

REGISTERED NUMBER: 03088908 (England and Wales)

P H Flexible Packaging Limited
Financial Statements
for the Year Ended 30 September 2018

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

**Contents of the Financial Statements
for the Year Ended 30 September 2018**

	Page
Company Information	1
Balance Sheet	2
Notes to the Financial Statements	3

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 2018

	Notes	2018 £	£	2017 £	£
FIXED ASSETS					
Intangible assets	4		9,333		-
Tangible assets	5		<u>723,182</u>		<u>553,395</u>
			732,515		553,395
CURRENT ASSETS					
Stocks		169,702		194,759	
Debtors	6	423,731		319,922	
Cash at bank and in hand		<u>1,079</u>		<u>58,540</u>	
		594,512		573,221	
CREDITORS					
Amounts falling due within one year	7	<u>567,492</u>		<u>616,168</u>	
NET CURRENT ASSETS/(LIABILITIES)			<u>27,020</u>		<u>(42,947)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			759,535		510,448
CREDITORS					
Amounts falling due after more than one year	8		(25,718)		(53,062)
PROVISIONS FOR LIABILITIES			<u>(137,549)</u>		<u>(73,330)</u>
NET ASSETS			<u>596,268</u>		<u>384,056</u>
CAPITAL AND RESERVES					
Called up share capital			1,000		1,000
Revaluation reserve	11		197,533		-
Retained earnings			<u>397,735</u>		<u>383,056</u>
SHAREHOLDERS' FUNDS			<u>596,268</u>		<u>384,056</u>

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

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 on 9 May 2019 and were signed on its behalf by:

P Horobin - Director

**Notes to the Financial Statements
for the Year Ended 30 September 2018**

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.

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 or, if held under a finance lease, over the lease term, whichever is the shorter.

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

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.

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.

Notes to the Financial Statements - continued
for the Year Ended 30 September 2018

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 22 (2017 - 22) .

4. **INTANGIBLE FIXED ASSETS**

	Goodwill £
COST	
Additions	10,000
At 30 September 2018	<u>10,000</u>
AMORTISATION	
Charge for year	667
At 30 September 2018	<u>667</u>
NET BOOK VALUE	
At 30 September 2018	<u><u>9,333</u></u>

5. **TANGIBLE FIXED ASSETS**

	Land and buildings £	Plant and machinery etc £	Totals £
COST OR VALUATION			
At 1 October 2017	89,459	1,313,295	1,402,754
Additions	-	25,682	25,682
Revaluations	-	(306,343)	(306,343)
At 30 September 2018	<u>89,459</u>	<u>1,032,634</u>	<u>1,122,093</u>
DEPRECIATION			
At 1 October 2017	74,262	775,097	849,359
Charge for year	15,197	84,567	99,764
Revaluation adjustments	-	(550,212)	(550,212)
At 30 September 2018	<u>89,459</u>	<u>309,452</u>	<u>398,911</u>
NET BOOK VALUE			
At 30 September 2018	<u>-</u>	<u>723,182</u>	<u>723,182</u>
At 30 September 2017	<u>15,197</u>	<u>538,198</u>	<u>553,395</u>

The net book value of tangible fixed assets includes £62,958 (2017 - £87,966) in respect of assets held under finance leases or hire purchase contracts. The depreciation charge in respect of such assets amounted to £13,117 (2017 - £13,466) for the year.

Cost or valuation at 30 September 2018 is represented by:

	Land and buildings £	Plant and machinery etc £	Totals £
Valuation in 2018	-	(306,343)	(306,343)
Cost	<u>89,459</u>	<u>1,338,977</u>	<u>1,428,436</u>
	<u>89,459</u>	<u>1,032,634</u>	<u>1,122,093</u>

Notes to the Financial Statements - continued
for the Year Ended 30 September 2018

5. **TANGIBLE FIXED ASSETS - continued**

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

	2018 £	2017 £
Cost	1,033,950	-
Aggregate depreciation	<u>669,469</u>	<u>-</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**

	2018 £	2017 £
Trade debtors	403,834	317,801
Other debtors	19,897	2,121
	<u>423,731</u>	<u>319,922</u>

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

	2018 £	2017 £
Bank loans and overdrafts	31,057	7,282
Hire purchase contracts (see note 9)	19,575	24,411
Trade creditors	194,693	234,882
Taxation and social security	53,130	39,107
Other creditors	269,037	310,486
	<u>567,492</u>	<u>616,168</u>

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

	2018 £	2017 £
Bank loans	-	7,323
Hire purchase contracts (see note 9)	25,718	45,739
	<u>25,718</u>	<u>53,062</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 2018 £	2017 £
Net obligations repayable:		
Within one year	19,575	24,411
Between one and five years	25,718	45,739
	<u>45,293</u>	<u>70,150</u>

Notes to the Financial Statements - continued
for the Year Ended 30 September 2018

9. **LEASING AGREEMENTS - continued**

	Non-cancellable operating leases	
	2018	2017
	£	£
Within one year	56,930	51,711
Between one and five years	9,134	5,279
	<u>66,064</u>	<u>56,990</u>

10. **SECURED DEBTS**

The following secured debts are included within creditors:

	2018	2017
	£	£
Bank overdrafts	24,351	-
Bank loans	6,706	14,605
Hire purchase contracts	45,293	70,150
	<u>76,350</u>	<u>84,755</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. **RESERVES**

	Revaluation reserve
	£
Revaluation of plant	<u>197,533</u>
At 30 September 2018	<u>197,533</u>

12. **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

13. **RELATED PARTY DISCLOSURES**

Included in other creditors are loans to the company of £174,820 (2017 - £195,634) from the Directors. These loans are repayable on demand.

14. **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.