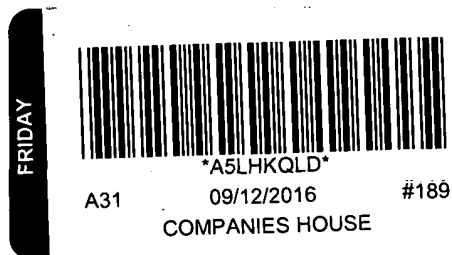


Financial Statements The Paint Research Association Limited

For the Year Ended 31 March 2016



Registered number: 00216387

The Paint Research Association Limited
Registered number:00216387
(A company limited by guarantee)

Company Information

Directors	M H Lewis R J Whysall
Company secretary	Mrs L Gibson
Registered number	00216387
Registered office	14 Castle Mews High Street Hampton Middlesex TW12 2NP
Independent auditor	Grant Thornton UK LLP Chartered Accountants & Statutory Auditor Regent House 80 Regent Road Leicester LE1 7NH

The Paint Research Association Limited
Registered number:00216387
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The Paint Research Association Limited
(A company limited by guarantee)

Directors' Report

For the Year Ended 31 March 2016

The directors present their report and the financial statements for the year ended 31 March 2016.

Principal activity

The principal activity of the company during the year was that of investment property management.

Directors

The directors who served during the year were:

M H Lewis
R J Whysall

Directors' responsibilities statement

The directors are responsible for preparing the Directors' 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 applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. 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 surplus or deficit of the Company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies for the Company financial statements and then apply them consistently;
- make judgments 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 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 auditor

Each of the persons who are directors at the time when this Directors' report is approved has confirmed that:

- so far as that director is aware, there is no relevant audit information of which the Company's auditor is unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the Company's auditor is aware of that information.

The Paint Research Association Limited
(A company limited by guarantee)

Directors' Report

For the Year Ended 31 March 2016

Auditors

Under section 487(2) of the Companies Act 2006, Grant Thornton UK LLP will be deemed to have been reappointed as auditor 28 days after these financial statements were sent to members or 28 days after the latest date prescribed for filing the accounts with the registrar, whichever is earlier.

Small Companies Note

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

This report was approved by the board on 1 December 2016 and signed on its behalf.



R J Whysall
Director



Independent Auditor's Report to the Shareholders of The Paint Research Association Limited

We have audited the financial statements of The Paint Research Association Limited for the year ended 31 March 2016, which comprise the statement of comprehensive income, the Balance sheet, the Statement of changes in equity 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 Auditor's 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 auditor

As explained more fully in the Directors' responsibilities statement, 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

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

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 March 2016 and of its loss 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 matter prescribed by the Companies Act 2006

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



Independent Auditor's Report to the Shareholders of The Paint Research Association Limited

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 take advantage of the small companies' exemption from the requirement to prepare a strategic report or in preparing the Directors' report.

A handwritten signature in black ink, appearing to read "Grant Thornton UK LLP".

Christopher Frostwick (Senior statutory auditor)
for and on behalf of
Grant Thornton UK LLP
Statutory Auditor
Chartered Accountants

East Midlands
1 December 2016

Statement of Comprehensive Income

For the Year Ended 31 March 2016

	Note	2016 £	2015 £
Turnover	4	133,909	153,613
Gross profit		133,909	153,613
Administrative expenses		(136,691)	(153,759)
Exceptional items - Inter company loans waived		-	(1,058,885)
Operating loss	5	(2,782)	(1,059,031)
Interest receivable and similar income	7	-	25
Loss before tax		(2,782)	(1,059,006)
Total comprehensive income for the year		(2,782)	(1,059,006)

The notes on pages 9 to 15 form part of these financial statements.

Balance Sheet

As at 31 March 2016

	Note	2016 £	2015 £
Fixed assets			
Investment property	10	2,142,726	2,142,726
		<u>2,142,726</u>	<u>2,142,726</u>
Current assets			
Debtors: amounts falling due within one year	11	26,191	44,567
Cash at bank and in hand	12	149,952	46,812
		<u>176,143</u>	<u>91,379</u>
Creditors: amounts falling due within one year	13	(146,318)	(58,772)
Net current assets		<u>29,825</u>	<u>32,607</u>
Total assets less current liabilities		<u>2,172,551</u>	<u>2,175,333</u>
Net assets		<u>2,172,551</u>	<u>2,175,333</u>
Capital and reserves			
Profit and loss account	14	2,172,551	2,175,333
		<u>2,172,551</u>	<u>2,175,333</u>

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 1 December 2016.



R J Whysall
Director

The notes on pages 9 to 15 form part of these financial statements.

The Paint Research Association Limited
Registered number:00216387
(A company limited by guarantee)

Statement of Changes in Equity

For the Year Ended 31 March 2016

	Retained earnings £	Total equity £
At 1 April 2015	2,175,333	2,175,333
Comprehensive income for the year		
Loss for the year	(2,782)	(2,782)
Total comprehensive income for the year	<u>(2,782)</u>	<u>(2,782)</u>
Total transactions with owners	<u>-</u>	<u>-</u>
At 31 March 2016	<u><u>2,172,551</u></u>	<u><u>2,172,551</u></u>

Statement of Changes in Equity

For the Year Ended 31 March 2015

	Retained earnings	Total equity
	£	£
At 1 April 2014	3,234,339	3,234,339
Comprehensive income for the year		
Loss for the year	(1,059,006)	(1,059,006)
Other comprehensive income for the year	-	-
Total comprehensive income for the year	(1,059,006)	(1,059,006)
Total transactions with owners	-	-
At 31 March 2015	2,175,333	2,175,333

The notes on pages 9 to 15 form part of these financial statements.

Notes to the Financial Statements

For the Year Ended 31 March 2016

1. General information

The Paint Research Association Limited is a company limited by guarantee. It was incorporated in England and its registered office is Pera Business Park, Nottingham Road, Melton Mowbray, Leicestershire, LE13 0PB. The principal activity of the company during the year was that of investment property management.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with Financial Reporting Standard 102, the Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland and the Companies Act 2006.

Information on the impact of first-time adoption of FRS 102 is given in note 18.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgment in applying the Company's accounting policies (see note 3).

The following principal accounting policies have been applied:

2.2 Financial reporting standard 102 - reduced disclosure exemptions

The company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by the FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland":

- the requirements of Section 4 Statement of Financial Position paragraph 4.12(a)(iv);
- the requirements of Section 11 Financial Instruments paragraphs 11.39 to 11.48A;
- the requirements of Section 12 Other Financial Instruments paragraphs 12.26 to 12.29;
- the requirements of Section 33 Related Party Disclosures paragraph 33.7.

This information is included in the consolidated financial statements of Pera International as at 31 March 2016 and these financial statements may be obtained from companies house.

2.3 Revenue

Rental income is recognised on an accrued basis.

2.4 Investment property

Investment property is carried at fair value. No depreciation is provided. Changes in fair value are recognised in profit or loss.

2.5 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

Notes to the Financial Statements

For the Year Ended 31 March 2016

2. Accounting policies (continued)

2.6 Cash and cash equivalents

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.

2.7 Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

2.8 Exceptional items

Exceptional items are transactions that fall within the ordinary activities of the Company but are presented separately due to their size or incidence.

3. Judgments in applying accounting policies and key sources of estimation uncertainty

Certain of the amounts included in the financial statements involve the use of judgement and / or estimation.

These judgements and estimates are based on management's best knowledge of the relevant facts and circumstances, having regard to prior experience, but actual results may differ from the amounts included in the financial statements. Information about such judgements and estimation is contained in the accounting policies and / or the notes to the financial statements and the key areas are summarised below:

Judgements in applying accounting policies:

- The directors must judge whether all of the conditions required for revenues to be recognised in the statement of comprehensive income the financial year, as set in 2.3, have been met.

Sources of estimation uncertainty:

- Investment property valuations are based on valuation assumptions

4. Analysis of turnover

The whole of the turnover is attributable to rental income.

All turnover arose within the United Kingdom.

Notes to the Financial Statements

For the Year Ended 31 March 2016

5. Operating loss

The operating loss is stated after charging:

	2016 £	2015 £
Fees payable to the Company's auditor and its associates for the audit of the company's annual financial statements	1,500	1,500
Gift aid payment to parent company	85,000	110,000
	<u>85,000</u>	<u>110,000</u>

6. Employees

The Company has no employees other than the directors, who did not receive any remuneration (2015 - £NIL).

7. Interest receivable

	2016 £	2015 £
Other interest receivable	-	25
	<u>-</u>	<u>25</u>

8. Taxation

	2016 £	2015 £
Total current tax	-	-
Deferred tax		
Total deferred tax	-	-
Taxation on profit on ordinary activities	-	-

Notes to the Financial Statements

For the Year Ended 31 March 2016

8. Taxation (continued)

Factors affecting tax charge for the year

The tax assessed for the year is higher than (2015 - higher than) the standard rate of corporation tax in the UK of 20% (2015 - 21%). The differences are explained below:

	2016 £	2015 £
Profit on ordinary activities before tax	(2,782)	(1,059,006)
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 20% (2015 - 21%)	(556)	(222,391)
Effects of:		
Inter company loans waived (not taxable)	-	222,365
Unrelieved tax losses carried forward	556	26
Total tax charge for the year	-	-

9. Exceptional items

	2016 £	2015 £
Inter company loans waived	-	1,058,885
	-	1,058,885

During the prior year as part of a restructuring exercise certain inter company loans were formally waived.

Notes to the Financial Statements

For the Year Ended 31 March 2016

10. Investment property

	Freehold investment property £
Valuation	
At 1 April 2015	2,142,726
At 31 March 2016	2,142,726

The 2012 valuations were made by Sneller Commercial Chartered Surveyors, on an open market value for existing use basis. The directors consider that the valuation of the investment property as at March 2016 is in line with the previous professional valuation. A legal charge is held over the property by the entity's bankers.

11. Debtors

	2016 £	2015 £
Trade debtors	15,770	39,449
Amounts owed by group undertakings	151	-
Other debtors	2,620	-
VAT recoverable	7,650	5,118
	26,191	44,567

Notes to the Financial Statements

For the Year Ended 31 March 2016

12. Cash and cash equivalents

	2016 £	2015 £
Cash at bank and in hand	149,952	46,812
	<u>149,952</u>	<u>46,812</u>

13. Creditors: Amounts falling due within one year

	2016 £	2015 £
Trade creditors	16,043	7,176
Amounts owed to group undertakings	106,775	15,040
Other creditors	23,500	36,556
	<u>146,318</u>	<u>58,772</u>

14. Reserves

Profit & loss account

The profit and loss account includes all current and prior period retained profits and losses.

15. Company status

The company is a private company limited by guarantee and consequently does not have share capital. Each of the members is liable to contribute an amount not exceeding £5 towards the assets of the company in the event of liquidation.

16. Related party transactions

The company is exempt under paragraph 33.1A of FRS 102 from the requirements to disclose transactions with other members of the group headed by Pera International on the basis that they are wholly owned entities.

17. Controlling party

The company is a 100% subsidiary of Pera International, a company limited by guarantee and registered in England and Wales. That company is considered to be the ultimate holding company and ultimate control is held by the members of that company.

The Paint Research Association Limited
(A company limited by guarantee)

Notes to the Financial Statements

For the Year Ended 31 March 2016

18. First time adoption of FRS 102

The policies applied under the entity's previous accounting framework are not materially different to FRS 102 and have not impacted on equity or profit or loss.