

Report of the Director and
Financial Statements for the Year Ended 31 December 2015
for
Ibex Marina Ropes Ltd

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for the Year Ended 31 December 2015

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Company Information
for the Year Ended 31 December 2015

DIRECTOR: P Earp

SECRETARY: M Earp

REGISTERED OFFICE: Spring Lane
Malvern Link
Malvern
Worcestershire
WR14 1AL

REGISTERED NUMBER: 02194192 (England and Wales)

AUDITORS: KPMG LLP
One Snowhill
Snow Hill Queensway
Birmingham
B4 6GH

Report of the Director
for the Year Ended 31 December 2015

The director presents his annual report and the audited financial statements for the year ended 31 December 2015.

PRINCIPAL ACTIVITIES

The business of the company is the manufacture of braided cord and rope.

REVIEW OF BUSINESS

The trading results for the year are shown in the profit and loss account on page 5.

2015 has been another good year, consolidating on the good performance in 2014.

The marketplace continues to be demanding but the current manufacturing flexibility, combined with continued management focus, have delivered very good results as new market opportunities continue to be exploited.

Costs are continuing to be controlled and are an ongoing focus; this ensures that incremental revenue improvements increase profitability.

PRINCIPAL RISKS AND UNCERTAINTIES

The main risks to the company are the markets in which it trades and the exposure to foreign currency fluctuations. The company has maintained its position with its customers, under the current trading conditions and limited the currency exposure when possible by the natural hedge of trading with customers and suppliers in the same currency. The risk has therefore been minimized and is not considered material.

DIVIDENDS

No dividends will be distributed for the year ended 31 December 2015 (2014: Nil)

DIRECTOR

P Earp held office during the whole of the period from 1 January 2015 to the date of this report.

STATEMENT OF DIRECTOR'S RESPONSIBILITIES

The director is responsible for preparing the Directors' 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 he has 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 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 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 ; and
- 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 has general responsibility for taking such steps as are reasonably open to him to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

Report of the Director
for the Year Ended 31 December 2015


STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the director is aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and he has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

AUDITORS

Pursuant to Section 487 of the Company Act 2006, the auditor, KPMG LLP, will be deemed to be reappointed and will therefore continue in office.

ON BEHALF OF THE BOARD:


.....
P Earp - Director

Date: 29/9/2016

Report of the Independent Auditors to the Members of
Ibex Marina Ropes Ltd

We have audited the financial statements of Ibex Marina Ropes Ltd for the year ended 31 December 2015 on pages five to thirteen. 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), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

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

Respective responsibilities of director and auditors

As explained more fully in the Statement of Director's Responsibilities set out on page two, 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 (APB's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the FRC's website at www.frc.org.uk/auditscopeukprivate.

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 December 2015 and of its profit for the year then ended;
- have been properly prepared in accordance with UK 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 Report of the Director for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the 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; or
- the director was not entitled to take advantage of the small companies' exemption from the requirement to prepare a Strategic Report.



Graham Neale (Senior Statutory Auditor)
for and on behalf of KPMG LLP
One Snowhill
Snow Hill Queensway
Birmingham
B4 6GH

Date: 30 September 2016

Profit and Loss Account and Other Comprehensive Income
for the Year Ended 31 December 2015

	Notes	2015 £	2014 £
TURNOVER	2	3,098,632	2,997,170
Cost of sales		(1,467,021)	(1,230,587)
GROSS PROFIT		1,631,611	1,766,583
Distribution costs		(47,088)	(32,078)
Administrative expenses		(339,563)	(829,666)
OPERATING PROFIT	5	1,244,960	904,839
Interest receivable and similar income	6	73	495
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		1,245,033	905,334
Tax on profit on ordinary activities	7	(253,035)	(194,418)
PROFIT FOR THE FINANCIAL YEAR		991,998	710,916
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		991,998	710,916


The notes form part of these financial statements

Balance Sheet

as at 31 December 2015

	Notes	2015 £	2014 £
FIXED ASSETS			
Tangible assets	8	39,638	25,775
CURRENT ASSETS			
Stocks	9	386,068	426,003
Debtors	10	4,440,557	3,565,388
Cash at bank		169,278	107,907
		<u>4,995,903</u>	<u>4,099,298</u>
CREDITORS			
Amounts falling due within one year	11	<u>440,368</u>	<u>521,898</u>
NET CURRENT ASSETS		4,555,535	3,577,400
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>4,595,173</u>	<u>3,603,175</u>
CAPITAL AND RESERVES			
Called up share capital	14	2	2
Profit and loss account		<u>4,595,171</u>	<u>3,603,173</u>
SHAREHOLDERS' FUNDS		<u>4,595,173</u>	<u>3,603,175</u>

The financial statements were approved by the director on 29/9/2016 and were signed by:



 P Earp - Director

The notes form part of these financial statements

Statement of Changes in Equity
for the Year Ended 31 December 2015

	Called up share capital £	Profit and loss account £	Total equity £
Balance at 1 January 2014	2	2,892,257	2,892,259
Changes in equity			
Total comprehensive income	-	710,916	710,916
Balance at 31 December 2014	2	3,603,173	3,603,175
Changes in equity			
Total comprehensive income	-	991,998	991,998
Balance at 31 December 2015	2	4,595,171	4,595,173

The notes form part of these financial statements

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

In the transition to FRS 102 from old UK GAAP, the Company made no measurement and transition adjustments.

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

Financial reporting standard 102 - reduced disclosure exemptions

The company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland":

- the requirements of Section 7 Statement of Cash Flows;
- the requirements of Section 11 Financial Instruments paragraphs 11.39 to 11.48A;
- the requirements of Section 12 Other Financial Instruments paragraphs 12.26 to 12.29;
- the requirements of Section 26 Share-based Payment paragraphs 26.18(b), 26.19 to 26.21 and 26.23.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Turnover represents the amounts derived from the provision of goods and services to customers, excluding value added tax.

Tangible fixed assets and depreciation

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

Plant and machinery	- 15% on cost
Fixtures and fittings	- 25% on cost

Stocks

Stocks and work in progress are valued at the lower of cost and net realisable value. For work in progress and finished goods, cost is taken as production cost which includes an appropriate proportion of overheads.

Foreign currencies

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

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

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

Taxation

Tax on the profit for the year comprises current and deferred tax. Current tax is the expected tax payable or receivable on the taxable income or loss for the year using tax rates enacted or substantively enacted at the balance sheet date and any adjustment to tax payable in respect of previous years.

Deferred tax is provided on timing differences which arose from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in the financial statements.

Deferred tax is measured at the tax rate that is expected to apply to the reversal of the related difference using tax rates enacted or substantively enacted at the balance sheet date.

1. ACCOUNTING POLICIES - continued

Going concern

The company's business activities, together with the factors likely to affect its future development, performance and position are set out in the business review on page 2.

The director believes that the company is well placed to manage its business risks successfully.

The director has a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Thus the going concern basis of accounting continues to be used in the preparation of the annual financial statements.

2. TURNOVER

The turnover and profit before taxation are attributable to the principal activities of the company.

An analysis of turnover by geographical market is given below:

	2015 £	2014 £
United Kingdom	2,685,418	2,348,460
Rest of World	413,214	648,710
	<u>3,098,632</u>	<u>2,997,170</u>

3. STAFF NUMBERS AND COSTS

	2015 £	2014 £
Wages and salaries	609,040	541,491
Social security costs	44,642	38,536
Other pension costs	956	-
	<u>654,638</u>	<u>580,027</u>

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

	2015	2014
Administration	8	6
Production	28	28
	<u>36</u>	<u>34</u>

4. DIRECTOR'S EMOLUMENTS

The director received no emoluments during the year (2014: Nil).

5. OPERATING PROFIT

The operating profit is stated after charging:

	2015	2014
	£	£
Hire of plant and machinery	27,000	27,000
Business property rental	57,750	57,750
Depreciation - owned assets	8,166	6,712
Audit of these financial statements	14,000	14,000
Taxation compliance services	4,000	4,000
	<u>250,916</u>	<u>209,462</u>

6. INTEREST RECEIVABLE AND SIMILAR INCOME

	2015	2014
	£	£
Deposit account interest	73	495
	<u>73</u>	<u>495</u>

7. TAXATION

Analysis of the tax charge

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

	2015	2014
	£	£
Current tax:		
UK corporation tax	250,285	189,229
Adjustment for prior year	-	1
Total current tax	<u>250,285</u>	<u>189,230</u>
Deferred tax:		
Original/reversal of timing differences	2,750	5,188
Tax on profit on ordinary activities	<u>253,035</u>	<u>194,418</u>

UK corporation tax has been charged at 20.25% (2014-21.5%)

7. TAXATION - continued

Reconciliation of total tax charge included in profit and loss

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

	2015 £	2014 £
Profit on ordinary activities before tax	1,245,033	905,334
Profit on ordinary activities Multiplied by the standard rate of corporation tax in the UK of 20.25% (2014-21.5%)	252,119	194,583
Effects of:		
Expenses not deductible for tax purposes	5	-
Depreciation on ineligible	246	219
Adjustment to tax charge in respect of previous periods	-	1
Adjust deferred tax rate to 20.25% (2014-21.5%)	665	(385)
	-	-
Total tax charge	253,035	194,418

8. TANGIBLE FIXED ASSETS

	Plant and machinery £	Fixtures and fittings £	Totals £
COST			
At 1 January 2015	526,123	93,599	619,722
Additions	14,681	7,348	22,029
At 31 December 2015	540,804	100,947	641,751
DEPRECIATION			
At 1 January 2015	520,184	73,763	593,947
Charge for year	2,829	5,337	8,166
At 31 December 2015	523,013	79,100	602,113
NET BOOK VALUE			
At 31 December 2015	17,791	21,847	39,638
At 31 December 2014	5,939	19,836	25,775

9. STOCKS

	2015 £	2014 £
Raw materials and consumables	259,663	296,784
Work-in-progress	18,515	24,269
Finished goods	107,890	104,950
	386,068	426,003

10. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2015	2014
	£	£
Trade debtors	225,867	246,851
Amounts owed by group undertakings	4,186,262	3,281,253
Deferred tax asset (Note 13)	6,211	8,961
Prepayments and accrued income	22,217	28,323
	<u>4,440,557</u>	<u>3,565,388</u>

11. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2015	2014
	£	£
Trade creditors	56,574	101,294
Amounts owed to group undertakings	34,700	42,397
Corporation tax	149,567	125,402
Social security and other taxes	95,600	96,016
Other creditors	29,448	60,379
Accruals and deferred income	74,479	96,410
	<u>440,368</u>	<u>521,898</u>

12. **LEASING AGREEMENTS**

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2015	2014
	£	£
Within one year	<u>57,750</u>	<u>57,750</u>

13. **DEFERRED TAX**

	£
Balance at 1 January 2015	(8,961)
Debit to the P&L account	<u>2,750</u>
Balance at 31 December 2015	<u>(6,211)</u>

The balance all relates to accelerated capital allowances.

14. **CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2015	2014
			£	£
2	Ordinary	£1	<u>2</u>	<u>2</u>

15. ULTIMATE PARENT COMPANY AND ULTIMATE CONTROLLING PARTY

The company is a joint venture undertaking between English Braids Limited, a company incorporated in Great Britain and P Earp. P Earp owns 100% of the share capital of English Braids Limited and accordingly is the ultimate controlling party of Ibex Marina Ropes Limited and English Braids Limited.

Copies of English Braids Limited's financial statements are available from: -

Spring Lane
Malvern
Worcestershire
WR14 1AL

16. CONTINGENT LIABILITIES

The company is party to a group registration for VAT. At the year end, the maximum liability under this arrangement was £83,199 (2014: £272,290).

17. RELATED PARTY DISCLOSURES

Goods and services amounting to £91,987 (2014: £141,868) were supplied to English Braids Limited and purchases from English Braids Limited amounted to £257,554 (2014: £113,195). All transactions were made in the normal course of business.

The company was charged £27,000 (2014: £27,000) for the use of plant and machinery owned by English Braids Limited and £60,000 (2014: £445,000) for Management provided by English Braids Limited.

The company was charged £57,750 (2014: £57,750) for rental of the business property by the EBL Pension Fund through the current account with English Braids Limited. P Earp is a beneficiary of the EBL Pension Fund.

Ibex Marina Ropes Limited is jointly owned by English Braids Limited and P Earp, the ultimate controlling party.

The balance owed by English Braids Limited as at 31 December 2015 was £4,186,262 (2014: £3,281,253).

English Braids Limited paid VAT liabilities of £345,338 (2014: £266,939) on behalf of Ibex Marina Ropes Limited, which was settled through the current account.

Goods and services amounting to £310,114 (2014: £144,318) were supplied to Marlow Ropes Limited, a fellow subsidiary of English Braids Limited, and purchases from Marlow Ropes Limited amounted to £53,035 (2014: £37,278). All transactions were made in the normal course of business.

Ibex Marina Ropes Limited owed Marlow Ropes Limited £34,700 as at 31 December 2015 (2014: £42,397).

18. ACCOUNTING ESTIMATES AND JUDGEMENTS

Estimates and assumptions are reviewed on an ongoing basis. The key accounting estimate and judgment is in regard to the valuation of stock. Stock is valued at the lower of cost and net realizable value. Provisions are held in respect of obsolete, damaged and slow moving finished goods for re-sale.