

REGISTERED NUMBER: 08389809 (England and Wales)

**CONSOLIDATED PLASTICS LIMITED  
GROUP STRATEGIC REPORT,  
REPORT OF THE DIRECTOR AND  
CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2017**

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**CONSOLIDATED PLASTICS LIMITED**  
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**For The Year Ended 31 March 2017**

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**CONSOLIDATED PLASTICS LIMITED**

**COMPANY INFORMATION**  
**For The Year Ended 31 March 2017**

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**DIRECTOR:**

M J Foreman

**REGISTERED OFFICE:**

Yorke Chambers  
15 Royston Road  
Baldock  
Hertfordshire  
SG7 6NW

**REGISTERED NUMBER:**

08389809 (England and Wales)

**AUDITORS:**

Haines Watts South Midlands Audit LLP  
1 Rushmills  
Northampton  
Northamptonshire  
NN4 7YB

**CONSOLIDATED PLASTICS LIMITED**

**GROUP STRATEGIC REPORT  
For The Year Ended 31 March 2017**

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The director presents his strategic report of the company and the group for the year ended 31 March 2017.

The principal activity of the group is the manufacture and or distribution of extruded polythene product, including board, bags and sacks on a bespoke basis for customer needs.

**BUSINESS REVIEW AND FUTURE DEVELOPMENTS**

The business generated turnover of £27,832,463 for the year, relative to £26,639,555 on an equivalent basis in the prior year. In doing so it delivered a gross margin at 35.9%, being 36.7% in 2016. This position is judged by the director to reflect the strength of its ongoing relationships with both customers, and suppliers and its drive to work positively with both.

The group delivered an operating profit of £2,377,800, representing an decrease of £212,415 on the prior year. The cost positions for each of the companies have been monitored across the group and maintained at levels broadly consistent with the prior year. This has involved the monitoring of polymer prices and vigilance in both direct cost and overhead procurement.

The director considers that the group has built on its market share and customer offerings such that the group is well positioned to move forward. We continue to look to expand our customer base.

We benefit from a stable and committed workforce who we encourage to share ideas for improving business processes and opportunities. Operations continue to be streamlined as part of investment programmes in both manufacturing and IT processes. We are also conscious of our environmental responsibilities and train our staff accordingly.

The director is of the view that progress during the year continues to be positive and supports the investment of prior periods. He remains vigilant in relation to the ongoing business economy and will continue to seek new opportunities with both customers and suppliers.

**PRINCIPAL RISKS AND UNCERTAINTIES**

We do not believe there are any significant risks and uncertainties facing the company and those within the group, other than those normally encountered within the industry. The director continues to actively monitor direct costs and pricing movements.

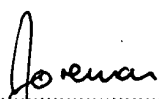
**KEY PERFORMANCE INDICATORS**

The key performance indicators used to monitor the business are as follows:

- Turnover movement; and
- Gross and operating profit percentages

The director considers these the most appropriate gauges for companies within the group.

**ON BEHALF OF THE BOARD:**

  
.....  
M J Foreman - Director

Date: 24-11-17

**CONSOLIDATED PLASTICS LIMITED**

**REPORT OF THE DIRECTOR  
For The Year Ended 31 March 2017**

The director presents his report with the financial statements of the company and the group for the year ended 31 March 2017.

**PRINCIPAL ACTIVITY**

The principal activity of the group is the manufacture and or distribution of extruded polythene product, including board, bags and sacks on a bespoke basis for customer needs.

**EVENTS SINCE THE END OF THE YEAR**

Information relating to events since the end of the year is given in the notes to the financial statements.

**DIVIDENDS**

Interim dividends were declared and paid during the year ended 31 March 2017 as follows:

5 April 2016 - £43,000  
23 March 2017 - £500,000

**DIRECTORS**

M J Foreman has held office during the whole of the period from 1 April 2016 to the date of this report.

Other changes in directors holding office are as follows:

M A Cowan - deceased 9 April 2016

**STATEMENT OF DIRECTOR'S RESPONSIBILITIES**

The director is responsible for preparing the Group Strategic Report, the Report of the Director and the financial statements in accordance with applicable law and regulations.

Company law requires the director to prepare financial statements for each financial year. Under that law the director has elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. Under company law the director must not approve the financial statements unless he is satisfied that they give a true and fair view of the state of affairs of the company and the group and of the profit or loss of the group for that period. In preparing these financial statements, the director is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for keeping adequate accounting records that are sufficient to show and explain the company's and the group's transactions and disclose with reasonable accuracy at any time the financial position of the company and the group and enable him to ensure that the financial statements comply with the Companies Act 2006. He is also responsible for safeguarding the assets of the company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS**

So far as the director is aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the group's auditors are unaware, and he has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the group's auditors are aware of that information.

**AUDITORS**

The auditors, Haines Watts South Midlands Audit LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

**ON BEHALF OF THE BOARD:**



.....  
M J Foreman Director

Date: 24-11-17  
.....

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF  
CONSOLIDATED PLASTICS LIMITED**

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We have audited the financial statements of Consolidated Plastics Limited for the year ended 31 March 2017 on pages five to twenty three. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in 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.

**Respective responsibilities of director and auditors**

As explained more fully in the Statement of Director's Responsibilities set out on page three, the director is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

**Scope of the audit of the financial statements**

A description of the scope of an audit of financial statements is provided on the FRC's website at [www.frc.org.uk/apb/scope/private.cfm](http://www.frc.org.uk/apb/scope/private.cfm).

**Opinion on financial statements**

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 March 2017 and of the group's profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

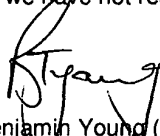
**Opinion on other matter prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of our audit, the information given in the Group Strategic Report and the Report of the Director for the financial year for which the financial statements are prepared is consistent with the financial statements, and has been prepared in accordance with applicable legal requirements. In the light of the knowledge and understanding of the group and the parent company and its environment, we have not identified any material misstatements in the Group Strategic Report or the Report of the Director.

**Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of director's remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

  
Benjamin Young (Senior Statutory Auditor)  
for and on behalf of Haines Watts South Midlands Audit LLP  
1 Rushmills  
Northampton  
Northamptonshire  
NN4 7YB

Date: 24 November 2017

**CONSOLIDATED PLASTICS LIMITED**

**CONSOLIDATED INCOME STATEMENT**  
For The Year Ended 31 March 2017

	Notes	2017		2016	
		£	£	£	£
<b>TURNOVER</b>	3		27,832,463		26,639,555
Cost of sales			<u>17,826,333</u>		<u>16,867,255</u>
<b>GROSS PROFIT</b>			10,006,130		9,772,300
Distribution costs		750,138		721,760	
Administrative expenses		<u>6,879,138</u>		<u>6,509,853</u>	
			<u>7,629,276</u>		<u>7,231,613</u>
			2,376,854		2,540,687
Other operating income			<u>946</u>		<u>49,528</u>
<b>OPERATING PROFIT</b>	5		2,377,800		2,590,215
Interest receivable and similar income			<u>3,167</u>		<u>7,166</u>
Amounts written off investments	6		<u>2,380,967</u>		<u>2,597,381</u>
			-		<u>299,998</u>
			2,380,967		2,297,383
Interest payable and similar expenses	7		<u>3,384</u>		<u>19,739</u>
<b>PROFIT BEFORE TAXATION</b>			2,377,583		2,277,644
Tax on profit	8		<u>(554,620)</u>		<u>501,680</u>
<b>PROFIT FOR THE FINANCIAL YEAR</b>			<u>2,932,203</u>		<u>1,775,964</u>
Profit attributable to: Owners of the parent			<u>2,932,203</u>		<u>1,775,964</u>

The notes form part of these financial statements

**CONSOLIDATED PLASTICS LIMITED**  
**CONSOLIDATED OTHER COMPREHENSIVE INCOME**  
**For The Year Ended 31 March 2017**

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	Notes	2017 £	2016 £
<b>PROFIT FOR THE YEAR</b>		2,932,203	1,775,964
<b>OTHER COMPREHENSIVE INCOME</b>		<u>-</u>	<u>-</u>
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>		<u>2,932,203</u>	<u>1,775,964</u>
Total comprehensive income attributable to: Owners of the parent		<u>2,932,203</u>	<u>1,775,964</u>

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The notes form part of these financial statements

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CONSOLIDATED PLASTICS LIMITED (REGISTERED NUMBER: 08389809)

CONSOLIDATED BALANCE SHEET  
31 March 2017

	Notes	2017		2016	
		£	£	£	£
<b>FIXED ASSETS</b>					
Intangible assets	11		-		-
Tangible assets	12		4,960,778		2,516,077
Investments	13		-		-
			<u>4,960,778</u>		<u>2,516,077</u>
<b>CURRENT ASSETS</b>					
Stocks	14	1,789,410		1,464,443	
Debtors	15	7,132,104		6,530,032	
Investments	16	774		774	
Cash at bank and in hand		<u>4,786,479</u>		<u>6,026,600</u>	
			13,708,767		14,021,849
<b>CREDITORS</b>					
Amounts falling due within one year	17	<u>5,366,135</u>		<u>5,686,141</u>	
<b>NET CURRENT ASSETS</b>			<u>8,342,632</u>		<u>8,335,708</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			13,303,410		10,851,785
<b>PROVISIONS FOR LIABILITIES</b>	21		<u>395,420</u>		<u>332,998</u>
<b>NET ASSETS</b>			<u>12,907,990</u>		<u>10,518,787</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	22		1,000,000		1,000,000
Share premium	23		793,993		793,993
Revaluation reserve	23		-		1,878
Capital redemption reserve	23		475		475
Other reserves	23		(3,866,747)		(3,866,747)
Retained earnings	23		<u>14,980,269</u>		<u>12,589,188</u>
<b>SHAREHOLDERS' FUNDS</b>			<u>12,907,990</u>		<u>10,518,787</u>

The financial statements were approved by the director on 24-11-17 and were signed by:

  
M J Foreman - Director

The notes form part of these financial statements

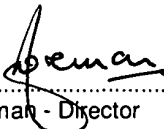
**CONSOLIDATED PLASTICS LIMITED (REGISTERED NUMBER: 08389809)**

**COMPANY BALANCE SHEET  
31 March 2017**

	Notes	2017		2016	
		£	£	£	£
<b>FIXED ASSETS</b>					
Intangible assets	11		-		-
Tangible assets	12		-		-
Investments	13		<u>3,036,238</u>		<u>3,036,238</u>
			3,036,238		3,036,238
<b>CURRENT ASSETS</b>					
Debtors	15	2,930,456		967,001	
Investments	16	774		774	
Cash at bank		<u>1,661,156</u>		<u>477,810</u>	
		4,592,386		1,445,585	
<b>CREDITORS</b>					
Amounts falling due within one year	17	<u>460,016</u>		<u>515,845</u>	
<b>NET CURRENT ASSETS</b>			<u>4,132,370</u>		<u>929,740</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>7,168,608</u>		<u>3,965,978</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	22		1,000,000		1,000,000
Retained earnings	23		<u>6,168,608</u>		<u>2,965,978</u>
<b>SHAREHOLDERS' FUNDS</b>			<u>7,168,608</u>		<u>3,965,978</u>
Company's profit for the financial year			<u>3,745,630</u>		<u>227,959</u>

The financial statements have been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved by the director on 24-11-17 and were signed by:

  
 .....  
 M J Foreman - Director

The notes form part of these financial statements

**CONSOLIDATED PLASTICS LIMITED**  
**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**For The Year Ended 31 March 2017**

	Called up share capital £	Retained earnings £	Share premium £
<b>Balance at 1 April 2015</b>	1,000,000	11,286,646	793,993
<b>Changes in equity</b>			
Dividends	-	(476,305)	-
Total comprehensive income	-	<u>1,778,847</u>	-
<b>Balance at 31 March 2016</b>	<u>1,000,000</u>	<u>12,589,188</u>	<u>793,993</u>
<b>Changes in equity</b>			
Dividends	-	(543,000)	-
Total comprehensive income	-	<u>2,934,081</u>	-
<b>Balance at 31 March 2017</b>	<u>1,000,000</u>	<u>14,980,269</u>	<u>793,993</u>

	Revaluation reserve £	Capital redemption reserve £	Other reserves £	Total equity £
<b>Balance at 1 April 2015</b>	4,761	475	(4,166,745)	8,919,130
<b>Changes in equity</b>				
Dividends	-	-	-	(476,305)
Total comprehensive income	<u>(2,883)</u>	-	<u>299,998</u>	<u>2,075,962</u>
<b>Balance at 31 March 2016</b>	<u>1,878</u>	<u>475</u>	<u>(3,866,747)</u>	<u>10,518,787</u>
<b>Changes in equity</b>				
Dividends	-	-	-	(543,000)
Total comprehensive income	<u>(1,878)</u>	-	-	<u>2,932,203</u>
<b>Balance at 31 March 2017</b>	<u>-</u>	<u>475</u>	<u>(3,866,747)</u>	<u>12,907,990</u>

The notes form part of these financial statements

**CONSOLIDATED PLASTICS LIMITED**  
**COMPANY STATEMENT OF CHANGES IN EQUITY**  
**For The Year Ended 31 March 2017**

	Called up share capital £	Retained earnings £	Total equity £
<b>Balance at 1 April 2015</b>	1,000,000	3,214,324	4,214,324
<b>Changes in equity</b>			
Dividends	-	(476,305)	(476,305)
Total comprehensive income	-	<u>227,959</u>	<u>227,959</u>
<b>Balance at 31 March 2016</b>	<u>1,000,000</u>	<u>2,965,978</u>	<u>3,965,978</u>
<b>Changes in equity</b>			
Dividends	-	(543,000)	(543,000)
Total comprehensive income	-	<u>3,745,630</u>	<u>3,745,630</u>
<b>Balance at 31 March 2017</b>	<u>1,000,000</u>	<u>6,168,608</u>	<u>7,168,608</u>

The notes form part of these financial statements

**CONSOLIDATED PLASTICS LIMITED**  
**CONSOLIDATED CASH FLOW STATEMENT**  
**For The Year Ended 31 March 2017**

	Notes	2017 £	2016 £
<b>Cash flows from operating activities</b>			
Cash generated from operations	30	2,696,350	2,451,174
Interest element of hire purchase payments paid		(2,807)	(5,950)
Finance costs paid		(577)	(13,789)
Tax paid		<u>(566,733)</u>	<u>(337,598)</u>
Net cash from operating activities		<u>2,126,233</u>	<u>2,093,837</u>
<b>Cash flows from investing activities</b>			
Purchase of tangible fixed assets		(2,866,098)	(212,276)
Sale of tangible fixed assets		33,207	20,667
Interest received		<u>3,167</u>	<u>7,166</u>
Net cash from investing activities		<u>(2,829,724)</u>	<u>(184,443)</u>
<b>Cash flows from financing activities</b>			
Capital repayments in year		(14,909)	(27,714)
Amount introduced by directors		-	4,708
Amount withdrawn by directors		-	(42,135)
Equity dividends paid		<u>(543,000)</u>	<u>(476,305)</u>
Net cash from financing activities		<u>(557,909)</u>	<u>(541,446)</u>
<b>(Decrease)/increase in cash and cash equivalents</b>			
Cash and cash equivalents at beginning of year	31	5,981,447	4,613,499
Cash and cash equivalents at end of year	31	<u>4,720,047</u>	<u>5,981,447</u>

The notes form part of these financial statements

## CONSOLIDATED PLASTICS LIMITED

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS For The Year Ended 31 March 2017

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#### 1. STATUTORY INFORMATION

Consolidated Plastics 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 General Information page.

#### 2. ACCOUNTING POLICIES

##### **Basis of preparing the financial statements**

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.

There were no material departures that standard.

The principal accounting policies adopted in the preparation of the financial statements are set out below and have remained unchanged from the previous year, and have also been consistently applied within the same accounts.

##### **Basis of consolidation**

The financial statements consolidate the accounts of Consolidated Plastics Limited and all of its subsidiary undertakings. In accordance with UK Generally Accepted Accounting Practice, merger accounting has been applied following a group restructure on 1 April 2014. The difference between the nominal value of the shares issued and the nominal value of the shares acquired has been posted to the merger reserve.

##### **Significant judgements and estimates**

The group makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The director does not consider that there are any estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

##### **Turnover**

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

##### **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.

Development costs are being amortised evenly over their estimated useful life of nil years.

##### **Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Improvements to property	- 10% on cost
Plant and machinery	- 10% on cost, 5% - 10% on cost and Straight line over 15 years
Fixtures and fittings	- 25% on cost, 20% on cost and 15% on reducing balance
Motor vehicles	- 25% on cost
Computer equipment	- 50% on cost and 12.5% or 20% on cost

##### **Stocks**

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

##### **Taxation**

Taxation for the year comprises current and deferred tax. Tax is recognised in the Consolidated Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

CONSOLIDATED PLASTICS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued  
For The Year Ended 31 March 2017

2. ACCOUNTING POLICIES - continued

**Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

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.

**Research and development**

Expenditure on research and development is written off in the year in which it is incurred.

**Foreign currencies**

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

**Hire purchase and leasing commitments**

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

**Pension costs and other post-retirement benefits**

The group operates a defined contribution pension scheme. Contributions payable to the group's pension scheme are charged to profit or loss in the period to which they relate.

**Fixed asset investments**

Fixed assets investments are stated at cost less provision for any permanent diminution in value.

3. TURNOVER

The turnover and profit before taxation are attributable to the one principal activity of the group.

An analysis of turnover by geographical market is given below:

	2017	2016
	£	£
United Kingdom	26,648,046	25,482,047
Europe	<u>1,184,417</u>	<u>1,157,508</u>
	<u>27,832,463</u>	<u>26,639,555</u>

**CONSOLIDATED PLASTICS LIMITED**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued**  
For The Year Ended 31 March 2017

**4. EMPLOYEES AND DIRECTORS**

	2017	2016
	£	£
Wages and salaries	4,979,754	4,998,355
Social security costs	520,008	527,248
Other pension costs	140,414	102,331
	<u>5,640,176</u>	<u>5,627,934</u>

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

	2017	2016
Production	112	110
Distribution and selling	19	19
Administration	14	14
	<u>145</u>	<u>143</u>

	2017	2016
	£	£
Directors' remuneration	775,987	1,047,203
Directors' pension contributions to money purchase schemes	38,058	28,332
	<u>814,045</u>	<u>1,075,535</u>

Information regarding the highest paid director is as follows:

	2017	2016
	£	£
Emoluments etc	<u>192,000</u>	<u>38,737</u>

**5. OPERATING PROFIT**

The operating profit is stated after charging/(crediting):

	2017	2016
	£	£
Hire of plant and machinery	6,867	3,368
Other operating leases	308,548	252,482
Depreciation - owned assets	386,118	433,767
Depreciation - assets on hire purchase contracts	32,713	50,148
Profit on disposal of fixed assets	(30,641)	(13,150)
Auditors' remuneration - parent	3,500	3,500
Auditors' remuneration - subsidiaries	23,175	22,905
Foreign exchange differences	(113,629)	(271,894)
Release of pension overpayments	-	(240,645)
Employment restructuring costs	-	394,160
Stock recognised as an expense	<u>(324,967)</u>	<u>8,335</u>



**CONSOLIDATED PLASTICS LIMITED**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued**  
For The Year Ended 31 March 2017

**6. AMOUNTS WRITTEN OFF INVESTMENTS**

	2017 £	2016 £
Amounts written off investments	<u>-</u>	<u>299,998</u>

**7. INTEREST PAYABLE AND SIMILAR EXPENSES**

	2017 £	2016 £
Hire purchase interest	2,807	5,950
Factoring interest	<u>577</u>	<u>13,789</u>
	<u>3,384</u>	<u>19,739</u>

**8. TAXATION**

**Analysis of the tax (credit)/charge**

The tax (credit)/charge on the profit for the year was as follows:

	2017 £	2016 £
Current tax:		
UK corporation tax	136,270	562,915
Prior year adjustment	<u>(753,313)</u>	<u>(1,074)</u>
Total current tax	(617,043)	561,841
Deferred tax	<u>62,423</u>	<u>(60,161)</u>
Tax on profit	<u>(554,620)</u>	<u>501,680</u>

**Reconciliation of total tax (credit)/charge included in profit and loss**

The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below:

	2017 £	2016 £
Profit before tax	<u>2,377,583</u>	<u>2,277,644</u>
Profit multiplied by the standard rate of corporation tax in the UK of 20% (2016 - 20%)	475,517	455,529
Effects of:		
Expenses not deductible for tax purposes	3,655	80,782
Income not taxable for tax purposes	(17,168)	(8,973)
Capital allowances in excess of depreciation	(70,698)	-
Depreciation in excess of capital allowances	-	55,911
Utilisation of tax losses	(4,886)	(9,988)
Adjustments to tax charge in respect of previous periods	(753,313)	(1,074)
Other adjustments leading to an increase / (decrease) in the tax charge	-	(10,346)
Deferred tax charge	62,423	(60,161)
Enhanced R&D relief	<u>(250,150)</u>	<u>-</u>
Total tax (credit)/charge	<u>(554,620)</u>	<u>501,680</u>

**CONSOLIDATED PLASTICS LIMITED**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued**  
**For The Year Ended 31 March 2017**

**9. INDIVIDUAL INCOME STATEMENT**

As permitted by Section 408 of the Companies Act 2006, the Income Statement of the parent company is not presented as part of these financial statements.

**10. DIVIDENDS**

	2017 £	2016 £
Ordinary A shares of £1 each		
Interim	<u>543,000</u>	<u>476,305</u>

**11. INTANGIBLE FIXED ASSETS**

**Group**

	Development costs £
<b>COST</b>	
At 1 April 2016 and 31 March 2017	<u>106,223</u>
<b>AMORTISATION</b>	
At 1 April 2016 and 31 March 2017	<u>106,223</u>
<b>NET BOOK VALUE</b>	
At 31 March 2017	<u>          -</u>
At 31 March 2016	<u>          -</u>

**12. TANGIBLE FIXED ASSETS**

**Group**

	Improvements to property £	Plant and machinery £	Fixtures and fittings £
<b>COST</b>			
At 1 April 2016	119,269	7,996,276	111,744
Additions	274,783	2,444,687	14,237
Disposals	-	-	(6,993)
At 31 March 2017	<u>394,052</u>	<u>10,440,963</u>	<u>118,988</u>
<b>DEPRECIATION</b>			
At 1 April 2016	39,638	5,697,704	95,596
Charge for year	11,242	330,526	6,809
Eliminated on disposal	-	-	(6,548)
At 31 March 2017	<u>50,880</u>	<u>6,028,230</u>	<u>95,857</u>
<b>NET BOOK VALUE</b>			
At 31 March 2017	<u>343,172</u>	<u>4,412,733</u>	<u>23,131</u>
At 31 March 2016	<u>79,631</u>	<u>2,298,572</u>	<u>16,148</u>

**CONSOLIDATED PLASTICS LIMITED**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued**  
**For The Year Ended 31 March 2017**

**12. TANGIBLE FIXED ASSETS - continued**

**Group**

	Motor vehicles £	Computer equipment £	Totals £
<b>COST</b>			
At 1 April 2016	234,817	257,781	8,719,887
Additions	109,582	22,809	2,866,098
Disposals	<u>(88,603)</u>	<u>(11,801)</u>	<u>(107,397)</u>
At 31 March 2017	<u>255,796</u>	<u>268,789</u>	<u>11,478,588</u>
<b>DEPRECIATION</b>			
At 1 April 2016	148,845	222,027	6,203,810
Charge for year	46,562	23,692	418,831
Eliminated on disposal	<u>(86,482)</u>	<u>(11,801)</u>	<u>(104,831)</u>
At 31 March 2017	<u>108,925</u>	<u>233,918</u>	<u>6,517,810</u>
<b>NET BOOK VALUE</b>			
At 31 March 2017	<u>146,871</u>	<u>34,871</u>	<u>4,960,778</u>
At 31 March 2016	<u>85,972</u>	<u>35,754</u>	<u>2,516,077</u>

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Plant and machinery £	Motor vehicles £	Totals £
<b>COST</b>			
At 1 April 2016	490,690	69,385	560,075
Transfer to ownership	<u>-</u>	<u>(69,385)</u>	<u>(69,385)</u>
At 31 March 2017	<u>490,690</u>	<u>-</u>	<u>490,690</u>
<b>DEPRECIATION</b>			
At 1 April 2016	65,425	65,048	130,473
Charge for year	32,713	-	32,713
Transfer to ownership	<u>-</u>	<u>(65,048)</u>	<u>(65,048)</u>
At 31 March 2017	<u>98,138</u>	<u>-</u>	<u>98,138</u>
<b>NET BOOK VALUE</b>			
At 31 March 2017	<u>392,552</u>	<u>-</u>	<u>392,552</u>
At 31 March 2016	<u>425,265</u>	<u>4,337</u>	<u>429,602</u>

**CONSOLIDATED PLASTICS LIMITED**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued**  
For The Year Ended 31 March 2017

**13. FIXED ASSET INVESTMENTS**

**Company**

	Shares in group undertakings £
<b>COST</b>	
At 1 April 2016 and 31 March 2017	<u>3,036,238</u>
<b>NET BOOK VALUE</b>	
At 31 March 2017	<u>3,036,238</u>
At 31 March 2016	<u>3,036,238</u>

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

**Subsidiaries**

**Halcyon Plastics Limited**

Registered office: Top Farm, Shefford Road, Beadlow, Bedfordshire, SG17 5PL  
Nature of business: Plastic manufacturer

	%		
Class of shares:	holding		
Ordinary	100.00		
		2017	2016
		£	£
Aggregate capital and reserves		282,248	258,391
Profit for the year		<u>23,857</u>	<u>27,812</u>

**Hanmere Polythene Limited**

Registered office: Blackhorse Road, Letchworth, Hertfordshire, SG6 1HD  
Nature of business: Plastics manufacturer

	%		
Class of shares:	holding		
Ordinary	100.00		
		2017	2016
		£	£
Aggregate capital and reserves		5,120,376	6,674,524
Profit for the year		<u>1,748,477</u>	<u>858,974</u>

**Twinplast Limited**

Registered office: Yorke Chambers, 15 Royston Road, Baldock, Hertfordshire, SG7 6NW  
Nature of business: Plastic manufacturer

	%		
Class of shares:	holding		
Ordinary	100.00		
		2017	2016
		£	£
Aggregate capital and reserves		3,766,783	3,105,119
Profit for the year		<u>661,664</u>	<u>605,388</u>

All subsidiaries were acquired by share for share exchange during a group restructure on 1 April 2014. The subsidiaries have been consolidated under the merger accounting rules, with the difference between the nominal value of the shares issued and the nominal value of the shares acquired going to the merger reserve.

**CONSOLIDATED PLASTICS LIMITED**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued**  
For The Year Ended 31 March 2017

**14. STOCKS**

	<b>Group</b>	
	2017	2016
	£	£
Raw materials	1,322,196	1,051,794
Finished goods	<u>467,214</u>	<u>412,649</u>
	<u><u>1,789,410</u></u>	<u><u>1,464,443</u></u>

**15. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<b>Group</b>		<b>Company</b>	
	2017	2016	2017	2016
	£	£	£	£
Trade debtors	5,991,127	5,660,885	-	-
Amounts owed by group undertakings	-	-	2,913,622	967,000
Other debtors	275,734	495,418	16,833	-
Directors' current accounts	90,147	90,147	-	-
Tax	641,593	21,904	-	-
Called up share capital not paid	1	1	1	1
Prepayments and accrued income	<u>133,502</u>	<u>261,677</u>	-	-
	<u><u>7,132,104</u></u>	<u><u>6,530,032</u></u>	<u><u>2,930,456</u></u>	<u><u>967,001</u></u>

**16. CURRENT ASSET INVESTMENTS**

	<b>Group</b>		<b>Company</b>	
	2017	2016	2017	2016
	£	£	£	£
Unlisted investments	<u>774</u>	<u>774</u>	<u>774</u>	<u>774</u>

**17. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<b>Group</b>		<b>Company</b>	
	2017	2016	2017	2016
	£	£	£	£
Bank loans and overdrafts (see note 18)	66,432	45,153	-	-
Hire purchase contracts (see note 19)	4,554	19,463	-	-
Trade creditors	3,606,108	2,952,171	-	-
Tax	-	564,087	14,813	149,646
Social security and other taxes	149,461	153,775	5,686	4,819
VAT	342,724	356,977	152,954	153,303
Other creditors	496,644	680,540	201,127	201,127
Accruals and deferred income	<u>700,212</u>	<u>913,975</u>	<u>85,436</u>	<u>6,950</u>
	<u><u>5,366,135</u></u>	<u><u>5,686,141</u></u>	<u><u>460,016</u></u>	<u><u>515,845</u></u>

**CONSOLIDATED PLASTICS LIMITED**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued**  
**For The Year Ended 31 March 2017**

**18. LOANS**

An analysis of the maturity of loans is given below:

	<b>Group</b>	
	2017	2016
	£	£
Amounts falling due within one year or on demand:		
Bank overdrafts	66,432	45,153

**19. LEASING AGREEMENTS**

Minimum lease payments fall due as follows:

<b>Group</b>		
	<b>Hire purchase contracts</b>	
	2017	2016
	£	£
Net obligations repayable:		
Within one year	4,554	19,463

<b>Group</b>		
	<b>Non-cancellable operating leases</b>	
	2017	2016
	£	£
Within one year	484,933	280,842
Between one and five years	1,252,967	350,765
In more than five years	1,910,260	-
	3,648,160	631,607

**20. SECURED DEBTS**

The following secured debts are included within creditors:

	<b>Group</b>	
	2017	2016
	£	£
Hire purchase contracts	4,554	19,463
Other creditors	-	181,570
	4,554	201,033

Other creditors includes a balance of £nil (2016: £181,570) in respect of discounted debt, which was previously secured by way of a fixed and floating charge over all book debts and other debts of Twinplast Limited. This was been discharged in December 2016.

The hire purchase creditors are secured on the assets to which they relate.

CONSOLIDATED PLASTICS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued  
For The Year Ended 31 March 2017

21. PROVISIONS FOR LIABILITIES

	Group	
	2017 £	2016 £
Deferred tax		
Accelerated capital allowances	<u>395,420</u>	<u>332,998</u>
	<u>395,420</u>	<u>332,998</u>
<b>Group</b>		Deferred tax £
Balance at 1 April 2016		332,998
Credit to Income Statement during year		<u>62,422</u>
Balance at 31 March 2017		<u>395,420</u>

22. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:		Nominal	2017	2016
Number:	Class:	value:	£	£
		£1	<u>1,000,000</u>	<u>1,000,000</u>
1,000,000	Ordinary A			

23. RESERVES

Group			
	Retained earnings £	Share premium £	Revaluation reserve £
At 1 April 2016	12,589,188	793,993	1,878
Profit for the year	2,932,203		
Dividends	(543,000)		
Transfer to revaluation reserve	<u>1,878</u>	-	<u>(1,878)</u>
At 31 March 2017	<u>14,980,269</u>	<u>793,993</u>	<u>-</u>
Group			
	Capital redemption reserve £	Other reserves £	Totals £
At 1 April 2016	475	(3,866,747)	9,518,787
Profit for the year			2,932,203
Dividends			<u>(543,000)</u>
At 31 March 2017	<u>475</u>	<u>(3,866,747)</u>	<u>11,907,990</u>

**CONSOLIDATED PLASTICS LIMITED**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued  
For The Year Ended 31 March 2017**

**23. RESERVES - continued**

**Company**

	Retained earnings £
At 1 April 2016	2,965,978
Profit for the year	3,745,630
Dividends	<u>(543,000)</u>
At 31 March 2017	<u>6,168,608</u>

**24. PENSION COMMITMENTS**

The group operates a group personal pension plan open to current employees who meet the eligibility criteria. It is administered by Scottish Widows on a money purchase basis with individual policies for each member; the group offers and is liable for no guarantees.

The group has a designated stakeholder scheme for those employees who do not meet the eligibility criteria.

The total pension cost for the year was £140,415 (2016: £95,865).

Pension contributions outstanding included in other creditors at 31 March 2017 amounted to £14,555 (2016: £15,222).

**25. CAPITAL COMMITMENTS**

	2017 £	2016 £
Contracted but not provided for in the financial statements	<u>-</u>	<u>1,050,179</u>

**26. RELATED PARTY DISCLOSURES**

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

Transactions between group entities which have been eliminated on consolidation are not disclosed within the financial statements.

At 31 March 2017, included in other creditors, is a provision for accrued loan interest due to the trustees of the Michael Cowan estate totalling £168,364 (2016: £168,364). Also owing at 31 March 2017 was £32,762 (2016: £32,762) through his previous directors loan account.

Included within Consultancy fees is £nil (2016: £24,000) payable to M J Foreman, a director of the company, for services rendered. No amounts were outstanding at the year end (2015: £nil).

At 31 March 2017, a directors loan account subsisted with P Bexon, a director of Halcyon Plastics Limited. The balance owing to the group at 31 March 2017 was £90,147 (2016: £90,147).

During the year, a total of key management personnel compensation of £814,045 was paid.

**27. ULTIMATE CONTROLLING PARTY**

The ultimate controlling party are the Trustees of the estate of M A Cowan.



**CONSOLIDATED PLASTICS LIMITED**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued**  
**For The Year Ended 31 March 2017**

**28. POST BALANCE SHEET EVENTS**

Post year end Twinplast Limited has entered into a leasing agreement in relation to additional plant and machinery investment in the amount of £1m. Twinplast Limited has also undertaken both restructuring and recruitment activities in relation to a factory relocation. The one off cost of this activity has been £225,000.

**29. SHARE-BASED PAYMENT TRANSACTIONS**

The company has a share option scheme for some employees. The vesting period is dependant upon an exit event. The options are settled in equity once exercised.

If the options remain unexercised after a period of 10 years from the date of grant, the options expire. Options are forfeited if the employee leaves the company before the options vest.

No charge has been made to the profit and loss account in respect of these options under FRS 102 as the valuation is not considered material to the financial statements.

The share options outstanding at the end of the year were as follows:

Expiry date	Exercise price			
	£	No	2017	2016
8 March 2026	1.00	1		1
21 March 2026	1.00	2		2

**30. RECONCILIATION OF PROFIT BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS**

	2017	2016
	£	£
Profit before taxation	2,377,583	2,277,644
Depreciation charges	418,829	483,915
Profit on disposal of fixed assets	(30,641)	(13,150)
Amounts written off investments	-	299,998
Finance costs	3,384	19,739
Finance income	(3,167)	(7,166)
	<u>2,765,988</u>	<u>3,060,980</u>
(Increase)/decrease in stocks	(324,967)	8,335
Decrease/(increase) in trade and other debtors	17,618	(688,294)
Increase in trade and other creditors	<u>237,711</u>	<u>70,153</u>
<b>Cash generated from operations</b>	<u><u>2,696,350</u></u>	<u><u>2,451,174</u></u>

**31. CASH AND CASH EQUIVALENTS**

The amounts disclosed on the Cash Flow Statement in respect of cash and cash equivalents are in respect of these Balance Sheet amounts:

**Year ended 31 March 2017**

	31.3.17	1.4.16
	£	£
Cash and cash equivalents	4,786,479	6,026,600
Bank overdrafts	(66,432)	(45,153)
	<u><u>4,720,047</u></u>	<u><u>5,981,447</u></u>

**Year ended 31 March 2016**

	31.3.16	1.4.15
	£	£
Cash and cash equivalents	6,026,600	4,644,231
Bank overdrafts	(45,153)	(30,732)
	<u><u>5,981,447</u></u>	<u><u>4,613,499</u></u>