

**REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2012
FOR
JACOB JURGENSEN UK LTD**

ORIGINAL



A2E08L6G
A02 03/08/2013 #128
COMPANIES HOUSE

JACOB JURGENSEN UK LTD

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2012**

	Page
Company Information	1
Report of the Directors	2
Report of the Independent Auditors	4
Profit and Loss Account	6
Balance Sheet	7
Notes to the Financial Statements	8
Trading and Profit and Loss Account	12

JACOB JURGENSEN UK LTD
COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2012

DIRECTORS:

M Bausor
S Prodohl
W E Wroldsen

REGISTERED OFFICE:

Weston House
18/22 Church Street
Lutterworth
Leicestershire
LE17 4XJ

REGISTERED NUMBER:

03600582 (England and Wales)

AUDITORS:

Crowfoot and Company Ltd
Lonsdale
High Street
Lutterworth
Leicestershire
LE17 4AD

JACOB JURGENSEN UK LTD

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 DECEMBER 2012

The directors present their report with the financial statements of the company for the year ended 31 December 2012.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of suppliers of forest products.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 January 2012 to the date of this report.

M Bausor
S Prodohl
W E Wroldsen

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Report of the Directors 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 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 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 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.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are 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 each director 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.

AUDITORS

The auditors, Crowfoot and Company Ltd, will be proposed for re-appointment at the forthcoming Annual General Meeting.

JACOB JURGENSEN UK LTD

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 DECEMBER 2012**

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

ON BEHALF OF THE BOARD:

A handwritten signature in black ink, consisting of a large, stylized loop followed by a horizontal line and a short vertical stroke.

M Bausor - Director

8 April 2013

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF JACOB JURGENSEN UK LTD

We have audited the financial statements of Jacob Jurgensen UK Ltd for the year ended 31 December 2012 on pages six to eleven. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

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 directors and auditors

As explained more fully in the Statement of Directors' Responsibilities set out on page two, 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 financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Report of the Directors to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

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 2012 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Emphasis of Matter

We draw attention to Note 15 in the financial statements. During the course of our audit we identified a series of fraudulent transactions perpetrated against the company. Amounts identified relating to the year end 31 December 2012 totalled £46,176. It is believed that the company will be able to recover these misappropriated funds in full. The fraud involved the mistreatment of transactions within the accounting records, for which the directors have made appropriate adjustments in these financial statements.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
JACOB JURGENSEN UK LTD**

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 directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the Report of the Directors.



Roger A Platt (Senior Statutory Auditor)
for and on behalf of Crowfoot and Company Ltd
Lonsdale
High Street
Lutterworth
Leicestershire
LE17 4AD

Date: 8/4/13

JACOB JURGENSEN UK LTD**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2012**

	Notes	2012 £	2011 £
TURNOVER	2	123,938	1,239,672
Cost of sales		<u>5,621</u>	<u>1,089,209</u>
GROSS PROFIT		118,317	150,463
Administrative expenses		<u>162,986</u>	<u>148,906</u>
		(44,669)	1,557
Other operating income		<u>6,582</u>	-
OPERATING (LOSS)/PROFIT	3	(38,087)	1,557
Interest receivable and similar income		<u>2,950</u>	<u>2,264</u>
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		(35,137)	3,821
Tax on (loss)/profit on ordinary activities	4	<u>(292)</u>	<u>3,811</u>
(LOSS)/PROFIT FOR THE FINANCIAL YEAR		<u><u>(34,845)</u></u>	<u><u>10</u></u>

The notes form part of these financial statements

BALANCE SHEET
31 DECEMBER 2012

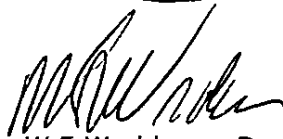
	Notes	2012 £	2011 £
FIXED ASSETS			
Tangible assets	6	4,282	5,292
CURRENT ASSETS			
Stocks		-	2,969
Debtors	7	64,033	133,711
Cash at bank and in hand		15,779	76,205
		<u>79,812</u>	<u>212,885</u>
CREDITORS			
Amounts falling due within one year	8	<u>13,311</u>	<u>72,549</u>
NET CURRENT ASSETS		<u>66,501</u>	<u>140,336</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u><u>70,783</u></u>	<u><u>145,628</u></u>
CAPITAL AND RESERVES			
Called up share capital	10	50,000	50,000
Profit and loss account	11	<u>20,783</u>	<u>95,628</u>
SHAREHOLDERS' FUNDS		<u><u>70,783</u></u>	<u><u>145,628</u></u>

The financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The financial statements were approved by the Board of Directors on 8 April 2013 and were signed on its behalf by:


M Bausor - Director

S Prodohl - Director


W E Wroldsen - Director



JACOB JURGENSEN UK LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2012

1 ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax

Tangible fixed assets

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

Fixtures and fittings - at variable rates on reducing balance

Stocks

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

Deferred tax

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

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

2. TURNOVER

The turnover and loss (2011 - profit) before taxation are attributable to the one principal activity of the company.

3. OPERATING (LOSS)/PROFIT

The operating loss (2011 - operating profit) is stated after charging:

	2012	2011
	£	£
Depreciation - owned assets	2,118	2,091
Loss on disposal of fixed assets	-	1,411
Auditors' remuneration	2,050	2,000
	<u> </u>	<u> </u>
Directors' remuneration	<u>47,530</u>	<u>51,724</u>

JACOB JURGENSEN UK LTD

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2012**

4. TAXATION

Analysis of the tax (credit)/charge

The tax (credit)/charge on the loss on ordinary activities for the year was as follows:

	2012 £	2011 £
Current tax:		
UK corporation tax	(571)	891
Prior year adjustment	279	2,920
	<u> </u>	<u> </u>
Tax on (loss)/profit on ordinary activities	<u>(292)</u>	<u>3,811</u>

5. DIVIDENDS

	2012 £	2011 £
Interim	<u>40,000</u>	<u>-</u>

6. TANGIBLE FIXED ASSETS

	Fixtures and fittings £
COST	
At 1 January 2012	13,000
Additions	1,108
Disposals	(6,855)
	<u> </u>
At 31 December 2012	7,253
DEPRECIATION	
At 1 January 2012	7,708
Charge for year	2,118
Eliminated on disposal	(6,855)
	<u> </u>
At 31 December 2012	2,971
NET BOOK VALUE	
At 31 December 2012	<u>4,282</u>
At 31 December 2011	<u>5,292</u>

JACOB JURGENSEN UK LTD

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2012**

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2012	2011
	£	£
Trade debtors	7,484	5,196
Amounts owed by group undertakings	-	100,000
Other debtors	46,176	-
ACT recoverable	3,590	3,590
VAT Repayable	858	9,177
Corporation tax repayable	571	-
Directors' loan accounts	21	12,238
Prepayments	5,333	3,510
	<u>64,033</u>	<u>133,711</u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2012	2011
	£	£
Tax	-	291
Social security and other taxes	4,949	3,703
VAT	3,000	-
Other creditors	-	63,784
Purchase ledger control	3,912	4,771
Accrued expenses	1,450	-
	<u>13,311</u>	<u>72,549</u>

9. SECURED DEBTS

The bank overdraft is secured by a fixed and floating charge over the company's assets and a guarantee from the parent company

10. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number	Class:	Nominal value:	2012	2011
			£	£
50,000	Ordinary	£1	<u>50,000</u>	<u>50,000</u>

11. RESERVES

	Profit and loss account £
At 1 January 2012	95,628
Deficit for the year	(34,845)
Dividends	<u>(40,000)</u>
At 31 December 2012	<u>20,783</u>

JACOB JURGENSEN UK LTD

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 DECEMBER 2012

12. PENSION COMMITMENTS

The company operates a defined contribution pension scheme in respect of certain employees. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £nil (2011 £nil). The number of directors for whom retirement benefits are accruing is one (2011 one).

13. RELATED PARTY DISCLOSURES

Included within debtors on the balance sheet is an overdrawn directors loan account in respect of the director, Mr M Bausor of £21 (2011 £12,238). The maximum amount outstanding during the year was £12,238 interest is charged on this balance at normal commercial terms.

Included within debtors on the balance sheet is an amount due from the parent company of £nil (2011 £100,000). Interest is charged on normal commercial terms amounting to £2,950 (2011 £2,059).

The company purchased goods and services from and charged commission to its parent company. Details of these transactions are recorded in the accounts of the parent company.

14. ULTIMATE CONTROLLING PARTY

The company is a subsidiary of Jacob Jurgensen Papier und Zellstoff GmbH, a company registered in Germany. The directors S Prodhon and W E Wroldsen act together as the controlling party by reason of their controlling interest in the shares of the parent company.

15. SIGNIFICANT EVENTS DURING THE YEAR

During the course of the audit of the accounts for the year ended 31 December 2012, a major fraud was identified. At the date of this report misappropriated funds totalling £46,176 have been identified. The directors believe this amount is recoverable and it has been included within debtors on the balance sheet.

JACOB JURGENSEN UK LTD

**TRADING AND PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2012**

	2012		2011
	£	£	£
Sales	123,938		1,239,672
Cost of sales			
Opening stock	2,969		982,891
Purchases	2,652		109,287
	<u>5,621</u>		<u>1,092,178</u>
Closing stock	-		(2,969)
	<u>5,621</u>		<u>1,089,209</u>
GROSS PROFIT	118,317		150,463
Other income			
Other income	6,582		-
Interest received	2,950		2,264
	<u>9,532</u>		<u>2,264</u>
	127,849		152,727
Expenditure			
Rent and rates	5,000		3,000
Insurance	4,218		3,786
Directors' salaries	47,530		51,724
Wages	38,492		39,401
General expenses	1,919		659
Telephone	4,911		2,589
Post and stationery	6,437		2,725
Advertising	970		-
Travelling and entertainment	6,886		6,953
Motor expenses	19,805		21,579
Repairs and renewals	2,565		1,414
Bookkeeping & admin fees	9,200		-
Legal professional	600		3,618
Auditors' remuneration	2,050		2,000
Entertainment and gifts	1,505		-
Bad debts	8,668		5,891
	<u>160,756</u>		<u>145,339</u>
	(32,907)		7,388
Finance costs			
Bank charges	112		65
	<u>(33,019)</u>		<u>7,323</u>
Depreciation			
Fixtures and fittings	2,118		2,091
Carried forward	(35,137)		5,232

This page does not form part of the statutory financial statements

JACOB JURGENSEN UK LTD

**TRADING AND PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2012**

	2012	2011
	£	£
Brought forward	(35,137)	5,232
Loss on disposal of fixed assets		
Fixtures and fittings	-	1,411
NET (LOSS)/PROFIT	<u>(35,137)</u>	<u>3,821</u>