

**GENERAL ALL PURPOSE PLASTICS GROUP
LIMITED**

**STRATEGIC REPORT, REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS**

FOR THE YEAR ENDED 31 MAY 2021



**GENERAL ALL PURPOSE PLASTICS GROUP
LIMITED**

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FOR THE YEAR ENDED 31 MAY 2021**

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**GENERAL ALL PURPOSE PLASTICS GROUP
LIMITED**

**COMPANY INFORMATION
FOR THE YEAR ENDED 31 MAY 2021**

DIRECTORS:

A D Greensmith
S D Bird
B J Elmer

SECRETARY:

A D Greensmith

REGISTERED OFFICE:

Partnership Way
Shadsworth Business Park
Blackburn
Lancashire
BB1 2QP

REGISTERED NUMBER:

05635001 (England and Wales)

AUDITORS:

Rushtons
Chartered Accountants
Statutory Auditors
Shorrock House
1 Faraday Court
Fulwood
Preston
Lancashire
PR2 9NB

SOLICITORS:

BSS Law (Formally Zatman & Co.)
First Floor, The Edge
Crown Street
Manchester
M3 5NA

BANKERS:

Barclays Bank plc
Level 1
3 Hardman Street
Manchester
M3 3AX

**GENERAL ALL PURPOSE PLASTICS GROUP
LIMITED**

**STRATEGIC REPORT
FOR THE YEAR ENDED 31 MAY 2021**

The directors present their Strategic Report on the group and company for the year ended 31 May 2021.

PRINCIPAL ACTIVITIES

The company operates as the group's holding company and has not traded during either year. The principal activity of the group is the manufacture distribution of PVCu building products together with the manufacture and distribution of composite doors under the "Rockdoor" brand and the manufacture and distribution of PVCu Windows.

REVIEW OF BUSINESS

Firstly, the Directors would like to acknowledge and thank all of our dedicated employees during what has been an unprecedented period. Our employees were critical to the resilient performance of the Group over the past year and their knowledge, expertise and passion are what makes GAP a market-leading business and will drive its future success. With the return of the founders in the day to day running, staff have been empowered and trusted which they have repaid in bucketloads

The year ended 31 May 2021 has seen an increase in turnover of 36% (2020: -5%), 2020 was impacted by Covid-19 lockdown which resulted in the complete closure of the entire manufacturing facilities and depot network. However, in 2021 the depot network was reopened in June and saw an increased demand across the range of products and this has continued throughout the year.

During 2021 there has been continual pressures across the supply chain and this has resulted in increases in material prices which has put pressure on the obtainable margin. However, measures have been put in place to minimise the impact on profitability.

The profit for the year, after taxation, amounted to £12,992,543 (2020 loss: £5,924,898).

This increased demand seen since June 2020 has allowed the company to strengthen its balance sheet and cash position throughout the year which has enabled investment in all areas of the business which will facilitate growth in all markets.

**GENERAL ALL PURPOSE PLASTICS GROUP
LIMITED**

**STRATEGIC REPORT
FOR THE YEAR ENDED 31 MAY 2021**

PRINCIPAL RISKS AND UNCERTAINTIES

The company manages its financial risk in five broad categories:

Market conditions

General All Purpose Plastics Group Limited ("GAP Group") products are targeted at an array of applications within the building sector as well as all business and consumer types. As a result, demand is dependent on activity levels in these respective segments, which vary geographically and are subject to the usual drivers of economic activity (i.e. general economic conditions and volatility, interest rates, business/consumer confidence levels, unemployment, construction levels etc.). While these drivers are inherently cyclical, the exposure to the cyclical nature of any market is partially mitigated by the company's diversification, both geographically and by product.

Competitive pressures

GAP continually faces competition in each of the markets in which it has a presence. The competitive environment in any one market is a function of a number of factors including the number of competitors, production capacity, the economic/demand characteristics of that market, the ease of imports from third countries and the availability of substitute products. This is mitigated by via continual focus on quality and looking to increase production capacity via our large investment in fixed assets.

Customer credit risk

As part of the overall service package GAP provides credit to customers and as a result there is an associated risk that the customer may not be able to pay outstanding balances. GAP has established procedures and credit control policies around managing its receivables and takes action where necessary. All major outstanding and overdue balances together with significant potential exposures are reviewed regularly by senior management.

Human Resources

People, teams and talent management are an integral part of GAP's business and are key to continuing progress at the company. The company attracts and retains its people through provision of on-going opportunity for career progress, training initiatives and continually identifying emerging managers and leaders within the group.

Funding and liquidity risks

To manage the working capital needs of the business and to finance the group's expansion plans, the group is reliant on being able to arrange and maintain sufficient financing and to comply with their conditions once established which are currently being easily met by the group's positive operating cash flows. Management will carefully monitor the impact of Brexit and of decisions that might be taken going forward, on expected cash flows, interest rates and covenant compliance.

**GENERAL ALL PURPOSE PLASTICS GROUP
LIMITED**

**STRATEGIC REPORT
FOR THE YEAR ENDED 31 MAY 2021**

SECTION 172(1) STATEMENT

The board of Directors at GAP Group Ltd consider that they have acted in a way they consider in good faith, would be most likely to promote the success of the group for the benefit of its members and shareholders. These duties are set out in section 172 of the UK Companies Act 2006.

The Directors have regard to the following matters:

- The likely consequence of any decisions in the long term
- The interests of the group's employees
- The need to foster the group's business relationships with suppliers, customers and others
- The impact of the group's operations on the community and environment
- The desirability of the group maintaining a reputation for high standards of business conduct
- The need to act fairly between shareholders of the group.

The following summarises how the Directors fulfil their duties:

Employees

People are at the centre of our business and to be a success, we need to manage performance and develop our employees. We share common values that inform our people and guide behaviour, so our goals can be achieved. We aim to be a responsible employer in our approach to pay and benefits our employees receive. The health and safety of our employees is one key factor when making business decisions.

Business Relationships

Our strategy is to grow our business by increasing sales to existing customers and bringing new customers to the group. For this to be successful we need to create and maintain strong customer relationships. We have strong relationships with our suppliers and many have contracts in place to ensure supply and prices are maintained.

KEY PERFORMANCE INDICATORS

The principle key performance indicators ("KPIs") which are monitored by the directors include rate of growth, profitability and cash flow derived from operating activities. These have been discussed in the Business Review above.

Alongside financial KPIs the directors also monitor the following in relations to employees and the environment:

- Waste management
- Energy consumption
- Legal compliance
- Employee turnover
- Absence (short and long term)
- COVID absence

**GENERAL ALL PURPOSE PLASTICS GROUP
LIMITED**

**STRATEGIC REPORT
FOR THE YEAR ENDED 31 MAY 2021**

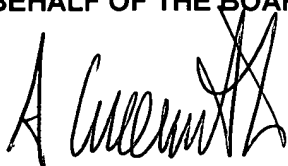
FUTURE DEVELOPMENTS

Further expansion of the business will continue with the investment in production capacity and will look to expand the in-house manufacturing capabilities alongside expanding the depot network throughout the UK.

The directors have agreed a strategic plan for the business which is updated annually and discussed at regular meetings during the year. The management team have been party to this plan and incentivised to ensure the strategy is executed in a timely manner.

The directors are satisfied at the date of this report with the progress made and that management are in a suitable position to support the proposed growth. The financial performance is considered to be in line with the proposed strategy.

ON BEHALF OF THE BOARD:



.....
A D Greensmith - Director

Date:

17/2/2022

**GENERAL ALL PURPOSE PLASTICS GROUP
LIMITED**

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 MAY 2021**

The directors present their annual report together with the audited financial statements of General All Purpose Plastics Group Limited for the year ended 31 May 2020. The Strategic report discloses uncertainties, future developments, financial risk management and subsequent events.

DIVIDENDS

The profit for the group for the year, after taxation, amounted to £12,992,543 (2020 – loss £5,643,938).

The directors have declared a dividend of £5,114,318 (2020: £nil) in the year.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 June 2020 to the date of this report.

A D Greensmith
S D Bird
B J Elmer

GOING CONCERN

After making enquiries, the directors are satisfied that the group has adequate resources to continue in operational existence for the foreseeable future. Accordingly, they continue to adopt the going concern basis of accounting in preparing the annual financial statements. See note 1 Accounting Policies for details on the going concern basis of preparation of the financial statements.

GREENHOUSE GAS EMISSIONS

The group activities resulted in the consumption of 2,501 tonnes of carbon dioxide during the year in the delivery of products.

In addition, 14,464,155 kWh of electricity and gas for its own use, primarily for purchasing goods and providing heating and lighting to its premises. The directors continue to monitor the usage of energy and look for opportunities to reduce the carbon footprint where possible.

Taking into account the usage, the directors have calculated an average intensity ratio of 46 based on tonnes of CO₂ per £m of sales.

ENGAGEMENT WITH EMPLOYEES

During the year, the policy of providing employees with information about the group has been continued through internal media methods in which employees have also been encouraged to present their suggestions and views on the group's performance. Regular meetings are held between local management and employees to allow a free flow of information and ideas.

DISABLED EMPLOYEES

The group gives full consideration to applications for employment from disabled persons where the requirements of the job can be adequately fulfilled by a handicapped or disabled person. Where existing employees become disabled, it is the group's policy wherever practicable to provide continuing employment under normal terms and conditions and to provide training, career development and promotion to disabled employees wherever appropriate.

**GENERAL ALL PURPOSE PLASTICS GROUP
LIMITED**

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 MAY 2021**

AUDITORS

In the case of each of the persons who are directors of the company at the date when the report is approved:

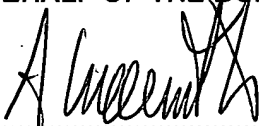
- so far as the director is aware, there is no relevant audit information of which the company's auditor is unaware; and
- the directors have taken all the steps that they ought to have taken as directors to make themselves aware of any relevant information and to establish that the company's auditor is aware of that information.

This confirmation is given and should be interpreted in accordance with the provisions of s418 of the Companies Act 2006.

REAPPOINTMENT OF AUDITOR

Rushtons Chartered Accountants & Business Advisers expressed their willingness to continue in office as auditor of the company.

ON BEHALF OF THE BOARD:


A D Greensmith - Director

Date: 17/2/2022

**GENERAL ALL PURPOSE PLASTICS GROUP
LIMITED**

**DIRECTORS' RESPONSIBILITIES STATEMENT
FOR THE YEAR ENDED 31 MAY 2021**

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), including FRS 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 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 judgments 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; 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.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
GENERAL ALL PURPOSE PLASTICS GROUP
LIMITED**

Opinion

We have audited the financial statements of General All Purpose Plastics Group Limited (the 'parent company') and its subsidiaries (the 'group') for the year ended 31 May 2021 which comprise the Income Statement, Statement of Financial Position, Statement of Changes in Equity, Cash Flow Statement and Notes to the Cash Flow Statement, Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 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 group's and of the parent company's affairs as at 31 May 2021 and of the group's and parent company's 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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the group and parent 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 group's or parent 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.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
GENERAL ALL PURPOSE PLASTICS GROUP
LIMITED**

Other information

The directors are responsible for the other information. The other information comprises the information in the Strategic Report, the Report of the Directors and the Directors' Responsibilities Statement, but does not include the financial statements and our Report of the Auditors thereon.

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.

In connection with our audit of the financial statements, 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 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.

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and the Report of the Directors 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 group and parent company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report or the Report of the Directors.

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 set out on page eight, 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 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 group and parent 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 group or parent company or to cease operations, or have no realistic alternative but to do so.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF GENERAL ALL PURPOSE PLASTICS GROUP LIMITED

Auditors' 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 a Report of the Auditors 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:

Identifying and assessing potential risks related to irregularities

In identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, we considered the following:

- The nature of the industry and sector, control environment and business performance including the design of the group's and parent company's remuneration policies, key drivers for directors' remuneration, bonus levels and performance targets;
- Enquiring of management, including obtaining and reviewing supporting documentation, concerning the group's and parent company's policies and procedures relating to:
 - Identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance;
 - Detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud;
 - The internal controls established to mitigate risks related to fraud or non-compliance with laws and regulations.
- Discussing among the engagement team regarding how and where fraud might occur in the financial statements and any potential indicators of fraud, and;
- Obtaining an understanding of the legal and regulatory frameworks that the group and parent company operates in, focusing on those laws and regulations that had a direct effect on the financial statements, such as provisions of the UK Companies Act, pensions legislation and tax legislation or that had a fundamental effect on the operations of the group and parent company, including the General Data Protection requirements, Anti-bribery and corruption policies and Environmental laws and regulations pertaining to this industry.

Audit response to risks identified

As a result of performing the above procedures, we did not identify any key audit matters related to the potential risk of fraud. In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override.

In addition to the above, our procedures to respond to risks identified included the following:

- Reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- Enquiring of management, and in-house legal counsel concerning actual and potential litigation and claims;
- Performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud; and

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
GENERAL ALL PURPOSE PLASTICS GROUP
LIMITED**

- Reading available minutes of meeting of those charged with governance, reviewing internal audit reports and correspondence with regulators.

Addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments; assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business.

We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members and significant component audit teams, and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at <https://www.frc.org.uk/Our-Work/Audit/Audit-and-assurance/Standards-and-guidance/Standards-and-guidance-for-auditors/Auditors-responsibilities-for-audit/Description-of-auditors-responsibilities-for-audit.aspx>.

This description forms part of our Report of the Auditors.

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 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.



Adam Calvert ACA (Senior Statutory Auditor)
for and on behalf of Rushtons
Chartered Accountants
Statutory Auditors
Shorrock House
1 Faraday Court
Fulwood
Preston
Lancashire
PR2 9NB

Date: 17/2/22

**GENERAL ALL PURPOSE PLASTICS GROUP
LIMITED**

**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MAY 2021**

	Notes	2021 £	2020 £
TURNOVER	3	119,839,914	87,736,435
Cost of sales		<u>66,433,412</u>	<u>54,405,913</u>
GROSS PROFIT		53,406,502	33,330,522
Administrative expenses		<u>38,604,087</u>	<u>40,290,181</u>
		14,802,415	(6,959,659)
Other operating income		<u>1,758,390</u>	<u>2,405,135</u>
OPERATING PROFIT/(LOSS)	5	16,560,805	(4,554,524)
Interest payable and similar expenses	6	<u>637,810</u>	<u>1,376,983</u>
PROFIT/(LOSS) BEFORE TAXATION		15,922,995	(5,931,507)
Tax on profit/(loss)	7	<u>2,930,452</u>	<u>(287,569)</u>
PROFIT/(LOSS) FOR THE FINANCIAL YEAR		<u>12,992,543</u>	<u>(5,643,938)</u>

The notes form part of these financial statements

**GENERAL ALL PURPOSE PLASTICS GROUP
LIMITED**

**COMPANY STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MAY 2021**

	Notes	2021 £	2020 £
TURNOVER		-	-
Other operating income		5,125,000	-
		<hr/>	<hr/>
OPERATING PROFIT and PROFIT BEFORE TAXATION		5,125,000	-
		<hr/>	<hr/>
Tax on profit		-	-
PROFIT FOR THE FINANCIAL YEAR		5,125,000	-
		<hr/>	<hr/>

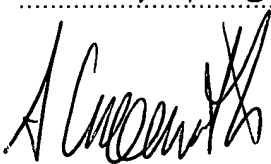
The notes form part of these financial statements

**GENERAL ALL PURPOSE PLASTICS GROUP
LIMITED (REGISTERED NUMBER: 05635001)**

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION
31 MAY 2021**

	Notes	2021 £	2020 £
FIXED ASSETS			
Intangible assets	9	11,685,141	12,423,992
Tangible assets	10	10,201,349	10,590,573
Investments	11	-	-
		<u>21,886,490</u>	<u>23,014,565</u>
CURRENT ASSETS			
Stocks	12	17,093,454	12,238,879
Debtors	13	11,206,400	7,384,949
Cash at bank		<u>10,907,764</u>	<u>6,974,439</u>
		39,207,618	26,598,267
CREDITORS			
Amounts falling due within one year	14	<u>36,731,896</u>	<u>24,663,988</u>
NET CURRENT ASSETS		<u>2,475,722</u>	<u>1,934,279</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		24,362,212	24,948,844
CREDITORS			
Amounts falling due after more than one year	15	(9,736,597)	(17,072,019)
PROVISIONS FOR LIABILITIES	19	<u>(1,642,001)</u>	<u>(2,771,437)</u>
NET ASSETS		<u>12,983,614</u>	<u>5,105,388</u>
CAPITAL AND RESERVES			
Called up share capital	20	4,628,125	4,628,125
Retained earnings		<u>8,355,488</u>	<u>477,263</u>
		<u>12,983,614</u>	<u>5,105,388</u>

The financial statements were approved by the Board of Directors and authorised for issue on 17/2/22 and were signed on its behalf by:



A D Greensmith - Director

The notes form part of these financial statements

**GENERAL ALL PURPOSE PLASTICS GROUP
LIMITED (REGISTERED NUMBER: 05635001)**

**COMPANY STATEMENT OF FINANCIAL POSITION
31 MAY 2021**

	Notes	2021 £	2020 £
FIXED ASSETS			
Investments	11	3,702,983	3,702,983
		<u> </u>	<u> </u>
CURRENT ASSETS			
Debtors	13	935,824	925,142
		<u> </u>	<u> </u>
NET CURRENT ASSETS		<u>935,824</u>	<u>925,142</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>4,638,807</u>	<u>4,628,125</u>
CAPITAL AND RESERVES			
Called up share capital	20	4,628,125	4,628,125
Retained earnings	-	<u>10,682</u>	<u>-</u>
		<u>4,638,807</u>	<u>4,628,125</u>

The financial statements were approved by the Board of Directors and authorised for issue on 17/2/22 and were signed on its behalf by:


.....
A D Greensmith - Director

The notes form part of these financial statements

**GENERAL ALL PURPOSE PLASTICS GROUP
LIMITED**

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MAY 2021**

	Called up share capital £	Retained earnings £	Total equity £
Balance at 1 June 2019	4,628,125	6,121,201	10,749,326
Changes in equity			
Total comprehensive income	<u>-</u>	<u>(5,643,938)</u>	<u>(5,643,938)</u>
Balance at 31 May 2020	<u>4,628,125</u>	<u>477,263</u>	<u>5,105,388</u>
Changes in equity			
Dividends	-	(5,114,318)	(5,114,318)
Total comprehensive income	<u>-</u>	<u>12,992,543</u>	<u>12,992,543</u>
Balance at 31 May 2021	<u>4,628,125</u>	<u>8,355,488</u>	<u>12,983,614</u>

The notes form part of these financial statements

**GENERAL ALL PURPOSE PLASTICS GROUP
LIMITED**

**COMPANY STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MAY 2021**

	Called up share capital £	Retained earnings £	Total equity £
Balance at 1 June 2019	4,628,125	-	4,628,125
Changes in equity	<hr/>	<hr/>	<hr/>
Balance at 31 May 2020	<u>4,628,125</u>	<hr/>	<u>4,628,125</u>
Changes in equity			
Dividends	-	(5,114,318)	(5,114,318)
Total comprehensive income	<hr/> -	<u>5,125,000</u>	<u>5,125,000</u>
Balance at 31 May 2021	<u>4,628,125</u>	<u>10,682</u>	<u>4,638,807</u>

The notes form part of these financial statements

**GENERAL ALL PURPOSE PLASTICS GROUP
LIMITED**

**CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MAY 2021**

	2021 £	2020 £
Net cash flows from operating activities (see page 18)	<u>15,932,731</u>	<u>4,579,129</u>
Cash flows from investing activities		
Proceeds from sale of tangible fixed assets	1,359,638	2,267,033
Purchase of tangible fixed assets excluding finance leases	(2,926,986)	(602,397)
Interest received	-	-
Acquisition of subsidiaries	-	-
Net cash flows from investing activities	<u>(1,567,348)</u>	<u>1,664,636</u>
Cash flows from financing activities		
Dividend paid	(5,114,318)	-
Finance lease interest	(50,197)	(26,679)
Repayments of obligations under finance leases	(528,146)	(331,386)
New loan advances	860,603	174,220
Repayment of loans	(5,600,000)	(1,927,231)
Net cash flows from financing activities	<u>(10,432,058)</u>	<u>(2,111,076)</u>
Net increase/(decrease) in cash and cash equivalents	<u>3,933,325</u>	<u>4,132,689</u>
Cash and cash equivalents at beginning of year	6,974,439	2,841,750
Cash and cash equivalents at end of year	<u>10,907,764</u>	<u>6,974,439</u>
Reconciliation to cash at bank and in hand:		
Cash at bank and in hand inclusive of overdrafts	<u>10,907,764</u>	<u>6,974,439</u>
Cash and cash equivalents	<u>10,907,764</u>	<u>6,974,439</u>

The notes form part of these financial statements

**GENERAL ALL PURPOSE PLASTICS GROUP
LIMITED**

**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MAY 2021**

	2021 £	2020 £
Cash flow statement		
Reconciliation of operating profit to cash generated by operations:		
Operating profit/(loss)	16,560,805	(4,554,524)
Adjustments for:		
Depreciation and amortisation	3,071,511	3,177,213
Profit/(loss) on sale of tangible fixed assets	(376,089)	(9,383)
Interest paid excluding finance leases	(637,810)	(1,376,983)
Income taxes paid/(received)	(332,773)	1,821
Operating cash flow before movement in working capital	<u>18,285,644</u>	<u>(2,761,856)</u>
(Increase)/decrease in stocks	(4,854,575)	2,982,989
(Increase)/decrease in debtors	(5,134,127)	7,613,973
Increase/(decrease) in creditors	6,336,503	(3,837,072)
Increase/(decrease) in provisions	(1,535,531)	581,095
Increase/(decrease) in directors' loan accounts	2,834,817	-
Cash and cash equivalents at end of year	<u><u>15,932,731</u></u>	<u><u>4,579,129</u></u>

The notes form part of these financial statements

**GENERAL ALL PURPOSE PLASTICS GROUP
LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2021**

1. STATUTORY INFORMATION

General All Purpose Plastics Group Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

2. ACCOUNTING POLICIES

General information and basis of accounting

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

General All Purpose Plastics Group Limited is a private company limited by shares, incorporated in England and Wales under the Companies Act. The address of the registered office is given on page 1. The nature of the group's operations and its principal activities are set out in the strategic report on pages 2 to 4.

The financial statements have been prepared under the historical cost convention, and in accordance with Financial Reporting Standard 102 (FRS 102) issued by the Financial Reporting Council.

The functional currency of General All Purpose Plastics Group Limited is considered to be Pounds Sterling because that is the currency of the primary economic environment in which the company operates. The financial statements are rounded to £1.

Basis of consolidation

The Group financial statements consolidate those of the company and of its subsidiary undertakings drawn up to 31 May 2021. Profits or losses on intra-group transactions are eliminated in full.

Business combinations are accounted for under the purchase method. Where necessary, adjustments are made to the financial statements of subsidiaries to bring the accounting policies used into line with those used by the Group. All intra-group transactions, balances, income and expenses are eliminated on consolidation. In accordance with Section 35 of FRS 102, Section 19 of FRS 102 has not been applied in these financial statements in respect of business combinations effected prior to the date of transition. More information can be found in the notes to these financial statements.

**GENERAL ALL PURPOSE PLASTICS GROUP
LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2021**

2. ACCOUNTING POLICIES - continued

Critical accounting judgements and key sources of estimation uncertainty

In the application of the Company's accounting policies, which are described in note 1, the directors are required to make judgements, estimates and assumptions about the carrying amounts 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. Details of critical accounting judgements are detailed below.

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 if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Key source of estimation uncertainty

Warranty Provision

The sale of doors manufactured by the company are covered by a 10 year warranty from the date of sale. Therefore the provision for the warranty requires the entity to estimate the future warranty claims expected to arise from sales made pre year end. This estimate is based on the percentage of doors remade over a 10 year period with any exceptional items removed. This percentage is then applied to the number of doors made in the year and an average cost is applied. The calculation is performed on an annual basis and the provision adjusted accordingly. The carrying amount of the warranty provision as at the balance sheet date was £629,072 (2020: £625,212). This basis has been considered appropriate and is always consistent.

Dilapidation Provision

As part of the company's property leasing arrangements there is an obligation to repair damages which incur during the life of the lease, such as wear and tear. The cost is charged to profit and loss once a commitment to leave the property has been made and the estimated dilapidations costs have been provided by a surveyor. The provision as at the balance sheet date was £336,958 (2020: £1,876,349).

Credit Note Provision

A provision for credit notes is accounted for based on looking at monthly sales invoices and credit notes raised, then calculating an average percentage of credit notes against revenue. This percentage is then applied to the average monthly sales. This calculation is performed on an annual basis and the provision adjusted accordingly. It is felt this is the most simplistic basis on which to calculate the provision. The carrying amount of the credit note provision as at the balance sheet date was £266,238 (2020: £318,224).

**GENERAL ALL PURPOSE PLASTICS GROUP
LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2021**

2. ACCOUNTING POLICIES - continued

Stock Provision

Due to the nature of stock holding policy and the requirements to hold a large and complementary range at each depot, there is an element of slow moving stock within the group. The stock within the network is reviewed and a judgement based on product knowledge and historic data is used to calculate the percentage of slow moving stock held. The carrying amount of the slow moving stock provision as at the balance sheet date was £1,208,656 (2020: £318,224).

Turnover

Turnover is the revenue arising from the sale of goods and is stated at the fair value of the consideration receivable, net of Value Added Tax, rebates and discounts.

Revenue from the sale of goods is recognised when the significant risks and benefits of ownership of the product have transferred to the buyer, which may be upon shipment, completion of the product or the product being ready for delivery, based on specific contract terms.

Intangible fixed assets and amortisation

Positive purchased goodwill arising on acquisition is capitalised, classified as an asset on the balance sheet and amortised on a straight line basis over its estimated useful life of between 5- 20 years. The reason for choosing a period of 20 years for Rockdoor Limited is that this is a premium brand with forecasted growth. This brand has had significant investment made into it and continues to be a brand leader for GAP, notwithstanding the fact that it has been part of their product range for nearly 10 years. The reason for choosing a period of 20 years for GAP 2 is that this business can still be individually measured as part of the overall GAP Group and it continues to thrive in spite of the current economic climate.

Goodwill is reviewed for impairment at the end of the first full financial year following each acquisition and subsequently as and when necessary if circumstances emerge that indicate that the carrying value may not be recoverable.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation and impairment. Depreciation is not charged on freehold land. Depreciation on other tangible fixed assets is provided at rates calculated to write off the cost of those assets, less their estimated residual value, over their expected useful lives on the following bases:

Freehold property	-	2% straight line
Improvements to property	-	over term of the lease
Plant and machinery	-	10% straight line
Motor vehicles	-	25% straight line
Fixtures and fittings	-	15% straight line
Computer equipment	-	33% straight line

**GENERAL ALL PURPOSE PLASTICS GROUP
LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2021**

2. ACCOUNTING POLICIES - continued

Stocks

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

Cost of manufactured goods includes materials, direct labour and an attributable proportion of manufacturing overheads based on normal levels of activity. Net realisable value is based on estimated selling price, less further costs expected to be incurred to completion and disposal.

Raw materials - purchase cost on a first-in, first-out basis.

Goods purchased for resale/finished goods - cost of direct materials and labour.

Taxation

Current tax represents the amount of tax payable or receivable in respect of the taxable profit (or loss) for the current or past reporting periods. It is measured at the amount expected to be paid or recovered using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax represents the future tax consequences of transactions and events recognised in the financial statements of current and previous periods. It is recognised in respect of all timing differences, with certain exceptions. Timing differences are differences between taxable profits and total comprehensive income as stated in the financial statements that arise from the inclusion of income and expense in tax assessments in periods different from those in which they are recognised in the financial statements. Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date that are expected to apply to the reversal of timing differences. Deferred tax on revalued non-depreciable tangible fixed assets and investment properties is measured using the rates and allowances that apply to the sale of the asset.

Provisions

Provisions (other than deferred taxation) are recognised when the company has a present legal or constructive obligation as a result of past events, it is more likely than not that an outflow of resources will be required to settle the obligation and the amount can be estimated reliably.

Provisions for the estimated cost of repairing or replacing products which may be returned under warranty are based upon historical warranty data and are recognised when the underlying products are sold.

Foreign currencies

Foreign currency transactions are initially recognised by applying to the foreign currency amount the spot exchange rate between the functional currency and the foreign currency at the date of the transaction.

Monetary assets and liabilities denominated in a foreign currency at the balance sheet date are translated using the closing rate.

**GENERAL ALL PURPOSE PLASTICS GROUP
LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2021**

2. ACCOUNTING POLICIES - continued

Financial instruments

Financial assets and financial liabilities are recognised when the company becomes a party to the contractual provisions of the instrument.

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.

(i) Financial assets and liabilities

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are only offset in the balance sheet when, and only when there exists a legally enforceable right to set off the recognised amounts and the company intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Debt instruments which meet the following conditions are subsequently measured at amortised cost using a fixed interest rate (notwithstanding changes in LIBOR or Bank of England base rate).

(a) The contractual return to the holder is (i) a fixed amount; (ii) a positive fixed rate or a positive variable rate; or (iii) a combination of a positive or a negative fixed rate and a positive variable rate.

(b) The contract may provide for repayments of the principal or the return to the holder (but not both) to be linked to a single relevant observable index of general price inflation of the currency in which the debt instrument is denominated, provided such links are not leveraged.

(c) The contract may provide for a determinable variation of the return to the holder during the life of the instrument, provided that (i) the new rate satisfies condition (a) and the variation is not contingent on future events other than (1) a change of a contractual variable rate; (2) to protect the holder against credit deterioration of the issuer; (3) changes in levies applied by a central bank or arising from changes in relevant taxation or law; or (ii) the new rate is a market rate of interest and satisfies condition (a).

(d) There is no contractual provision that could, by its terms, result in the holder losing the principal amount or any interest attributable to the current period or prior periods.

(e) Contractual provisions that permit the issuer to prepay a debt instrument or permit the holder to put it back to the issuer before maturity are not contingent on future events, other than to protect the holder against the credit deterioration of the issuer or a change in control of the issuer, or to protect the holder or issuer against changes in levies applied by a central bank or arising from changes in relevant taxation or law.

(f) Contractual provisions may permit the extension of the term of the debt instrument, provided that the return to the holder and any other contractual provisions applicable during the extended term satisfy the conditions of paragraphs (a) to (c).

**GENERAL ALL PURPOSE PLASTICS GROUP
LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2021**

2. ACCOUNTING POLICIES - continued

Debt instruments that are classified as payable or receivable within one year on initial recognition and which meet the above conditions are measured at the undiscounted amount of the cash or other consideration expected to be paid or received, net of impairment.

With the exception of some hedging instruments, other debt instruments not meeting these conditions are measured at fair value through profit or loss.

Commitments to make and receive loans which meet the conditions mentioned above are measured at cost (which may be nil) less impairment.

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the company transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the company, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

(ii) Investments

Investments in non-convertible preference shares and non-puttable ordinary or preference shares (where shares are publicly traded or their fair value is reliably measurable) are measured at fair value through profit or loss. Where fair value cannot be measured reliably, investments are measured at cost less impairment.

In the Company balance sheet, investments in subsidiaries and associates are measured at cost less impairment. For investments in subsidiaries acquired for consideration including the issue of shares qualifying for merger relief, cost is measured by reference to the nominal value of the shares issued plus fair value of other consideration. Any premium is ignored.

Investments

Investments are stated at cost less any provision for impairment, which is assessed on an annual basis.

Other Income

Other income is stated net of taxes and relates to rental income, income from the CJRS government grant, the small business rates grant, other grant income and the kick-start scheme.

**GENERAL ALL PURPOSE PLASTICS GROUP
LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2021**

2. ACCOUNTING POLICIES - continued

Going concern

During the period, the relationship with lenders remained strong and the covenants in place at May 2020 were waived. From March 2021, the long terms loans for all lenders have been renegotiated to strengthen our lending position.

COVID-19

During the year, the COVID-19 outbreak resulted in a national UK lockdown from the period of end of March to April. A small number of depots began operating in May, but under certain government imposed restrictions. During this period the online platform was utilised to generate revenue from our Central Distribution centre in Blackburn.

Whilst the depot network and manufacturing ceased operations, the Directors took advantage of the government assisted Coronavirus Job Retention Scheme and measures were put in place to manage working capital.

Impact of Brexit

A large proportion of the products purchased are in Sterling although some materials have their relevant costs based on the commodity market and therefore fluctuate and can be volatile. However as an entity, we have the knowledge and systems in place to mitigate our risks.

The Directors do not believe that Brexit will adversely affect operations due to the existing controls that are in place.

3. TURNOVER

The turnover and profit (2020 - loss) before taxation are attributable to the one principal activity of the company.

**GENERAL ALL PURPOSE PLASTICS GROUP
LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2021**

4. EMPLOYEES AND DIRECTORS

Staff costs were as follows:

	2021 £	2020 £
Wages and salaries	25,833,167	22,196,010
Social security costs	1,764,121	1,601,764
Other pension costs	700,899	733,181

The average monthly number of employees, including directors, during the year was as follows:

	2021 Number	2020 Number
Administrative	266	247
Production, selling and distribution	<u>510</u>	<u>576</u>
	776	823

Directors' remuneration was as follows:

	2021 £	2020 £
Remuneration	1,178,822	934,011
Company pension contributions to defined contribution pension scheme	14,610	22,689

The highest paid director received remuneration of £453,229 (2020: £451,804) and pension contributions to money purchase schemes amounted to £nil (2020: £11,820).

The number of directors to whom retirement benefits were accruing was 4 (2020: 4).

**GENERAL ALL PURPOSE PLASTICS GROUP
LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2021**

5. OPERATING PROFIT/(LOSS)

Profit/loss before taxation is stated after charging/(crediting):

	2021 £	2020 £
Amortisation of goodwill	738,851	637,154
Depreciation of tangible fixed assets:		
- owned by the group	1,294,841	2,032,178
- held under finance leases	1,037,819	479,099
Operating lease rentals	4,758,982	5,765,055
Gain on foreign exchange translation	27,378	24,753
Loss/(profit) on disposal of tangible fixed assets	(376,089)	(9,383)
Release of grant	(150,000)	(150,000)

The analysis of the auditors' remuneration is as follows:

Fees payable to the company's auditor and its associates for the audit of the company and group's annual accounts	40,000	40,000
Non-audit fees: company secretarial services	4,263	3,775
Non-audit fees: taxation	9,750	8,000

6. INTEREST PAYABLE AND SIMILAR EXPENSES

	2021 £	2020 £
Bank and other interest	<u>637,810</u>	<u>1,376,983</u>

7. TAXATION

Analysis of the tax credit

The tax credit on the profit for the year was as follows:

	2021 £	2020 £
Current tax:		
UK corporation tax	2,524,357	(181,889)
Deferred tax	<u>406,095</u>	<u>(105,680)</u>
Tax on profit/(loss)	<u>2,930,452</u>	<u>(287,569)</u>

8. DIVIDENDS

	2021 £	2020 £
20,000 B Ordinary shares of £0.01 each	2,300,000	-
11,113 D Ordinary shares of £0.01 each	2,814,318	-
	<u>5,114,318</u>	<u>-</u>
Total	<u>5,114,318</u>	<u>-</u>

**GENERAL ALL PURPOSE PLASTICS GROUP
LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2021**

9. INTANGIBLE FIXED ASSETS

	Goodwill £
COST	
At 1 June 2020 and 31 May 2021	<u>15,387,493</u>
AMORTISATION	
At 1 June 2020	2,963,501
Amortisation for year	<u>738,851</u>
At 31 May 2021	<u>3,702,352</u>
NET BOOK VALUE	
At 31 May 2021	<u>11,685,141</u>
At 31 May 2020	<u>12,423,992</u>

10. TANGIBLE FIXED ASSETS

	Freehold property £	Long leasehold £	Plant and machinery £
COST			
At 1 June 2020	1,049,580	3,600,568	16,427,506
Additions	-	175,440	1,373,693
Disposals	<u>(1,049,580)</u>	<u>(45,598)</u>	-
At 31 May 2021	<u>-</u>	<u>3,730,410</u>	<u>17,801,199</u>
DEPRECIATION			
At 1 June 2020	174,930	2,641,665	10,083,438
Charge for year	-	251,430	1,158,991
Eliminated on disposal	<u>(174,930)</u>	<u>(1,463)</u>	-
At 31 May 2021	<u>-</u>	<u>2,891,632</u>	<u>11,242,429</u>
NET BOOK VALUE			
At 31 May 2021	<u>-</u>	<u>838,778</u>	<u>6,558,770</u>
At 31 May 2020	<u>874,650</u>	<u>958,903</u>	<u>6,344,068</u>

**GENERAL ALL PURPOSE PLASTICS GROUP
LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2021**

10. TANGIBLE FIXED ASSETS - continued

	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST				
At 1 June 2020	2,250,249	4,211,084	2,883,814	30,422,801
Additions	35,503	1,109,062	233,288	2,926,986
Disposals	(943)	(477,613)	(41,058)	(1,614,792)
At 31 May 2021	<u>2,284,809</u>	<u>4,842,533</u>	<u>3,076,044</u>	<u>31,734,995</u>
DEPRECIATION				
At 1 June 2020	2,037,789	3,354,634	1,539,772	19,832,228
Charge for year	88,664	501,844	331,731	2,332,660
Eliminated on disposal	(943)	(453,550)	(356)	(631,242)
At 31 May 2021	<u>2,125,510</u>	<u>3,402,928</u>	<u>1,871,147</u>	<u>21,533,646</u>
NET BOOK VALUE				
At 31 May 2021	<u>159,299</u>	<u>1,439,605</u>	<u>1,204,897</u>	<u>10,201,349</u>
At 31 May 2020	<u>212,460</u>	<u>856,450</u>	<u>1,344,042</u>	<u>10,590,573</u>

Included within the net book value of £10,201,349 is £2,216,229 (2020: £1,652,200) relating to assets held under finance leases. The depreciation charged to the financial statements in the year in respect of such assets amounted to £1,037,819 (2020: £479,099).

11. FIXED ASSET INVESTMENTS

	Shares in group undertakings £
Company Cost	
At 1 June 2020 and 31 May 2021	<u>3,702,983</u>
Net book value	
At 31 May 2020 and 31 May 2021	<u>3,702,983</u>

**GENERAL ALL PURPOSE PLASTICS GROUP
LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2021**

11. FIXED ASSET INVESTMENTS - continued

The company's investments at the Balance Sheet date in the share capital of companies include the following:

	Class of share capital held	Proportion held by parent company %	Proportion held by group %	Nature of business
General All Purpose Plastics Holdings Limited	"A" Ordinary "B" Ordinary	100 100	100 100	Holding Company
G.A.P Scotland Limited	"A" Ordinary "B" Ordinary "C" Ordinary	100 100 100	100 100 100	Dormant
General All Purpose Plastics Limited	Ordinary	-	100	Distribution of PVCu products
Rockdoor Limited	Ordinary	-	100	Dormant
Homeline Building Products Limited	Ordinary	-	100	Dormant
Highline Building Plastics (Gateshead) Limited	Ordinary	-	100	Dormant
GAP 2 Limited	Ordinary	-	100	Dormant
GAP Products Limited	Ordinary	-	100	Distribution of PVCu products
North Wales Building Plastics Limited	Ordinary	-	100	Dormant
Weatherseal Insulation Limited	Ordinary	-	100	Dormant

All subsidiary undertakings were incorporated in the United Kingdom. All subsidiary undertakings have the same registered address as General All Purpose Plastics Group Limited, which is found on page 1.

**GENERAL ALL PURPOSE PLASTICS GROUP
LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2021**

12. STOCKS

	Group		Company	
	2021	2020	2021	2020
	£	£	£	£
Raw materials	3,480,453	2,831,849	-	-
Finished goods	<u>13,613,001</u>	<u>9,407,030</u>	<u>-</u>	<u>-</u>
	<u>17,093,454</u>	<u>12,238,879</u>	<u>-</u>	<u>-</u>

13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2021	2020	2021	2020
	£	£	£	£
Trade debtors	8,430,172	2,228,354	-	-
Amounts owed by group undertaking	-	-	935,580	924,898
Amounts owed by related parties	-	844,944	-	-
Other debtors	965,101	995,503	244	244
Directors' current accounts	-	1,312,676	-	-
Prepayments and accrued income	<u>1,811,127</u>	<u>2,003,472</u>	<u>-</u>	<u>-</u>
	<u>11,206,400</u>	<u>7,384,949</u>	<u>935,824</u>	<u>925,142</u>

Amounts owed by group and related parties are interest free, unsecured and repayable on demand.

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2021	2020	2021	2020
	£	£	£	£
Bank loans and overdrafts (note 15)	380,000	1,000,000	-	-
Finance leases (note 16)	721,525	531,879	-	-
Trade creditors	13,554,532	4,973,245	-	-
Amounts owed to related parties	180,381	-	-	-
Tax	2,219,524	27,941	-	-
Directors' current accounts	1,522,141	-	-	-
Social security and other taxes	5,145,726	4,439,375	-	-
Other creditors	2,421,956	3,604,177	-	-
Deferred consideration	-	706,204	-	-
Accrued expenses	<u>10,586,111</u>	<u>9,381,167</u>	<u>-</u>	<u>-</u>
	<u>36,731,896</u>	<u>24,663,988</u>	<u>-</u>	<u>-</u>

Amounts due under finance leases are secured upon the assets to which they relate.

Amounts owed to group and related parties are interest free, unsecured and repayable on demand.

**GENERAL ALL PURPOSE PLASTICS GROUP
LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2021**

15. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	Group		Company	
	2021	2020	2021	2020
	£	£	£	£
Bank loans (note 15)	1,520,000	6,500,000	-	-
Finance leases (note 16)	1,276,162	1,183,549	-	-
Other creditors	6,940,435	9,388,470	-	-
	<u>9,736,597</u>	<u>17,072,019</u>	<u>-</u>	<u>-</u>

The bank and other loans are made up of an initial borrowing from Barclays Bank PLC of £10,000,000 and an initial borrowing of £8,000,000 from Crown Oil Treasury Limited.

The Barclays Bank PLC Loan is repayable in quarterly instalments and are secured by fixed charge over the assets of the company and subject to interest rate of 3.85% above the interest base rate.

The Crown Oil Treasury Loan Limited is unsecured, repayable on demand and subject to interest of 7.45% above the interest base rate.

16. LOANS

An analysis of the maturity of loans is given below:

	2021 £	2020 £
Amounts falling due within one year or on demand:		
Bank loans	<u>380,000</u>	<u>1,000,000</u>
Amounts falling due between one and two years:		
Bank loans - 1-2 years	<u>1,520,000</u>	<u>4,000,000</u>
Amounts falling due in more than five years:		
Repayable by instalments		
Bank loans more 5 yr by instal	<u>-</u>	<u>2,500,000</u>

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**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2021**

17. LEASING AGREEMENTS

Minimum lease payments under finance leases fall due as follows:

	Finance leases	
	2021	2020
	£	£
Net obligations repayable:		
Within one year	721,525	531,879
Between one and five years	<u>1,276,162</u>	<u>1,183,549</u>
	<u>1,997,687</u>	<u>1,715,428</u>

18. FINANCIAL INSTRUMENTS

The carrying values of the company's financial assets and liabilities are summarised by category below:

	Group 2021	2020	Company 2021	2020
Financial Assets				
Measured at undiscounted amount receivable				
Trade and other debtors (see note 13)	9,395,273	3,223,857	244	244
Amounts owed by group undertakings (see note 13)	-	-	935,580	924,898
Amounts owed by related parties	-	844,944	-	-
Cash	10,907,764	6,974,439	-	-
Financial Liabilities				
Measured at undiscounted amount payable			-	-
Trade and other payables (see note 14)	13,554,532	4,973,245	-	-
Bank loan due within one year (see note 14)	380,000	1,000,000	-	-
Bank loan due greater than one year (see note 15)	1,520,000	6,500,000	-	-
Measured at amortised cost				
Obligations under finance leases due within one year (see note 14)	721,525	531,879	-	-
Obligations under finance leases due after more than one year (see note 15)	1,276,162	1,183,549	-	-
Amounts owed to related parties (see note 14)	180,381	-	-	-

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**NOTES TO THE FINANCIAL STATEMENTS - continued
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19. PROVISIONS FOR LIABILITIES

	Deferred tax	Warranty provision	Dilapidations provision	Total
	£	£	£	£
Balance at 1 June 2020	269,876	625,212	1,876,349	2,771,437
Movement during the year	406,095	3,860	(1,539,391)	(1,129,436)
	<hr/>	<hr/>	<hr/>	<hr/>
Balance at 31 May 2021	675,971	629,072	336,958	1,642,001
	<hr/>	<hr/>	<hr/>	<hr/>

20. CALLED UP SHARE CAPITAL

	2021 £	2020 £
Allotted, called up and fully paid		
13,331 "A" Ordinary shares of £0.01 each	133	133
20,000 "B" Ordinary shares of £0.01 each	200	200
0 "C" Ordinary shares of £0.01 each	-	44
11,113 "D" Ordinary shares of £0.01 each	111	67
4,627,681 Redeemable preference shares of £1 each	<u>4,627,681</u>	<u>4,627,681</u>
	4,628,125	4,628,125

The "A", "B", "C" and "D" Ordinary shares carry the respective voting rights to appoint and remove directors and be subject to the restrictions on transfer as provided in the Articles of Association but rank *pari passu* in all other respects.

During the year, 4,444 "C" Ordinary shares were redesignated as "D" Ordinary shares.

The rights attached to the Preference shares are set out below.

Income

The holders of the Preference shares shall not be entitled to receive any preferential dividend.

Capital

On a return of assets, the assets and retained profits of the company available for distribution amongst the members shall be applied first in paying to each of the holders of Preference shares the total Issue Price of the Preference shares held by them respectively, with any balance paid to the holders of the Ordinary shares in proportion to the number of Ordinary shares held by them respectively.

Voting

The holders of the Preference shares shall have no right to receive notice of or to attend and vote at any general meeting of the company or in writing up any resolution of the company.

Redemption

The company may at any time redeem the preference shares either in their entirety or in part, subject to giving notice in writing to the members holding the Preference shares, and the company shall pay on each preference share redeemed an amount equal to its Issue Price. In the case of a post redemption, the company shall redeem the same proportion for each member's registered holding of the Preference shares.

Profit and loss reserve

This reserve records retained earnings and accumulated losses.

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**NOTES TO THE FINANCIAL STATEMENTS - continued
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21. PENSION COMMITMENTS

The group contributes to a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered scheme. The pension charge represents contributions payable by the company to the scheme and amounted to £694,809 (2020: £733,181).

Included within accruals is £32,494 (2020: £16,278) in relation to outstanding contributions.

22. CONTINGENT LIABILITIES

The group's CID facility and loan facilities are secured by a cross guarantee and debenture in place between GAP 2 Limited, GAP Products Limited, General All Purpose Plastics Limited and General All Purpose Plastics Holdings Limited.

This is secured on all plant and machinery, rental and other income, securities, insurance and assurance contracts, goodwill, uncalled share capital, intellectual property and trade debts.

No liability is expected to arise under this guarantee. The maximum liability at 31 May 2021 is £1,900,000 (2020: £7,500,000).

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**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2021**

23. RELATED PARTY DISCLOSURES

A D Greensmith and S D Bird, directors of the company, are also designated members in Bridgemere Properties LLP. Purchases from Bridgemere Properties LLP amounted to £166,712 (2020: £127,080). During the year, the company paid expenses on behalf of Bridgemere Properties LLP amounting to £169,549. During the year, balances amounting to £834,801 were written off as owing to Bridgemere Properties LLP. As a result of this, the amount owing at 31 May 2021 is a creditor owing to Bridgemere Properties LLP of £174,411 (2020: owed by Bridgemere Properties LLP: £490,841). This has been included in amounts owed to related parties.

A D Greensmith is a trustee in GAP Limited No.1 FURBS and GAP Limited No.3 FURBS. At 31 May 2021 GAP Limited No.1 FURBS owed the company £39,640 (2020: £105,531) and GAP Limited No.3 FURBS owed the company £49,471 (2020: £99,060).

S D Bird is a trustee in GAP Limited No.2 FURBS, GAP Limited No.4 FURBS and GAP Limited No.5 FURBS. At 31 May 2021 GAP Limited No.2 FURBS owed the company £50,594 (2020: £50,183), GAP Limited No.4 FURBS owed the company £1,041 (2020: £50,615) and GAP Limited No.5 FURBS owed the company £49,125 (2020: £48,714).

A D Greensmith is a director of Crown Oil Limited. The company made sales to Crown Oil Limited in the year amounting to £571 (2020: £4,608) and purchases amounting to £246,768 (2020: £1,403,186). At 31 May 2021, the company owed Crown Oil Limited £5,140 (2020: £157,202). As at 31 May 2021, the group also had loans from Crown Oil Limited, which were to fund the purchase of GAP 2 Limited and for working capital requirements. These loans were renegotiated during the year, and at the year end, the group owed Crown Oil Limited £8,771,422 (2020: £11,190,292). The security pertaining to these loans is detailed in notes 14 and 15.

A D Greensmith is a trustee of the Crown Oil Executive Pension Fund. The company made purchases from this fund amounting to £405,746.

Loans due to /(from) directors are as follows:

	2021	2020
	£	£
A D Greensmith	18,960	(596,330)
S D Bird	1,503,181	(725,241)

No interest has been charged in the year. Loans are repayable on demand.

24. ULTIMATE CONTROLLING PARTY

The group is under the common control of the directors.