

Registered number  
13327

Mondi Holcombe Limited  
Report and Financial Statements  
31 December 2012



**Mondi Holcombe Limited**  
**Report and financial statements for the year ended 31 December 2012**  
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**Mondi Holcombe Limited**  
**Company Information**

**Directors**

C Cole (resigned 31 January 2013)

C A Hunt

C Skilich

**Secretary**

G P Fenwick (resigned 30 March 2012)

J Peterkin (appointed 31 March 2012)

**Auditor**

Deloitte LLP

Chartered Accountants and Statutory Auditor

Nottingham

**Registered office**

Building 1, 1st Floor

Aviator Park

Station Road

Addlestone, Surrey

KT15 2PG

**Registered number**

13327

**Mondi Holcombe Limited**  
**Directors' Report**

The directors' present their report and audited financial statements for the year ended 31 December 2012

The directors' report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption

**Going Concern**

The directors believe that the Company will continue with its current business. The Company's ultimate parent company, Mondi plc, has confirmed that it will provide continued support for the company to meet its obligations as they fall due for a period not less than 12 months from the signing of the company's annual financial statements. As a result, the directors believe that the entity will continue to be a going concern into the foreseeable future and have adopted the going concern basis of accounting.

**Principal activities**

The company ceased to trade in 2008 and management do not intend to recommence trading in the foreseeable future.

**Results and dividends**

Details of the profit for the year and prior year are shown in the profit and loss account. The directors do not recommend the payment of a dividend (2011 Nil).

**Directors' indemnities**

The company, via its ultimate parent undertaking, has made qualifying third party indemnity provisions for the benefit of its directors which were made during a previous year and remain in force at the date of this report.

**Directors**

The following directors served during the year and subsequently unless otherwise stated:

C A Hunt

C Cole (resigned 31 January 2013)

C Skilich

**Mondi Holcombe Limited**  
**Directors' Report**

**Directors' Responsibilities Statement**

The directors are responsible for preparing the report and financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and 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 directors are responsible for keeping proper accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**Disclosure of information to auditor**

So far as each director at the date of approval of this report is aware:

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

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

**Auditor**

Deloitte LLP have expressed their willingness to continue in office as auditors and in accordance with the Companies Act 2006 are deemed to remain in office as auditors of the Company.

This report was approved by the board on 21 May 2013



J Peterkin  
Secretary

**Mondi Holcombe Limited**  
**Independent auditor's report**  
**to the members of Mondi Holcombe Limited**

We have audited the financial statements of Mondi Holcombe Limited for the year ended 31 December 2012 which comprise the profit and loss account, the balance sheet and the related notes 1 to 10. 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).

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 the 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, 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**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements. In addition we read all the financial and non-financial information in the annual report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

**Opinion on financial statements**

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31 December 2012 and of its profit for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

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

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

**Mondi Holcombe Limited**  
**Independent auditor's report**  
**to the members of Mondi Holcombe Limited**

**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, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit, or
- the directors were not entitled to take advantage of the small companies exemption in preparing the directors' report

*Alistair Pritchard FCA*

Alistair Pritchard FCA  
(Senior Statutory Auditor)  
for and on behalf of Deloitte LLP  
Chartered Accountants and Statutory Auditor  
Nottingham  
UK

*28 May 2013*

**Mondi Holcombe Limited**  
**Profit and Loss Account**  
**for the year ended 31 December 2012**

	Notes	2012 £'000	2011 £'000
Administrative expenses		(1)	72
<b>Operating (loss)/profit</b>	2	<u>(1)</u>	<u>72</u>
Interest receivable	3	-	1
<b>(Loss)/profit on ordinary activities before taxation</b>		<u>(1)</u>	<u>73</u>
Tax on (loss)/profit on ordinary activities	4	19	(14)
<b>Profit for the financial year</b>	7,8	<u>18</u>	<u>59</u>

**Continuing operations**

None of the company's activities were acquired or discontinued during the above two financial years

**Statement of total recognised gains and losses**

The company has no recognised gains or losses other than the profit for the above two financial years  
Accordingly no statement of recognised gains and losses is presented

**Note of historical cost profits and losses**

There is no difference between the result disclosed in the profit and loss account and the result of an unmodified historical cost basis because revalued assets have been fully impaired in previous years



**Mondi Holcombe Limited**  
**Balance Sheet**  
**as at 31 December 2012**

	Notes	2012 £'000	2011 £'000
<b>Current assets</b>			
Cash at bank and in hand		<u>707</u>	<u>708</u>
		707	708
<b>Creditors: amounts falling due within one year</b>	5	-	(19)
<b>Net assets</b>		<u>707</u>	<u>689</u>
<b>Capital and reserves</b>			
Called up share capital	6	11,759	11,759
Profit and loss account	7	(11,052)	(11,070)
<b>Shareholders' funds</b>	8	<u>707</u>	<u>689</u>



C A Hunt  
Director

Approved by the board and authorised for issue on 21 May 2013  
Company Number 00013327

**Mondi Holcombe Limited**  
**Notes to the financial statements**  
**for the year ended 31 December 2012**

**1 Accounting policies**

***Accounting convention***

The financial statements have been prepared under the historical cost convention and in accordance with applicable United Kingdom Accounting Standards. These accounting policies have been applied consistently in both the current and prior year.

***Basis of preparation***

During 2008 the company's plant at Holcombe Mill was closed. The sale of the site was completed on 13 July 2010 for £1.142m. Costs in relation to the closure of the site continued to flow through during 2010 and concluded by the end of that financial year. The administrative expense credit in the Profit and Loss account for the prior year relates in the main to a refund of business rates of £73,000 previously expensed through the closure provision.

The directors have prepared the financial statements on a going concern basis for the reasons set out in the paragraph headed Going Concern in the Directors Report.

***Cashflow statement***

The company is exempt from preparing a cashflow statement on the basis that a consolidated cashflow statement which includes the company is presented in the financial statements of the ultimate parent undertaking, Mondi plc.

***Taxation***

Current UK corporation tax is provided at amounts expected to be paid (or recovered) using tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax is provided in full on timing differences which result in an obligation at the balance sheet date to pay more tax, or a right to pay less tax, at a future date, at rates expected to apply when they crystallise based on current tax rates and law. Timing differences arise from the inclusion of items of income and expenditure in taxation computations in periods different from those in which they are included in the financial statements. Deferred tax is not provided on timing differences arising from the revaluation of fixed assets where there is no commitment to remit these earnings. Deferred tax assets are recognised to the extent that it is regarded as more likely than not that they will be recovered. Deferred tax assets and liabilities are not discounted.

***Foreign currencies***

Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the balance sheet date. All differences are taken to the profit and loss account.

**Mondi Holcombe Limited**  
**Notes to the financial statements**  
**for the year ended 31 December 2012**

<b>2 Operating (loss)/profit</b>	<b>2012</b>	<b>2011</b>
	<b>£'000</b>	<b>£'000</b>
This is stated after charging/(crediting)		
Auditor remuneration for audit services	5	5
Business rates refunded	<u>-</u>	<u>(73)</u>

Auditor remuneration shown is for the audit of the company's annual financial statements, and there are no auditors' remuneration non audit fees to disclose in the current or prior year. The charge for the current and prior year fees were borne by the holding company, Mondi Packaging UK Holdings Ltd.

Business rates of £73,000 were refunded during the prior year, this was in relation to amounts paid out from the closure provision in 2009 and 2010.

<b>3 Interest receivable</b>	<b>2012</b>	<b>2011</b>
	<b>£'000</b>	<b>£'000</b>
Interest receivable from group undertakings	<u>-</u>	<u>1</u>
	<u>-</u>	<u>1</u>

<b>4 Taxation</b>	<b>2012</b>	<b>2011</b>
	<b>£'000</b>	<b>£'000</b>
<b>Analysis of (credit)/charge in year</b>		
Current tax	-	19
Adjustments in respect of previous years	<u>(19)</u>	<u>(5)</u>
Tax on (loss)/profit on ordinary activities	<u>(19)</u>	<u>14</u>
	<b>2012</b>	<b>2011</b>
	<b>£'000</b>	<b>£'000</b>
(Loss)/profit on ordinary activities before tax	<u>(1)</u>	<u>73</u>
Standard rate of corporation tax in the UK	24.5%	26.5%
	<b>£'000</b>	<b>£'000</b>
(Loss)/profit on ordinary activities multiplied by the standard rate of corporation tax	-	19
Effects of		
Adjustments to tax charge in respect of previous years	<u>(19)</u>	<u>(5)</u>
Current tax (credit)/charge for year	<u>(19)</u>	<u>14</u>

**Factors affecting tax (credit)/charge for year**

With effect from 1 April 2012 the main rate of corporation tax fell to 24%, therefore for the year ended 31 December 2012 a blended rate of 24.5% has been used.

On 21 March 2012 the Government announced that the main rate of Corporation Tax would reduce to 23% with effect from 1 April 2013, this was substantively enacted on 3 July 2012. On 20 March 2013 the Government announced that the main rate of Corporation Tax would further reduce to 21% from 1 April 2014 and 20% from 1 April 2015. These rates have not yet been substantively enacted. The effect of this tax rate reduction on the deferred tax balance will be accounted for in the period in which the tax rate reduction was substantively enacted.

**Mondi Holcombe Limited**  
**Notes to the financial statements**  
**for the year ended 31 December 2012**

<b>5 Creditors amounts falling due within one year</b>			<b>2012</b>	<b>2011</b>
			<b>£'000</b>	<b>£'000</b>
Corporation tax			-	19
			<u>-</u>	<u>19</u>
<b>6 Share capital</b>	<b>2012</b>	<b>2011</b>	<b>2012</b>	<b>2011</b>
	<b>Number</b>	<b>Number</b>	<b>£'000</b>	<b>£'000</b>
Allotted, called up and fully paid				
Ordinary shares of £1 each	11,759,000	11,759,000	<u>11,759</u>	<u>11,759</u>
<b>7 Profit and loss account</b>			<b>2012</b>	<b>2011</b>
			<b>£'000</b>	<b>£'000</b>
At 1 January			(11,070)	(11,129)
Profit for the financial year			18	59
At 31 December			<u>(11,052)</u>	<u>(11,070)</u>
<b>8 Reconciliation of movement in shareholders' funds</b>			<b>2012</b>	<b>2011</b>
			<b>£'000</b>	<b>£'000</b>
At 1 January			689	630
Profit for the financial year			18	59
At 31 December			<u>707</u>	<u>689</u>

**9 Related parties**

As a wholly owned subsidiary the company is exempt from the requirements of FRS8 to disclose transactions with other members of the group headed by Mondi plc

**10 Controlling party**

The company's ultimate parent undertaking and controlling party is Mondi plc, a company which is incorporated in England and Wales. Copies of the group financial statements of Mondi plc are available from the Registrar of Companies, Companies House, Crown Way, Mandy, Cardiff, CF14 3UZ.

The company's immediate parent undertaking is Mondi Packaging (Delta) Limited

The largest and smallest consolidated financial statements available are those of the ultimate parent company Mondi plc