

**Alma Products Limited**

Annual report and financial statements

Registered number 01665868

For the year ended 31 December 2014

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## Strategic report

The directors present their annual report and financial statements for the year ended 31 December 2014.

### Principal activities

The principal activities of the Group and Company are the manufacture and marketing of plastic products, primarily multi and mono-layered sheet for the food industry and the manufacture of thermoforming cups and trays for the food packaging market. In addition, the Group and Company is involved in the use of recycled materials for non-food applications.

### Business review

The results for the year are shown on page 6.

Overall Group revenues and net earnings for the year increased significantly year-on-year despite continued high polymer prices. As previously reported the Group's profitability is sensitive to polymer price developments and therefore requires careful management and control of pricing arrangements with both suppliers and customers. The Directors believe that they have in place the pricing systems required to achieve the desired profitability on a sustainable basis as the Group is able to pass on the majority of polymer price increases to its customers through agreed contractual terms providing an effective hedge against polymer price increases albeit with a time lag.

The principal risks and uncertainties facing the Group revolve around polymer price volatility and the on-going refusal of UK and European retailers to compensate suppliers in full for the continued increases in energy, transport and ancillary packaging material costs - all of which are largely due to factors beyond the control of the group.

The Group's key performance indicators are sales volumes in tonnes processed and the average margin and contribution to overheads achieved. Improvements in operational performance have created additional manufacturing capacity that shall allow for further growth in the coming year.

At Alma Products Limited, revenues increased year-on-year by nearly fifteen percent as a result of the full year impact of the development projects referred to in the previous year's report came to fruition. The Directors anticipate further growth in the coming year albeit at a lower level.

At Alma Extrusions AG, revenues have increased by more than thirty percent in local currency with that positive development expected to continue into 2015. The Company is a niche market player, predominantly producing specialist high added value multi-layer extruded sheet primarily for long shelf life applications.

The Group's focus continues to be on the production of material for the food packaging market which is much less affected in general terms by the economic climate than other industrial companies/segments. The food product packaged with the Group's products are seen by consumers as integral and necessary items on the daily menu rather than something they can or will easily defer from. As a result the Group's main business segment continues to hold up reasonably well.

The Directors remain confident in the Group's future growth potential.

By order of the board



D Blundell  
Secretary

18b Evenwood Close  
Daresbury Court  
Runcorn  
Cheshire  
WA7 1LZ

## Directors' report

### Results and dividend

The consolidated result before taxation for the year ended 31 December 2014, was a profit of £1,079,000 (2013: loss of £859,000).

### Directors

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

D Blundell  
J S Dick

### Employees

The group is committed to employee involvement and encourages the development of co-operation with employees. To this end, the group policy is to ensure that employees are kept informed on matters which affect them, through direct communication. The group has continued to examine ways and means of providing employment for disabled employees, under normal terms and conditions, with opportunities for training, career development and promotion as appropriate. The group's policy on the employment of disabled persons has been applied as sympathetically as possible.

### Disclosure of information to auditor

The directors who held office at the date of approval of this directors' report confirm that, so far as they are each aware, there is no relevant audit information of which the Company's auditor is unaware; and each director has taken all the steps that he ought to have taken as a director to make himself aware of any relevant audit information and to establish that the Company's auditor is aware of that information.

### Auditor

Pursuant to Section 487 of the Companies Act 2006, the auditor will be deemed to be reappointed and KPMG LLP will therefore continue in office.

By order of the board



D Blundell  
Secretary

18b Evenwood Close  
Daresbury Court  
Runcorn  
Cheshire  
WA7 1LZ

## **Statement of directors' responsibilities in respect of the Strategic Report, Directors' Report and the financial statements**

The directors are responsible for preparing the Strategic Report, Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law they have elected to prepare the group and parent company financial statements in accordance with UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice).

Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the group and parent company and of their profit or loss of the company for that period. In preparing each of the group and parent company financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the group and parent company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the parent company's transactions and disclose with reasonable accuracy at any time the financial position of the parent company and enable them to ensure that the financial statements comply with the Companies Act 2006. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the group and to prevent and detect fraud and other irregularities.



KPMG LLP

8 Princes Parade  
Liverpool  
L3 1QH  
United Kingdom

## **Independent auditor's report to the members of Alma Products Limited**

We have audited the financial statements of Alma Products Limited for the year ended 31 December 2014 set out on pages 6 to 23. The financial reporting framework that has been applied in their preparation is applicable law and UK Accounting Standards (UK Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and company's members, as a body, for our audit work, for this report, or for the opinions we have formed.

### **Respective responsibilities of directors and auditor**

As explained more fully in the Directors' Responsibilities Statement set out on page 3, the directors are 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 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 Financial Reporting Council's website at [www.frc.org.uk/auditscopeukprivate](http://www.frc.org.uk/auditscopeukprivate).

### **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 December 2014 and of the group's profit for the year then ended;
- have been properly prepared in accordance with UK Generally Accepted Accounting Practice; 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 the information given in the Strategic Report and the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

**Independent auditor's report to the members of Alma Products Limited (continued)**

**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 directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.



**Will Baker (Senior Statutory Auditor)**  
**for and on behalf of KPMG LLP, Statutory Auditor**  
Chartered Accountants  
8 Princes Parade  
Liverpool  
L3 1QH

24<sup>th</sup> September 2015

**Consolidated Profit and Loss Account**  
*for the year ended 31 December 2014*

		Total Group 2014 £000	Before exceptional items 2013 £000	Exceptional items 2013 £000	Total Group 2013 £000
<b>Group turnover – continuing operations</b>	2	23,515	19,347	-	19,347
Change in stocks of finished goods		(77)	148	-	148
Other operating income		119	144	-	144
		<u>23,557</u>	<u>19,639</u>	<u>-</u>	<u>19,639</u>
Raw materials and consumables		(16,538)	(13,648)	-	(13,648)
Staff costs	4,5	(3,009)	(2,869)	-	(2,869)
Depreciation and other amounts written off tangible and intangible fixed assets	3	(991)	(1,035)	-	(1,035)
Other operating charges (including exceptional items of £nil (2013: £964,000))	3	(1,865)	(1,876)	(964)	(2,840)
		<u>1,154</u>	<u>211</u>	<u>(964)</u>	<u>(753)</u>
<b>Group operating profit/(loss) – continuing operations</b>	3				
Interest receivable and similar income	6	67	33	-	33
Interest payable and similar charges	7	(142)	(139)	-	(139)
		<u>1,079</u>	<u>105</u>	<u>(964)</u>	<u>(859)</u>
<b>Profit/(loss) on ordinary activities before taxation</b>	2-7				
Tax on (loss)/profit on ordinary activities	8	(28)	(7)	-	(7)
		<u>1,051</u>	<u>98</u>	<u>(964)</u>	<u>(866)</u>
<b>Profit/(loss) for the financial year</b>					

The turnover and operating profits are derived from continuing operations in both the current and preceding years.

The notes on pages 12 to 23 form part of the financial statements.



**Consolidated Balance Sheet**  
 at 31 December 2014

	<i>Note</i>	<b>2014</b> <b>£000</b>	<b>2014</b> <b>£000</b>	<b>2013</b> <b>£000</b>	<b>2013</b> <b>£000</b>
<b>Fixed assets</b>					
Intangible assets	9	50		49	
Tangible assets	10	3,347		4,061	
		<u>          </u>	<b>3,397</b>	<u>          </u>	<b>4,110</b>
<b>Current assets</b>					
Stocks	12	1,733		1,846	
Debtors	13	2,933		2,522	
Cash at bank and in hand		764		164	
		<u>          </u>		<u>          </u>	
<b>Creditors: amounts falling due within one year</b>	14	<b>5,430</b> <b>(4,665)</b>		<b>4,532</b> <b>(5,522)</b>	
		<u>          </u>		<u>          </u>	
<b>Net current assets/(liabilities)</b>			<b>765</b>		<b>(990)</b>
			<u>          </u>		<u>          </u>
<b>Total assets less current liabilities</b>			<b>4,162</b>		<b>3,120</b>
<b>Creditors: amounts falling due after more than one year</b>	15		<b>(706)</b>		<b>(566)</b>
			<u>          </u>		<u>          </u>
<b>Net assets</b>			<b>3,456</b>		<b>2,554</b>
			<u>          </u>		<u>          </u>
<b>Capital and reserves</b>					
Called up share capital	16		1,000		1,000
Capital contribution			2,383		2,383
Revaluation reserve	17		299		312
Profit and loss account	17		(226)		(1,141)
			<u>          </u>		<u>          </u>
<b>Equity</b>			<b>3,456</b>		<b>2,554</b>
			<u>          </u>		<u>          </u>

The notes on pages 12 to 23 form part of the financial statements.

These financial statements were approved by the board of directors on its behalf by:



**D Blundell**  
 Director

22.9. 2015 and were signed on

**Company Balance Sheet**  
 at 31 December 2014

	<i>Note</i>	<b>2014</b> £000	<b>2014</b> £000	<b>2013</b> £000	<b>2013</b> £000
<b>Fixed assets</b>					
Intangible assets	<i>9</i>	16		15	
Investments	<i>11</i>	2,383		2,383	
Tangible assets	<i>10</i>	1,591		1,943	
			<u>3,990</u>		<u>4,341</u>
<b>Current assets</b>					
Stocks	<i>12</i>	479		669	
Debtors	<i>13</i>	1,819		1,631	
Cash at bank and in hand		79		1	
		<u>2,377</u>		<u>2,301</u>	
Creditors: amounts falling due within one year	<i>14</i>	(3,985)		(4,155)	
<b>Net current liabilities</b>			<u>(1,608)</u>		<u>(1,854)</u>
<b>Total assets less current liabilities</b>			<u>2,382</u>		<u>2,487</u>
Creditors: amounts falling due after more than one year	<i>15</i>		(318)		(430)
<b>Net assets</b>			<u>2,064</u>		<u>2,057</u>
<b>Capital and reserves</b>					
Called up share capital	<i>16</i>		1,000		1,000
Capital contribution			2,383		2,383
Revaluation reserve	<i>17</i>		299		312
Profit and loss account	<i>17</i>		(1,618)		(1,638)
<b>Equity</b>			<u>2,064</u>		<u>2,057</u>

The notes on pages 12 to 23 form part of the financial statements.

These financial statements were approved by the board of directors on behalf by:

22.9.2015 and were signed on its



**D Blundell**  
 Director

**Consolidated Cash Flow Statement**  
for the year ended 31 December 2014

	<i>Note</i>	<b>Group 2014 £000</b>	<b>Group 2014 £000</b>	<b>Group 2013 £000</b>	<b>Group 2013 £000</b>
<b>Reconciliation of operating profit to net cash flow from operating activities</b>					
Operating profit/(loss)			1,154		(753)
Depreciation and amortisation charges		991		1,035	
Amortisation of government grants		(39)		(38)	
Decrease/(increase) in stocks		113		(565)	
(Increase) in debtors		(411)		(71)	
(Decrease) in creditors		(376)		(272)	
Impairment charges		-		964	
		<u>278</u>		<u>1,053</u>	
<b>Net cash inflow from operating activities</b>			<u><b>1,432</b></u>		<u><b>300</b></u>
<b>Consolidated cash flow statement</b>					
Cash flow from operating activities			-		-
Capital expenditure and financial investment	20		(358)		(227)
Cash inflow before financing			1,074		73
Financing	20		(474)		(361)
<b>Increase/(decrease) in cash in the period</b>			<u><b>600</b></u>		<u><b>(288)</b></u>
<b>Reconciliation of net cash flow to movement in net debt</b>					
			<b>2014 £000</b>		<b>2013 £000</b>
<b>Increase/(decrease) in cash in the year</b>			<b>600</b>		<b>(288)</b>
Cash used to increase liquid resources			130		(246)
Decrease in long term debt and lease financing			295		500
Change in net debt resulting from cash flows			1,025		(34)
New finance leases			(79)		-
Interest accrued			(55)		-
<b>Movement in net debt in the year</b>	24		<u><b>891</b></u>		<u><b>(34)</b></u>
Net debt at beginning of period	24		<u><b>(2,377)</b></u>		<u><b>(2,343)</b></u>
<b>Net debt at end of period</b>	24		<u><b>(1,486)</b></u>		<u><b>(2,377)</b></u>

**Note of Consolidated Historical Cost Profits and Losses**

*for the year ended 31 December 2014*

	2014 £000	2013 £000
<b>Reported profit/(loss) on ordinary activities before taxation</b>	1,079	(859)
Difference between a historical cost depreciation charge and the actual depreciation charge calculated on the revalued amount	13	13
	<hr/>	<hr/>
<b>Historical cost profit/(loss) on ordinary activities before taxation</b>	1,092	(846)
	<hr/>	<hr/>
<b>Historical cost profit/(loss) for the year retained after taxation</b>	1,064	(853)
	<hr/> <hr/>	<hr/> <hr/>

**Statement of Consolidated Total Recognised Gains and Losses**

*for the year ended 31 December 2014*

	2014 £000	2013 £000
<b>Profit/(loss) for the financial year</b>	1,051	(866)
Foreign exchange (losses)/gains on translation of foreign subsidiary	(149)	13
	<hr/>	<hr/>
<b>Net profits/(losses) recognised directly in equity</b>	902	(853)
	<hr/>	<hr/>
<b>Total recognised profit/(loss) relating to the financial year</b>	1,064	(853)
	<hr/> <hr/>	<hr/> <hr/>

## Notes

*(forming part of the financial statements)*

### 1 Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the financial statements except as noted below.

#### *Basis of preparation*

The consolidated financial statements include the financial statements of the Company and its subsidiary undertaking made up to 31 December 2014. The acquisition method of accounting has been adopted. Under this method, the results of subsidiary undertakings acquired or disposed of in the period are included in the consolidated profit and loss account from the date of acquisition and up to the date of disposal.

Under Section 408 of the Companies Act 2006 the Company is exempt from the requirement to present its own profit and loss account.

#### *Going concern*

The financial statements have been prepared on a going concern basis which the directors believe to be appropriate, as after making due enquiries and having reviewed the Company's and Group's forecasts and projections, taking into account reasonably possible changes in trading performance and availability of credit facilities, the directors have a reasonable expectation that the Company and Group have adequate resources to continue in operational existence for the foreseeable future.

#### *Fixed assets and depreciation*

The directors have adopted a policy of revaluation to freehold land and buildings. These financial statements incorporate a professional valuation of land and buildings, which was undertaken as at 2008.

Any surplus over net book values arising from the revaluation of fixed assets is credited to a revaluation reserve. Any deficit from net book values is charged to the profit and loss account unless the deficit is matched by a previous revaluation surplus on the same asset. To the extent that the depreciation charge for the year relates to an unrealised surplus, a transfer is made from the revaluation reserve to the profit and loss account.

Depreciation is provided to write off the cost or valuation less the estimated residual value of tangible fixed assets by equal instalments over their estimated useful economic lives as follows:

Freehold buildings	-	2 - 20% per annum
Plant and machinery	-	10 - 33.3% per annum
Fixtures and fittings	-	20 - 33.3% per annum

No depreciation is provided on freehold land.

Costs include directly attributable finance costs.

#### *Foreign currencies*

Transactions in foreign currencies are recorded using the previous month end date to the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated using the rate of exchange ruling at the balance sheet date and the gains and losses on translation are included in the profit and loss account.

The assets and liabilities of overseas subsidiary undertakings are translated at the closing exchange rate and the profit and loss accounts are translated at the average rate. Gains and losses arising on these translations are taken to reserves, net of exchange differences arising on related foreign currency borrowings.

## Notes

*(forming part of the financial statements)*

### 1 Accounting policies *(continued)*

#### *Post retirement benefits*

The Group operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the Group in an independently administered fund. The amount charged to the profit and loss account represents the contributions payable to the scheme in respect of the accounting period.

#### *Leases*

Assets acquired under finance leases are capitalised and outstanding future lease obligations are shown in creditors. Operating lease rentals are charged to the profit and loss account on a straight line basis over the period of the lease. Assets purchased under hire purchase agreements are depreciated over the useful economic life of the asset.

#### *Research and development expenditure*

Expenditure on research and development is written off to the profit and loss account in the year in which it is incurred. Development expenditure is capitalised only where there is a clearly defined project, the expenditure is separately identifiable, the outcome of the project can be assessed with reasonable certainty, aggregate costs are expected to exceed related future sales and adequate resources exist to enable the project to be completed. Capitalisation ceases and amortisation begins when the product becomes available to customers. The amortisation period of these capitalised assets is from three to five years.

#### *Stocks*

Stocks are stated at the lower of cost and net realisable value. In determining the cost of raw materials, consumables and goods purchased for resale, the actual cost is used. For work in progress and finished goods cost is taken as production cost, which includes an appropriate proportion of attributable overheads.

#### *Taxation*

The charge for taxation is based on the loss for the year and takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes.

Deferred tax is recognised, without discounting, in respect of all timing differences between the treatment of certain items for taxation and accounting purposes which have arisen but not reversed by the balance sheet date, except as otherwise required by FRS 19.

In considering the tax position of the group the Directors have considered certain judgements with respect to unusual or non-recurring items where final agreement with the relevant tax authorities has not been reached. Where the outcome of these items is uncertain the accounting reflects the Directors best estimate of the amounts of tax expected to be paid at the current time.

#### *Turnover*

Turnover represents the amounts (excluding value added tax) derived from the provision of goods and services to customers. Turnover is recognised on despatch.

Notes (continued)

**2 Analysis of turnover**

	<b>Group 2014 £000</b>	2013 £000
<i>By geographical market</i>		
<b>Sale of plastic products:</b>		
United Kingdom	9,058	7,613
Overseas	14,457	11,734
	23,515	19,347
	23,515	19,347

**3 Notes to the profit and loss account**

	<b>Group 2014 £000</b>	Group 2013 £000
<i>Profit/(loss) on ordinary activities before taxation is stated after charging/(crediting):</i>		
Auditor's remuneration:		
Audit for the company and the consolidated financial statements	14	13
Audit of subsidiary company	11	10
Other services relating to taxation	6	12
Depreciation and other amounts written off tangible fixed assets:		
Owned	953	702
Leased	29	307
Amortisation of intangible assets	9	26
Amortisation of government grant	(39)	(38)
Hire of plant and machinery - rentals payable under operating leases	32	27
Hire of other assets - operating leases	101	112
Research and development		
Amortisation of deferred expenditure	3	26
Exchange losses/(gains)	(23)	37
Exceptional items	-	964
	-	964
	-	964

An impairment charge of £nil (2013: £964,000) was made during the year against receivables due from Alma Polska Wroclaw, a company previously related to Alma Products Limited.

**4 Remuneration of directors**

	<b>Group 2014 £000</b>	Group 2013 £000
Directors' emoluments	233	233
Company contributions to money purchase schemes	46	46
	279	279
	279	279

Retirement benefits are accruing to two directors (2013: two) under money purchase schemes.

The aggregate of emoluments and amounts received under long term incentive schemes of the highest paid director was £142,000 (2013: £142,000).

Notes (continued)

**5 Staff numbers and costs**

The average number of persons employed by the Group (including directors) during the year, analysed by category, was as follows:

	Number of employees	
	Group 2014	Group 2013
Administration	8	8
Production	69	65
Sales	3	3
	<hr style="border-top: 1px solid black;"/>	<hr style="border-top: 1px solid black;"/>
	<b>80</b>	<b>76</b>
	<hr style="border-top: 3px double black;"/>	<hr style="border-top: 3px double black;"/>

The aggregate payroll costs of these persons were as follows:

	Group 2014 £000	Group 2013 £000
	Wages and salaries	2,616
Social security costs	347	341
Other pension costs	46	46
	<hr style="border-top: 1px solid black;"/>	<hr style="border-top: 1px solid black;"/>
	<b>3,009</b>	<b>2,869</b>
	<hr style="border-top: 3px double black;"/>	<hr style="border-top: 3px double black;"/>

**6 Interest receivable and similar income**

	Group 2014 £000	Group 2013 £000
	Interest Received	1
Intercompany interest	-	33
Net exchange gains	66	-
	<hr style="border-top: 1px solid black;"/>	<hr style="border-top: 1px solid black;"/>
	<b>67</b>	<b>33</b>
	<hr style="border-top: 3px double black;"/>	<hr style="border-top: 3px double black;"/>



**Notes (continued)**

**7 Interest payable and similar charges**

	<b>Group 2014 £000</b>	<b>Group 2013 £000</b>
On bank loans and overdrafts	98	95
Finance charges payable in respect of finance leases and hire purchase contracts	1	7
Net exchange losses	43	37
	142	139
	142	139

**8 Taxation**

	<b>Group 2014 £000</b>	<b>Group 2013 £000</b>
<b>Current tax</b>		
UK corporation tax at 21.5% (2013: 23.25%)	4	-
Overseas tax	24	9
Adjustment in respect of prior periods	-	(2)
	28	7
<b>Deferred tax</b>		
Origination and reversal of timing differences	-	-
	-	-
<b>Tax on (loss)/profit on ordinary activities</b>	28	7

**Factors affecting tax charge for the year**

The standard rate of tax applied to the profit on ordinary activities before taxation is a hybrid rate of 21.25%. The current tax charge for the period is lower (2013: higher) than the standard rate of corporation tax in the UK during the year of 21.25% (2013: 23.25%). The differences are explained below:

	<b>2014 £000</b>	<b>2013 £000</b>
<b>Profit/(Loss) on ordinary activities before taxation</b>	1,079	(859)
Profit/(loss) on ordinary activities multiplied by the standard rate of corporation tax in the UK of 21.5% (2013: 23.25%)	232	(200)
Effects of:		
Other timing differences	-	-
Depreciation for year in excess of capital allowances	48	41
Adjustments in tax in respect of previous periods	-	(2)
Movement in tax losses	(244)	176
Expenses not deductible for tax / income not taxable	(8)	(8)
Difference in overseas tax rate	-	-
<b>Current tax charge for period</b>	28	7

**Factors affecting the future tax charge**

Reductions in the UK corporation tax rate from 21% to 20% (effective from 1 April 2015) was substantively enacted on 2 July 2013. This will reduce the company's future current tax charge accordingly.

Notes (continued)

9 Intangible fixed assets

Group	Marketable Securities £000	Printing Plates £000	Development costs £000	Total £000
<i>Cost or valuation</i>				
At beginning of year	34	44	337	415
Additions	-	10	-	10
<b>At end of year</b>	<b>34</b>	<b>54</b>	<b>337</b>	<b>425</b>
<i>Amortisation</i>				
At beginning of year	-	32	334	366
Charge for year	-	6	3	9
<b>At end of year</b>	<b>-</b>	<b>38</b>	<b>337</b>	<b>375</b>
<i>Net book value</i>				
<b>At 31 December 2014</b>	<b>34</b>	<b>16</b>	<b>-</b>	<b>50</b>
At 31 December 2013	34	12	3	49

Company	Printing Plates £000	Development costs £000	Total £000
<i>Cost or valuation</i>			
At beginning of year	44	337	381
Additions	10	-	10
<b>At end of year</b>	<b>54</b>	<b>337</b>	<b>391</b>
<i>Amortisation</i>			
At beginning of year	32	334	366
Charge for year	6	3	9
<b>At end of year</b>	<b>38</b>	<b>337</b>	<b>375</b>
<i>Net book value</i>			
<b>At 31 December 2014</b>	<b>16</b>	<b>-</b>	<b>16</b>
At 31 December 2013	12	3	15

**Notes (continued)**

**10 Tangible fixed assets**

Group	Freehold land and buildings £000	Plant and machinery £000	Fixtures and fittings £000	Total £000
<i>Cost or valuation</i>				
At beginning of year	1,426	9,345	146	10,917
Additions	17	341	-	358
Disposals	-	(91)	(2)	(93)
Transaction gains/(loss)	(27)	(62)	(1)	(90)
<b>At end of year</b>	<b>1,416</b>	<b>9,533</b>	<b>143</b>	<b>11,092</b>
<i>Depreciation</i>				
At beginning of year	257	6,462	137	6,856
Charge for year	99	880	3	982
Disposals	-	(91)	(2)	(93)
<b>At end of year</b>	<b>356</b>	<b>7,251</b>	<b>138</b>	<b>7,745</b>
<i>Net book value</i>				
<b>At 31 December 2014</b>	<b>1,060</b>	<b>2,282</b>	<b>5</b>	<b>3,347</b>
At 31 December 2013	1,169	2,883	9	4,061

Included in the total net book value of tangible fixed assets is £56,839 (2013:£883,449) in respect of assets held under finance leases and similar hire purchase contracts. Depreciation for the year on these assets was £28,710 (2013:£307,077).

Company	Freehold land and buildings £000	Plant and machinery £000	Fixtures and fittings £000	Total £000
<i>Cost or valuation</i>				
At beginning of year	702	7,237	139	8,078
Additions	-	112	-	112
Disposals	-	(91)	(2)	(93)
<b>At end of year</b>	<b>702</b>	<b>7,258</b>	<b>137</b>	<b>8,097</b>
<i>Depreciation</i>				
At beginning of year	148	5,852	135	6,135
Charge for year	24	438	2	464
Disposals	-	(91)	(2)	(93)
<b>At end of year</b>	<b>172</b>	<b>6,199</b>	<b>135</b>	<b>6,506</b>
<i>Net book value</i>				
<b>At 31 December 2014</b>	<b>530</b>	<b>1,059</b>	<b>2</b>	<b>1,591</b>
At 31 December 2013	554	1,385	4	1,943

**Notes (continued)**

**10 Tangible fixed assets (continued)**

Included in the total net book value of tangible fixed assets is £56,839 (2013: £883,449) in respect of assets held under finance leases and similar hire purchase contracts. Depreciation for the year on these assets was £28,710 (2013: £307,077).

Included within the cost of freehold land and buildings are depreciable assets of £639,000 (2013: £639,000).

The following information relates to tangible fixed assets carried on the basis of revaluation in accordance with FRS 15 Tangible Fixed Assets.

**Freehold land and buildings**

<b>Group and Company</b>	<b>2014 £000</b>
At open market value: 9 February 2008 – Full	650
Aggregate depreciation thereon	(159)
<b>Net book value</b>	<b>491</b>
Historical cost of revalued assets	430
Aggregate depreciation thereon	(281)
<b>Historical cost net book value</b>	<b>149</b>

The full valuation was performed by Dixon Webb LLP, chartered surveyors. The land and buildings were last revalued at open market value in 2008. The directors are of the opinion that there is no material difference between market value and the amounts at which freehold land and buildings have been recorded at the balance sheet date.

**11 Fixed asset investments**

On 20 August 2012 the Company acquired all of the shares of Alma Extrusions AG, Switzerland. The principal undertakings in which the Company's interest at the year end is more than 20% are as follows:

	<b>Country of incorporation</b>	<b>Principal activity</b>	<b>Class and percentage of shares held Company</b>
<i>Subsidiary undertakings</i>			
Alma Extrusions AG	Switzerland	Manufacturing	100% Ordinary

**12 Stocks**

	<b>Group 2014 £000</b>	<b>2013 £000</b>	<b>Company 2014 £000</b>	<b>2013 £000</b>
Raw materials and packaging	1,123	1,157	296	364
Finished goods and goods for resale	309	386	60	177
Engineering stocks and other consumables	301	303	123	128
	<b>1,733</b>	<b>1,846</b>	<b>479</b>	<b>669</b>

**Notes** (continued)

**13 Debtors**

	<b>Group</b> <b>2014</b> <b>£000</b>	<b>Group</b> <b>2013</b> <b>£000</b>	<b>Company</b> <b>2014</b> <b>£000</b>	<b>Company</b> <b>2013</b> <b>£000</b>
Trade debtors	2,635	2,410	1,741	1,580
Social security and other taxes	83	61	43	-
Prepayments and other debtors	215	51	35	51
	<u>2,933</u>	<u>2,522</u>	<u>1,819</u>	<u>1,631</u>

A deferred tax asset of £274,000 (2013: £209,000) in respect of trading losses has not been recognised in these financial statements as the recoverability of this asset is considered to be not sufficiently certain.

**14 Creditors: amounts falling due within one year**

	<b>Group</b> <b>2014</b> <b>£000</b>	<b>Group</b> <b>2013</b> <b>£000</b>	<b>Company</b> <b>2014</b> <b>£000</b>	<b>Company</b> <b>2013</b> <b>£000</b>
Other loans	100	100	100	100
Bank loans and overdrafts	52	370	52	70
Obligations under finance leases and hire purchase contracts (see note 15)	55	106	55	106
Bank finance secured on trade debtors	1,337	1,418	1,337	1,419
Trade creditors	2,437	3,075	1,891	2,137
Taxation and social security	381	233	364	233
Corporation tax	62	56	4	-
Accruals and deferred income	241	164	182	90
	<u>4,665</u>	<u>5,522</u>	<u>3,985</u>	<u>4,155</u>

The bank loan and overdraft facility are secured by a second legal charge on the freehold land and buildings of the Company, and interest is charged at commercial rates.

**Notes (continued)**

**15 Creditors: amounts falling due after more than one year**

	Group 2014 £000	Group 2013 £000	Company 2014 £000	Company 2013 £000
Bank loan	582	380	194	244
Obligations under finance leases and hire purchase contracts	20	16	20	16
Accruals and deferred income	-	20	-	20
Other loans	104	150	104	150
	<u>706</u>	<u>566</u>	<u>318</u>	<u>430</u>

Accruals and deferred income represents income received from a Government grant.

The bank loan is a mortgage secured by first charge upon the freehold land and buildings and interest is charged at commercial rates. Repayment is being made over a 10-year term by equal monthly instalments which are adjusted for changes in the base interest rate. The amount repayable after 5 years of instalments is £nil.

Included within other loans are amounts repayable after five years by instalments of £nil (2013: £nil). Other loans are secured by fixed and floating charges over certain specified assets and their related benefits.

The maturity of obligations under finance leases and hire purchase contracts is as follows:

	Group 2014 £000	Group 2013 £000	Company 2014 £000	Company 2013 £000
Within one year	55	106	55	106
In the second to fifth years	20	16	20	16
Over five years	-	-	-	-
	<u>75</u>	<u>122</u>	<u>75</u>	<u>122</u>

**16 Called up share capital**

	2014 £000	2013 £000
<i>Authorised</i> 1,000,000 ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
<i>Allotted, called up and fully paid</i> 1,000,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

**Notes (continued)**

**17 Reserves**

Group	Revaluation reserve £000	Profit and loss account £000
At beginning of year	312	(1,141)
Profit for the year	-	1,051
Exchange gain	-	(149)
Transfers	(13)	13
<b>At end of year</b>	<b>299</b>	<b>(226)</b>
	Revaluation reserve £000	Profit and loss account £000
Company		
At beginning of year	312	(1,638)
Profit for the year	-	7
Transfers	(13)	13
<b>At end of year</b>	<b>299</b>	<b>(1,618)</b>

**18 Pension scheme**

*Defined contribution pension scheme*

The Company operates a defined contribution pension scheme. The pension cost charge for the period represents contributions payable by the Group to the scheme and amounted to £45,840 (2013: £45,840). There were no outstanding or prepaid contributions at either the beginning or end of the financial year.

**19 Reconciliation of movements in shareholders' funds**

Group	2014 £000	2013 £000
Profit/(loss) for the financial year	1,051	(866)
Exchange (losses)/gains	(149)	13
Capital contribution	-	-
Opening shareholders' funds	2,554	3,407
<b>Closing shareholders' funds</b>	<b>3,456</b>	<b>2,554</b>
	2014 £000	2013 £000
Company		
Profit/(loss) for the financial year	7	(1,292)
Exchange (losses)/gains	-	-
Capital contribution	-	-
Opening shareholders' funds	2,057	3,349
<b>Closing shareholders' funds</b>	<b>2,064</b>	<b>2,057</b>

**Notes (continued)**

**20 Analysis of cash flows**

	2014	2013
	£000	£000
<b>Investing</b>		
Purchase of fixed assets	(358)	(227)
	(358)	(227)
<b>Financing</b>		
(Decrease)/increase in short-term borrowing	(82)	(81)
Repayment of long term debt	(169)	(370)
Capital element of finance lease rental payments	(126)	(104)
New loan	-	300
Interest paid	(98)	(139)
Interest received	1	33
	(474)	(361)

**21 Commitments**

Annual commitments under non-cancellable operating leases are as follows:

	2014 Land and buildings £000	2014 Other £000	2013 Land and buildings £000	2013 Other £000
<b>Group and Company</b>				
Operating leases which expire:				
Within one year	-	3	-	4
In the second to fifth years inclusive	107	7	100	8
Over five years	-	17	-	-
	107	27	100	12

**24 Analysis of changes in net debt**

	At 1 January 2014 £000	Cash flow £000	Other non- cash changes £000	At 31 December 2014 £000
Cash at bank and in hand	164	600	-	764
Overdrafts	(48)	48	-	-
	116	648	-	764
Debt due after one year	(530)	-	(156)	(686)
Debt due within one year	(1,841)	251	101	(1,489)
Finance leases	(122)	126	(79)	(75)
<b>Net debt</b>	(2,377)	1,025	(134)	(1,486)



**Notes** *(continued)*

**25 Related Party Disclosure**

As at the year end the director J S Dick owed Alma Products Limited a balance amounting to £16,281 (2013: £17,416) in relation to the acquisition of Alma Products Limited from Plásticos International B.V.