

**P H Flexible Packaging Limited**  
**Financial Statements**  
**for the Year Ended 30 September 2020**

Haines Watts  
Chartered Accountants and Statutory Auditors  
Sterling House  
97 Lichfield Street  
Tamworth  
Staffordshire  
B79 7QF

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for the Year Ended 30 September 2020**

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**DIRECTORS:**

P Horobin  
Miss D Norman  
P A Maddox

**SECRETARY:**

P Horobin

**REGISTERED OFFICE:**

Unit G1 & 2  
Gresley Business Park  
Cadley Hill Road  
Swadlincote  
Derbyshire  
DE11 9GE

**REGISTERED NUMBER:**

03088908 (England and Wales)

**AUDITORS:**

Haines Watts  
Chartered Accountants and Statutory Auditors  
Sterling House  
97 Lichfield Street  
Tamworth  
Staffordshire  
B79 7QF

**Balance Sheet**  
**30 September 2020**

	Notes	2020 £	£	2019 £	£
<b>FIXED ASSETS</b>					
Intangible assets	4		5,333		7,333
Tangible assets	5		<u>605,566</u>		<u>722,627</u>
			610,899		729,960
<b>CURRENT ASSETS</b>					
Stocks		179,215		192,329	
Debtors	6	341,546		420,072	
Cash at bank and in hand		<u>242,581</u>		<u>80,199</u>	
		763,342		692,600	
<b>CREDITORS</b>					
Amounts falling due within one year	7	<u>485,432</u>		<u>644,394</u>	
<b>NET CURRENT ASSETS</b>			<u>277,910</u>		<u>48,206</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			888,809		778,166
<b>CREDITORS</b>					
Amounts falling due after more than one year	8		(50,000)		(6,589)
<b>PROVISIONS FOR LIABILITIES</b>			<u>(115,058)</u>		<u>(131,323)</u>
<b>NET ASSETS</b>			<u>723,751</u>		<u>640,254</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	11		1,000		1,000
Revaluation reserve	12		197,533		197,533
Retained earnings			<u>525,218</u>		<u>441,721</u>
<b>SHAREHOLDERS' FUNDS</b>			<u>723,751</u>		<u>640,254</u>

The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 11 March 2021 and were signed on its behalf by:

P Horobin - Director

**Notes to the Financial Statements  
for the Year Ended 30 September 2020**

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**1. STATUTORY INFORMATION**

P H Flexible Packaging Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

**2. 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" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets.

The financial statements have been prepared on a going concern basis which assumes that the company will continue to operate for the foreseeable future. Additionally not all events or conditions can be predicted with the event of COVID 19 pandemic, which has brought with it additional unprecedented levels of uncertainty and the inability to assess fully, therefore, the impact of that on not only the company but also on the customers and suppliers it trades with. Budgets and cash flow projections compiled indicate that the company has sufficient reserves to continue to trade. The directors believe that support afforded, careful cashflow considerations and use of mitigating actions available, including furloughing of underutilised staff, is sufficient upon which to adopt the going concern basis.

**Turnover**

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

**Goodwill**

Goodwill, being the amount paid in connection with the acquisition of a business in 2018, is being amortised evenly over its estimated useful life of five years.

**Intangible assets**

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

**Tangible fixed assets**

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

Land and buildings	- Straight line over the life of the lease
Plant and machinery etc	- 20% on reducing balance and 15% on reducing balance

**Government grants**

Government grants in relation to tangible fixed assets are credited to profit and loss account over the useful lives of the related assets, whereas those in relation to expenditure are credited when the expenditure is charged to profit and loss.

**Stocks**

Stocks and work in progress are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Cost is calculated using the first-in, first-out method and includes all purchase, transport, and handling costs in bringing stocks to their present location and condition.

**Taxation**

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

**Notes to the Financial Statements - continued  
for the Year Ended 30 September 2020**

**2. ACCOUNTING POLICIES - continued**

**Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

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.

**Hire purchase and leasing commitments**

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

**3. EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 20 (2019 - 23 ) .

**4. INTANGIBLE FIXED ASSETS**

	Goodwill £
<b>COST</b>	
At 1 October 2019	
and 30 September 2020	<u>10,000</u>
<b>AMORTISATION</b>	
At 1 October 2019	2,667
Charge for year	<u>2,000</u>
At 30 September 2020	<u>4,667</u>
<b>NET BOOK VALUE</b>	
At 30 September 2020	<u>5,333</u>
At 30 September 2019	<u>7,333</u>

Notes to the Financial Statements - continued  
for the Year Ended 30 September 2020

5. TANGIBLE FIXED ASSETS

	Land and buildings £	Plant and machinery etc £	Totals £
<b>COST OR VALUATION</b>			
At 1 October 2019	89,459	1,111,399	1,200,858
Additions	-	9,912	9,912
Disposals	-	(80,416)	(80,416)
At 30 September 2020	<u>89,459</u>	<u>1,040,895</u>	<u>1,130,354</u>
<b>DEPRECIATION</b>			
At 1 October 2019	89,459	388,772	478,231
Charge for year	-	77,692	77,692
Eliminated on disposal	-	(31,135)	(31,135)
At 30 September 2020	<u>89,459</u>	<u>435,329</u>	<u>524,788</u>
<b>NET BOOK VALUE</b>			
At 30 September 2020	<u>-</u>	<u>605,566</u>	<u>605,566</u>
At 30 September 2019	<u>-</u>	<u>722,627</u>	<u>722,627</u>

Cost or valuation at 30 September 2020 is represented by:

	Land and buildings £	Plant and machinery etc £	Totals £
Valuation in 2018	-	(306,343)	(306,343)
Cost	<u>89,459</u>	<u>1,347,238</u>	<u>1,436,697</u>
	<u>89,459</u>	<u>1,040,895</u>	<u>1,130,354</u>

If plant and machinery had not been revalued they would have been included at the following historical cost:

	2020 £	2019 £
Cost	<u>1,119,649</u>	<u>1,130,157</u>
Aggregate depreciation	<u>790,304</u>	<u>728,968</u>

Plant and machinery were valued on an open market basis on 30 September 2018 by the Directors .

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Trade debtors	336,634	367,338
Other debtors	<u>4,912</u>	<u>52,734</u>
	<u>341,546</u>	<u>420,072</u>

Notes to the Financial Statements - continued  
for the Year Ended 30 September 2020

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Hire purchase contracts (see note 9)	6,589	19,575
Trade creditors	264,203	306,845
Taxation and social security	113,010	65,675
Other creditors	101,630	252,299
	<u>485,432</u>	<u>644,394</u>

8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2020	2019
	£	£
Bank loans	50,000	-
Hire purchase contracts (see note 9)	-	6,589
	<u>50,000</u>	<u>6,589</u>

Bank loans and overdrafts are secured on units G1 & G2 Gresley Business Park which are owned by P Horobin and D Norman, directors of the company, together with a debenture over the assets of the company. Additionally, P Horobin and D Norman have pledged a personal guarantee of £100,000 against the same liabilities.

9. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

	Hire purchase contracts	
	2020	2019
	£	£
Net obligations repayable:		
Within one year	6,589	19,575
Between one and five years	-	6,589
	<u>6,589</u>	<u>26,164</u>

	Non-cancellable operating leases	
	2020	2019
	£	£
Within one year	117,915	54,219
Between one and five years	40,073	3,915
	<u>157,988</u>	<u>58,134</u>



**Notes to the Financial Statements - continued  
for the Year Ended 30 September 2020**

**10. SECURED DEBTS**

The following secured debts are included within creditors:

	2020 £	2019 £
Bank loans	50,000	-
Hire purchase contracts	6,589	26,164
	<u>56,589</u>	<u>26,164</u>

The hire purchase liabilities are secured over the assets to which they relate. Bank loans and overdrafts are secured by way of a fixed and floating charge over the undertaking and all property and assets present and future.

**11. CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid: Number:	Class:	Nominal value: £1	2020 £	2019 £
1,000	Ordinary		<u>1,000</u>	<u>1,000</u>

**12. RESERVES**

	Revaluation reserve £
At 1 October 2019 and 30 September 2020	<u>197,533</u>

**13. DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006**

The Report of the Auditors was unqualified.

Stephen Butler BA FCA (Senior Statutory Auditor)  
for and on behalf of Haines Watts

**14. CONTINGENT LIABILITIES**

The company has given cross guarantees to National Westminster Bank PLC in respect of amounts outstanding with fellow group and connected companies. At the balance sheet date these amounted to £nil (2019: £nil).

**15. RELATED PARTY DISCLOSURES**

Included in other creditors are loans to the company of £62,160 (2019 - £159,835) from the Directors. These loans are repayable on demand.

**16. ULTIMATE CONTROLLING PARTY**

The ultimate controlling party is P Horobin by virtue of his majority shareholding in the company.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.