

**Company Registration No. 02950499 (England and Wales)**

**DISLEY HOLDINGS (UK)  
LIMITED**

**ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 DECEMBER 2017**

**PricewaterhouseCoopers LLP  
Chartered Accountants and Statutory  
Auditors  
1 Hardman Street  
Manchester  
M3 3EB**



# **DISLEY HOLDINGS (UK) LIMITED**

## **COMPANY INFORMATION**

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<b>Director</b>	Mr M Gosselin
<b>Company number</b>	02950499
<b>Registered office</b>	No. 1 St Paul's Square Liverpool Merseyside L3 9SJ
<b>Independent Auditors</b>	PricewaterhouseCoopers LLP Chartered Accountants and Statutory Auditors 1 Hardman Street Manchester M3 3EB
<b>Bankers</b>	National Westminster Bank Plc 7 Market Place Derby DE1 3ZF
<b>Solicitors</b>	Hill Dickinson No 1 St Paul's Square Liverpool Merseyside L3 9SJ

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# **DISLEY HOLDINGS (UK) LIMITED**

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# **DISLEY HOLDINGS (UK) LIMITED**

## **STRATEGIC REPORT**

**FOR THE YEAR ENDED 31 DECEMBER 2017**

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### **Business review and principal activities**

The principal activity of the company was previously the manufacture, conversion and distribution of disposable hygiene products. The company ceased to trade on the 8th December 2009 and during the year to 31 December 2017 the company did not trade.

The company does not have any trading subsidiaries.

As the group does not trade it does not manage its activities using KPI's.

The preference shareholders have waived their right and entitlement to each and every dividend.

On behalf of the board



Mr M Gosselin

Director

12/9/18

# **DISLEY HOLDINGS (UK) LIMITED**

## **DIRECTOR'S REPORT**

### **FOR THE YEAR ENDED 31 DECEMBER 2017**

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The director presents his report and the audited consolidated financial statements for the year ended 31 December 2017.

#### **Director**

The director who held office during the year and up to the date of signature of the financial statements was as follows:

Mr M Gosselin

#### **Results and dividends**

The loss for the financial year amounted to £79 thousand (2016 - loss £66 thousand)

The director does not recommend payment of a dividend for the year ending 31 December 2017 (2016 - £nil).

#### **Post reporting date events**

There have been no significant events affecting the Group since the year end.

#### **Future developments**

The financial statements have been prepared on a basis other than going concern on the grounds that the trading activities of the company have ceased and that all future plans for the company are uncertain, as a result the company is not considered to be a going concern. All assets have been recorded at net realisable value and all liabilities are included as current.

#### **Independent Auditors**

The auditors, PricewaterhouseCoopers LLP, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

On behalf of the board



Mr M Gosselin

Director

Date: September 12, 2018

## **DISLEY HOLDINGS (UK) LIMITED**

### **DIRECTOR'S RESPONSIBILITIES STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2017**

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The directors are responsible for preparing the Annual 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 the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", and applicable law). Under company law 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 group and company and of the profit or loss of the group for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- make judgements and accounting estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the group and company will continue in business.

The directors are also responsible for safeguarding the assets of the group and company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the group and company's transactions and disclose with reasonable accuracy at any time the financial position of the group and company and enable them to ensure that the financial statements comply with the Companies Act 2006.

#### **Directors' confirmations**

In the case of each director in office at the date the Directors' Report is approved:

- so far as the director is aware, there is no relevant audit information of which the group and company's auditors are unaware; and
- they have taken all the steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the group and company's auditors are aware of that information.

# **DISLEY HOLDINGS (UK) LIMITED**

## **INDEPENDENT AUDITOR'S REPORT**

### **TO THE MEMBERS OF DISLEY HOLDINGS (UK) LIMITED**

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#### **Opinion**

In our opinion, Disley Holdings (UK)'s group financial statements and company financial statements (the "financial statements"):

- give a true and fair view of the state of the group's and of the company's affairs as at 31 December 2017 and of the group's loss and cash flows for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", and applicable law); and
- have been prepared in accordance with the requirements of the Companies Act 2006.

We have audited the financial statements, included within the Annual Report, which comprise: the group and parent company balance sheets as at 31 December 2017; the group statement of income and retained earnings and statement of comprehensive income, the group statement of cash flows for the year then ended; and the notes to the financial statements, which include a description of the significant accounting policies.

#### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities under ISAs (UK) are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Independence**

We remained independent of the group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, which includes the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

#### **Emphasis of matter - Basis of preparation**

In forming our opinions on the group and company financial statements, which are not modified, we have considered the adequacy of the disclosure made in note 1 to the financial statements concerning the basis of preparation. The trading activities of the company and group have ceased and all future plans for the company and group are uncertain. Accordingly, the going concern basis of preparation is no longer appropriate and the group and company financial statements have been prepared on a basis other than going concern as described in note 1 to the financial statements. No adjustments were necessary in these financial statements to reduce assets to their realisable values, to provide for liabilities arising from the decision or to reclassify fixed assets and long-term liabilities as current assets and liabilities.

#### **Reporting on other information**

The other information comprises all of the information in the Annual Report other than the financial statements and our auditors' report thereon. The directors are responsible for the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except to the extent otherwise explicitly stated in this report, any form of assurance thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If we identify an apparent material inconsistency or material misstatement, we are required to perform procedures to conclude whether there is a material misstatement of the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report based on these responsibilities.

With respect to the Strategic Report and Directors' Report, we also considered whether the disclosures required by the UK Companies Act 2006 have been included.

Based on the responsibilities described above and our work undertaken in the course of the audit, ISAs (UK) require us also to report certain opinions and matters as described below.

# DISLEY HOLDINGS (UK) LIMITED

## INDEPENDENT AUDITOR'S REPORT (CONTINUED)

### TO THE MEMBERS OF DISLEY HOLDINGS (UK) LIMITED

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#### **Strategic Report and Directors' Report**

In our opinion, based on the work undertaken in the course of the audit, the information given in the Strategic Report and Directors' Report for the year ended 31 December 2017 is consistent with the financial statements and has been prepared in accordance with applicable legal requirements.

In light of the knowledge and understanding of the group and company and their environment obtained in the course of the audit, we did not identify any material misstatements in the Strategic Report and Directors' Report.

#### **Responsibilities for the financial statements and the audit**

##### **Responsibilities of the directors for the financial statements**

As explained more fully in the Directors' Responsibilities Statement, the directors are responsible for the preparation of the financial statements in accordance with the applicable framework and for being satisfied that they give a true and fair view. The directors are also 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.

In preparing the financial statements, the directors are responsible for assessing the group's and 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 the directors either intend to liquidate the group or the company or to cease operations, or have no realistic alternative but to do so.

##### **Auditor's responsibilities for the audit of the financial statements**

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 an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a 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 the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the FRC's website at: [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditors' report.

##### **Use of this report**

This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

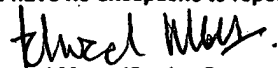
#### **Other required reporting**

##### **Companies Act 2006 exception reporting**

Under the Companies Act 2006 we are required to report to you if, in our opinion:

- we have not received all the information and explanations we require for our audit; or
- adequate accounting records have not been kept by the company, or returns adequate for our audit have not been received from branches not visited by us; or
- certain disclosures of directors' remuneration specified by law are not made; or
- the company financial statements are not in agreement with the accounting records and returns.

We have no exceptions to report arising from this responsibility.

  
Edward Moss (Senior Statutory Auditor)  
for and on behalf of PricewaterhouseCoopers LLP  
Chartered Accountants and Statutory Auditors  
Manchester

12 September 2018

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## **DISLEY HOLDINGS (UK) LIMITED**

### **GROUP STATEMENT OF INCOME AND RETAINED EARNINGS FOR THE YEAR ENDED 31 DECEMBER 2017**

		<b>2017</b>	<b>2016</b>
	<b>Note</b>	<b>£000</b>	<b>£000</b>
Administrative expenses		(16)	(20)
Interest payable and similar expenses	6	(63)	(48)
<b>Loss before taxation</b>		<b>(79)</b>	<b>(66)</b>
Tax on loss	7	-	-
<b>Loss for the financial year</b>		<b>(79)</b>	<b>(66)</b>
Retained earnings brought forward		(69,211)	(69,145)
Retained earnings carried forward		(69,290)	(69,211)

Loss for the financial year is all attributable to the owners of the parent company

Total comprehensive income for the year is all attributable to the owners of the parent company


# DISLEY HOLDINGS (UK) LIMITED

## GROUP BALANCE SHEET

AS AT 31 DECEMBER 2017

	Notes	2017 £000	2016 £000
<b>Current assets</b>			
Debtors	10	1,205	1,222
Cash at bank and in hand		1	1
		<u>1,206</u>	<u>1,223</u>
<b>Creditors: amounts falling due within one year</b>	11	<u>(32,498)</u>	<u>(32,436)</u>
<b>Net current liabilities</b>		(31,292)	(31,213)
<b>Provisions for liabilities</b>	12	(100)	(100)
<b>Net liabilities</b>		<u>(31,392)</u>	<u>(31,313)</u>
<b>Capital and reserves</b>			
Called up share capital	13	34,753	34,753
Share premium account		3,145	3,145
Profit and loss account		<u>(69,290)</u>	<u>(69,211)</u>
<b>Total equity</b>		<u>(31,392)</u>	<u>(31,313)</u>

The financial statements were approved and signed by the director and authorised for issue on 12/9/18

  
 Mr M Gosselin  
 Director

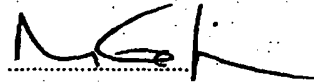
# DISLEY HOLDINGS (UK) LIMITED

## COMPANY BALANCE SHEET

AS AT 31 DECEMBER 2017

	Note	2017 £000	2016 £000
<b>Current assets</b>		-	-
<b>Creditors: amounts falling due within one year</b>	11	(30,816)	(30,816)
<b>Net current liabilities</b>		<u>(30,816)</u>	<u>(30,816)</u>
<b>Capital and reserves</b>			
Called up share capital	13	34,753	34,753
Share premium account		3,145	3,145
Profit and loss account		<u>(68,714)</u>	<u>(68,714)</u>
<b>Total equity</b>		<u>(30,816)</u>	<u>(30,816)</u>

The financial statements were approved and signed by the director and authorised for issue on 12/9/18



Mr M Gosselin  
Director

Company Registration No. 02950499

# DISLEY HOLDINGS (UK) LIMITED

## GROUP STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

		2017		2016	
	Note	£000	£000	£000	£000
<b>Cash flows from operating activities</b>					
Cash generated from operations	15		63		46
Interest paid			(63)		(46)
			<u>-</u>		<u>-</u>
<b>Net cash outflow from operating activities</b>			-		-
<b>Net cash used in investing activities</b>			-		-
<b>Net cash used in financing activities</b>			-		-
			<u>-</u>		<u>-</u>
<b>Net increase in cash and cash equivalents</b>			-		-
Cash and cash equivalents at beginning of year			1		1
			<u>1</u>		<u>1</u>
<b>Cash and cash equivalents at end of year</b>			<u>1</u>		<u>1</u>

# **DISLEY HOLDINGS (UK) LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS**

### **FOR THE YEAR ENDED 31 DECEMBER 2017**

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#### **1 Accounting policies**

##### **Company information**

Disley Holdings (UK) Limited ("the company") is a private limited company domiciled and incorporated in England and Wales. The registered office is No. 1 St Paul's Square, Liverpool, Merseyside, L3 9SJ.

The group consists of Disley Holdings (UK) Limited and all of its subsidiaries.

#### **1.1 Accounting convention**

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires Group management to exercise judgment in applying the Group's accounting policies.

#### **1.2 Basis of consolidation**

The consolidated financial statements present the results of the Company and its own subsidiaries ("the Group") as if they form a single entity. Intercompany transactions and balances between group companies are therefore eliminated in full.

The consolidated financial statements incorporate the results of business combinations using the purchase method. In the Balance sheet, the acquiree's identifiable assets, liabilities and contingent liabilities are initially recognised at their fair values at the acquisition date. The results of acquired operations are included in the Consolidated statement of income and retained earnings from the date on which control is obtained. They are deconsolidated from the date control ceases.

#### **1.3 Going concern**

The company and group financial statements have been prepared on a basis other than going concern on the grounds that the trading activities of the group and company have ceased and all future plans for the group and company are uncertain. As a result the group and company are no longer considered a going concern. Adjustments were made in a prior period financial statements to reduce assets to their realisable values and to reclassify fixed assets and long-term liabilities as current assets and liabilities. Assets and liabilities continue to be recognised on this basis. Therefore, no restatement has been made of comparative figures. The company ceased to trade on 8 December 2009 and during the year to 31 December 2017 the company was non-trading.

#### **1.4 Fixed asset investments**

Investments in subsidiaries are measured at cost less accumulated impairment.

Investments in unlisted Group shares, whose market value can be reliably determined, are remeasured to market value at each balance sheet date. Gains and losses on remeasurement are recognised in the Consolidated statement of income and retained earnings for the period. Where market value cannot be reliably determined, such investments are stated at historic cost less impairment.

Investments in listed company shares are remeasured to market value at each Balance sheet date. Gains and losses on remeasurement are recognised in profit or loss for the period.

# DISLEY HOLDINGS (UK) LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2017

### 1 Accounting policies

(Continued)

#### 1.5 Cash at bank and in hand

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

In the Consolidated statement of cash flows, cash and cash equivalents are shown net of bank overdrafts that are repayable on demand and form an integral part of the Group's cash management.

#### 1.6 Financial instruments

The Group only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

##### *Basic financial assets*

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Debt instruments (other than those wholly repayable or receivable within one year), including loans and other accounts receivable and payable, are initially measured at present value of the future cash flows and subsequently at amortised cost using the effective interest method. Debt instruments that are payable or receivable within one year, typically trade debtors and creditors, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received. However, if the arrangement of a short-term instrument constitute a financing transaction, like the payment of a trade debt deferred beyond normal business terms or financed at a rate of interest that is not market rate or in case of an out-right short-term loan not at market rate, the financial asset or liability is measured, initially, at the present value of the future cash flow discounted at a market rate of interest for a similar debt instrument and subsequently at amortised cost.

Investments in non-convertible preference shares and in non-puttable ordinary and preference shares are measured:

- at fair value with changes recognised in the Consolidated statement on income and retained earnings if the shares are publicly traded or their fair value can otherwise be measured reliably;
- at cost less impairment for all other investments.

#### 1.7 Provisions

Provisions are made where an event has taken place that gives the Group a legal or constructive obligation that probably requires settlement by a transfer of economic benefit, and a reliable estimate can be made of the amount of the obligation.

Provisions are charged as an expense to the Consolidated statement of income and retained earnings in the year that the Group becomes aware of the obligation, and are measured at the best estimate at the Balance sheet date of the expenditure required to settle the obligation, taking into account relevant risks and uncertainties.

When payments are eventually made, they are charged to the provision carried in the Balance sheet.

## DISLEY HOLDINGS (UK) LIMITED

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2017

#### 2 Judgements and key sources of estimation uncertainty

In the process of applying the Group's accounting policies, which are described above, management has made some judgments that have an effect on the amounts recognised in the financial statements. These also include assumptions concerning the future, and other sources of estimation uncertainty at the balance sheet date, that have a risk of causing material adjustment to the carrying amounts of net assets and liabilities within the next financial year.

#### 3 Operating loss

	2017 £000	2016 £000
Operating loss for the year is stated after charging:		
Fees payable to the Group's auditors and their associates for the audit of the Company's annual financial statements	15	12

#### 4 Auditors' remuneration

	2017 £000	2016 £000
Fees payable to the Group's auditors and their associates for the audit of the Company's annual financial statements	15	15

#### 5 Employees

The Company has no employees other than the director, who did not receive any remuneration (2016 - £nil).

#### 6 Interest payable and similar expenses

	2017 £000	2016 £000
Interest on financial liabilities measured at amortised cost:		
Bank interest payable	1	1
Other loan interest payable	61	45
	62	46

# DISLEY HOLDINGS (UK) LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2017

### 7 Tax on loss

The actual charge for the year can be reconciled to the expected charge based on the profit or loss and the standard rate of tax as follows:

	2017 £000	2016 £000
Loss before taxation	(79)	(66)
Expected tax credit based on the standard rate of corporation tax in the UK of 19.25% (2016: 20.00%)	(15)	(13)
Unutilised tax losses carried forward	15	13
Taxation charge for the year	-	-

### 8 Subsidiaries

Details of the company's subsidiaries at 31 December 2017 are as follows:

Name of undertaking	Nature of business	Class of shares held	% Held	
			Direct	Indirect
Kruger Tissue (Industrial) Ltd	Non-trading	Ordinary	100.00	
Kruger Tissue Group (UK) Limited	Dormant	Ordinary	100.00	
Kruger Tissue Group (UK) Limited	Holding company - dormant	Ordinary	100.00	
Charles Turner & Company Limited	Dormant	Ordinary	100.00	
F H Lee Limited	Dormant	Ordinary	100.00	

The aggregate capital and reserves and the profit for the year of the subsidiaries noted above was as follows:

Name of undertaking	Profit/(Loss)	Capital and Reserves
	£000	£000
Kruger Tissue (Industrial) Ltd	(79)	(47,525)
F H Lee Limited	-	8,611

The registered address for all subsidiary undertakings listed above is No.1 St Paul's Square, Liverpool, Merseyside, L3 9SJ.



# DISLEY HOLDINGS (UK) LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2017

### 9 Financial instruments

	Group 2017 £000	2016 £000	Company 2017 £000	2016 £000
<b>Carrying amount of financial assets</b>				
Debt instruments measured at amortised cost	1,206	1,222	-	-
<b>Carrying amount of financial liabilities</b>				
Measured at amortised cost	32,498	32,436	30,816	30,816

### 10 Debtors

	Group 2017 £000	2016 £000	Company 2017 £000	2016 £000
<b>Amounts falling due within one year:</b>				
Amounts owed by group undertakings	1,198	1,215	-	-
Other debtors	7	7	-	-
	1,205	1,222	-	-

### 11 Creditors: amounts falling due within one year

Note	Group 2017 £000	2016 £000	Company 2017 £000	2016 £000
Share capital treated as debt	786	786	786	786
Amounts owed to group undertakings	28,918	28,856	27,272	27,272
Other creditors	2,758	2,758	2,758	2,758
Accruals and deferred income	36	36	-	-
	32,498	32,436	30,816	30,816

Included within the group amounts owed to group undertakings is a loan balance of £3,200 thousand (2016 - £3,200 thousand) due to Kruger Inc. Interest accrues at a rate of 1.25% above base on this loan and the amount is repayable on demand. All other amounts owed to group undertakings are unsecured, non interest bearing and repayable on demand.

### 12 Provisions for liabilities

	Group 2017 £000	2016 £000	Company 2017 £000	2016 £000
	100	100	-	-

# DISLEY HOLDINGS (UK) LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2017

### 12 Provisions for liabilities

(Continued)

Following the sale of the Bolton site the Director has reassessed the required provision, the provision at 31 December 2017 relates to the remaining responsibility for the environmental clean up of the site.

The Company has no further provisions.

Movements on provisions:

Group	£000
At 1 January 2017 and 31 December 2017	100

### 13 Called up share capital

	Group and company	
	2017	2016
	£000	£000
Ordinary share capital Issued and fully paid 34,753,000 (2016 : 34,753,000) Ordinary Shares of £1 each	34,753	34,753
Shares classified as debt		
- Preference A Shares of 20p each	348	348
- Preference B Shares of 20p each	438	438
	786	786

The 'A' preference shareholders are entitled to a fixed cumulative preferential dividend of 7 pence per share. The 'B' preference shares carry a dividend entitlement, subject to the recommendation of the director, of 7 pence per share.

The 'A' preference shares carry the right to be redeemed in five equal tranches of 438,974 shares per annum on 31 December each year from 2000 to 2004 inclusive at a premium of 80 pence per share. No shares were redeemed at 31 December 2016. The 'B' preference shares carried the right to be redeemed on 31 December 2006 at a premium of 80 pence per share. No shares were redeemed at 31 December 2017.

The preference shareholders have waived their right and entitlement to each and every dividend which has accrued since 1 January 2012 onwards.

Preference shares are classified within Creditors: Amounts falling due within one year, see note 11.

Accumulated unpaid dividends in relation to these preference shares are £2,758 thousand (2016 - £2,758 thousand) these are included within note 11.

## DISLEY HOLDINGS (UK) LIMITED

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2017

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#### 14 Controlling party

The immediate parent undertaking is Disley Holdings Inc, a company incorporated in Canada. The director regards Kruger Inc, a company registered in Canada, as the ultimate parent company and ultimate controlling party. The smallest and largest group in which the results of the company are consolidated is that of which Kruger Inc is the parent company. The consolidated financial statements of Kruger Inc are available from the secretary, Kruger Inc, 3285 Bedford Road, Montreal.

#### 15 Cash generated from operations

	2017 £000	2016 £000
Loss for the financial year	(78)	(67)
Adjustments for:		
Finance costs	63	46
Movements in working capital:		
Decrease in debtors	16	19
Increase in creditors	62	48
Cash generated from operations	<u>63</u>	<u>46</u>