

Report of the Director and
Financial Statements for the Year Ended 31 December 2014
for
Ibex Marina Ropes Ltd

TUESDAY



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COMPANIES HOUSE

Company Information
for the Year Ended 31 December 2014

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

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for the Year Ended 31 December 2014

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Report of the Director
for the Year Ended 31 December 2014

The director presents his annual report and the audited financial statements for the year ended 31 December 2014.

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.

2014 has been another good year, consolidating on the good performance in 2013.

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.

DIVIDENDS

No dividends will be distributed for the year ended 31 December 2014 (2013: Nil)

DIRECTOR

P Earp held office during the whole of the period from 1 January 2014 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 2014

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:

20TH MAY 2015

**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 2014 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 2014 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the 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: 20 MAY 2015

Profit and Loss Account
for the Year Ended 31 December 2014

	Notes	2014 £	2013 £
TURNOVER	2	2,997,170	2,527,434
Cost of sales		(1,230,587)	(1,150,996)
GROSS PROFIT		1,766,583	1,376,438
Distribution costs		(32,078)	(25,548)
Administrative expenses		(829,666)	(814,189)
OPERATING PROFIT	5	904,839	536,701
Interest receivable and similar income	6	495	53
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		905,334	536,754
Tax on profit on ordinary activities	7	(194,418)	(123,948)
PROFIT FOR THE FINANCIAL YEAR		710,916	412,806

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 2014

	Notes	2014 £	2013 £
FIXED ASSETS			
Tangible assets	8	25,775	16,038
CURRENT ASSETS			
Stocks	9	426,003	402,340
Debtors	10	3,565,388	2,644,862
Cash at bank		107,907	41,068
		<u>4,099,298</u>	<u>3,088,270</u>
CREDITORS			
Amounts falling due within one year	11	<u>521,898</u>	<u>212,049</u>
NET CURRENT ASSETS		<u>3,577,400</u>	<u>2,876,221</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u><u>3,603,175</u></u>	<u><u>2,892,259</u></u>
CAPITAL AND RESERVES			
Called up share capital	14	2	2
Profit and loss account	15	<u>3,603,173</u>	<u>2,892,257</u>
SHAREHOLDERS' FUNDS	19	<u><u>3,603,175</u></u>	<u><u>2,892,259</u></u>

The financial statements were approved by the director on 20th MAY 2015 and were signed by:


.....
P Earp - Director

Notes to the Financial Statements
for the Year Ended 31 December 2014

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 2014

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:

	2014	2013
	£	£
United Kingdom	2,348,460	1,868,702
Rest of World	648,710	658,732
	<u>2,997,170</u>	<u>2,527,434</u>

3. STAFF NUMBERS AND COSTS

	2014	2013
	£	£
Wages and salaries	541,491	539,546
Social security costs	38,536	38,076
	<u>580,027</u>	<u>577,622</u>

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

	2014	2013
Administration	6	6
Production	28	30
	<u>34</u>	<u>36</u>

4. DIRECTOR'S EMOLUMENTS

The director received no emoluments during the year (2013 : Nil).

5. OPERATING PROFIT

The operating profit is stated after charging:

	2014	2013
	£	£
Hire of plant and machinery	27,000	27,000
Other operating leases	57,750	57,750
Depreciation - owned assets	6,712	6,687
Audit of these financial statements	14,000	13,700
Taxation compliance services	4,000	3,900
	<u>109,462</u>	<u>119,037</u>

6. INTEREST RECEIVABLE AND SIMILAR INCOME

	2014	2013
	£	£
Deposit account interest	495	53
	<u>495</u>	<u>53</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2014

7. TAXATION

Analysis of the tax charge

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

	2014 £	2013 £
Current tax:		
UK corporation tax	189,229	120,521
Adjustment for prior year	1	(3,140)
Total current tax	189,230	117,381
Deferred tax:		
Original/reversal of timing differences	5,188	3,865
Effect of rate changes	-	2,702
Total deferred tax	5,188	6,567
Tax on profit on ordinary activities	194,418	123,948

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:

	2014 £	2013 £
Profit on ordinary activities before tax	905,334	536,754
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 21.493% (2013 - 23.246%)	194,583	124,774
Effects of:		
Depreciation for the year in excess of/(less than) capital allowances	(5,573)	(4,490)
Depreciation on ineligible	219	237
Adjustment to tax charge in respect of previous periods	1	(3,140)
Current tax charge	189,230	117,381

Factors that may affect future tax charges

Reductions in the UK corporation tax rate from 21% to 20% (effective 1st April 2015) were substantively enacted on 2nd July 2013. This will reduce the company's future current tax charge accordingly.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2014

8. TANGIBLE FIXED ASSETS

	Plant and machinery £	Fixtures and fittings £	Totals £
COST			
At 1 January 2014	525,056	78,745	603,801
Additions	1,595	14,854	16,449
Disposals	(528)	-	(528)
At 31 December 2014	526,123	93,599	619,722
DEPRECIATION			
At 1 January 2014	518,241	69,522	587,763
Charge for year	2,471	4,241	6,712
Eliminated on disposal	(528)	-	(528)
At 31 December 2014	520,184	73,763	593,947
NET BOOK VALUE			
At 31 December 2014	5,939	19,836	25,775
At 31 December 2013	6,815	9,223	16,038

9. STOCKS

	2014 £	2013 £
Raw Materials and consumables	296,784	269,831
Work-in-progress	24,269	22,153
Finished goods and goods for resale	104,950	110,356
	426,003	402,340

10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2014 £	2013 £
Trade debtors	246,851	243,176
Amounts owed by group undertakings	3,281,253	2,370,861
Deferred tax asset	8,961	14,149
Prepayments and accrued income	28,323	16,676
	3,565,388	2,644,862

Deferred tax asset

	2014 £	2013 £
Accelerated capital allowances	14,149	14,149
Deferred tax	(5,188)	-
	8,961	14,149

Notes to the Financial Statements - continued
for the Year Ended 31 December 2014

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

	2014	2013
	£	£
Trade creditors	101,294	82,368
Amounts owed to group undertakings	42,397	44,555
Corporation Tax	125,402	(63,764)
Social security and other taxes	96,016	61,977
Other creditors	60,379	(6,572)
Accruals and deferred income	96,410	93,485
	<u>521,898</u>	<u>212,049</u>

12. **OPERATING LEASE COMMITMENTS**

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

	Land and buildings	
	2014	2013
	£	£
Expiring:		
Within one year	<u>57,750</u>	<u>57,500</u>

13. **DEFERRED TAX**

	£
Balance at 1 January 2014	(14,149)
Debit to the P&L account	<u>5,188</u>
Balance at 31 December 2014	<u>(8,961)</u>

The balance all relates to accelerated capital allowances.

14. **CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:			2014	2013
Number:	Class:	Nominal value:	£	£
2	Ordinary	£1	<u>2</u>	<u>2</u>

15. **RESERVES**

	Profit and loss account £
At 1 January 2014	2,892,257
Profit for the year	<u>710,916</u>
At 31 December 2014	<u>3,603,173</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2014

16. 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

17. CONTINGENT LIABILITIES

The company is party to a group registration for VAT. At the year end, the maximum liability under this arrangement was £272,290 (2013: £222,719).

18. RELATED PARTY DISCLOSURES

Goods and services amounting to £141,868 (2013: £136,008) were supplied to English Braids Limited and purchases from English Braids Limited amounted to £113,195 (2013: £101,039). All transactions were made in the normal course of business.

The company was charged £27,000 (2013: £27,000) for the use of plant and machinery owned by English Braids Limited and £445,000 (2013: £445,000) for Management provided by English Braids Limited.

The company was charged £57,750 (2013: £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 2014 was £3,281,253 (2013: £2,370,861).

English Braids Limited paid VAT liabilities of £266,939 (2013: £238,204) on behalf of Ibex Marina Ropes Limited, which was settled through the current account.

Goods and services amounting to £144,318 (2013: £148,682) were supplied to Marlow Ropes Limited, a fellow subsidiary of English Braids Limited, and purchases from Marlow Ropes Limited amounted to £37,278 (2013: £31,279). All transactions were made in the normal course of business.

Ibex Marina Ropes Limited owed Marlow Ropes Limited £42,397 as at 31 December 2014 (2013: £44,555).

19. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2014	2013
	£	£
Profit for the financial year	710,916	412,806
Net addition to shareholders' funds	710,916	412,806
Opening shareholders' funds	2,892,259	2,479,453
Closing shareholders' funds	3,603,175	2,892,259