effects unknown. We applied a standardised firm-wide approach in response to that uncertainty when assessing the company's future prospects and performance. However, no audit should be expected to predict the unknowable factors or all possible future implications for a company and this is particularly the case in relation to Brexit.

Going concern

The directors have prepared the financial statements on the going concern basis as they do not intend to liquidate the company or to cease its operations, and as they have concluded that the company's financial position means that this is realistic. They have also concluded that there are no material uncertainties that could have cast significant doubt over its ability to continue as a going concern for at least a year from the date of approval of the financial statements.

We are required to report to you if we have concluded that the use of the going concern basis of accounting is inappropriate or there is an undisclosed material uncertainty that may cast significant doubt over the use of that basis for a period of at least a year from the date of approval of the financial statements. In our evaluation of the directors' conclusions, we considered the inherent risks to the company's business model, including the impact of Brexit, and analysed how those risks might affect the company's financial resources or ability to continue operations over the going concern period. We have nothing to report in these respects.

However, as we cannot predict all future events or conditions and as subsequent events may result in outcomes that are inconsistent with judgements that were reasonable at the time they were made, the absence of reference to a material uncertainty in this auditor's report is not a guarantee that the company will continue in operation.

Strategic report and directors' report

The directors are responsible for the strategic report and the directors' report. Our opinion on the financial statements does not cover those reports and we do not express an audit opinion thereon.

Our responsibility is to read the strategic report and the directors' report and, in doing so, consider whether, based on our financial statements audit work, the information therein is materially misstated or inconsistent with the financial statements or our audit knowledge. Based solely on that work:

- we have not identified material misstatements in the strategic report and the directors' report;
- In our opinion the information given in those reports for the financial year is consistent with the financial statements; and
- in our opinion those reports have been prepared in accordance with the Companies Act 2006.

Matters on which we are required to report by exception

Under the Companies Act 2006 we are required 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 directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

We have nothing to report in these respects.

Directors' responsibilities

As explained more fully in their statement set out on page 5, the directors are responsible for: the preparation of the financial statements and for being satisfied that they give a true and fair view; such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and using the going concern basis of accounting unless they either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ACCO EUROPE LIMITED (continued)

Auditor's responsibilities

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue our opinion in an auditor's report. Reasonable assurance is a high level of assurance, but does not guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

A fuller description of our responsibilities is provided on the FRC's website at www.frc.org.uk/auditorsresponsibilities

The purpose of our audit work and to whom we owe our responsibilities

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 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.



Peter Selvey (Senior Statutory Auditor)
for and on behalf of KPMG LLP, Statutory Auditor
Chartered Accountants
Altius House
1 North Fourth Street
Milton Keynes
MK9 1NE
United Kingdom

27 September, 2019.

ACCO EUROPE LIMITED

Income Statement and Other Comprehensive Income
for the year ended 31 December 2018

	Notes	2018 £'000	2017 £'000
Income from shares in group undertakings		33,571	87,697
Administrative expenses		(1,213)	(186)
Interest payable and similar charges		(7,800)	(4,115)
Impairment of Investment	4	-	(65,311)
Operating profit		24,558	18,085
RESULT BEFORE TAXATION		24,558	18,085
Tax credit / (charge) on profit on ordinary activities	3	26	-
RESULT FOR THE FINANCIAL YEAR		24,584	18,085
OTHER COMPREHENSIVE INCOME		-	-
TOTAL COMPREHENSIVE INCOME		24,584	18,085

The accompanying notes on pages 11 to 16 form part of the financial statements.

ACCO EUROPE LIMITED

Statement of Changes in Equity

	Called up share capital	Share premium account	Other reserves	Profit and loss account	Total
	£'000	£'000	£'000	£'000	£'000
At 1 January 2017	301	96,187	2,543	17,648	116,679
Profit and total comprehensive income for the year	-	-	-	18,085	18,085
Dividend paid	-	-	-	(178,559)	(178,559)
Issue of shares	30,000	227,573	-	-	257,573
Capital reduction	(25,000)	(320,000)	-	345,000	-
Credit in respect of share based payments	-	-	-	745	745
At 31 December 2017	5,301	3,760	2,543	202,919	214,523
Profit and total comprehensive income for the year	-	-	-	24,584	24,584
Dividend paid	-	-	-	(33,570)	(33,570)
Issue of shares	-	-	-	-	-
Capital reduction	-	-	-	-	-
Credit in respect of share based payments	-	-	-	375	375
At 31 December 2018	5,301	3,760	2,543	194,308	205,912

The accompanying notes on pages 11 to 16 form part of the financial statements.

ACCO EUROPE LIMITED

Statement of Financial Position
as at 31 December 2018

	Notes	2018 £'000	2017 £'000
FIXED ASSETS			
Investments	4	521,626	503,528
CURRENT ASSETS			
Debtors	5	739	443
Creditors: amounts falling due within one year	7	(316,453)	(289,448)
NET CURRENT LIABILITIES		<u>(315,714)</u>	<u>(289,005)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>205,912</u>	<u>214,523</u>
NET ASSETS		<u>205,912</u>	<u>214,523</u>
CAPITAL AND RESERVES			
Called up share capital	8	5,301	5,301
Share premium account		3,760	3,760
Other reserves	9	2,543	2,543
Profit and loss account		<u>194,308</u>	<u>202,919</u>
TOTAL SHAREHOLDERS' FUNDS		<u>205,912</u>	<u>214,523</u>

The accompanying notes on pages 11 to 16 form part of the financial statements.

The financial statements were approved by the board of directors on 23.09.2019 and were signed on its behalf by:

W Thomas
Director



**Notes forming part of the financial statements
for the year ended 31 December 2018**

1 ACCOUNTING POLICIES

ACCO Europe Limited (the 'Company') is a company limited by shares and incorporated and domiciled in the UK.

By virtue of the small companies' regime, the Company is exempt from the requirement to prepare group financial statements. These financial statements present information about the Company as an individual undertaking and not about its group.

These financial statements were prepared in accordance with Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland ("FRS 102"). The presentation currency of these financial statements is sterling. All amounts in the financial statements have been rounded to the nearest £1,000.

The company's ultimate parent undertaking, ACCO Brands Corporation, includes the company in its consolidated financial statements. In these financial statements, the company is considered to be a qualifying entity (for the purposes of this FRS) and has applied the exemptions available under FRS 102 in respect of the following disclosures:

- Reconciliation of the number of shares outstanding from the beginning to end of the period;
- Cash Flow Statement and related notes; and
- Key Management Personnel compensation.

As the consolidated financial statements of ACCO Brands Corporation include the equivalent disclosures, the company has also taken the exemptions under FRS 102 available in respect of the following disclosures:

- Certain disclosures required by FRS 102.26 Share Based Payments; and,
- The disclosures required by FRS 102.11 Basic Financial Instruments and FRS 102.12 Other Financial Instrument Issues in respect of financial instruments not falling within the fair value accounting rules of Paragraph 36(4) of Schedule 1.

The accounting policies set out below have, unless otherwise stated, been applied consistently to all periods presented in these financial statements.

a) Going concern

Notwithstanding the Company's net current liabilities of £315,715k the financial statements have been prepared on a going concern basis. The directors have received written confirmation from the ultimate parent undertaking that it will provide financial and other support as may be required to pay back any intercompany balances that may be called in. This will continue for the foreseeable future, and for a period of at least 12 months from the signing of these financial statements.

b) Cash flow statement

Under Financial Reporting Standard 102 the company is exempt from the requirement to prepare a cash flow statement on the grounds that a parent undertaking includes the company in its own published consolidated financial statements.

c) Investments

Investments are stated at cost less amounts written off to reflect impairment of the fair value. Investments are reviewed on an annual basis by management to ensure that no diminution in value has occurred. An impairment would be charged where the fair value per the review has fallen below the book value.

d) Taxation and deferred tax

Current and deferred tax is based on the profit for the year and includes all taxation liabilities accruing to the date of the financial statements. Provision is made for deferred tax liabilities and assets, using full provision accounting, otherwise known as the incremental liability method, when an event has taken place by the balance sheet date which gives rise to an increased or reduced tax liability in the future. Deferred tax is measured at the average tax rates that are expected 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 substantially enacted by the balance sheet date. Deferred tax is measured on a non-discounted basis. Deferred tax assets are recognised when it is more likely than not that they will be recoverable.

e) Share options

The fair value of equity-settled share-based payments to employees of the company's subsidiaries is determined at the date of grant and is expensed on a straight-line basis over the vesting period based on the company's estimate of shares or options that will eventually vest. The company accounts for the share-based payments made in its subsidiaries as an increase in the investments made in those subsidiaries.

f) Basic financial instruments**Trade and other debtors/ creditors**

Trade and other debtors are recognised initially at transaction price less attributable transactions costs. Trade and other creditors are recognised initially at transactions price plus attributable transactions costs. Subsequent to initial recognition they are measured at amortised cost using the effective interest method, less any impairment losses in the case of trade debtors. If the arrangement constitutes a financing transaction, for example if payment is deferred beyond normal business terms, then it is measured at the present value of future payments discounted at a market rate of instrument for a similar debt instrument.

g) Consolidation

The financial statements contain information about ACCO Europe Limited as an individual company and do not contain consolidated financial information as the parent of a group. The company is exempt under section 401 of the Companies Act 2006 from the requirement to prepare consolidated financial statements as it and its subsidiary undertakings are included in the publicly available consolidated financial statements of its ultimate parent, ACCO Brands Corporation.

h) Significant judgements and estimates

Preparation of the financial statements requires management to make significant judgements and estimates.

The key judgement item in these financial statements is valuation of investments. The directors perform a discounted cash flow analysis to assess whether there is an impairment.

ACCO EUROPE LIMITED

Notes forming part of the financial statements
for the year ended 31 December 2018 (continued)

2 EMPLOYEE COSTS AND AUDITOR REMUNERATION

Staff costs

The company had no employees during the year (2017: Nil).

Directors' emoluments and auditor remuneration

The auditor remuneration was borne by the parent company, ACCO UK Limited, in both the current and the prior year. No directors received emoluments in the period in respect of their services to ACCO Europe Limited (2017: £Nil). Due to the nature of the operations of the Group, the remuneration of the directors for their services is not contained in the records of the company. The directors are remunerated for their services by other group companies, which is disclosed in the financial statements of the parent company, ACCO UK Limited. Their services to the company are inconsequential to attract a notional charge. The financial statements of ACCO UK Limited are publicly available.

3 TAX RESULT ON ORDINARY ACTIVITIES

a) Tax on profit on ordinary activities

	2018 £'000	2017 £'000
Current tax:		
Current tax on income for the year	-	-
Prior year adjustment	-	-
Overseas tax	-	-
Total current tax	-	-
Deferred tax:		
Origination and reversal of timing differences	(26)	-
Impact of change in tax rate	-	-
Total deferred tax	(26)	-
Total tax charge/ (credit)	(26)	-

c) Factors affecting the tax charge for the year

The tax assessed for the year is lower than the standard rate of corporation tax in the UK (19%). In 2017 the tax was lower than the standard rate of corporation tax in the UK (19.25%). The differences are explained below:

	2018 £'000	2017 £'000
Profit on ordinary activities before tax	24,558	18,085
Profit on ordinary activities multiplied by the standard rate in the UK of 19% (2017: 19.25%)	4,666	3,481
Effects of:		
Expenses not deductible for tax purposes	202	-
Dividend income not taxable	(6,379)	(16,882)
Expenses not taxable	-	13,676
Group relief surrendered free of charge	-	(275)
Adjustments to tax charge in respect of previous periods	-	-
Overseas tax at different rate	-	-
Unrecognised deferred tax	1,326	-
Tax rate changes during period	159	-
Total tax charge for the year	(26)	-

The UK corporation tax rate was 20% from 1 April 2015. The 2015 Finance Bill reduced the main rate of corporation tax to 19% from 1 April 2017 and to 18% from 1 April 2020. The 2016 Finance Bill further reduced the rate to 17% from 1 April 2020, and since this change was enacted during 2016 the impact of these rate reductions has already been effected in previous years financial statements.

4 INVESTMENTS

	2018 £'000	2017 £'000
Cost		
At beginning of year	568,839	116,678
Investment in Esselte Group Holdings AB	425	267,095
Investment in Esselte European Holdings (Luxembourg) Sarl	-	174,311
Investment in Esselte Office Products Holdings GmbH	-	10,010
Investment in ACCO Rexel Group Services Ltd	17,299	-
Increase in Investment in ACCO-Rexel Group Services Ltd (in respect of share based payments)	375	745
At end of year	586,937	568,839
Provision for diminution		
At beginning of year	65,311	-
Impairment of Esselte European Holdings (Luxembourg) Sarl	-	65,311
At end of year	65,311	65,311
Carrying value		
At end of year	521,626	503,528

The company has reflected the charge for share based payments in its subsidiaries and has reflected this as an increased investment in subsidiaries. The impact on the result for the year was £Nil (2017: £Nil) and on net assets was £777k (2017: £745k).

Principal Group Investments

The company has interests in the following companies. All trading subsidiaries are engaged in the manufacture and distribution of office products and all subsidiaries are wholly owned (where the company owns 100% of the ordinary share capital) unless otherwise stated.

Directly owned:

Trading:

Esselte Group Holdings AB
Esselte European Holdings (Lux) Sarl

Non-trading:

ACCO-Rexel Group Services Limited
Day-Timers Europe Limited

Registered Address

Box 115, 330 27 Hestra, Gislaved, Sweden
11-13, boulevard Grande Duchesse Charlotte, L-1331 Luxembourg, Grand Duchy of Luxembourg

Registered Address

Oxford House, Oxford Road, Aylesbury, Buckinghamshire, UK, HP21 8SZ
Oxford House, Oxford Road, Aylesbury, Buckinghamshire, UK, HP21 8SZ

**Notes forming part of the financial statements
for the year ended 31 December 2018 (continued)**

Indirect Investments:

Esselte Leitz Büro Malzemeleri Sanayi ve Ticaret A.Ş.
ACCO Company Limited
ACCO UK Limited
Colt Staplers Limited
Ellams Duplicator Company Limited
Esselte Holdings Limited
Esselte Limited
Esselte Trustees Limited
Esselte UK limited
Leitz (UK) Limited
GBC (United Kingdom) Limited
Howard Wall Limited
NOBO Group Limited
NOBO Office Supplies Limited
The Cumberland Pencil Company Limited
Twinlock (Ireland) Limited (66.67%)
Twinlock Limited
Esselte European Holdings LLC
Esselte Holdings LLC
Esselte U.S. FV LLC

Registered Address

2 Coronation Avenue, Kings Park, New South Wales, 2148, Australia
2 Coronation Avenue, Kings Park, New South Wales, 2148, Australia
2 Coronation Avenue, Kings Park, New South Wales, 2148, Australia
Ared-Strasse 22, 2544 Leobersdorf, Austria
Industriepark Noord 29, 9100 Sint-Niklaas, Belgium
No.233-235 FengDeng Road, MaDong Industrial Zone, MaLu, JiaDing, Shanghai, China
PSČ 14200, V Lužické 818, Prague 4, Czech Republic
Smedeholm 10, 1., 2730 Herlev, Denmark
Klovinpellontie 1-3 02180 Espoo, Finland
9 Avenue Edouard Belin 92500 Rueil-Malmaison, Paris, France
9 Avenue Edouard Belin 92500 Rueil-Malmaison, Paris, France
Le Syndicat, 88120 Saint-Ame, France
Le Syndicat, 88120 Saint-Ame, France
Siemensstraße 64, 70469 Stuttgart, Germany
Siemensstraße 64, 70469 Stuttgart, Germany
Siemensstraße 64, 70469 Stuttgart, Germany
Siemensstraße 64, 70469 Stuttgart, Germany
Siemensstraße 64, 70469 Stuttgart, Germany
Rosensteinstraße 9, 70191 Stuttgart, Germany
72 Voutsinas St, Holargos, Athens, Greece
Váci Street 76, 1133 Budapest, Hungary
Molyneux House, Bride Street, Dublin 8, Ireland
Vijzelmolentlaan 6, 3447GX Woerden, The Netherlands
Vijzelmolentlaan 6, 3447GX Woerden, The Netherlands
Vijzelmolentlaan 6, 3447GX Woerden, The Netherlands
Vijzelmolentlaan 6, 3447GX Woerden, The Netherlands
Vijzelmolentlaan 6, 3447GX Woerden, The Netherlands
Ulvenveien 82E, 0581 OSLO, Norway
ul. Przemyslowa 11A, 26-900 Kozienice, Poland
Rua Fernando Pessa, n.º 10 A, Cacilhas de Oeiras, 2780-268 Oeiras, Portugal

[illegible]

14

ACCO EUROPE LIMITED

Notes forming part of the financial statements
for the year ended 31 December 2018 (continued)

5 DEBTORS

	2018 £'000	2017 £'000
Prepayments	368	442
Deferred tax asset	26	-
Amounts owed by group undertakings	345	1
	739	443

6 Deferred taxation

The movement in the deferred tax asset during the year was:	2018 £'000	2017 £'000
---	---------------	---------------

At 31 December 2017

Deferred tax credit/(debit) in profit and loss account	26	
Deferred tax credit/(debit) in other comprehensive income	-	

At 31 December 2018

	26	-
--	-----------	----------

The balance of the deferred tax asset consists of:

	2018 £'000	2017 £'000
Accelerated capital allowances	-	-
Other timing differences	-	-
Share based payments	-	-
Tax losses	26	-
	26	-

The deferred tax asset of £26k (2017: £0k) includes £0k (2017: £0k) expected to reverse within one year.

The company has losses carried forward of £0m (2017: £0m) that are available indefinitely for offset against future taxable profits of the UK group.

A deferred tax asset has not been recognised in relation to £0m (2017: £0m) of these losses due to uncertainty over the availability of future profits against which the losses could be used.

The company has interest carried forward of £12m (2017: £0m) available to be carried forward indefinitely for use by the UK group.

A deferred tax asset has not been recognised in relation to £12m (2017: £0m) of this interest due to uncertainty over when the UK group may have sufficient interest capacity to utilise the c/f interest against their future profits.

7 CREDITORS: amounts falling due within one year

	2018 £'000	2017 £'000
Amounts owed to group undertakings	315,953	288,778
Trade creditors	3	-
Other accruals	497	670
	316,453	289,448

Amounts due to group undertakings are unsecured and repayable on demand with interest of 2% on £7,200k and 2.5% on £ 281,588k

8 CALLED UP SHARE CAPITAL

	2018 £'000	2017 £'000
<u>Authorised</u> 100,000,000 Ordinary shares of £1 each	100,000	100,000
<u>Allotted, called-up and fully paid</u> 5,300,991 (2017: 5,300,991) Ordinary shares of £1 each	5,301	5,301

The holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at meetings of the company.

9 OTHER RESERVES

	Other Reserves £'000
At 1st January 2018	2,543
At 31st December 2018	2,543

ACCO EUROPE LIMITED

**Notes forming part of the financial statements
for the year ended 31 December 2018 (continued)**

10 RELATED PARTY TRANSACTIONS

As the company is a wholly owned subsidiary of ACCO Brands Corporation, the company has taken advantage of the exemption contained in FRS 102 and has therefore not disclosed transactions or balances with wholly owned subsidiaries which form part of the group

11 ULTIMATE AND IMMEDIATE PARENT UNDERTAKINGS

The company's Immediate parent company is ACCO Brands Europe Limited. The financial statements of ACCO Brands Europe Limited are publicly available and can be obtained from Companies House in the UK.

The ultimate parent and controlling party is ACCO Brands Corporation, a company incorporated in the State of Delaware in the USA. The consolidated financial statements of ACCO Brands Corp. may be obtained from their offices at 4 Corporate Drive, Lake Zurich, Illinois 60047 - 8997, USA and are publicly available.