

Registered number
02784764

Pacific Manufacturing (UK) Limited

Report and Financial Statements

30 September 2015

Pacific Manufacturing (UK) Limited
Report and accounts
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Pacific Manufacturing (UK) Limited
Company Information

Director

M Syed

Secretary

N Syed

Auditors

Fairman Harris
Third Floor North
224-236 Walworth Road
LONDON
SE17 1JE

Bankers

Credit Suisse
SIHR 11
Talacker16/ Barenhof
CH -8001
Zurich
Switzerland

Nat West Bank plc
98 High Street
Wimbledon
London
SW19 5ZH

Registered office

Third Floor North
224-236 Walworth Road
London
SE17 1JE

Registered number

02784764

Pacific Manufacturing (UK) Limited

Registered number: 02784764

Directors' Report

The directors present their report and financial statements for the year ended 30 September 2015

Principal activities

The company's principal activity during the year continued to be that of exportation of chemicals and commodities including provision of facilities of an export confirming house.

Review of business

The trading profit on ordinary activities before taxation for the year under review was £236,091 (2014: £107,752). Turnover decreased by 6.45% (2014: 2.23%), nonetheless, it was an improvement on the trading profit compare with previous year's figures. This is an indication that the measures put in place by management have made and would continue to make a positive impact on the Company's trading. The Directors continue to monitor business risks and have measures in place to mitigate such risks as and when they do occur.

Dividends

The directors recommend a final dividend of 130p per share - ie. £39,000 (2014: £39,000)

Events since the balance sheet date

No significant events have occurred after the year end nor are any future events presently envisaged.

Directors

The following persons served as directors during the year:

M Syed

T Jaffer -Resigned on 30 April 2015

Political donations

There were no political donations during the year under consideration. Charitable donations in 2014 was £390.00.

Directors' responsibilities

The directors are responsible for preparing the report and 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 the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (Financial Reporting Standard 102 and applicable law). 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;

- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

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 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.

Disclosure of information to auditors

Each person who was a director at the time this report was approved confirms that:

- so far as he is aware, there is no relevant audit information of which the company's auditor is 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 auditor is aware of that information.

This report was approved by the board on 29 June 2016 and signed on its behalf.

M Syed
Director

Pacific Manufacturing (UK) Limited

Strategic Report

Pacific Manufacturing (UK) Ltd is a privately owned export & distribution company based in the UK for over two decades. We have 20 years of exporting & trading experience, having also secured exclusive arrangements by well known groups of established medium & large companies in the fast moving consumer goods industry in Africa, who have generated a very healthy annual turnover. Our core expertise is in sourcing out raw & packaging materials, spare parts and complete machinery plants for the soap, cosmetic, food & beverage industry.

We believe that due to our area of expertise we can also offer and deliver turn key projects for the sector which we have mentioned above. As we have a significant level of involvement with several companies in the fast moving consumer goods industry and the fact we follow the market trend for the commodities we supply in bulk, we are in a position to provide competitive prices to existing and potential customers. For us top priority remains in meeting the demands of our customer base & also ensuring efficiency and cost saving.

Our company continued its principal role as provider of competitive and efficient service, despite the stiff competition in the market. Although compared to last year our turnover has dropped by 6.45%, which is mainly due to the fact that last year we successfully delivered a couple of turn key projects to our customers in Africa, besides this there is also slowing down in the economies in our target markets, resulting in lower demand.

The company strategy is to combat further reduction in turnover by obtaining exclusive arrangements with our customers to distribute their brand, these are products manufactured in the EU and conform to all the necessary EU food standard regulations. This strategy has been applied with the hope to compensate.

Apart from what we have been sourcing out on a regular basis, we can also offer logistical support by road, sea and air. Having established a strong relationship with several well established freight companies, we can also offer competitive prices from shipping lines & forwarder for exporting commodities.

This report was approved by the board on 29 June 2016 and signed on its behalf.

M Syed
Director

Pacific Manufacturing (UK) Limited

Independent auditors' report

to the members of Pacific Manufacturing (UK) Limited

We have audited the financial statements of Pacific Manufacturing (UK) Limited for the year ended 30 September 2015 which comprise the Income Statement, the Statement of Financial Position, the Statement of Changes in Equity, the Statement of Cash Flows and the related notes. 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 FRS 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 an auditors' 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.

Respective responsibilities of directors and auditors

As explained more fully in the Statement of Directors' Responsibilities, the directors are 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 Ethical Standards for Auditors.

Scope of the audit of the accounts

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

Opinion on the accounts

In our opinion the accounts:

- give a true and fair view of the state of the company's affairs as at 30 September 2015 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 matters prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report and the Strategic Report 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 accounts 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.

I Mawji

(Senior Statutory Auditor)

for and on behalf of

Fairman Harris

Accountants and Statutory Auditors

29 June 2016

Third Floor North

224-236 Walworth Road

LONDON

SE17 1JE

Pacific Manufacturing (UK) Limited
Income Statement
for the year ended 30 September 2015

	Notes	2015 £	2014 £
Turnover	2	9,123,774	9,752,821
Cost of sales		(8,646,378)	(9,189,198)
Gross profit		<u>477,396</u>	<u>563,623</u>
Administrative expenses		(237,297)	(237,075)
Operating profit	3	<u>240,099</u>	<u>326,548</u>
Currency Losses		(4,023)	(218,823)
Interest receivable		15	27
Profit on ordinary activities before taxation		<u>236,091</u>	<u>107,752</u>
Tax on profit on ordinary activities	5	(49,345)	(24,121)
Profit for the financial year		<u>186,746</u>	<u>83,631</u>

Pacific Manufacturing (UK) Limited
Statement of Financial Position
as at 30 September 2015

	Notes	2015 £	2014 £
Fixed assets			
Tangible assets	6	9,591	11,283
Current assets			
Debtors	7	5,569,179	5,048,549
Cash at bank and in hand		1,351,711	1,768,830
		<u>6,920,890</u>	<u>6,817,379</u>
Creditors: amounts falling due within one year	8	(1,955,062)	(2,002,039)
Net current assets		<u>4,965,828</u>	<u>4,815,340</u>
Total assets less current liabilities		<u>4,975,419</u>	<u>4,826,623</u>
Creditors: amounts falling due after more than one year	9	(4,130,862)	(4,129,548)
Provisions for liabilities			
Deferred taxation	10	<u>(1,581)</u>	<u>(1,845)</u>
Net assets		<u>842,976</u>	<u>695,230</u>
Capital and reserves			
Called up share capital	11	30,000	30,000
Profit and loss account	12	812,976	665,230
Total equity		<u>842,976</u>	<u>695,230</u>

M Syed

Director

Approved by the board on 29 June 2016

Pacific Manufacturing (UK) Limited
Statement of Changes in Equity
for the year ended 30 September 2015

	Share capital	Share premium	Other reserves	Profit and loss account	Total
	£	£	£	£	£
At 1 October 2013	30,000	-	-	620,599	650,599
Profit for the financial year				83,631	83,631
Dividends				(39,000)	(39,000)
At 30 September 2014	<u>30,000</u>	<u>-</u>	<u>-</u>	<u>665,230</u>	<u>695,230</u>
At 1 October 2014	30,000	-	-	665,230	695,230
Profit for the financial year				186,746	186,746
Dividends				(39,000)	(39,000)
At 30 September 2015	<u>30,000</u>	<u>-</u>	<u>-</u>	<u>812,976</u>	<u>842,976</u>

Pacific Manufacturing (UK) Limited
Statement of Cash Flows
for the year ended 30 September 2015

	Notes	2015 £	2014 £
Operating activities			
Operating profit		240,099	326,548
Adjustments for:			
Depreciation		1,692	1,991
		<u>241,791</u>	<u>328,539</u>
Increase in debtors		(520,630)	(936,857)
(Decrease)/increase in creditors		(70,408)	302,622
Currency Losses		(4,023)	(218,823)
		<u>(353,270)</u>	<u>(524,519)</u>
Interest received		15	27
Corporation tax paid		(24,121)	(53,017)
Cash used in operating activities		<u>(377,376)</u>	<u>(577,509)</u>
Financing activities			
Equity dividends paid		(39,000)	(39,000)
Cash used in financing activities		<u>(39,000)</u>	<u>(39,000)</u>
Net cash used			
Cash used in operating activities		(377,376)	(577,509)
Cash used in financing activities		(39,000)	(39,000)
Net cash used		<u>(416,376)</u>	<u>(616,509)</u>
Cash and cash equivalents at 1 October		1,768,087	2,384,596
Cash and cash equivalents at 30 September		<u>1,351,711</u>	<u>1,768,087</u>
Cash and cash equivalents comprise:			
Cash at bank		1,351,711	1,768,830
Bank overdrafts	8	-	(743)
		<u>1,351,711</u>	<u>1,768,087</u>

Pacific Manufacturing (UK) Limited
Notes to the Accounts
for the year ended 30 September 2015

1 Summary of significant accounting policies

Basis of preparation

The financial statements have been prepared under the historical cost convention and in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland.

Turnover

Turnover represents the value, net of value added tax and discounts, of goods provided to customers and work carried out in respect of services provided to customers.

Tangible fixed assets

Tangible fixed assets are measured at cost less accumulative depreciation and any accumulative impairment losses.

Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Fixtures, fittings, tools and equipment	15% Reducing balance
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Taxation

A current tax liability is recognised for the tax payable on the taxable profit of the current and past periods. A current tax asset is recognised in respect of a tax loss that can be carried back to recover tax paid in a previous period.

Deferred tax is recognised in respect of all timing differences between the recognition of income and expenses in the financial statements and their inclusion in tax assessments.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference, except for revalued land and investment property where the tax rate that applies to the sale of the asset is used.

Current and deferred tax assets and liabilities are not discounted.

Foreign currency translation

Transactions in foreign currencies are initially recognised at the rate of exchange ruling at the date of the transaction.

At the end of each reporting period foreign currency monetary items are translated at the closing rate of exchange. Non-monetary items that are measured at historical cost are translated at the rate ruling at the date of the transaction. All differences are charged to profit or loss.

2 Analysis of turnover	2015	2014
	£	£

Sale of goods	<u>9,123,774</u>	<u>9,752,821</u>
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By geographical market:

UK	<u>9,123,774</u>	<u>9,752,821</u>
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3 Operating profit	2015	2014
	£	£

This is stated after charging:

Depreciation of owned fixed assets	1,692	1,991
Carrying amount of stock sold	<u>8,641,074</u>	<u>9,183,048</u>

4 Staff costs	2015	2014
	£	£

Wages and salaries	140,444	141,395
Social security costs	<u>12,565</u>	<u>10,591</u>
	<u>153,009</u>	<u>151,986</u>

5 Taxation	2015	2014
	£	£

Analysis of charge in period

Current tax:

UK corporation tax on profits of the period	<u>47,764</u>	<u>22,276</u>
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Deferred tax:

Origination and reversal of timing differences	<u>1,581</u>	<u>1,845</u>
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Tax on profit on ordinary activities	<u>49,345</u>	<u>24,121</u>
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Factors affecting tax charge for period

The differences between the tax assessed for the period and the standard rate of corporation tax are explained as follows:

	2015	2014
	£	£
Profit on ordinary activities before tax	<u>236,091</u>	<u>107,752</u>

Standard rate of corporation tax in the UK	20%	20%
	£	£
Profit on ordinary activities multiplied by the standard rate of corporation tax	47,218	21,550
Effects of:		
Expenses not deductible for tax purposes	546	726
Current tax charge for period	<u>47,764</u>	<u>22,276</u>

Factors that may affect future tax charges

6 Tangible fixed assets

	Fixtures, fittings, tools and equipment
	<i>At cost</i>
	£
Cost or valuation	
At 1 October 2014	46,351
At 30 September 2015	<u>46,351</u>
Depreciation	
At 1 October 2014	35,068
Charge for the year	1,692
At 30 September 2015	<u>36,760</u>
Carrying amount	
At 30 September 2015	9,591
At 30 September 2014	<u>11,283</u>

7 Debtors

	2015	2014
	£	£
Trade debtors	5,551,365	5,038,207
Other debtors	17,814	10,342
	<u>5,569,179</u>	<u>5,048,549</u>

8 Creditors: amounts falling due within one year

	2015	2014
	£	£
Bank overdrafts	-	743
Trade creditors	1,855,498	1,932,362

Corporation tax	47,764	22,276		
Other taxes and social security costs	3,657	3,158		
Other creditors	43,643	39,000		
Accruals and deferred income	4,500	4,500		
	<u>1,955,062</u>	<u>2,002,039</u>		
9 Creditors: amounts falling due after one year	2015	2014		
	£	£		
Other creditors	<u>4,130,862</u>	<u>4,129,548</u>		
10 Deferred taxation	2015	2014		
	£	£		
Accelerated capital allowances	<u>1,581</u>	<u>1,845</u>		
	2015	2014		
	£	£		
Charged to the profit and loss account	1,581	1,845		
At 30 September	<u>1,581</u>	<u>1,845</u>		
11 Share capital	Nominal value	2015 Number	2015 £	2014 £
Allotted, called up and fully paid:				
Ordinary shares	£1 each	30,000	<u>30,000</u>	<u>30,000</u>
12 Profit and loss account		2015	2014	
		£	£	
At 1 October		665,230	620,599	
Profit for the financial year		186,746	83,631	
Dividends		(39,000)	(39,000)	
At 30 September		<u>812,976</u>	<u>665,230</u>	
13 Dividends		2015	2014	
		£	£	
Dividends on ordinary shares (note 12)		39,000	39,000	

14 Controlling party

The ultimate controlling party is Nadeem Syed by virtue of his 51% shareholding of the issued ordinary share capital of the company. He is also secretary of company.

15 Presentation currency

The financial statements are presented in Sterling.

16 Legal form of entity and country of incorporation

Pacific Manufacturing (UK) Limited is a limited company incorporated in England.

17 Principal place of business

The address of the company's principal place of business and registered office is:

Third Floor North
224-236 Walworth Road
London
SE17 1JE

18 Reconciliations on adoption of FRS 102

Profit and loss for the year ended 30 September 2014	£
Profit under former UK GAAP	83,631
Profit under FRS 102	<u>83,631</u>
Balance sheet at 30 September 2014	£
Equity under former UK GAAP	695,230
Equity under FRS 102	<u>695,230</u>
Balance sheet at 1 October 2013	£
Equity under former UK GAAP	650,599
Equity under FRS 102	<u>650,599</u>

This document was delivered using electronic communications and authenticated in accordance with the

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