

**A. A. Packaging Limited**  
**Filleted Unaudited Financial Statements**  
**30th June 2020**



**A. A. Packaging Limited****Statement of Financial Position****30th June 2020**

|   |      | 2 0 2 0        |                | 2 0 1 9        |                |
|---|------|----------------|----------------|----------------|----------------|
|   | Note | £              | £              | £              | £              |
| <b>Fixed assets</b>                                   |      |                |                |                |                |
| Tangible assets                                       | 5    |                | 130,503        |                | 135,702        |
| <b>Current assets</b>                                 |      |                |                |                |                |
| Stocks  |      | 158,869        |                | 131,406        |                |
| Debtors   | 6    | 107,274        |                | 365,937        |                |
| Cash at bank and in hand                              |      | 172,618        |                | 97,281         |                |
|   |      | <u>438,761</u> |                | <u>594,624</u> |                |
| <b>Creditors: amounts falling due within one year</b> | 7    | <u>129,818</u> |                | <u>266,099</u> |                |
| <b>Net current assets</b>                             |      |                | <u>308,943</u> |                | <u>328,525</u> |
| <b>Total assets less current liabilities</b>          |      |                | <u>439,446</u> |                | <u>464,227</u> |
| <b>Provisions</b>                                     |      |                |                |                |                |
| Taxation including deferred tax                       |      |                | 900            |                | 1,000          |
| <b>Net assets</b>                                     |      |                | <u>438,546</u> |                | <u>463,227</u> |
| <b>Capital and reserves</b>                           |      |                |                |                |                |
| Called up share capital                               |      |                | 1,000          |                | 1,000          |
| Profit and loss account                               |      |                | 437,546        |                | 462,227        |
| <b>Shareholders funds</b>                             |      |                | <u>438,546</u> |                | <u>463,227</u> |

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with Section 1A of FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In accordance with section 444 of the Companies Act 2006, the statement of income and retained earnings has not been delivered.

For the year ending 30th June 2020 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

**Directors' responsibilities:**

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements were approved by the board of directors and authorised for issue on 20th August 2020, and are signed on behalf of the board by:



D. A. PARKINSON  
Director

Company registration number: 1718996

The notes on pages 2 to 5 form part of these financial statements.

## **A. A. Packaging Limited**

### **Notes to the Financial Statements**

**Year ended 30th June 2020**

#### **1. General information**

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is The Light Industrial Estate, Liverpool New Road, Walmer Bridge, Preston, PR4 5HY.

#### **2. Statement of compliance**

These financial statements have been prepared in compliance with Section 1A of FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

#### **3. Accounting policies**

##### **Basis of preparation**

The financial statements have been prepared on the historical cost basis.

The financial statements are prepared in sterling, which is the functional currency of the entity.

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

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The judgements and estimations that management has made in the process of applying the entity's accounting policies and that have the most significant effect on the amounts recognised in the financial statements are as follows:

- The estimated useful life of the tangible fixed assets and the depreciation rates used thereon.
- The net realisable value of slow moving stock.
- The recoverability of the debtors.

##### **Revenue recognition**

Turnover is measured at the fair value of the consideration received or receivable for goods supplied and services rendered, net of discounts and Value Added Tax.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership have transferred to the buyer (usually on despatch of the goods); the amount of revenue can be measured reliably; it is probable that the associated economic benefits will flow to the entity; and the costs incurred or to be incurred in respect of the transactions can be measured reliably.

##### **Taxation**

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, tax is recognised in other comprehensive income or directly in equity, respectively.

## **A. A. Packaging Limited**

### **Notes to the Financial Statements (continued)**

**Year ended 30th June 2020**

#### **3. Accounting policies (continued)**

##### **Taxation (continued)**

Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date that are expected to apply to the reversal of the timing difference.

##### **Operating leases**

Lease payments are recognised as an expense over the lease term on a straight-line basis. The aggregate benefit of lease incentives is recognised as a reduction to expense over the lease term, on a straight-line basis.

##### **Tangible assets**

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses.

##### **Depreciation**

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

|                         |   |                                  |
|-------------------------|---|----------------------------------|
| Freehold buildings      | - | 2% on cost                       |
| Long leasehold property | - | 2% on cost                       |
| Plant and machinery     | - | 15% to 25% on written down value |

No depreciation is provided on freehold land.

##### **Stocks**

Stocks are valued at the lower of cost and net realisable value after taking account for slow moving and obsolete items. Finished goods and goods awaiting despatch are valued at selling price.

##### **Financial instruments**

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. Finance costs are calculated so as to produce a constant rate of return on the outstanding liability.

##### **Defined contribution plans**

The company provides two funded pension plans, one for certain employees and another for one director of the company. The assets of these plans are held separately from those of the company in independently administered funds. Contributions to the plans are charged to the profit and loss account as they become payable.

## A. A. Packaging Limited

### Notes to the Financial Statements (continued)

Year ended 30th June 2020

#### 4. Employee numbers

The average number of persons employed by the company during the year amounted to 10 (2019: 9).

#### 5. Tangible assets

|                                     | Freehold<br>land and<br>buildings<br>£ | Long<br>leasehold<br>property<br>£ | Plant and<br>machinery<br>£ | Total<br>£     |
|-------------------------------------|--|------------------------------------|-----------------------------|----------------|
| <b>Cost</b>                         |  |                                    |                             |                |
| At 1st July 2019 and 30th June 2020 | <u>142,935</u>                         | <u>87,194</u>                      | <u>107,461</u>              | <u>337,590</u> |
| <b>Depreciation</b>                 |  |                                    |                             |                |
| At 1st July 2019                    | 45,774                                 | 54,136                             | 101,978                     | 201,888        |
| Charge for the year                 | <u>2,543</u>                           | <u>1,745</u>                       | <u>911</u>                  | <u>5,199</u>   |
| At 30th June 2020                   | <u>48,317</u>                          | <u>55,881</u>                      | <u>102,889</u>              | <u>207,087</u> |
| <b>Carrying amount</b>              |  |                                    |                             |                |
| At 30th June 2020                   | <u>94,618</u>                          | <u>31,313</u>                      | <u>4,572</u>                | <u>130,503</u> |
| At 30th June 2019                   | <u>97,161</u>                          | <u>33,058</u>                      | <u>5,483</u>                | <u>135,702</u> |

Freehold land and buildings include £15,790 (2019 - £15,790) in respect of land which is not depreciated.

#### 6. Debtors

|               | 2020<br>£      | 2019<br>£      |
|---------------|----------------|----------------|
| Trade debtors | 106,113        | 362,827        |
| Other debtors | <u>1,161</u>   | <u>3,110</u>   |
|               | <u>107,274</u> | <u>365,937</u> |

#### 7. Creditors: amounts falling due within one year

|                                 | 2020<br>£      | 2019<br>£      |
|---------------------------------|----------------|----------------|
| Trade creditors                 | 50,781         | 138,973        |
| Corporation tax                 | 3,200          | 6,900          |
| Social security and other taxes | 10,838         | 16,764         |
| Other creditors                 | <u>64,999</u>  | <u>103,462</u> |
|                                 | <u>129,818</u> | <u>266,099</u> |

## A. A. Packaging Limited

### Notes to the Financial Statements (continued)

Year ended 30th June 2020

#### 8. Operating leases

The total future minimum lease payments under non-cancellable operating leases are as follows:

|  | 2020<br>£      | 2019<br>£      |
|--|----------------|----------------|
| Not later than 1 year                        | 6,217          | 10,080         |
| Later than 1 year and not later than 5 years | 17,165         | 19,181         |
| Later than 5 years                           | 225,750        | 229,950        |
|  | <u>249,132</u> | <u>259,211</u> |

#### 9. Directors' advances, credits and guarantees

During the year the directors entered into the following advances and credits with the company:

|                        | 2020                               |   |                        |                             |
|------------------------|------------------------------------|---|------------------------|-----------------------------|
|                        | Balance<br>brought<br>forward<br>£ | Advances/<br>(credits) to<br>the directors<br>£ | Amounts<br>repaid<br>£ | Balance<br>outstanding<br>£ |
| Allan Arnold Parkinson | (43,604)                           | (225)   | 24,829                 | (19,000)                    |
| David Allan Parkinson  | (49,416)                           | (738)   | 12,875                 | (37,279)                    |
|                        | <u>(93,020)</u>                    | <u>(963)</u>                                    | <u>37,704</u>          | <u>(56,279)</u>             |

  

|                        | 2019                               |   |                        |                             |
|------------------------|------------------------------------|---|------------------------|-----------------------------|
|                        | Balance<br>brought<br>forward<br>£ | Advances/<br>(credits) to<br>the directors<br>£ | Amounts<br>repaid<br>£ | Balance<br>outstanding<br>£ |
| Allan Arnold Parkinson | (14,419)                           | (36,450)  | 7,265                  | (43,604)                    |
| David Allan Parkinson  | (21,679)                           | (34,943)  | 7,206                  | (49,416)                    |
|                        | <u>(36,098)</u>                    | <u>(71,393)</u>                                 | <u>14,471</u>          | <u>(93,020)</u>             |

#### 10. Related party transactions

The company is controlled by Mr. and Mrs. A. A. Parkinson.

No transactions with related parties were undertaken such as are required to be disclosed under FRS 102.