

REGISTERED NUMBER: 10827904 (England and Wales)

CONSOLIDATED PLASTICS LIMITED
PREVIOUSLY KNOWN AS TRUEMAN PARENT B LIMITED
GROUP STRATEGIC REPORT,
REPORT OF THE DIRECTOR AND
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019



CONSOLIDATED PLASTICS LIMITED
CONTENTS OF THE CONSOLIDATED FINANCIAL STATEMENTS
for the Year Ended 31 March 2019

	Page
Company Information	1
Group Strategic Report	2
Report of the Director	3
Report of the Independent Auditors	4 to 5
Consolidated Income Statement	6
Consolidated Other Comprehensive Income	7
Consolidated Balance Sheet	8
Company Balance Sheet	9
Consolidated Statement of Changes in Equity	10
Company Statement of Changes in Equity	11
Consolidated Cash Flow Statement	12
Notes to the Consolidated Cash Flow Statement	13
Notes to the Consolidated Financial Statements	14 to 24

CONSOLIDATED PLASTICS LIMITED

COMPANY INFORMATION
for the Year Ended 31 March 2019

DIRECTOR:

M J Foreman

REGISTERED OFFICE:

Yorke Chambers
15 Royston Road
Baldock
Hertfordshire
SG7 6NW

REGISTERED NUMBER:

10827904 (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 2019**

The director presents his strategic report of the company and the group for the year ended 31 March 2019.

REVIEW OF BUSINESS

The business generated turnover of £8,911,494 for the year, relative to £23,817,699 in the prior year following the sale of Hanmere Polythene Limited on the 22 December 2017. In doing so it delivered a gross margin at 20.9%, being 21.2% in 2018. This position is judged by the director to reflect the strength of its ongoing relationships with both customers, suppliers and its drive to work positively with both.

Following the relocation of Twinplast Limited in the prior year, the company has seen an improvement in margin positions this year and current management accounts indicate further improvements in terms of both turnover and margins in the next financial year. The director considers that the group is now trading profitably.

The group delivered an operating loss of £298,488, representing a decrease of £622,706 on the prior year. The cost positions for each of the companies has been monitored across the group and maintained at levels broadly consistent with the prior year.

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 in 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 the companies within the group.

ON BEHALF OF THE BOARD:


.....
M J Foreman - Director

Date: 16/12/19

CONSOLIDATED PLASTICS LIMITED

**REPORT OF THE DIRECTOR
for the Year Ended 31 March 2019**

The director presents his report with the financial statements of the company and the group for the year ended 31 March 2019.

CHANGE OF NAME

The parent company passed a special resolution on 1 April 2019 changing its name from Trueman Parent B Limited to Consolidated Plastics Limited.

DIVIDENDS

No dividends will be distributed for the year ended 31 March 2019.

DIRECTOR

M J Foreman held office during the whole of the period from 1 April 2018 to the date of this report.

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). 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.

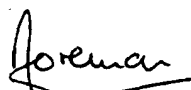
STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

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: 16/12/2019

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

Opinion

We have audited the financial statements of Consolidated Plastics Limited (the 'parent company') and its subsidiaries (the 'group') for the year ended 31 March 2019 which comprise the Consolidated Income Statement, Consolidated Other Comprehensive Income, Consolidated Balance Sheet, Company Balance Sheet, Consolidated Statement of Changes in Equity, Company Statement of Changes in Equity, Consolidated Cash Flow Statement and Notes to the Consolidated 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 affairs as at 31 March 2019 and of the group's loss 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 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

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the director's use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the director has not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the group's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The director is responsible for the other information. The other information comprises the information in the Group Strategic Report and the Report of the Director, 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 there is a material misstatement in the financial statements or a material misstatement of the other information. 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 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
- the Group Strategic Report and the Report of the Director have been prepared in accordance with applicable legal requirements.

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

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the group and the parent company and its environment obtained in the course of the audit, we have not identified material misstatements in the Group Strategic Report or the Report of the Director.

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.

Responsibilities of director

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, and for such internal control as the director determines 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 director is responsible for assessing the group's and the 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 director either intends to liquidate the group or the parent company or to cease operations, or has no realistic alternative but to do so.

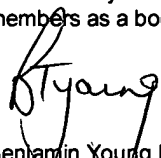
Auditors' responsibilities for the audit of the financial statements

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.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. 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.


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

Date: 16 December 2017

CONSOLIDATED PLASTICS LIMITED

**CONSOLIDATED INCOME STATEMENT
for the Year Ended 31 March 2019**

	Notes	2019		2018	
		£	£	£	£
TURNOVER	3		8,911,494		23,817,699
Cost of sales			7,048,407		18,758,996
GROSS PROFIT			1,863,087		5,058,703
Distribution costs		639,383		740,425	
Administrative expenses		1,677,893		4,220,722	
			2,317,276		4,961,147
			(454,189)		97,556
Other operating income			155,701		226,662
OPERATING (LOSS)/PROFIT	5		(298,488)		324,218
Exceptional items	6		120,979		1,290,321
			(419,467)		(966,103)
Interest receivable and similar income			533		162
Amounts written off investments	7		(418,934)		(965,941)
			-		(55,496)
			(418,934)		(910,445)
Interest payable and similar expenses	8		17,240		(88,936)
LOSS BEFORE TAXATION			(436,174)		(821,509)
Tax on loss	9		29,424		131,193
LOSS FOR THE FINANCIAL YEAR			(465,598)		(952,702)
Loss attributable to: Owners of the parent			(465,598)		(952,702)

The notes form part of these financial statements

CONSOLIDATED PLASTICS LIMITED

CONSOLIDATED OTHER COMPREHENSIVE INCOME
for the Year Ended 31 March 2019

	Notes	2019 £	2018 £
LOSS FOR THE YEAR		(465,598)	(952,702)
OTHER COMPREHENSIVE INCOME		-	(5,459,898)
Income tax relating to other comprehensive income		-	-
OTHER COMPREHENSIVE INCOME FOR THE YEAR, NET OF INCOME TAX		-	(5,459,898)
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		<u>(465,598)</u>	<u>(6,412,600)</u>
Total comprehensive income attributable to: Owners of the parent		<u>(465,598)</u>	<u>(6,412,600)</u>

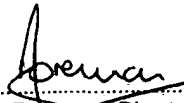
The notes form part of these financial statements

CONSOLIDATED PLASTICS LIMITED (REGISTERED NUMBER: 10827904)

CONSOLIDATED BALANCE SHEET
31 March 2019

	Notes	2019 £	£	2018 £	£
FIXED ASSETS					
Intangible assets	11		72,672		-
Tangible assets	12		3,662,886		3,689,699
Investments	13		55,496		55,496
			<u>3,791,054</u>		<u>3,745,195</u>
CURRENT ASSETS					
Stocks	14	446,616		643,876	
Debtors	15	2,502,025		2,830,669	
Investments	16	774		774	
Cash at bank and in hand		1,763,005		2,214,265	
		<u>4,712,420</u>		<u>5,689,584</u>	
CREDITORS					
Amounts falling due within one year	17	1,711,223		2,037,421	
NET CURRENT ASSETS			<u>3,001,197</u>		<u>3,652,163</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>6,792,251</u>		<u>7,397,358</u>
CREDITORS					
Amounts falling due after more than one year	18		(483,333)		(683,333)
PROVISIONS FOR LIABILITIES	21		(296,127)		(235,637)
NET ASSETS			<u><u>6,012,791</u></u>		<u><u>6,478,388</u></u>
CAPITAL AND RESERVES					
Called up share capital	22		194,502		194,502
Share premium	23		793,993		793,993
Other reserves	23		(3,077,775)		(3,077,776)
Retained earnings	23		8,102,071		8,567,669
SHAREHOLDERS' FUNDS			<u><u>6,012,791</u></u>		<u><u>6,478,388</u></u>

The financial statements were approved by the director on 16th December 2019 and were signed by:


M J Foreman - Director

The notes form part of these financial statements


CONSOLIDATED PLASTICS LIMITED (REGISTERED NUMBER: 10827904)

COMPANY BALANCE SHEET
31 March 2019

	Notes	2019 £	£	2018 £	£
FIXED ASSETS					
Intangible assets	11		-		-
Tangible assets	12		-		-
Investments	13		209,507		209,507
			<u>209,507</u>		<u>209,507</u>
CURRENT ASSETS					
Cash at bank		500,000			
CREDITORS					
Amounts falling due within one year	17	<u>6,905</u>		<u>3,455</u>	
NET CURRENT ASSETS/(LIABILITIES)			<u>493,095</u>		<u>(3,455)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>702,602</u>		<u>206,052</u>
CAPITAL AND RESERVES					
Called up share capital	22		194,502		194,502
Retained earnings			508,100		11,550
SHAREHOLDERS' FUNDS			<u>702,602</u>		<u>206,052</u>
Company's profit for the financial year			<u>496,550</u>		<u>11,550</u>

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the director on 16th December 2019 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 2019**

	Called up share capital £	Retained earnings £	Share premium £
Balance at 1 April 2017	1,000,000	14,980,269	793,993
Changes in equity			
Increase in share capital	-	(5,459,898)	-
Total comprehensive income	-	(952,702)	-
Balance at 31 March 2018	<u>1,000,000</u>	<u>8,567,669</u>	<u>793,993</u>
Changes in equity			
Total comprehensive income	-	(465,598)	-
Balance at 31 March 2019	<u>1,000,000</u>	<u>8,102,071</u>	<u>793,993</u>
	Capital redemption reserve £	Other reserves £	Total equity £
Balance at 1 April 2017	475	(3,866,747)	12,907,990
Changes in equity			
Increase in share capital	(475)	-	(5,460,373)
Total comprehensive income	-	788,971	(163,731)
Balance at 31 March 2018	<u>-</u>	<u>(3,077,776)</u>	<u>7,283,886</u>
Changes in equity			
Total comprehensive income	-	-	(465,598)
Balance at 31 March 2019	<u>-</u>	<u>(3,077,776)</u>	<u>6,818,288</u>

The notes form part of these financial statements

CONSOLIDATED PLASTICS LIMITED

COMPANY STATEMENT OF CHANGES IN EQUITY
for the Year Ended 31 March 2019

	Called up share capital £	Retained earnings £	Total equity £
Changes in equity			
Issue of share capital	194,502	-	194,502
Total comprehensive income	-	11,550	11,550
Balance at 31 March 2018	<u>194,502</u>	<u>11,550</u>	<u>206,052</u>
Changes in equity			
Total comprehensive income	-	496,550	496,550
Balance at 31 March 2019	<u>194,502</u>	<u>508,100</u>	<u>702,602</u>

The notes form part of these financial statements

CONSOLIDATED PLASTICS LIMITED

**CONSOLIDATED CASH FLOW STATEMENT
for the Year Ended 31 March 2019**

	Notes	2019 £	2018 £
Cash flows from operating activities			
Cash generated from operations	1	183,160	(879,238)
Interest paid		-	99,867
Interest element of hire purchase payments paid		(17,240)	(10,931)
Tax paid		-	198,872
Net cash from operating activities		<u>165,920</u>	<u>(591,430)</u>
Cash flows from investing activities			
Purchase of intangible fixed assets		(72,672)	-
Purchase of tangible fixed assets		(301,694)	(690,784)
Sale of tangible fixed assets		-	21,000
Sale of fixed asset investments		-	(2,239,359)
Interest received		533	162
Net cash from investing activities		<u>(373,833)</u>	<u>(2,908,981)</u>
Cash flows from financing activities			
New loans in year		-	1,000,000
Capital repayments in year		(200,000)	(121,221)
Amount withdrawn by directors		(741)	-
Net cash from financing activities		<u>(200,741)</u>	<u>878,779</u>
Decrease in cash and cash equivalents		<u>(408,654)</u>	<u>(2,621,632)</u>
Cash and cash equivalents at beginning of year	2	<u>2,098,415</u>	<u>4,720,047</u>
Cash and cash equivalents at end of year	2	<u><u>1,689,761</u></u>	<u><u>2,098,415</u></u>

The notes form part of these financial statements

CONSOLIDATED PLASTICS LIMITED

**NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT
for the Year Ended 31 March 2019**

1. RECONCILIATION OF LOSS BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS

	2019	2018
	£	£
Loss before taxation	(436,174)	(821,509)
Depreciation charges	328,508	443,729
Profit on disposal of fixed assets	-	(10,652)
	-	851,599
Finance costs	17,240	(88,936)
Finance income	(533)	(162)
	<u>(90,959)</u>	<u>374,069</u>
Decrease in stocks	197,260	90,746
Decrease/(increase) in trade and other debtors	363,436	(1,021,312)
Decrease in trade and other creditors	(286,577)	(322,741)
	<u>183,160</u>	<u>(879,238)</u>
Cash generated from operations	<u><u>183,160</u></u>	<u><u>(879,238)</u></u>

2. 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 2019

	31.3.19	1.4.18
	£	£
Cash and cash equivalents	1,763,005	2,214,265
Bank overdrafts	(73,244)	(115,850)
	<u>1,689,761</u>	<u>2,098,415</u>

Year ended 31 March 2018

	31.3.18	1.4.17
	£	£
Cash and cash equivalents	2,214,265	4,786,479
Bank overdrafts	(115,850)	(66,432)
	<u>2,098,415</u>	<u>4,720,047</u>

The notes form part of these financial statements

CONSOLIDATED PLASTICS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS for the Year Ended 31 March 2019

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.

Basis of consolidation

The financial statements consolidate the accounts of Consolidated Plastics Limited and its subsidiary undertakings from the date of acquisition. A subsidiary is an entity controlled by the Group. Control is the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. All intra-group transactions, balances, income and expenses are eliminated on consolidation.

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.

Computer software is being amortised evenly over its 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	- Straight line over 15 years
Fixtures and fittings	- 20% on cost and 15% on reducing balance
Computer equipment	- 50% on cost

Investments in subsidiaries

Investments in subsidiary undertakings are recognised at cost.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. For raw materials, cost is determined on a first in first out basis. For finished goods, cost is determined on a standard cost basis, which includes raw materials and an allocation of overhead costs. Provision is made in respect of obsolete and slow moving stock.

CONSOLIDATED PLASTICS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued for the Year Ended 31 March 2019

2. ACCOUNTING POLICIES - continued

Financial instruments

Basic financial assets, including trade and other receivables and cash and bank balances, are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Such assets are subsequently carried at amortised cost using the effective interest method.

At the end of each reporting period financial assets measured at amortised cost are assessed for objective evidence of impairment. If an asset is impaired the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in profit or loss.

Financial assets are derecognised when (a) the contractual rights to the cash flows from the asset expire or are settled, or (b) substantially all the risks and rewards of the ownership of the asset are transferred to another party or (c) despite having retained some significant risks and rewards of ownership, control of the asset has been transferred to another party who has the practical ability to unilaterally sell the asset to an unrelated third party without imposing additional restrictions.

Basic financial liabilities, including trade and other payables, and loans from fellow group companies, are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest. Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade payables 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 payment is due within one year or less. If not, they are presented as non-current liabilities. Trade payables are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Financial liabilities are derecognised when the liability is extinguished, that is when the contractual obligation is discharged, cancelled or expires.

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

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.

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.

CONSOLIDATED PLASTICS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
for the Year Ended 31 March 2019

2. ACCOUNTING POLICIES - continued

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.

3. TURNOVER

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

An analysis of turnover by geographical market is given below:

	2019 £	2018 £
United Kingdom	8,911,494	22,773,060
Europe	-	1,035,574
Rest of Europe	-	9,065
	<u>8,911,494</u>	<u>23,817,699</u>

4. EMPLOYEES AND DIRECTORS

	2019 £	2018 £
Wages and salaries	1,699,277	4,545,255
Social security costs	191,253	455,390
Other pension costs	67,220	129,375
	<u>1,957,750</u>	<u>5,130,020</u>

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

	2019	2018
Production	34	100
Distribution and selling	10	18
Administration	7	12
	<u>51</u>	<u>130</u>

	2019 £	2018 £
Director's remuneration	395,921	489,028
Director's pension contributions to money purchase schemes	<u>19,295</u>	<u>28,226</u>

CONSOLIDATED PLASTICS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
for the Year Ended 31 March 2019

4. EMPLOYEES AND DIRECTORS - continued

Information regarding the highest paid director is as follows:

	2019	2018
	£	£
Emoluments etc	<u>74,085</u>	<u>120,000</u>

5. OPERATING (LOSS)/PROFIT

The operating loss (2018 - operating profit) is stated after charging/(crediting):

	2019	2018
	£	£
Hire of plant and machinery	6,893	30,167
Other operating leases	398,915	423,773
Depreciation - owned assets	222,950	339,277
Depreciation - assets on hire purchase contracts	105,557	104,452
Profit on disposal of fixed assets	-	(10,652)
Auditors' remuneration	10,450	3,450
Auditors remuneration - subsidiaries	14,675	23,969
Foreign exchange differences	<u>50</u>	<u>4,552</u>

6. EXCEPTIONAL ITEMS

	2019	2018
	£	£
Exceptional items	<u>(120,979)</u>	<u>(1,290,321)</u>

During the year the group has incurred exceptional costs in relation to a factory relocation as follows:

	2019	2018
	£	£
Restructuring costs	(120,979)	(238,640)
Removal and relocation expenses	-	(139,562)
Fixed asset impairment	-	(851,599)
Dilapidations	-	(60,520)
	<u>(120,979)</u>	<u>(1,290,321)</u>

7. AMOUNTS WRITTEN OFF INVESTMENTS

	2019	2018
	£	£
Amounts w/o invs	<u>-</u>	<u>(55,496)</u>

8. INTEREST PAYABLE AND SIMILAR EXPENSES

	2019	2018
	£	£
Bank charges	-	5,704
Foreign exchange differences	-	(105,571)
Hire purchase	17,240	10,931
	<u>17,240</u>	<u>(88,936)</u>

CONSOLIDATED PLASTICS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
for the Year Ended 31 March 2019

9. TAXATION

Analysis of the tax charge

The tax charge on the loss for the year was as follows:

	2019 £	2018 £
Current tax:		
UK corporation tax	241	129,269
Prior year adjustment	(33,231)	102,763
	<u>(32,990)</u>	<u>232,032</u>
Total current tax	(32,990)	232,032
Deferred tax	62,414	(100,839)
	<u>29,424</u>	<u>131,193</u>
Tax on loss	<u>29,424</u>	<u>131,193</u>

Reconciliation of total tax charge included in profit and loss

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

	2019 £	2018 £
Loss before tax	(436,174)	(821,509)
Loss multiplied by the standard rate of corporation tax in the UK of 19% (2018 - 19%)	(82,873)	(156,087)
Effects of:		
Expenses not deductible for tax purposes	2,225	9,218
Income not taxable for tax purposes	(29,583)	(27,715)
Capital allowances in excess of depreciation	(54,727)	-
Depreciation in excess of capital allowances	-	47,489
Utilisation of tax losses	(29,661)	-
Adjustments to tax charge in respect of previous periods	(163,554)	(96,249)
Deferred tax charge	60,490	100,839
Enhanced R&D relief	(79,954)	(151,617)
Losses carried forward	407,061	405,315
	<u>29,424</u>	<u>131,193</u>
Total tax charge	<u>29,424</u>	<u>131,193</u>

Tax effects relating to effects of other comprehensive income

	Gross £	2018 Tax £	Net £
Loss on disposal of subsidiary	(5,459,898)	-	(5,459,898)
	<u>(5,459,898)</u>	<u>-</u>	<u>(5,459,898)</u>

10. 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.

CONSOLIDATED PLASTICS LIMITED

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
for the Year Ended 31 March 2019**

11. INTANGIBLE FIXED ASSETS

Group

	Development costs £	Computer software £	Totals £
COST			
At 1 April 2018	106,223	-	106,223
Additions	-	72,672	72,672
At 31 March 2019	<u>106,223</u>	<u>72,672</u>	<u>178,895</u>
AMORTISATION			
At 1 April 2018 and 31 March 2019	<u>106,223</u>	-	<u>106,223</u>
NET BOOK VALUE			
At 31 March 2019	<u>-</u>	<u>72,672</u>	<u>72,672</u>
At 31 March 2018	<u>-</u>	<u>-</u>	<u>-</u>

12. TANGIBLE FIXED ASSETS

Group

	Improvements to property £	Plant and machinery £	Fixtures and fittings £	Computer equipment £	Totals £
COST					
At 1 April 2018	348,684	4,400,039	64,457	45,313	4,858,493
Additions	52,292	246,247	3,155	-	301,694
At 31 March 2019	<u>400,976</u>	<u>4,646,286</u>	<u>67,612</u>	<u>45,313</u>	<u>5,160,187</u>
DEPRECIATION					
At 1 April 2018	30,323	1,065,026	28,132	45,313	1,168,794
Charge for year	36,991	281,752	9,764	-	328,507
At 31 March 2019	<u>67,314</u>	<u>1,346,778</u>	<u>37,896</u>	<u>45,313</u>	<u>1,497,301</u>
NET BOOK VALUE					
At 31 March 2019	<u>333,662</u>	<u>3,299,508</u>	<u>29,716</u>	<u>-</u>	<u>3,662,886</u>
At 31 March 2018	<u>318,361</u>	<u>3,335,013</u>	<u>36,325</u>	<u>-</u>	<u>3,689,699</u>

CONSOLIDATED PLASTICS LIMITED

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
for the Year Ended 31 March 2019**

12. TANGIBLE FIXED ASSETS - continued

Group

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

	Plant and machinery £
COST	
At 1 April 2018 and 31 March 2019	1,583,359
DEPRECIATION	
At 1 April 2018	104,452
Charge for year	105,557
At 31 March 2019	210,009
NET BOOK VALUE	
At 31 March 2019	1,373,350
At 31 March 2018	1,478,907

13. FIXED ASSET INVESTMENTS

Group

	Shares in group undertakings £
COST	
At 1 April 2018 and 31 March 2019	55,496
NET BOOK VALUE	
At 31 March 2019	55,496
At 31 March 2018	55,496

Company

	Shares in group undertakings £
COST	
At 1 April 2018 and 31 March 2019	209,507
NET BOOK VALUE	
At 31 March 2019	209,507
At 31 March 2018	209,507

CONSOLIDATED PLASTICS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
for the Year Ended 31 March 2019

13. FIXED ASSET INVESTMENTS - continued

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

Subsidiary

Trueman C Limited (formerly Consolidated Plastics Limited)

Registered office: Yorke Chambers, 15 Royston Road, Baldock, Hertfordshire, SG7 6NW

Nature of business: Intermediate parent company

Class of shares:	%	2019	2018
	holding	£	£
Ordinary A	100.00	6,110,491	6,705,514
Ordinary B	100.00	(95,023)	51,903
Aggregate capital and reserves		<u>6,110,491</u>	<u>6,705,514</u>
(Loss)/profit for the year		<u>(95,023)</u>	<u>51,903</u>

14. STOCKS

	Group	
	2019	2018
	£	£
Raw materials	344,019	532,202
Finished goods	102,597	111,674
	<u>446,616</u>	<u>643,876</u>

15. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group	
	2019	2018
	£	£
Trade debtors	1,828,500	2,259,650
Other debtors	433,957	367,934
Directors' current accounts	90,888	90,147
Tax	138,424	105,193
Called up share capital not paid	4	4
Prepayments and accrued income	10,252	7,741
	<u>2,502,025</u>	<u>2,830,669</u>

16. CURRENT ASSET INVESTMENTS

	Group	
	2019	2018
	£	£
Unlisted investments	774	774
	<u>774</u>	<u>774</u>

CONSOLIDATED PLASTICS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
for the Year Ended 31 March 2019

17. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2019	2018	2019	2018
	£	£	£	£
Bank loans and overdrafts (see note 19)	73,244	115,850	-	-
Hire purchase contracts (see note 20)	200,000	200,000	-	-
Trade creditors	1,027,609	1,362,789	-	-
Amounts owed to group undertakings	-	-	3,455	5
Tax	241	-	-	-
Social security and other taxes	60,055	59,320	-	-
VAT	80,752	25,358	-	-
Other creditors	5,229	58,771	-	-
Accruals and deferred income	264,093	215,333	3,450	3,450
	<u>1,711,223</u>	<u>2,037,421</u>	<u>6,905</u>	<u>3,455</u>

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

	Group	
	2019	2018
	£	£
Hire purchase contracts (see note 20)	<u>483,333</u>	<u>683,333</u>

19. LOANS

An analysis of the maturity of loans is given below:

	Group	
	2019	2018
	£	£
Amounts falling due within one year or on demand:		
Bank overdrafts	<u>73,244</u>	<u>115,850</u>

20. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

Group	Hire purchase contracts	
	2019	2018
	£	£
Net obligations repayable:		
Within one year	200,000	200,000
Between one and five years	<u>483,333</u>	<u>683,333</u>
	<u>683,333</u>	<u>883,333</u>

CONSOLIDATED PLASTICS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
for the Year Ended 31 March 2019

20. LEASING AGREEMENTS - continued

Group	Non-cancellable operating leases	
	2019	2018
	£	£
Within one year	259,852	373,486
Between one and five years	832,432	846,937
In more than five years	1,508,100	1,709,180
	<u>2,600,384</u>	<u>2,929,603</u>

21. PROVISIONS FOR LIABILITIES

	Group	
	2019	2018
	£	£
Deferred tax		
Accelerated capital allowances	(102,763)	350,257
Deferred tax	398,890	(114,620)
	<u>296,127</u>	<u>235,637</u>

Group	Deferred tax
	£
Balance at 1 April 2018	235,637
Charge to Income Statement during year	60,490
Balance at 31 March 2019	<u>296,127</u>

22. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	2019	2018
			£	£
194,502	Ordinary	1	<u>194,502</u>	<u>194,502</u>

23. RESERVES

Group	Retained earnings	Share premium	Other reserves	Totals
	£	£	£	£
At 1 April 2018	8,567,669	793,993	(3,077,775)	6,283,887
Deficit for the year	(465,598)			(465,598)
At 31 March 2019	<u>8,102,071</u>	<u>793,993</u>	<u>(3,077,775)</u>	<u>5,818,289</u>

CONSOLIDATED PLASTICS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
for the Year Ended 31 March 2019

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 £67,220 (2018: £129,375).

Pension contributions outstanding included in other creditors at 31 March 2019 amounted to £3,348 (2018: £9,811).

25. 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 2019, a directors loan account subsisted with P Bexon, a director of Halcyon Plastics Limited. The balance owing to the group at 31 March 2018 was £90,888 (2018: £90,147).

During the year, a total of key management personnel compensation of £415,216 (2018 - £517,254) was paid.

26. ULTIMATE CONTROLLING PARTY

The ultimate controlling party is M J Foreman and Farrer & co Trust Corporation Limited, as Trustees of the estate of M A Cowan.