

UV Group Plc

Reports and Financial Statements

Year Ended

30 September 2015

Company Number 672142

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UV Group Plc

Reports and financial statements for the year ended 30 September 2015

Contents

Page:

1	Strategic report
3	Report of the directors
5	Independent auditor's report
7	Consolidated profit and loss account
8	Consolidated statement of total recognised gains and losses and note of historical cost profits and losses
9	Consolidated balance sheet
10	Company balance sheet
11	Consolidated cash flow statement
12	Notes forming part of the financial statements

Directors

D B Selkus
R Landes
B D Landes
J Alcock
R T Lever

Secretary and registered office

J Alcock, 20 Rigg Approach, Lea Bridge Road, London, E10 7QN

Company number

672142

Auditors

BDO LLP, 16 The Havens, Ransomes Europark, Ipswich, IP3 9SJ

UV Group Plc

Strategic report for the year ended 30 September 2015

Review of the group's operations

Executive summary

Throughout the year under review the group has continued operating in the manufacture, processing and merchandising of wood veneer products and international trading.

Pre tax profits have increased by £88,000 to £1.1m on sales £2.1m lower than the previous year. The growth in income has been achieved by reviewing the product sales mix and discontinuing low margin ranges together with increasing sales of those with higher margins. Sales were lost as a result of a serious fire at one of the Group's premises in May which destroyed the main UK production facility; the related claim has been settled by the insurance company and the appropriate amount included in the results.

Cash flow from operations continued to be strong generating £1.4m which has largely been retained with cash balances of £4.9m available to fund further expansion either through organic growth or acquisition.

Trading analysis

Demand for the group's broad range of veneer products continues to be strong in all regions; during the year under review the Group's performance has been affected by the following:

- The most significant challenge during the year has been the continuing shortages of certain key wood species. Strategies for substitution have now been implemented and sales are recovering.
- The fire at the UK board manufacturing plant had an immediate effect on sales and profitability which has taken several months to recover from. Replacement production is now in place and sales are returning to former levels.
- As a result of the fire the Group undertook a review of operating procedures and has implemented a significant cost cutting exercise.
- A new distribution centre has been established in the US with sales starting in October 2015. Stock levels have been put in place to cope with the anticipated demand.
- The new Brazilian and Chinese trading offices continue to gain market share in their respective markets.
- New product ranges are constantly being developed with the "Spectrum" range of dyed veneers and blister pack edging rolls for the DIY markets being launched in the current year.

The group is constantly monitoring all existing and potential markets for opportunities for its existing product range whilst also investigating new products to bring to the market.

Overall economic activity, which had been becoming more buoyant during the year under review, appears to be flattening but demand for the group's products remains high.

Overall profitability remains strong with tight controls on sourcing and supply chain whilst at the same time maintaining vigilance over costs.

The current year has started well and the Directors are optimistic for the full year outcome.

Key performance indicators

During the year under review profit before tax increased by 8.7% with Shareholders' funds also growing by 8.8%. Cash balances have grown by £1.2m to £4.9m.

UV Group Plc is a member of the Forest Stewardship Council (FSC) through which it promotes responsible management of the world's forests. The Group continues to ensure compliance with European Union Timber Regulations together with similar requirements in other parts of the world.

UV Group Plc

Strategic report for the year ended 30 September 2015 (*Continued*)

Principal risks and uncertainties

The markets for wood veneer products and international trading remain highly competitive with significant challenges from Far East suppliers. The group maintains its competitiveness by focussing on key customer relationships and product requirements where delivery lead times and quality are exacting. New products and trade flows are continuously being introduced and evaluated.

The majority of the group's trade involves various currency exposures. Net currency positions are determined and monitored globally by the Finance Director who takes out forward cover as required.

The group's credit risk is primarily attributable to its trade debtors. The risk is managed principally by utilising worldwide credit insurance policies or secured payment terms.

The group has substantial cash balances with overdraft facilities available and monitors cash flow requirements for existing product ranges as part of its monthly control procedures. The availability of these cash balances are fundamental to the group's development of new products and markets and to enable it to take advantage of commercial opportunities as they arise.

By order of the Board

J Alcock
Secretary

Date: 29 March 2016

UV Group Plc

Report of the directors for the year ended 30 September 2015

Results and dividends

The profit and loss account is set out on page 7 and shows the group's profit for the year. The directors do not recommend the payment of a dividend for the year under review (2014: £Nil).

Directors

The directors of the company during the year were:

D B Selkus
R Landes
A M Selkus (resigned 17 March 2015)
B D Landes
J Alcock
R T Lever

Directors' responsibilities

The directors are responsible for preparing the strategic report, the 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 the directors have elected to prepare the group and company financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). 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 company and of the profit or loss of the group 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 accounting estimates that are reasonable and prudent;
- state whether applicable 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 company will continue in business.

The directors are responsible for keeping adequate 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

UV Group Plc

Report of the directors for the year ended 30 September 2015 (*Continued*)

Future developments and financial risk management

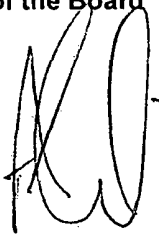
Information on both future developments and financial risk management is included in the Strategic Report on pages 1 and 2.

Auditors

All of the current directors have taken all the steps that they ought to have taken to make themselves aware of any information needed by the company's auditors for the purposes of their audit and to establish that the auditors are aware of that information. The directors are not aware of any relevant audit information of which the auditors are unaware.

BDO LLP have expressed their willingness to continue in office and a resolution to re-appoint them will be proposed at the annual general meeting in accordance with section 487 of the Companies Act 2006.

By order of the Board



J Alcock
Secretary

Date: 29 March 2016

UV Group Plc

Independent auditor's report

To the members of UV Group Plc

We have audited the financial statements of UV Group Plc for the year ended 30 September 2015 which comprise the consolidated profit and loss account, the consolidated and company balance sheets, the consolidated cash flow statement, the consolidated statement of total recognised gains and losses, the consolidated note of historical cost profits and losses and the related notes. 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 auditors

As explained more fully in the statement of directors' responsibilities, 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 Financial Reporting Council's (FRC's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the FRC's website at www.frc.org.uk/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 the parent company's affairs as at 30 September 2015 and of the group's 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.

UV Group Plc

Independent auditor's report (continued)

Opinion on other matters prescribed by the Companies Act 2006

In our opinion the information given in the strategic report and directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements.

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.



Raymond Adams (senior statutory auditor)
For and on behalf of BDO LLP, statutory auditor
Ipswich
United Kingdom

Date: 29 March 2016

BDO LLP is a limited liability partnership registered in England and Wales (with registered number OC305127)

UV Group Plc

Consolidated profit and loss account for the year ended 30 September 2015

	Note	2015 £'000	2015 £'000	2014 £'000	2014 £'000
Group turnover	2		10,783		12,864
Change in stock of finished goods and work in progress			781		(664)
			11,564		12,200
Other operating income	3		368		33
			11,932		12,233
Raw materials and consumables		6,994		7,112	
Staff costs	4	2,406		2,359	
Depreciation		52		53	
Other operating charges		1,419		1,720	
			10,871		11,244
Group operating profit	3		1,061		989
Interest receivable			37		20
			1,098		1,009
Interest payable	6		1		-
Profit on ordinary activities before taxation	2		1,097		1,009
Taxation on profit on ordinary activities	7		250		160
Profit on ordinary activities after taxation and retained profit for the group	15		847		849

All amounts relate to continuing activities.

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

UV Group Plc

Consolidated statement of total recognised gains and losses and note of historical cost profits and losses for the year ended 30 September 2015

	Note	2015 £'000	2014 £'000
Consolidated statement of total recognised gains and losses			
Profit for the financial year		847	849
Exchange translation differences on consolidation	16	6	18
Total recognised gains and losses for the year		853	867
Consolidated note of historical cost profits and losses			
Reported profit on ordinary activities before taxation		1,097	1,009
Difference between actual and historical cost depreciation		8	7
Historical cost profit on ordinary activities before taxation		1,105	1,016
Historical cost profit for the year after taxation and minority interest		861	856

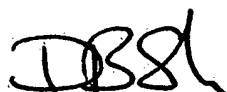
The notes on pages 12 to 23 form part of these financial statements.

UV Group Plc

Consolidated balance sheet at 30 September 2015

	Note	2015 £'000	2015 £'000	2014 £'000	2014 £'000
Company number 672142					
Fixed assets					
Tangible assets	9		1,337		1,367
Current assets					
Stocks	11	3,396		2,655	
Debtors	12	3,937		4,108	
Cash at bank and in hand		4,912		3,673	
		<u>12,245</u>		<u>10,436</u>	
Creditors: amounts falling due within one year	13	<u>3,028</u>		<u>2,102</u>	
Net current assets			<u>9,217</u>		<u>8,334</u>
			<u>10,554</u>		<u>9,701</u>
Capital and reserves					
Called up share capital	14		100		100
Share premium account	15		2,800		2,800
Revaluation reserve	15		281		289
Profit and loss account	15		7,372		6,511
Shareholders' funds	16		<u>10,553</u>		<u>9,700</u>
Minority interests			<u>1</u>		<u>1</u>
			<u>10,554</u>		<u>9,701</u>

These financial statements were approved by the Board and authorised for issue on 29 March 2016



D B Selkus
Director

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

UV Group Plc

Company balance sheet at 30 September 2015

	Note	2015 £'000	2015 £'000	2014 £'000	2014 £'000
Company number 672142					
Fixed assets					
Tangible assets	9		1,317		1,367
Investments	10		17		11
			<u>1,334</u>		<u>1,378</u>
Current assets					
Stocks	11	3,117		2,238	
Debtors	12	4,001		4,423	
Cash at bank and in hand		4,817		3,585	
		<u>11,935</u>		<u>10,246</u>	
Creditors: amounts falling due within one year	13	2,895		1,968	
Net current assets			<u>9,040</u>		<u>8,278</u>
			<u>10,374</u>		<u>9,656</u>
Capital and reserves					
Called up share capital	14		100		100
Share premium account	15		2,800		2,800
Revaluation reserve	15		281		289
Profit and loss account	15		7,193		6,467
Shareholders' funds	16		<u>10,374</u>		<u>9,656</u>

These financial statements were approved by the Board and authorised for issue on 29 March 2016



D B Selkus
Director

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

UV Group Plc

Consolidated cash flow statement for the year ended 30 September 2015

	Note	2015 £'000	2015 £'000	2014 £'000	2014 £'000
Net cash inflow from operating activities	22		1,416		470
Returns on investments and servicing of finance					
Interest paid		(1)		-	
Interest received		23		20	
Net cash inflow from returns on investments and servicing of finance			22		20
Taxation					
Tax paid			(168)		(92)
Capital expenditure and financial investment					
Purchase of tangible fixed assets		(28)		(520)	
Receipts from sale of tangible fixed assets		5		6	
Net cash outflow from capital expenditure and financial investment			(23)		(514)
Acquisitions and disposals					
Purchase of subsidiary undertaking		(6)		-	
Cash acquired with subsidiary undertaking		6		-	
Net cash outflow from acquisitions and disposals			-		-
Increase/(decrease)/in cash	23		1,247		(116)

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

UV Group Plc

Notes forming part of the financial statements for the year ended 30 September 2015

1 Accounting policies

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain freehold and long leasehold properties, and are in accordance with applicable accounting standards. The following principal accounting policies have been applied:

Basis of consolidation

The consolidated financial statements incorporate the results of UV Group Plc and all of its subsidiary undertakings as at 30 September 2015. The acquisition method of accounting is used to consolidate the results of subsidiary undertakings from the date of acquisition.

Turnover

Turnover represents sales to external customers at invoiced amounts less value added tax.

Turnover is recognised when the risks and rewards of owning the goods has passed to the customer which is generally on delivery.

Tangible fixed assets

The group took advantage of the arrangements under Financial Reporting Standard 15 ("FRS 15") which allow the retention of the carrying value of certain revalued freehold and long leasehold properties acquired prior to 30 September 1999. All additions since that date are stated at cost. When previously revalued assets are disposed of their book value is eliminated and an appropriate transfer made from the revaluation reserve to the profit and loss reserve.

Depreciation

Depreciation is provided to write off the cost or valuation, less estimated residual values, of all tangible fixed assets, except freehold land, over their expected useful economic lives. It is calculated as follows:

Freehold buildings	- 2% per annum on buildings cost or valuation
Long leasehold properties	- 2% per annum on cost or valuation
Plant and machinery	- 10% to 20% per annum on cost
Furniture, fixtures and fittings	- 20% per annum on cost
Computer and telecommunications equipment	- 33.33% per annum on cost
Motor vehicles	- 25% per annum on reducing balance

Valuation of investments

Investments held as fixed assets are stated at cost less any provision for impairment in value.

Stocks

Stocks are valued at the lower of cost and net realisable value. Net realisable value is based on estimated selling price less further costs to disposal.

UV Group Plc

Notes forming part of the financial statements for the year ended 30 September 2015 (*Continued*)

1 Accounting policies (*Continued*)

Foreign currency

In accordance with SSAP 20, foreign currency transactions of individual companies are translated at the rates ruling when they occurred. Foreign currency monetary assets and liabilities are translated at the rate of exchange ruling at the balance sheet date. Any differences are taken to the profit and loss account.

The results of overseas operations are translated at the average rates of exchange during the year and the balance sheet translated into sterling at the rate of exchange ruling on the balance sheet date. Exchange differences which arise from the translation of opening net assets and results of foreign subsidiary undertakings are taken to reserves.

All other differences are taken to the profit and loss account.

Leased assets

Annual rentals under operating lease agreements are charged to the profit and loss account on a straight-line basis over the lease term.

Pension costs

All the pension schemes operated by the group are money purchase schemes and the payments made to the schemes are charged to the profit and loss account in the year to which they relate.

Deferred taxation

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the balance sheet date except that:

- deferred tax is not recognised on timing differences arising on revalued properties unless the company has entered into a binding sale agreement and is not proposing to take advantage of rollover relief; and
- the recognition of deferred tax assets is limited to the extent that the company anticipates to make sufficient taxable profits in the future to absorb the reversal of the underlying timing differences.

Deferred tax balances arising from underlying timing differences in respect of tax allowances on industrial buildings are reversed if and when all conditions for retaining those allowances have been met.

Deferred tax balances are not discounted.

Liquid resources

For the purposes of the cash flow statement, liquid resources are defined as current asset investments and short term deposits.

UV Group Plc

Notes forming part of the financial statements
for the year ended 30 September 2015 (Continued)

2 Segmental analysis

	Turnover		Pre-tax result		Net assets	
	2015 £'000	2014 £'000	2015 £'000	2014 £'000	2015 £'000	2014 £'000
Analysis by class of business:						
Manufacture and distribution of Veneers:	8,653	11,045	891	786	10,442	9,703
International trading:	2,130	1,819	206	223	112	(2)
	<u>10,783</u>	<u>12,864</u>	<u>1,097</u>	<u>1,009</u>	<u>10,554</u>	<u>9,701</u>

The analysis of turnover by geographical market is not disclosed because in the opinion of the directors disclosure would be seriously prejudicial to the interests of the group.

3 Group operating profit

	2015 £'000	2014 £'000
This is arrived at after charging:		
Depreciation	52	53
Auditors' remuneration		
- fees payable to the group's auditor for the audit of the group's annual accounts	30	29
- tax	5	4
Operating lease charges - land and buildings	50	50
Net charge for doubtful debts	7	11
Foreign exchange (gains) / losses	(66)	93
Exceptional item (see below)	(332)	-

Amounts paid to the company's auditors in respect of services to the company, other than the audit of the financial statements, have not been disclosed as the information is required instead to be disclosed on a consolidated basis.

Exceptional item

Included in other operating income is an amount of £332k re insurance proceeds as a result of a loss of profits claim due to a fire in one of the group's premises.

UV Group Plc

Notes forming part of the financial statements
for the year ended 30 September 2015 (Continued)

4 Employees

	2015 £'000	2014 £'000
Staff costs, (including directors') consist of:		
Wages and salaries	1,906	2,005
Social security costs	209	212
Other pension costs	291	142
	<u>2,406</u>	<u>2,359</u>
The average number of employees, (including directors), during the year was as follows:	Number	Number
Warehouse	10	13
Sales	13	13
Administration	5	5
	<u>28</u>	<u>31</u>

5 Directors' remuneration

	2015 £'000	2014 £'000
This comprises:		
Directors' emoluments	997	1,012
Company contributions to money purchase pension schemes	173	88
	<u>1,170</u>	<u>1,100</u>
Highest paid director:		
Directors emoluments	316	303
Company contributions to money purchase pension schemes	44	40
	<u>360</u>	<u>343</u>

There were 4 (2014: 5) directors who are accruing benefits under money purchase pension schemes.

6 Interest payable

	2015 £'000	2014 £'000
Bank loans and overdrafts	1	-
	<u>1</u>	<u>-</u>

UV Group Plc

Notes forming part of the financial statements for the year ended 30 September 2015 (Continued)

7 Taxation on profit on ordinary activities

	2015 £'000	2014 £'000
<i>Current tax</i>		
UK corporation tax	228	140
Overseas tax	4	17
Adjustment in respect of prior period	1	(1)
	<u>233</u>	<u>156</u>
<i>Deferred tax</i>		
Origination and reversal of timing differences (note 12)	17	4
	<u>17</u>	<u>4</u>
Taxation charge on profit on ordinary activities	<u>250</u>	<u>160</u>
	2015 £'000	2014 £'000
<i>Tax reconciliation:</i>		
Profit on ordinary activities before tax	1,098	1,009
Profit on ordinary activities at the standard rate of corporation tax in the UK of 20.5% (2014 : 22.5%)	<u>225</u>	<u>222</u>
Effects of:		
Expenses not deductible for tax purposes	3	6
Depreciation for year in excess of capital allowances	7	5
Utilisation of tax losses brought forward	(10)	(66)
Other timing differences	27	(8)
Movement on unrealised intra-group profits	(2)	(1)
Adjustment in respect of previous period	1	(1)
Marginal relief	(1)	(1)
	<u>250</u>	<u>156</u>
Total current tax	<u>250</u>	<u>156</u>

Subject to agreement with the HMRC, the group companies have taxable losses of approximately £59k (2014: £195k) available for offset against future taxable profits.

Recognition of a deferred tax asset in respect of certain of the group's tax losses has not been included in these accounts on the grounds that it is not sufficiently certain whether or not any future economic benefit will arise. At 30 September 2015 the unprovided deferred tax asset amounted to £Nil (2014: £158k) in respect of the group and £Nil (2014: £Nil) in respect of the company.

8 Result of UV Group Plc

The company has taken advantage of the exemption allowed under section 408 of the Companies Act 2006 and has not presented its own profit and loss account in these financial statements. The group profit for the year includes a profit after tax of £718k (2014: £859k) which is dealt with in the financial statements of the parent company.

UV Group Plc

Notes forming part of the financial statements for the year ended 30 September 2015 (Continued)

9 Tangible assets

Group	Freehold Land and buildings £'000	Plant, equipment and vehicles £'000	Total £'000
<i>Cost or valuation</i>			
At 1 October 2014	1,611	397	2,008
Additions	-	28	28
Disposals	-	(18)	(18)
At 30 September 2015	1,611	407	2,018
Cost	801	407	1,208
Open market value 1990	810	-	810
At 30 September 2015	1,611	407	2,018
<i>Depreciation</i>			
At 1 October 2014	409	232	641
Charge for the year	19	33	52
Disposals	-	(12)	(12)
At 30 September 2015	428	253	681
<i>Net book value</i>			
At 30 September 2015	1,183	154	1,337
At 30 September 2014	1,202	165	1,367

Prior to the acquisition of the freehold interest relating to the long leasehold properties in 2014 the company's long leasehold properties in the UK were revalued on 30 September 1990 by a firm of Chartered Surveyors at open market value at that date. These valuations, which have not been updated since, adopted the basis recommended by the Royal Institution of Chartered Surveyors in "Guidance notes on the valuation of assets" (1981 edition). This valuation now represents the buildings value.

The historical cost of buildings of the Group in the financial statements at valuation is set out below:

	2015 £'000	2014 £'000
Cost	381	381
Accumulated depreciation based on historical cost	(153)	(147)
	228	234

UV Group Plc

Notes forming part of the financial statements for the year ended 30 September 2015 (Continued)

9 Tangible assets (Continued)

Company	Freehold Land and buildings £'000	Plant, equipment and vehicles £'000	Total £'000
<i>Cost or valuation</i>			
At 1 October 2014	1,611	397	2,008
Additions	-	8	8
Disposals	-	(18)	(18)
At 30 September 2015	1,611	387	1,998
Cost	801	387	1,188
Open market value 1990	810	-	810
At 30 September 2015	1,611	387	1,998
<i>Depreciation</i>			
At 1 October 2014	409	232	641
Charge for the year	19	33	52
Disposals	-	(12)	(12)
At 30 September 2015	428	253	681
<i>Net book value</i>			
At 30 September 2015	1,183	134	1,317
At 30 September 2014	1,202	165	1,367

Prior to the acquisition of the freehold interest relating to the long leasehold properties in 2014 the company's long leasehold properties in the UK were revalued on 30 September 1990 by a firm of Chartered Surveyors at open market value at that date. These valuations, which have not been updated since, adopted the basis recommended by the Royal Institution of Chartered Surveyors in "Guidance notes on the valuation of assets" (1981 edition). This valuation now represents the buildings value.

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Cost	381	381
Accumulated depreciation based on historical cost	(153)	(147)
	228	234

UV Group Plc

Notes forming part of the financial statements
for the year ended 30 September 2015 (Continued)

10 Investments – group undertakings

Company

Shares at cost and net book value of £17k (2014: £11k).

The following were the principal subsidiary undertakings during the year:

Name	Nature of business	Country of incorporation and operation	Class of issued shares	Percentage of class of issued shares held by UV Group Plc
Pleasant Hill Veneer Corporation	Veneer manufacturing	United States of America	Common	100 *
Uvisco Limited	International trading	England	Ordinary	100
Pleasant Hill Veneer (UK) Limited	Holding company	England	Ordinary	100
Uvisco (Proprietary) Limited	International trading	Republic of South Africa	Ordinary	100 *
Spajalnica, d.o.o.	Veneer Manufacturing	Slovenia	Ordinary	100
Artisan International Limited	Dormant	England	Ordinary	80

On 12th November 2015 UV Group Plc purchased 7,500 ordinary shares of €1 each in Prodajalna Maver d.o.o. at par. On the same day this company changed its name to Spajalnica, d.o.o. .

All of the subsidiary undertakings listed above have been included in the consolidated financial statements.

*Held by subsidiary undertakings

11 Stocks

	Group 2015 £'000	Group 2014 £'000	Company 2015 £'000	Company 2014 £'000
Finished goods and goods for resale	3,396	2,655	3,117	2,238

There is no material difference between the replacement cost of stocks and the amounts stated above.

UV Group Plc

Notes forming part of the financial statements for the year ended 30 September 2015 (Continued)

12 Debtors	Group 2015 £'000	Group 2014 £'000	Company 2015 £'000	Company 2014 £'000
Trade debtors	3,063	3,957	2,298	2,907
Amounts due from group undertakings	-	-	873	1,403
Other debtors	755	32	728	32
Prepayments and accrued income	103	83	102	81
Deferred tax asset	16	36	-	-
	<u>3,937</u>	<u>4,108</u>	<u>4,001</u>	<u>4,423</u>

The deferred tax asset relates to tax losses which are expected to be offset against future taxable profits and falls due after more than one year.

All other amounts shown under debtors fall due for payment within one year.

Movement in deferred tax

	Group £'000	Company £'000
At 1 October 2014	36	-
Charged to profit and loss account	(17)	-
Foreign exchange translation	(3)	-
	<u>16</u>	<u>-</u>
At 30 September 2015	16	-

13 Creditors: amounts falling due within one year

	Group 2015 £'000	Group 2014 £'000	Company 2015 £'000	Company 2014 £'000
Trade creditors (including bills of exchange payable)	1,122	721	1,015	644
Amounts due to group undertakings	-	-	83	3
Creditors for taxation and social security	123	125	118	118
Corporation tax	228	148	162	117
Other creditors	1,078	714	1,071	705
Accruals	477	394	446	381
	<u>3,028</u>	<u>2,102</u>	<u>2,895</u>	<u>1,968</u>

UV Group Plc

Notes forming part of the financial statements for the year ended 30 September 2015 (Continued)

14 Share capital

	2015 £'000	2014 £'000
<i>Allotted, called up and fully paid</i>		
100,001 ordinary shares of £1 each	100	100

15 Reserves

Group	Share premium account £'000	Revaluation reserve £'000	Profit and loss account £'000
At 1 October 2014	2,800	289	6,511
Translation differences on foreign net investments in subsidiary undertakings	-	-	6
Retained profit for the year	-	-	847
Depreciation transfer	-	(8)	8
At 30 September 2015	2,800	281	7,372
Company	Share premium account £'000	Revaluation reserve £'000	Profit and loss account £'000
At 1 October 2014	2,800	289	6,467
Retained profit for the year	-	-	718
Depreciation transfer	-	(8)	8
At 30 September 2015	2,800	281	7,193

16 Reconciliation of movements in shareholders' funds

	Group 2015 £'000	Group 2014 £'000	Company 2015 £'000	Company 2014 £'000
Profit for the financial year	847	849	718	860
Translation differences on foreign currency net investments in subsidiaries	6	18	-	-
Movement in shareholders' funds	853	867	718	860
Opening shareholders' funds	9,700	8,833	9,656	8,796
Closing shareholders' funds	10,553	9,700	10,374	9,656

UV Group Plc

Notes forming part of the financial statements for the year ended 30 September 2015 (Continued)

17 Related party disclosures

The company has taken advantage of the exemption conferred by Financial Reporting Standard 8 'Related Party Disclosures' not to disclose transactions with those subsidiaries that are 100% owned and are included in the consolidated financial statements.

At the balance sheet date UV Group Plc owed Artisan International Limited £2,860 (2014: £2,680).

18 Ultimate controlling party

The company was controlled throughout the current and previous year by The R Landes Family Settlement Trust.

19 Commitments under operating leases

As at 30 September 2015, the group and the company had annual commitments under operating leases in respect of land and buildings as set out below:

	2015 £'000	2014 £'000
Operating leases which expire:		
In two to five years	20	30
Over five years	-	20

There were no other material operating lease commitments in respect of the group and the company.

20 Financial commitments

At the year end the company had financial commitments in respect of forward exchange contracts amounting to £1,715,398 (2014 £2,668,977). These contracts have been entered into to minimise the company's exposure to foreign exchange fluctuations.

21 Pensions

The group contributes to a number of money purchase pension schemes. The assets of the schemes are held separately from those of the group in independently administered funds. The pension cost charge represents contributions payable by the group to the funds (see note 4). At the year end an amount of £186,919 (2014 £42,158) was included in creditors.

22 Reconciliation of operating profit to net cash inflow from operating activities

	2015 £'000	2014 £'000
Group operating profit	1,061	989
Depreciation	52	50
(Increase)/decrease in stock	(801)	570
Decrease/(increase) in debtors	163	(987)
Increase/(decrease) in creditors	850	(263)
Currency translation differences	91	111
Net cash inflow from operating activities	1,416	470

UV Group Plc

Notes forming part of the financial statements for the year ended 30 September 2015 (Continued)

23 Net funds				2015 £'000	2014 £'000
Reconciliation of net cash flow to movement in net funds					
Increase/(decrease) in cash in the year				1,247	(116)
Exchange movements				(8)	(2)
				<hr/>	<hr/>
Increase/(decrease) in net funds in the year				1,239	(118)
Net funds at beginning of year				3,673	3,791
				<hr/>	<hr/>
Net funds at end of year				4,912	3,673
				<hr/>	<hr/>
	At 1 October 2014 £'000	Cash flow £'000	Non-cash movements £'000	At 30 September 2015 £'000	
Analysis of net cash surplus					
Cash at bank and in hand	3,673	1,247	(8)	4,912	
	<hr/>	<hr/>	<hr/>	<hr/>	

Net non-cash movements relate to the impact of foreign exchange movements in the year.