

Plastic Innovations Ltd

Annual Report and Unaudited Abridged Financial Statements
for the Year Ended 31 December 2020

Mr Colin Barrett
AIMS Accountants for Business
Shop 2, 130 Hagley Road
Hayley Green
Halesowen
West Midlands
B63 1DY

Plastic Innovations Ltd

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Plastic Innovations Ltd

Company Information

Directors	Mr Arthur Pickett Mr Stephen Roskilly Mr Mark Falkingham
Registered office	Shop 2, 130 Hagley Road Hayley Green Halesowen West Midlands B63 1DY
Accountants	Mr Colin Barrett AIMS Accountants for Business Shop 2, 130 Hagley Road Hayley Green Halesowen West Midlands B63 1DY

Plastic Innovations Ltd

Directors' Report for the Year Ended 31 December 2020

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

Directors of the company

The directors who held office during the year were as follows:

Mr Arthur Pickett

Mr Stephen Roskilly

Mr Mark Falkingham

Principal activity

The principal activity of the company is Manufacture of Plastic Products

Small companies provision statement

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

Approved by the Board on 28 September 2021 and signed on its behalf by:

.....
Mr Arthur Pickett
Director

**Accountants' Report to the Board of Directors on the Preparation of the Unaudited
Statutory Accounts of
Plastic Innovations Ltd
for the Year Ended 31 December 2020**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Plastic Innovations Ltd for the year ended 31 December 2020 as set out on pages 4 to 14 from the company's accounting records and from information and explanations you have given us.

As practising members of the Association of Accounting Technicians, we are subject to its ethical and other professional requirements which are detailed at www.aat.org.uk/about-aat/professional-ethics

This report is made solely to the Board of Directors of Plastic Innovations Ltd, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the accounts of Plastic Innovations Ltd and state those matters that we have agreed to state to the Board of Directors of Plastic Innovations Ltd, as a body, in this report. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Plastic Innovations Ltd and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Plastic Innovations Ltd has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of Plastic Innovations Ltd. You consider that Plastic Innovations Ltd is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the accounts of Plastic Innovations Ltd. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.

.....
Mr Colin Barrett
AIMS Accountants for Business
Shop 2, 130 Hagley Road
Hayley Green
Halesowen
West Midlands
B63 1DY

28 September 2021

Plastic Innovations Ltd

Abridged Profit and Loss Account for the Year Ended 31 December 2020

	Note	2020 £	2019 £
Gross profit		475,233	513,286
Administrative expenses		(431,025)	(410,528)
Interest payable and similar expenses		<u>(5,450)</u>	<u>(6,282)</u>
Profit before tax	<u>4</u>	38,758	96,476
Tax on profit		<u>(13,875)</u>	<u>(23,612)</u>
Profit for the financial year		<u><u>24,883</u></u>	<u><u>72,864</u></u>

The above results were derived from continuing operations.

The company has no recognised gains or losses for the year other than the results above.

Plastic Innovations Ltd

Statement of Comprehensive Income for the Year Ended 31 December 2020

	2020 £	2019 £
Profit for the year	<u>24,883</u>	<u>72,864</u>
Total comprehensive income for the year	<u><u>24,883</u></u>	<u><u>72,864</u></u>

Plastic Innovations Ltd

(Registration number: 06880147)

Abridged Balance Sheet as at 31 December 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	<u>5</u>	71,417	105,545
Current assets			
Stocks	<u>6</u>	63,775	43,253
Debtors		210,771	211,505
Cash at bank and in hand		<u>247,182</u>	<u>98,654</u>
		521,728	353,412
Prepayments and accrued income		7,632	5,911
Creditors: Amounts falling due within one year		<u>(331,796)</u>	<u>(107,250)</u>
Net current assets		<u>197,564</u>	<u>252,073</u>
Total assets less current liabilities		268,981	357,618
Creditors: Amounts falling due after more than one year		(68,468)	(45,494)
Accruals and deferred income		<u>(50,477)</u>	<u>(166,221)</u>
Net assets		<u>150,036</u>	<u>145,903</u>
Capital and reserves			
Called up share capital	<u>7</u>	215	215
Profit and loss account		<u>149,821</u>	<u>145,688</u>
Shareholders' funds		<u>150,036</u>	<u>145,903</u>

For the financial year ending 31 December 2020 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

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

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

All of the company's members have consented to the preparation of an Abridged Profit and Loss Account and an Abridged Balance Sheet in accordance with Section 444(2A) of the Companies Act 2006.

Plastic Innovations Ltd

(Registration number: 06880147)

Abridged Balance Sheet as at 31 December 2020

Approved and authorised by the Board on 28 September 2021 and signed on its behalf by:

.....

Mr Arthur Pickett

Director

Plastic Innovations Ltd

Statement of Changes in Equity for the Year Ended 31 December 2020

	Share capital £	Profit and loss account £	Total £
At 1 January 2020	215	145,688	145,903
Profit for the year	-	24,883	24,883
Total comprehensive income	-	24,883	24,883
Dividends	-	(20,750)	(20,750)
At 31 December 2020	215	149,821	150,036
	Share capital £	Profit and loss account £	Total £
At 1 January 2019	215	154,124	154,339
Profit for the year	-	72,864	72,864
Total comprehensive income	-	72,864	72,864
Dividends	-	(81,300)	(81,300)
At 31 December 2019	215	145,688	145,903

Plastic Innovations Ltd

Notes to the Unaudited Abridged Financial Statements for the Year Ended 31 December 2020

1 General information

The company is a private company limited by share capital, incorporated in England.

The address of its registered office is:

Shop 2, 130 Hagley Road
Hayley Green
Halesowen
West Midlands
B63 1DY

The principal place of business is:

2a Daimler Close
Royal Oak Industrial Estate
Daventry
Northants
NN11 8QJ

These financial statements were authorised for issue by the Board on 28 September 2021.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These abridged financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These abridged financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

Plastic Innovations Ltd

Notes to the Unaudited Abridged Financial Statements for the Year Ended 31 December 2020

Foreign currency transactions and balances

Transactions in foreign currencies are initially recorded at the functional currency rate prevailing at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated into the respective functional currency of the entity at the rates prevailing on the reporting period date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rate on the date when the fair value is re-measured.

Non-monetary items measured in terms of historical cost in a foreign currency are not retranslated.

Tax

The tax expense for the period comprises current tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Tangible assets

Tangible assets are stated in the balance sheet at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Plant and machinery	Straight line 25%
Equipment	Straight line 20%
Furniture and fittings	Straight line 25%

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Plastic Innovations Ltd

Notes to the Unaudited Abridged Financial Statements for the Year Ended 31 December 2020

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

Plastic Innovations Ltd

Notes to the Unaudited Abridged Financial Statements for the Year Ended 31 December 2020

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 13 (2019 - 13).

4 Profit before tax

Arrived at after charging/(crediting)

	2020	2019
	£	£
Depreciation expense	48,496	44,133

Plastic Innovations Ltd

Notes to the Unaudited Abridged Financial Statements for the Year Ended 31 December 2020

5 Tangible assets

	Furniture, fittings and equipment £	Motor vehicles £	Other tangible assets £	Total £
Cost or valuation				
At 1 January 2020	27,090	16,350	215,551	258,991
Additions	-	10,368	4,000	14,368
At 31 December 2020	27,090	26,718	219,551	273,359
Depreciation				
At 1 January 2020	21,314	1,024	131,108	153,446
Charge for the year	3,482	6,678	38,336	48,496
At 31 December 2020	24,796	7,702	169,444	201,942
Carrying amount				
At 31 December 2020	2,294	19,016	50,107	71,417
At 31 December 2019	5,776	15,326	84,443	105,545

6 Stocks

	2020 £	2019 £
Raw materials and consumables	56,593	32,630
Work in progress	3,074	3,304
Finished goods and goods for resale	4,108	7,319
	63,775	43,253

7 Share capital

Allotted, called up and fully paid shares

	2020		2019	
	No.	£	No.	£
Ordinary share class 1 of £1 each	100	100	100	100
Ordinary share class 2 of £1 each	115	115	115	115
	215	215	215	215

Plastic Innovations Ltd

Notes to the Unaudited Abridged Financial Statements for the Year Ended 31 December 2020

8 Dividends

Interim dividends paid

	2020 £	2019 £
Interim dividend of £104 (2019 - £192) per each Ordinary share class 1	10,400	19,200
Interim dividend of £90 (2019 - £540) per each Ordinary share class 2	10,350	62,100
	<u>20,750</u>	<u>81,300</u>

9 Related party transactions

Directors' remuneration

The directors' remuneration for the year was as follows:

	2020 £	2019 £
Remuneration	<u>32,282</u>	<u>11,400</u>

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.