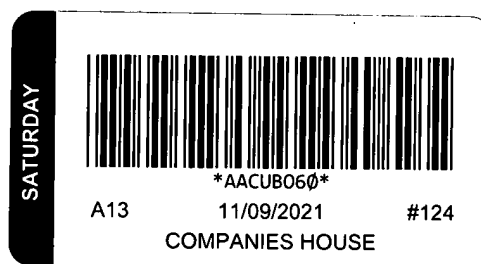


Company Registration No. 01736668 (England and Wales)

JOHN LIBBEY EUROTEXT PLC
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020



JOHN LIBBEY EUROTTEXT PLC

COMPANY INFORMATION

Directors	G Cahn B Cahn
Secretary	B Cahn
Company number	01736668
Registered office	34 Anyards Road Cobham Surrey KT11 2LA
Auditor	Riches and Company 34 Anyards Road Cobham Surrey KT11 2LA

JOHN LIBBEY EUROTEXT PLC

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JOHN LIBBEY EUROTTEXT PLC

STRATEGIC REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020

The directors present the strategic report for the year ended 31 December 2020:

Fair review of the business

During 2020 the company was able to maintain a stable level of turnover in its core activities, and experienced improved revenues from activities sponsored by pharmaceutical companies, thus a satisfactory level of turnover and gross profit. The directors maintained a policy of restricting costs and are pleased to report that a profit was again made for the year.

Principal risks and uncertainties

The principal risks and uncertainties experienced by the company continue to be the restrictions on revenue streams relating to the sales of books, partly mitigated by the strength of the company in production and sale of medical journals. The directors recognise that increased restrictions in France on advertising revenue in relation to medical publications has had an impact on the total market in France, which represents the majority of the company's customer base. However, the company has maintained its market share in 2020. The company is actively developing its online capabilities, including the creation of a new corporate website.

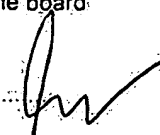
Development and performance

The directors are of the opinion that the company has had a very successful year in 2020 and is well placed to take advantage of the improvements on activity levels in the coming year. They do, however, continue to take a cautious view of the company's trading position and remain vigilant to keep performance under tight review and to making cost savings where possible.

Covid-19 Pandemic

The Covid-19 pandemic which impacted in France early in 2020 has inevitably had some implications for the company. The workforce switched to working from home from mid March to late June; this was achieved relatively smoothly and the directors consider this was a successful procedure. The cancellation of international conferences has had a negative impact on marketing and networking opportunities; it is hoped that such conferences will resume towards the end of 2021. However the directors consider that the company will continue to make profits in 2021 and beyond, and it remains in a strong cashflow position.

On behalf of the board:


G Cahn
Director

Date: 23 July 2021

JOHN LIBBEY EUROTEXT PLC

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020

The directors present their annual report and financial statements for the year ended 31 December 2020.

Principal activities

The principal activity of the company in the year under review was that of production and distribution of books and magazines in Europe, primarily in France.

Results and dividends

The results for the year are set out on page 7.

No ordinary dividends have been approved or proposed in the year.

Directors

The directors who held office during the year and up to the date of signature of the financial statements were as follows:

G Cahn
B Cahn

Auditor

The auditors, Riches and Company, are deemed to be reappointed under section 487(2) of the Companies Act 2006.

Statement of directors' responsibilities

The directors are responsible for preparing the annual 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 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;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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 of disclosure to auditor

So far as each person who was a director at the date of approving this report is aware, there is no relevant audit information of which the company's auditor is unaware. Additionally, the directors individually have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the company's auditor is aware of that information.

JOHN LIBBEY EUROTTEXT PLC

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

On behalf of the board

.....
G Cahn
Director



Date:

23 July 2021

JOHN LIBBEY EUROTEXT PLC

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF JOHN LIBBEY EUROTEXT PLC

Opinion

We have audited the financial statements of John Libbey Eurotext plc (the 'company') for the year ended 31 December 2020 which comprise the profit and loss account, the statement of comprehensive income, the balance sheet, the statement of changes in equity, the statement of cash flows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2020 and of its profit 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.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The directors are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

JOHN LIBBEY EUROTTEXT PLC

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF JOHN LIBBEY EUROTTEXT PLC

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of our audit:

- the information given in the strategic report and the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the strategic report and the directors' report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report and the directors' report.

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.

Responsibilities of directors

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, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

JOHN LIBBEY EUROTTEXT PLC

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF JOHN LIBBEY EUROTTEXT PLC

As part of our planning process:

- We enquired of management the systems and controls the company has in place, the areas of the financial statements that are mostly susceptible to the risk of irregularities and fraud, and whether there was any known, suspected or alleged fraud.
- We obtained an understanding of the legal and regulatory frameworks applicable to the company. We determined that the following were most relevant: FRS 102, Companies Act 2006, health and safety and employment law.
- We considered the incentives and opportunities that exist in the company, including the extent of management bias, which present a potential for irregularities and fraud to be perpetuated, and tailored our risk assessment accordingly.
- Using our knowledge of the company, together with the discussions held with the company at the planning stage, we formed a conclusion on the risk of misstatement due to irregularities including fraud and tailored our procedures according to this risk assessment.

The key procedures we undertook to detect irregularities including fraud during the course of the audit included:

- Identifying and testing journal entries and the overall accounting records, in particular those that were significant and unusual.
- Reviewing the financial statement disclosures and determining whether accounting policies have been appropriately applied.
- Reviewing and challenging the assumptions and judgements used by management in their significant accounting estimates, in particular in relation to depreciation and impairment of fixed assets.
- Assessing the extent of compliance, or lack of, with the relevant laws and regulations.
- Testing key revenue lines, in particular cut-off, for evidence of management bias.
- Obtaining third-party confirmation of material bank balances.
- Reviewing other documentation irregularities including fraud.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Use of our report

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.


Nicholas Caso (Senior Statutory Auditor)
For and on behalf of Riches and Company

Chartered Accountants
Statutory Auditor

23rd July 2021

34 Anyards Road
Cobham
Surrey
KT11 2LA

JOHN LIBBEY EUROTEXT PLC

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	2020 £	2019 £
Turnover	3	4,268,534	3,792,798
Cost of sales		(2,685,857)	(2,779,688)
Gross profit		1,582,677	1,013,110
Administrative expenses		(866,977)	(908,324)
Operating profit	4	715,700	104,786
Interest receivable and similar income	7	31,880	31,110
Interest payable and similar expenses	8	(1,158)	
Profit before taxation		746,422	135,896
Tax on profit	9	(167,151)	(28,728)
Profit for the financial year		579,271	107,168

The profit and loss account has been prepared on the basis that all operations are continuing operations.

JOHN LIBBEY EUROTEXT PLC

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2020

	2020 £	2019 £
Profit for the year	579,271	107,168
Other comprehensive income		
Currency translation differences	59,952	(49,280)
Total comprehensive income for the year	<u>639,223</u>	<u>57,888</u>

JOHN LIBBEY EUROTTEXT PLC

BALANCE SHEET

AS AT 31 DECEMBER 2020

	Notes	2020 £	£	2019 £	£
Fixed assets					
Tangible assets	12		191,635		101,048
Investments	13		1		1
			<u>191,636</u>		<u>101,049</u>
Current assets					
Stocks	15	204,336		223,860	
Debtors	16	1,525,384		1,326,346	
Cash at bank and in hand		2,335,022		1,771,726	
		<u>4,064,742</u>		<u>3,321,932</u>	
Creditors: amounts falling due within one year	17	(2,425,130)		(2,284,263)	
Net current assets			<u>1,639,612</u>		<u>1,037,669</u>
Total assets less current liabilities			<u>1,831,248</u>		<u>1,138,718</u>
Creditors: amounts falling due after more than one year	18		(53,307)		
Net assets			<u><u>1,777,941</u></u>		<u><u>1,138,718</u></u>
Capital and reserves					
Called up share capital	19	50,000		50,000	
Profit and loss reserves		1,727,941		1,088,718	
Total equity			<u><u>1,777,941</u></u>		<u><u>1,138,718</u></u>

The financial statements were approved by the board of directors and authorised for issue on 23 July 2021 and are signed on its behalf by:

G Cahn
Director

Company Registration No. 01736668

JOHN LIBBEY EUROTTEXT PLC

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	Share capital £	Profit and loss reserves £	Total £
Balance at 1 January 2019		50,000	1,116,199	1,166,199
Year ended 31 December 2019:				
Profit for the year		-	107,168	107,168
Other comprehensive income:				
Currency translation differences		-	(49,280)	(49,280)
Total comprehensive income for the year		-	57,888	57,888
Dividends	10	-	(85,369)	(85,369)
Balance at 31 December 2019		50,000	1,088,718	1,138,718
Year ended 31 December 2020:				
Profit for the year		-	579,271	579,271
Other comprehensive income:				
Currency translation differences		-	59,952	59,952
Total comprehensive income for the year		-	639,223	639,223
Balance at 31 December 2020		50,000	1,727,941	1,777,941

JOHN LIBBEY EUROTTEXT PLC

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	2020 £	£	2019 £	£
Cash flows from operating activities					
Cash generated from operations	21	682,353		481,450	
Interest paid		(1,158)		-	
Income taxes paid		(167,151)		(28,728)	
Net cash inflow from operating activities		<u>514,044</u>		<u>452,722</u>	
Investing activities					
Purchase of tangible fixed assets		(141,027)		(24,372)	
Interest received		31,880		31,110	
Net cash (used in)/generated from investing activities		<u>(109,147)</u>		<u>6,738</u>	
Financing activities					
Proceeds of new bank loans		135,680		-	
Repayment of bank loans		(37,233)		-	
Dividends paid		-		(85,369)	
Net cash generated from/(used in) financing activities		<u>98,447</u>		<u>(85,369)</u>	
Net increase in cash and cash equivalents		<u>503,344</u>		<u>374,091</u>	
Cash and cash equivalents at beginning of year		1,771,726		1,446,915	
Effect of foreign exchange rates		59,952		(49,280)	
Cash and cash equivalents at end of year		<u><u>2,335,022</u></u>		<u><u>1,771,726</u></u>	

JOHN LIBBEY EUROTTEXT PLC

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

Company information

John Libbey Eurotext plc is a company limited by shares incorporated in England and Wales. The registered office is 34 Anyards Road, Cobham, Surrey, KT11 2LA and the principal place of business is 30 rue Berthollet, 94110 Arcueil, Paris, France.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006.

The financial statements are prepared in sterling; the functional currency of the company is the Euro. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

The accounts are presented for the company only; no consolidated accounts are required as the group qualifies as small.

1.2 Going concern

At the time of approving the financial statements, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Thus the directors continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Turnover

Turnover is recognised at the fair value of the consideration received or receivable for goods and services provided in the normal course of business, and is shown net of VAT and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

When cash inflows are deferred and represent a financing arrangement, the fair value of the consideration is the present value of the future receipts. The difference between the fair value of the consideration and the nominal amount received is recognised as interest income.

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

1.4 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Plant and machinery	25% reducing balance
Motor vehicles	25% reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

JOHN LIBBEY EUROTTEXT PLC

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

(Continued)

1.5 Fixed asset investments

Interests in subsidiaries, associates and jointly controlled entities are initially measured at cost and subsequently measured at cost less any accumulated impairment losses. The investments are assessed for impairment at each reporting date and any impairment losses or reversals of impairment losses are recognised immediately in profit or loss.

A subsidiary is an entity controlled by the company. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

1.6 Impairment of fixed assets

At each reporting period end date, the company reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset (or cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

1.7 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition.

Stocks held for distribution at no or nominal consideration are measured at the lower of cost and replacement cost, adjusted where applicable for any loss of service potential.

At each reporting date, an assessment is made for impairment. Any excess of the carrying amount of stocks over its estimated selling price less costs to complete and sell is recognised as an impairment loss in profit or loss. Reversals of impairment losses are also recognised in profit or loss.

1.8 Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

JOHN LIBBEY EUROTTEXT PLC

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

(Continued)

1.9 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Other financial assets

Other financial assets, including investments in equity instruments which are not subsidiaries, associates or joint ventures, are initially measured at fair value, which is normally the transaction price. Such assets are subsequently carried at fair value and the changes in fair value are recognised in profit or loss, except that investments in equity instruments that are not publicly traded and whose fair values cannot be measured reliably are measured at cost less impairment.

Impairment of financial assets

Financial assets, other than those held at fair value through profit and loss, are assessed for indicators of impairment at each reporting end date.

Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected. If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in profit or loss.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in profit or loss.

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the company transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

JOHN LIBBEY EUROTTEXT PLC

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

(Continued)

Basic financial liabilities

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Other financial liabilities

Derivatives, including interest rate swaps and forward foreign exchange contracts, are not basic financial instruments. Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently re-measured at their fair value. Changes in the fair value of derivatives are recognised in profit or loss in finance costs or finance income as appropriate, unless hedge accounting is applied and the hedge is a cash flow hedge.

Debt instruments that do not meet the conditions in FRS 102 paragraph 11.9 are subsequently measured at fair value through profit or loss. Debt instruments may be designated as being measured at fair value through profit or loss to eliminate or reduce an accounting mismatch or if the instruments are measured and their performance evaluated on a fair value basis in accordance with a documented risk management or investment strategy.

Derecognition of financial liabilities

Financial liabilities are derecognised when the company's contractual obligations expire or are discharged or cancelled.

1.10 Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of transaction costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

Changes in the fair value of derivatives that are designated and qualify as fair value hedges are recognised in profit or loss immediately, together with any changes in the fair value of the hedged asset or liability that are attributable to the hedged risk.

1.11 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is French jurisdiction corporate tax based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using French tax rates that have been enacted or substantively enacted by the reporting end date.

JOHN LIBBEY EUROTTEXT PLC

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

(Continued)

Deferred tax

Deferred tax is provided in full in respect of taxation deferred by significant timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

1.12 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.13 Leases

Rentals payable under operating leases, including any lease incentives received, are charged to profit or loss on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the leases asset are consumed.

1.14 Foreign exchange

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All realised foreign exchange differences are charged to the profit and loss account for the year. Exchange differences on re-conversion from functional currency are treated as movements on the statement of total recognised gains and losses.

2 Judgements and key sources of estimation uncertainty

In the application of the company's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Turnover and other revenue

An analysis of the company's turnover is as follows:

	2020	2019
	£	£
Turnover analysed by class of business		
Sale of medical publications	4,268,534	3,792,798

JOHN LIBBEY EUROTTEXT PLC

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

3 Turnover and other revenue

(Continued)

	2020	2019
	£	£
Other significant revenue		
Interest income	31,880	31,110

	2020	2019
	£	£
Turnover analysed by geographical market		
European Union	3,945,705	3,433,511
Rest of the world	322,829	359,287
	<u>4,268,534</u>	<u>3,792,798</u>

4 Operating profit

	2020	2019
	£	£
Operating profit for the year is stated after charging/(crediting):		
Exchange differences apart from those arising on financial instruments measured at fair value through profit or loss	(10,002)	11,558
Fees payable to the company's auditor for the audit of the company's financial statements	4,000	6,100
Depreciation of owned tangible fixed assets	50,440	21,999
Operating lease charges	115,533	172,176

5 Employees

The average monthly number of persons (including directors) employed by the company during the year was:

	2020	2019
	Number	Number
Production	20	22
Administration	8	8
Total	<u>28</u>	<u>30</u>

Their aggregate remuneration comprised:

	2020	2019
	£	£
Wages and salaries	<u>1,766,350</u>	<u>1,793,233</u>

JOHN LIBBEY EUROTEXT PLC

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

6	Directors' remuneration	2020	2019
		£	£
	Remuneration for qualifying services	150,555	170,743
		<u> </u>	<u> </u>
7	Interest receivable and similar income	2020	2019
		£	£
	Interest income		
	Interest on bank deposits	31,880	31,110
		<u> </u>	<u> </u>
	Investment income includes the following:		
	Interest on financial assets not measured at fair value through profit or loss	31,880	31,110
		<u> </u>	<u> </u>
8	Interest payable and similar expenses	2020	2019
		£	£
	Interest on financial liabilities measured at amortised cost:		
	Interest on bank overdrafts and loans	1,158	
		<u> </u>	<u> </u>
9	Taxation	2020	2019
		£	£
	Current tax		
	Foreign current tax on profits for the current period	167,151	28,728
		<u> </u>	<u> </u>

JOHN LIBBEY EUROTEXT PLC

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

9 Taxation

(Continued)

The actual charge for the year can be reconciled to the expected charge for the year based on the profit or loss and the standard rate of tax as follows:

	2020 £	2019 £
Profit before taxation	746,422	135,896
Expected tax charge based on the standard rate of corporation tax in France of 28.00% (2019: 28.00%)	208,998	38,051
Tax effect of expenses that are not deductible in determining taxable profit	1,752	3,085
Tax effect of income not taxable in determining taxable profit	(34,143)	(4,554)
Tax effect of utilisation of tax losses not previously recognised	-	(2,503)
Effect of change in corporation tax rate	(3,672)	(4,231)
Foreign exchange differences	(5,784)	(1,120)
Tax expense for the year	167,151	28,728

10 Dividends

	2020 £	2019 £
Final payable	-	85,369

11 Intangible fixed assets

	Goodwill £
Cost	
At 1 January 2020 and 31 December 2020	16,707
Amortisation and impairment	
At 1 January 2020 and 31 December 2020	16,707
Carrying amount	
At 31 December 2020	-
At 31 December 2019	-

JOHN LIBBEY EUROTTEXT PLC

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

12 Tangible fixed assets

	Assets under construction	Plant and machinery	Motor vehicles	Total
	£	£	£	£
Cost				
At 1 January 2020	35,052	232,774	14,630	282,456
Additions	5,373	135,654	-	141,027
Disposals	-	(82,867)	-	(82,867)
At 31 December 2020	40,425	285,561	14,630	340,616
Depreciation and impairment				
At 1 January 2020	-	173,090	8,318	181,408
Depreciation charged in the year	-	48,835	1,605	50,440
Eliminated in respect of disposals	-	(82,867)	-	(82,867)
At 31 December 2020	-	139,058	9,923	148,981
Carrying amount				
At 31 December 2020	40,425	146,503	4,707	191,635
At 31 December 2019	35,052	59,684	6,312	101,048

13 Fixed asset investments

	Notes	2020 £	2019 £
Investments in subsidiaries	14	1	1

14 Subsidiaries

Details of the company's subsidiaries at 31 December 2020 are as follows:

Name of undertaking	Registered office	Class of shares held	% Held Direct
Initiatives Sante	France	Ordinary	100.00

15 Stocks

	2020 £	2019 £
Finished goods and goods for resale	204,336	223,860

JOHN LIBBEY EUROTTEXT PLC

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

16 Debtors

	2020	2019
	£	£
Amounts falling due within one year:		
Trade debtors	1,399,748	1,079,315
Other debtors	48,705	85,335
Prepayments and accrued income	76,931	161,696
	<u>1,525,384</u>	<u>1,326,346</u>

17 Creditors: amounts falling due within one year

	2020	2019
	£	£
Bank loans	45,140	-
Trade creditors	1,270,880	1,330,522
Other creditors	707,720	491,002
Accruals and deferred income	401,390	462,739
	<u>2,425,130</u>	<u>2,284,263</u>

The long-term loans are unsecured.

18 Creditors: amounts falling due after more than one year

	2020	2019
	£	£
Bank loans	<u>53,307</u>	<u>-</u>

19 Share capital

	2020	2019
	£	£
Ordinary share capital Issued and fully paid 50,000 Ordinary shares of £1 each	<u>50,000</u>	<u>50,000</u>

JOHN LIBBEY EUROTTEXT PLC

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

20 Operating lease commitments

Lessee

At the reporting end date the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2020 £	2019 £
Between two and five years	-	227,538
In over five years	549,954	-
	<u>549,954</u>	<u>227,538</u>

21 Cash generated from operations

	2020 £	2019 £
Profit for the year after tax	579,271	107,168
Adjustments for:		
Taxation charged	167,151	28,728
Finance costs	1,158	-
Investment income	(31,880)	(31,110)
Depreciation and impairment of tangible fixed assets	50,440	21,999
Movements in working capital:		
Decrease/(increase) in stocks	19,524	(67,707)
Increase in debtors	(199,038)	(91,233)
Increase in creditors	95,727	513,605
Cash generated from operations	<u>682,353</u>	<u>481,450</u>

22 Analysis of changes in net funds

	1 January 2020 £	Cash flows £	Exchange rate movements £	31 December 2020 £
Cash at bank and in hand	1,771,726	503,344	59,952	2,335,022
Borrowings excluding overdrafts	-	(98,447)	-	(98,447)
	<u>1,771,726</u>	<u>404,897</u>	<u>59,952</u>	<u>2,236,575</u>