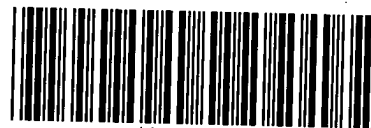


Company Registration No. 00985370 (England and Wales)

**VCG CATAPULT LIMITED**  
**REPORT AND**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED**  
**31 DECEMBER 2014**

TUESDAY



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09/06/2015

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COMPANIES HOUSE

# **VCG CATAPULT LIMITED**

## **COMPANY INFORMATION**

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<b>Directors</b>	J Mollard D Amber S Ingleson
<b>Secretary</b>	H Wright
<b>Company number</b>	00985370
<b>Registered office</b>	1 Europa Park Croft Way Witham Essex CM8 2FN
<b>Auditors</b>	Baker Tilly UK Audit LLP Marlborough House Victoria Road South Chelmsford Essex CM1 1LN

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# VCG CATAPULT LIMITED

## DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2014

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

### Principal activities

The principal activity of the company is the supply of print management services to a wide range of commercial customers and storage services for third parties.

### Directors

The directors who held office during the year and up to the date of signature of the financial statements were as follows:

J Mollard	
M Tooley	(Resigned 1 November 2014)
J Patel	(Resigned 1 October 2014)
D Amber	(Appointed 16 February 2015)
S Ingleson	(Appointed 16 February 2015)

### Auditors

The auditors, Baker Tilly UK Audit LLP, Chartered Accountants have indicated their willingness to continue in office.

### Statement of disclosure to auditors

So far as the directors are aware, there is no relevant audit information of which the company's auditors are unaware. Additionally, the directors have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the company's auditors are aware of that information.

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

By order of the board



H Wright

Secretary

28/05/2015...

# **VCG CATAPULT LIMITED**

## **DIRECTORS' RESPONSIBILITIES IN THE PREPARATION OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014**

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The directors are responsible for preparing 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 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 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 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 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.

# INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF VCG CATAPULT LIMITED

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We have audited the financial statements set out on pages 4 to 11. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

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 more fully explained in the Directors' Responsibilities Statement set out on page 2, 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 <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 company's affairs as at 31 December 2014 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

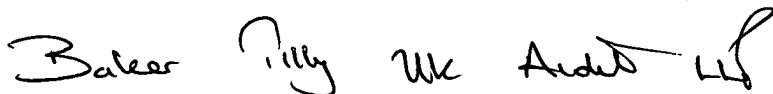
## **Opinion on other matter prescribed by the Companies Act 2006**

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.

## **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 prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption from the requirement to prepare a strategic report or in preparing the directors' report.



Andrew Monteith (Senior Statutory Auditor)  
for and on behalf of Baker Tilly UK Audit LLP, Statutory Auditor  
Chartered Accountants  
Marlborough House  
Victoria Road South  
Chelmsford  
Essex  
CM1 1LN  
8th June 2015.

# VCG CATAPULT LIMITED

## PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2014

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		2014 £	2013 £
	Notes		
Turnover	2	3,323,886	3,197,708
Cost of sales		(1,460,795)	(1,634,286)
<b>Gross profit</b>		1,863,091	1,563,422
Distribution costs		(1,403,824)	(1,192,186)
Administrative expenses		(261,720)	(289,159)
<b>Operating profit</b>		197,547	82,077
Interest payable and similar charges		(23,072)	(25,131)
<b>Profit on ordinary activities before taxation</b>	3	174,475	56,946
Tax on profit on ordinary activities	5	(37,280)	45,227
<b>Profit for the financial year</b>	11	137,195	102,173


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**VCG CATAPULT LIMITED****BALANCE SHEET  
AS AT 31 DECEMBER 2014**

	Notes	2014 £	£	2013 £	£
<b>Fixed assets</b>					
Tangible assets	6		28,845		20,775
<b>Current assets</b>					
Stocks		125,214		185,225	
Debtors	7	1,037,795		848,421	
Cash at bank and in hand		11,690		15,811	
		<u>1,174,699</u>		<u>1,049,457</u>	
<b>Creditors: amounts falling due within one year</b>	8	<u>(573,514)</u>		<u>(577,397)</u>	
<b>Net current assets</b>			601,185		472,060
<b>Total assets less current liabilities</b>			630,030		492,835
<b>Net assets</b>			<u>630,030</u>		<u>492,835</u>
<b>Capital and reserves</b>					
Called up share capital	10		1,000,000		1,000,000
Profit and loss account	11		(369,970)		(507,165)
<b>Shareholders' funds</b>			<u>630,030</u>		<u>492,835</u>

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and the Financial Reporting Standard for Smaller Entities (effective April 2008).

The financial statements on pages 4 to 11 were approved by the board of directors and authorised for issue on 28/05/2015 and are signed on its behalf by:



S Ingleson  
Director

# VCG CATAPULT LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014

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### 1 Accounting policies

#### Basis of accounting

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The company is expected to continue to generate positive cash flows on its own account for the foreseeable future and has adequate financial resources, together with continuing contracts with a number of stable customers across different geographic areas and sectors. As a consequence the directors believe that the company is well placed to manage its business risks successfully. The company participates in the group's centralised treasury arrangements and having made enquiries of the company's parent, VCG (Holdings) Limited, has no reason to doubt the ability of the group to continue in operational existence for the foreseeable future. For this reason the directors continue to adopt the going concern basis in the preparation of the financial statements.

#### Turnover

Revenue comprises the fair value of the consideration received or receivable for the sale of goods and services in the ordinary course of the company's activities. Turnover is shown net of value added tax, returns, rebates and discounts. The company recognises turnover when it can be reliably measured, it is probable that future benefits will flow to the company and when specific criteria have been met. Estimates are based on historical experience taking into account the type of customer, the type of transaction and the specifics of each arrangement.

#### Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Plant and machinery	33% straight line
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#### Leasing

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

#### Stock and work in progress

Stocks and work in progress are valued at the lower of cost and net realisable value. Cost is computed on a first in first out basis. Net realisable value is based upon estimated selling price less the estimated cost of disposal.

#### Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the company's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements.

Deferred tax is measured at the average tax rates that are expected to apply in the periods in which timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax is measured on a non-discounted basis.

#### Foreign currency translation

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



# VCG CATAPULT LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2014

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### 1 Accounting policies (Continued)

#### Financial instruments

Financial instruments are classified and accounted for according to the substance of the contractual arrangement as financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

### 2 Turnover

In the year to 31 December 2014 39% (2013 - 37%) of the company's turnover was to markets outside the United Kingdom.

3	Profit on ordinary activities before taxation	2014 £	2013 £
	Profit on ordinary activities before taxation is stated after charging/ (crediting):		
	Depreciation of tangible fixed assets		
	- owned	21,403	16,753
	Loss/(profit) on disposal of tangible assets	-	(412)
	Auditors' remuneration for statutory audit	8,400	7,500
		<u>21,403</u>	<u>16,753</u>
4	Director remuneration	2014 £	2013 £
	Director remuneration	143,258	132,845
		<u>143,258</u>	<u>132,845</u>
5	Tax on profit on ordinary activities	2014 £	2013 £
	Deferred tax		
	Origination and reversal of timing differences	37,280	(45,227)
		<u>37,280</u>	<u>(45,227)</u>

# VCG CATAPULT LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2014

### 6 Tangible fixed assets

#### Plant and machinery etc

	£
<b>Cost</b>	
At 1 January 2014	45,562
Additions	29,473
	<hr/>
At 31 December 2014	75,035
	<hr/>
<b>Depreciation</b>	
At 1 January 2014	24,787
Charge for the year	21,403
	<hr/>
At 31 December 2014	46,190
	<hr/>
<b>Net book value</b>	
At 31 December 2014	28,845
	<hr/>
At 31 December 2013	20,775
	<hr/>

### 7 Debtors

	2014 £	2013 £
Trade debtors	497,073	456,187
Amounts owed by group undertakings	511,422	338,625
Other debtors	21,353	8,382
Deferred tax asset (see note 9)	7,947	45,227
	<hr/>	<hr/>
	1,037,795	848,421
	<hr/>	<hr/>

# VCG CATAPULT LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2014

8	Creditors: amounts falling due within one year	2014 £	2013 £
	Bank loans	270,873	203,000
	Trade creditors	106,883	260,441
	Amounts owed to group undertakings	7,284	-
	Taxes and social security costs	82,364	51,555
	Other creditors	106,110	62,401
		<u>573,514</u>	<u>577,397</u>

Bank borrowings are secured by fixed and floating charges over the assets of the company, and by guarantee of the other members of the VCG (Holdings) Limited group.

Included in other creditors is £100 (2013: £444) relating to outstanding contributions payable to the pension scheme.

### 9 Deferred tax asset

The deferred tax asset (included in debtors, note 7) is made up as follows:

	2014 £	2013 £
Balance at 1 January 2014	(45,227)	
Profit and loss account	37,280	
Balance at 31 December 2014	<u>(7,947)</u>	
	2014 £	2013 £
Decelerated capital allowances	(3,641)	(9,791)
Tax losses available	(4,306)	(35,436)
	<u>(7,947)</u>	<u>(45,227)</u>

10	Share capital	2014 £	2013 £
	Allotted, called up and fully paid		
	1,000,000 Ordinary shares of £1 each	<u>1,000,000</u>	<u>1,000,000</u>

# VCG CATAPULT LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2014

### 11 Profit and loss account

	Profit and loss account £
Balance at 1 January 2014	(507,165)
Profit for the year	137,195
	<hr/>
Balance at 31 December 2014	(369,970)
	<hr/> <hr/>

### 12 Contingent liabilities

The company has provided a guarantee to its parent company and to its fellow subsidiaries to secure the bank borrowings of the group. At 31 December 2014 the total group facility amounted to £6,875,000 (2013: £6,600,000) and was due to LBI hf, a related party, which holds 90% (2013: 51%) of the voting rights of the ultimate holding company. The group's indebtedness as at 31 December 2014 totalled £5,132,700 (2013: £5,008,461).

The company is a member of a group VAT registration and would be liable for the balances due by the other members of the group. The maximum exposure at the balance sheet date is £619,650 (2013: £556,487).

### 13 Commitments under operating leases

At 31 December 2014 the company was committed to making the following payments under non-cancellable operating leases in the year to 31 December 2015:

	2014 £	2013 £
Operating leases which expire:		
Within one year	-	11,217
Between two and five years	8,204	-
	<hr/>	<hr/>
	8,204	11,217
	<hr/> <hr/>	<hr/> <hr/>

### 14 Control

The immediate holding company is VCG (Holdings) Limited registered in England and Wales. The consolidated statutory accounts of VCG (Holdings) Limited are available from the registered office of the company at 1 Europa Park, Croft Way, Witham, Essex, CM8 2FN. The ultimate holding company is LBI hf.

The largest and smallest group preparing consolidated accounts that include the results of the company is VCG (Holdings) Limited.

In the opinion of the directors there is no sole controlling party.

# **VCG CATAPULT LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2014**

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### **15 Related party relationships and transactions**

The company has taken advantage of the exemption in Financial Reporting Standard Number 8 from the requirement to disclose transactions with group companies on the grounds that consolidated financial statements are prepared by the ultimate parent company.

The company had the following related party transactions with LBI hf, a company which holds 90% (2013: 51%) of the voting rights of the ultimate holding company.

£270,873 (2013: £203,000) was owed to LBI hf at the balance sheet date as a result of credit facilities advanced to the company. Interest of £23,072 (2013: £25,131) was charged during the year by LBI hf.