

Report of the Director and
Financial Statements for the Year Ended 31 December 2013
for
Ibex Marina Ropes Ltd

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Company Information
for the Year Ended 31 December 2013

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 2013

The director presents his annual report and the audited financial statements for the year ended 31 December 2013.

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.

2013 has been a good year, consolidating on the good performance in 2012.

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

Cost control is a continued focus, which ensures that any revenue improvements increase profitability.

DIVIDENDS

No dividends will be distributed for the year ended 31 December 2013 (2012: Nil)

DIRECTOR

P Earp held office during the whole of the period from 1 January 2013 to the date of this report.

STATEMENT OF DIRECTOR'S RESPONSIBILITIES

The director is responsible for preparing the Report of the Director 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 judgements and accounting estimates that are reasonable and prudent;
- 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.

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.

Report of the Director
for the Year Ended 31 December 2013

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: *19th September 2014*
.....

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 2013 on pages five to twelve. 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 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 2013 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 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:

29th September 2014

Profit and Loss Account
for the Year Ended 31 December 2013

	Notes	2013 £	2012 £
TURNOVER	2	2,527,434	2,996,810
Cost of sales		<u>(1,150,996)</u>	<u>(1,435,912)</u>
GROSS PROFIT		1,376,438	1,560,898
Distribution costs		<u>(25,548)</u>	<u>(23,020)</u>
Administrative expenses		<u>(814,189)</u>	<u>(790,601)</u>
OPERATING PROFIT	5	536,701	747,277
Interest receivable and similar income	6	<u>53</u>	<u>68</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		536,754	747,345
Tax on profit on ordinary activities	7	<u>(123,948)</u>	<u>(187,938)</u>
PROFIT FOR THE FINANCIAL YEAR		<u>412,806</u>	<u>559,407</u>

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current year or previous year.


TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profits for the current year or previous year.

Balance Sheet
31 December 2013

	Notes	2013 £	2012 £
FIXED ASSETS			
Tangible assets	8	16,038	12,779
CURRENT ASSETS			
Stocks	9	402,340	405,894
Debtors	10	2,644,862	2,405,196
Cash at bank		41,068	28,523
		<u>3,088,270</u>	<u>2,839,613</u>
CREDITORS			
Amounts falling due within one year	11	<u>212,049</u>	<u>372,939</u>
NET CURRENT ASSETS		<u>2,876,221</u>	<u>2,466,674</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>2,892,259</u>	<u>2,479,453</u>
CAPITAL AND RESERVES			
Called up share capital	14	2	2
Profit and loss account	15	<u>2,892,257</u>	<u>2,479,451</u>
SHAREHOLDERS' FUNDS	20	<u>2,892,259</u>	<u>2,479,453</u>

The financial statements were approved by the director on 29/09/2014 and were signed by:


.....
P Earp - Director

Notes to the Financial Statements
for the Year Ended 31 December 2013

1. **ACCOUNTING POLICIES**

Basis of preparing the financial statements

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

Accounting convention

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

Under FRS1 (Revised), the company is exempt from the requirement to prepare a cash flow statement on account of its size.

Turnover

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 the cost or valuation less estimated residual value of tangible fixed assets over their estimated useful economic lives on a straight line basis:-

Plant and machinery	-	15% on cost
Fixtures and fittings	-	15% on cost
Computer equipment	-	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 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 the profit and loss account on a straight line basis over the period of the lease.

Taxation

The charge for taxation is based on the profit for the year and takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes.

Deferred tax is recognised, without discounting, in respect of all timing differences between the treatment of certain items for taxation and accounting purposes that have originated but not yet reversed at the balance sheet date, except as otherwise required by FRS 19.

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, despite the current uncertain economic outlook.

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.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2013

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:

	2013	2012
	£	£
United Kingdom	1,868,702	2,332,314
Rest of World	658,732	664,496
	<u>2,527,434</u>	<u>2,996,810</u>

3. STAFF NUMBERS AND COSTS

	2013	2012
	£	£
Wages and salaries	539,546	577,352
Social security costs	38,076	41,694
	<u>577,622</u>	<u>619,046</u>

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

	2013	2012
Administration	6	7
Production	30	29
	<u>36</u>	<u>36</u>

4. DIRECTOR'S EMOLUMENTS

The director received no emoluments during the year (2012 : Nil).

5. OPERATING PROFIT

The operating profit is stated after charging:

	2013	2012
	£	£
Hire of plant and machinery	27,000	27,000
Other operating leases	57,750	57,750
Depreciation - owned assets	6,687	35,330
Audit of these financial statements	13,700	13,100
Taxation compliance services	3,900	3,700
	<u></u>	<u></u>

6. INTEREST RECEIVABLE AND SIMILAR INCOME

	2013	2012
	£	£
Deposit account interest	53	68
	<u></u>	<u></u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2013

7. TAXATION

Analysis of the tax charge

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

	2013 £	2012 £
Current tax:		
UK corporation tax	120,521	189,854
Adjustment for prior year	(3,140)	-
Total current tax	<u>117,381</u>	<u>189,854</u>
Deferred tax:		
Original/reversal of timing differences	3,865	(3,413)
Effect of rate changes	2,702	1,505
Adjustment in respect of prior year	-	(8)
Total deferred tax	<u>6,567</u>	<u>(1,916)</u>
Tax on profit on ordinary activities	<u><u>123,948</u></u>	<u><u>187,938</u></u>

Factors affecting the tax charge

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

	2013 £	2012 £
Profit on ordinary activities before tax	<u>536,754</u>	<u>747,345</u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 23.246% (2012 - 24.753%)	124,774	184,990
Effects of:		
Depreciation for the year in excess of/(less than) capital allowances	(4,490)	3,639
Depreciation on ineligible	237	-
Expenses not deductible for tax purposes	-	1,225
percentage rates on tax		
Adjustment to tax charge in respect of previous periods differences	(3,140)	-
Current tax charge	<u><u>117,381</u></u>	<u><u>189,854</u></u>

Factors that may affect future tax charges

Reductions in the UK corporation tax rate from 26% to 24% (effective 1st April 2012) and to 23% (effective 1st April 2013) were substantively enacted on 26th March 2012 and 3rd July 2012 respectively. Further reductions to 21% (effective from 1st April 2014) and 20% (effective from 1st April 2015) were substantively enacted on 2nd July 2013.

This will reduce the company's future current tax charge accordingly and reduce the deferred tax asset at 31st December 2013 (which has been calculated based on the rate of 20% substantively enacted at the balance sheet date) by £2,702.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2013

8. **TANGIBLE FIXED ASSETS**

	Plant and machinery £	Fixtures and fittings £	Totals £
COST			
At 1 January 2013	520,511	74,344	594,855
Additions	5,545	4,401	9,946
Disposals	(1,000)	-	(1,000)
At 31 December 2013	525,056	78,745	603,801
DEPRECIATION			
At 1 January 2013	515,399	66,677	582,076
Charge for year	3,842	2,845	6,687
Eliminated on disposal	(1,000)	-	(1,000)
At 31 December 2013	518,241	69,522	587,763
NET BOOK VALUE			
At 31 December 2013	6,815	9,223	16,038
At 31 December 2012	5,112	7,667	12,779

9. **STOCKS**

	2013 £	2012 £
Raw Materials and consumables	269,831	247,343
Work-in-progress	22,153	19,897
Finished goods and goods for resale	110,356	138,654
	402,340	405,894

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

	2013 £	2012 £
Trade debtors	243,176	339,184
Amounts owed by group undertakings	2,370,861	2,015,637
Deferred tax asset		
Accelerated capital allowances	14,149	20,716
Prepayments and accrued income	16,676	29,659
	2,644,862	2,405,196

Notes to the Financial Statements - continued
for the Year Ended 31 December 2013

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2013	2012
	£	£
Trade creditors	82,368	108,732
Amounts owed to group undertakings	44,555	-
Amounts owed to participating interests	-	4,526
Corporation Tax	(63,764)	40,335
Social security and other taxes	61,977	61,703
Other creditors	(6,572)	85,834
Accruals and deferred income	93,485	71,809
	<u>212,049</u>	<u>372,939</u>

12. OPERATING LEASE COMMITMENTS

The following operating lease payments are committed to be paid within one year:

	Land and buildings	
	2013	2012
	£	£
Expiring:		
Within one year	<u>57,500</u>	<u>57,500</u>

13. DEFERRED TAX

	£
Balance at 1 January 2013	(20,716)
Debit to the P&L account	6,567
Balance at 31 December 2013	<u>(14,149)</u>

The balance all relates to accelerated capital allowances.

14. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:			2013	2012
Number:	Class:	Nominal value:	£	£
2	Ordinary	£1	<u>2</u>	<u>2</u>

15. RESERVES

	Profit and loss account £
At 1 January 2013	2,479,451
Profit for the year	412,806
At 31 December 2013	<u>2,892,257</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2013

16. ULTIMATE PARENT COMPANY

The company is a subsidiary undertaking of English Braids Limited, a company incorporated in Great Britain. Copies of the parent undertaking's financial statements are available from:-

Spring Lane
 Malvern
 Worcestershire
 WR14 1AL

17. CONTINGENT LIABILITIES

The company is party to a group registration for VAT. At the year end, the maximum liability under this arrangement was £222,719 (2012: £209,733).

18. RELATED PARTY DISCLOSURES

Goods and services amounting to £136,008 (2012: £77,637) were supplied to English Braids Limited and purchases from English Braids Limited amounted to £101,039 (2012: £83,547). All transactions were made in the normal course of business. Ibex Marina Ropes 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 2013 was £2,370,861 (2012: £2,015,637).

Goods and services amounting to £148,682 (2012: £204,865) were supplied to Marlow Ropes Limited, a fellow subsidiary of English Braids Limited, and purchases from Marlow Ropes Limited amounted to £31,279 (2012: £25,950). All transactions were made in the normal course of business. The balance owed to Marlow Ropes Limited as at 31 December 2012 was £44,555 (2012: £4,526).

The company was charged £27,000 (2012: £27,000) for the use of plant and machinery owned by English Braids Limited.

The company was charged £57,750 (2012: £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.

English Braids Limited paid VAT liabilities of £238,204 (2012: £292,814) on behalf of Ibex Marina Ropes Limited, which was settled through the current account.

19. ULTIMATE CONTROLLING PARTY

The ultimate controlling party is P Earp, who controls 100% of the share capital of the ultimate parent company.

20. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2013 £	2012 £
Profit for the financial year	412,806	559,407
Net addition to shareholders' funds	412,806	559,407
Opening shareholders' funds	2,479,453	1,920,046
Closing shareholders' funds	2,892,259	2,479,453

Report of the Director paragraphs wholly REPLACED
by user's choice on client screen entries
for the Year Ended 31 December 2013

The following paragraph has been REPLACED completely by user entries.

DIVIDENDS

(Note: this paragraph is only relevant to report DIR, there is no such paragraph in report DID.)

PLEASE CHECK THAT THIS CHOICE IS CORRECT - all changes that would automatically be made to the Report of the Director generated by IRIS as a result of posting amendments etc WILL NOT BE AMENDED where REPLACEMENT paragraphs have been selected.

Notes wholly REPLACED
and/or accounting policies totally IGNORED
and/or accounting policies with text REPLACED
by user's choice on client screen entries
for the Year Ended 31 December 2013

No notes have been replaced completely by user entries.

None of the standard accounting policies have been ignored.

The following standard accounting policies have been REPLACED completely by user entries.

TURNOVER
TANGIBLE FIXED ASSETS
STOCKS

PLEASE CHECK THAT THESE CHOICES ARE CORRECT - all changes that would automatically be made to notes generated by IRIS as a result of posting amendments etc WILL NOT BE AMENDED where REPLACEMENT notes have been selected.