
PETER GRANT PAPERS LIMITED

ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2014

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COMPANIES HOUSE

PETER GRANT PAPERS LIMITED

COMPANY INFORMATION

DIRECTORS

P Fecher
A Fecher
P E King
C R Wickham (resigned 29 August 2014)

COMPANY SECRETARY

P E King

REGISTERED NUMBER

01329787

REGISTERED OFFICE

Stafford Park 12
Telford
Shropshire
TF3 3BJ

INDEPENDENT AUDITOR

Crossley Financial Accounting
Chartered Accountants & Statutory Auditors
Star House
Star Hill
Rochester
Kent
ME1 1UX

PETER GRANT PAPERS LIMITED

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PETER GRANT PAPERS LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2014

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

DIRECTORS' RESPONSIBILITIES STATEMENT

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 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 judgments and accounting 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;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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.

DIRECTORS

The directors who served during the year were:

P Fecher
A Fecher
P E King
C R Wickham (resigned 29 August 2014)

PETER GRANT PAPERS LIMITED

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

DISCLOSURE OF INFORMATION TO AUDITOR

Each of the persons who are directors at the time when this Directors' report is approved has confirmed that:

- so far as that director is aware, there is no relevant audit information of which the company's auditor is unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the company's auditor is aware of that information.

AUDITOR

Under section 487(2) of the Companies Act 2006, Crossley Financial Accounting will be deemed to have been reappointed as auditor 28 days after these financial statements were sent to members or 28 days after the latest date prescribed for filing the accounts with the registrar, whichever is earlier.

This report was approved by the board on *20th August 2015* and signed on its behalf.



P E King
Secretary

PETER GRANT PAPERS LIMITED

STRATEGIC REPORT FOR THE YEAR ENDED 31 DECEMBER 2014

INTRODUCTION

For many years, and in the year under review, the company's principal trading activity was the manufacture, conversion and distribution of disposable hygiene products for the Away from Home market, with particular focus on the Private Label market. The financial reports for 2014 reflect 10 months of these activities, until the sale of the assets and the trade of the business in October.

BUSINESS REVIEW

The company continued to focus on its core products and making operational efficiency improvements until the trade and the assets of the business were sold to Connect Hygiene Products Ltd on 31st October 2014 and all of the employees of Peter Grant Papers Ltd were transferred to Connect Hygiene Products Ltd. Peter Grant Papers Ltd continued trading managing the Telford sites used for manufacturing, storage and distribution, with establishment costs recharged respectively to the appropriate manufacturing company. The company no longer manufactures or distributes products. The core activity is now the provision of establishment services. The Profit & Loss Account for 2014 reflects 10 months of the manufacture, conversion and distribution of disposable hygiene products and a further 2 months providing the establishment service.

Prior to the sale of the trade and assets of the business the performance of the business did improve compared to the previous year. The company continued to implement the strategy of seeking price increases from customers whilst attaining greater production efficiencies through improved supply chain management, and operating profit on the manufacturing and distribution business, which is now discontinued, increased to £240k from the loss reported in the prior year of £1,975k. The ongoing property services provided by the company subsequently produced an operating profit of £14k, giving an annual reported operating profit of £254k for 2014.

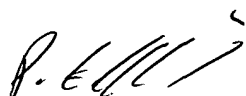
PRINCIPAL RISKS AND UNCERTAINTIES

As the core activity of the business is now establishment management services, the company does not operate in a high risk environment. Since the end of the financial period under review, all of the trade debtors and creditors for the manufacturing and distribution business have been fully settled.

FINANCIAL KEY PERFORMANCE INDICATORS

Prior to the disposal of the trade and the assets of the company, sales and production volumes were valuable KPIs and were reported on a daily basis to the management team. Since the disposal of the trade and assets of the business, the key measure for the business is the profitability of the establishment service.

This report was approved by the board on *20th August 2015* and signed on its behalf.



P E King
Director

PETER GRANT PAPERS LIMITED

**INDEPENDENT AUDITOR'S REPORT TO PETER GRANT PAPERS LIMITED
UNDER SECTION 449 OF THE COMPANIES ACT 2006**

We have examined the abbreviated accounts set out on pages 5 to 20, together with the financial statements of Peter Grant Papers Limited for the year ended 31 December 2014 prepared under section 396 of the Companies Act 2006.

This report is made solely to the company in accordance with section 449 of the Companies Act 2006. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special 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, for our work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITOR

The directors are responsible for preparing the abbreviated accounts in accordance with section 445 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the regulations made under that section and to report our opinion to you.

We conducted our work in accordance with Bulletin 2008/4 issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts are properly prepared.

OPINION ON FINANCIAL STATEMENTS

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with section 445(3) of the Companies Act 2006, and the abbreviated accounts on pages 5 to 20 have been properly prepared in accordance with the regulations made under that section.

Crossley Financial Accounting Limited

Trevor Rose FCA, CTA (Senior statutory auditor)
for and on behalf of

Crossley Financial Accounting

Chartered Accountants

Statutory Auditors

Star House

Star Hill

Rochester

Kent

ME1 1UX

Date: 24 August 2015

PETER GRANT PAPERS LIMITED

**ABBREVIATED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2014**

	Note	2014 £	2013 £
TURNOVER	1	15,710,320	19,076,445
GROSS PROFIT		2,718,721	2,550,365
Distribution costs	25	(405,499)	(516,053)
Administrative expenses	25	(2,059,603)	(4,009,559)
OPERATING PROFIT/(LOSS)	3		
Continuing operations		13,712	(4,525,612)
Discontinued operations		239,907	2,550,365
		253,619	(1,975,247)
Interest receivable and similar income		-	60,000
Interest payable and similar charges	5	(150,396)	(292,806)
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		103,223	(2,208,053)
Tax on profit/(loss) on ordinary activities	6	(39,749)	72,130
PROFIT/(LOSS) FOR THE FINANCIAL YEAR	17	63,474	(2,135,923)

There were no recognised gains and losses for 2014 or 2013 other than those included in the Profit and loss account.

The notes on pages 8 to 20 form part of these financial statements.

PETER GRANT PAPERS LIMITED
REGISTERED NUMBER: 01329787

ABBREVIATED BALANCE SHEET
AS AT 31 DECEMBER 2014

	Note	£	2014 £	£	2013 £
FIXED ASSETS					
Intangible assets	7		-		33,289
Tangible assets	8		-		1,131,433
Investments	9		1		1
			<u>1</u>		<u>1,164,723</u>
CURRENT ASSETS					
Stocks	10	-		915,113	
Debtors	11	717,157		8,865,347	
Cash at bank and in hand		191,600		114,521	
		<u>908,757</u>		<u>9,894,981</u>	
CREDITORS: amounts falling due within one year	12	(1,307,539)		(10,674,483)	
NET CURRENT LIABILITIES			<u>(398,782)</u>		<u>(779,502)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>(398,781)</u>		<u>385,221</u>
CREDITORS: amounts falling due after more than one year	13		-		(355,556)
PROVISIONS FOR LIABILITIES					
Other provisions	15		(502,924)		(994,844)
NET LIABILITIES			<u>(901,705)</u>		<u>(965,179)</u>
CAPITAL AND RESERVES					
Called up share capital	16		2,060,000		2,060,000
Revaluation reserve	17		-		10,668
Capital redemption reserve	17		1,505,000		1,505,000
Profit and loss account	17		(4,466,705)		(4,540,847)
SHAREHOLDERS' DEFICIT	18		<u>(901,705)</u>		<u>(965,179)</u>

The abbreviated accounts, which have been prepared in accordance with the special provisions of section 445(3) of the Companies Act 2006 relating to medium-sized companies, were approved and authorised for issue by the board and were signed on its behalf on 20 August 2015


P Fecher
 Director

PETER GRANT PAPERS LIMITED

**ABBREVIATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2014**

	Note	2014 £	2013 £
Net cash flow from operating activities	19	2,339,073	(2,688,040)
Returns on investments and servicing of finance	20	(62,572)	(232,807)
Taxation		(5,346)	(132,897)
Capital expenditure and financial investment	20	1,289,766	2,410,193
Acquisitions and disposals	20	-	(1)
CASH INFLOW/(OUTFLOW) BEFORE FINANCING		3,560,921	(643,552)
Financing	20	(3,483,837)	465,593
INCREASE/(DECREASE) IN CASH IN THE YEAR		77,084	(177,959)

**RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET FUNDS/DEBT
FOR THE YEAR ENDED 31 DECEMBER 2014**

	2014 £	2013 £
Increase/(Decrease) in cash in the year	77,084	(177,959)
Cash outflow from decrease in debt and lease financing	3,483,837	(465,593)
CHANGE IN NET DEBT RESULTING FROM CASH FLOWS	3,560,921	(643,552)
Other non-cash changes	-	2
MOVEMENT IN NET DEBT IN THE YEAR	3,560,921	(643,550)
Net debt at 1 January 2014	(3,786,325)	(3,142,775)
NET DEBT AT 31 DECEMBER 2014	(225,404)	(3,786,325)

The notes on pages 8 to 20 form part of these financial statements.

PETER GRANT PAPERS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2014

1. ACCOUNTING POLICIES

1.1 Going concern

The company continues to meet its debts as they fall due despite the operating losses reported. The company's forecasts and projections, taking account of reasonably possible changes in trading performance, show that the company is anticipating an operating profit for the forthcoming year. As a consequence, the directors believe that the company is well placed to manage its business risks successfully despite the current uncertain economic outlook.

The directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Thus they continue to adopt the going concern basis of accounting in preparing the annual financial statements.

1.2 Basis of preparation of financial statements

The full financial statements, from which these abbreviated accounts have been extracted, have been prepared under the historical cost convention as modified by the revaluation of plant and machinery and in accordance with applicable accounting standards.

The company is itself a subsidiary company and is exempt from the requirement to prepare group accounts by virtue of section 400 of the Companies Act 2006. These financial statements therefore present information about the company as an individual undertaking and not about its group.

1.3 Turnover

Turnover represents the net value of goods sold, excluding value added tax on an accruals basis.

1.4 Intangible fixed assets and amortisation

Trademarks acquired during the year have been capitalised at cost and are being amortised evenly over their estimated useful lives of nine or ten years.

1.5 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost or valuation less depreciation. Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

L/Term leasehold improvements	-	over the term of the lease
Plant and machinery	-	at varying rates from 2% to 33% on cost and 15% to 33% on reducing balance.
Motor vehicles	-	at varying rates at 10% and 25% on cost and 25% on reducing balance
Fixtures and fittings	-	at varying rates from 5 years to 10 years straight line
Office equipment	-	at varying rates from 3 years to 10 years straight line

1.6 Investments

Investments held as fixed assets are shown at cost less provision for impairment.

PETER GRANT PAPERS LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2014**

1. ACCOUNTING POLICIES (continued)

1.7 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow moving items.

1.8 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

Deferred tax is not provided on timing differences arising from the revaluation of fixed assets in the financial statements.

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Deferred tax assets and liabilities are discounted.

1.9 Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

1.10 Operating leases

Rentals under operating leases are charged to the Profit and loss account on a straight line basis over the lease term.

1.11 Pensions

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

1.12 Invoice discounting

The company discounts its trade debts. The accounting policy is to include a gross asset for trade debtors due within one year and to record the returnable element of the proceeds under creditors due within one year. Discount fees are charged to the profit and loss account when payable. Bad debts are borne by the company and charged to the profit and loss account when reasonable foreseeable.

1.13 Dilapidation provision

A full provision is made for dilapidation costs which include the repair, redecoration and reinstatement costs of the leasehold properties at the balance sheet date.

PETER GRANT PAPERS LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2014**

2. STAFF COSTS

Staff costs, including directors' remuneration, were as follows:

	2014 £	2013 £
Wages and salaries	2,270,650	2,963,495
Social security costs	-	13,940
Other pension costs	45,482	-
	<u>2,316,132</u>	<u>2,977,435</u>

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

	2014 No.	2013 No.
Administration	6	16
Manufacturing	98	152
Sales	9	5
	<u>113</u>	<u>173</u>

3. OPERATING PROFIT/(LOSS)

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

	2014 £	2013 £
Amortisation - intangible fixed assets	6,499	6,716
Depreciation of tangible fixed assets:		
- owned by the company	121,144	184,429
Auditor's remuneration	20,200	14,250
Operating lease rentals:		
- other operating leases	357,169	360,248
Difference on foreign exchange	(17,340)	14,502
	<u> </u>	<u> </u>

4. DIRECTORS' REMUNERATION

	2014 £	2013 £
Remuneration	750	128,685
	<u> </u>	<u> </u>
Compensation for loss of office	-	98,942
	<u> </u>	<u> </u>

PETER GRANT PAPERS LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2014**

5. INTEREST PAYABLE

	2014 £	2013 £
On bank loans and overdrafts	13,354	22,066
On other loans	64,094	185,566
Other interest payable	72,948	85,174
	<u>150,396</u>	<u>292,806</u>

6. TAXATION

	2014 £	2013 £
Analysis of tax charge in the year		
Current tax (see note below)		
UK corporation tax charge on profit/loss for the year	2,742	-
Adjustments in respect of prior periods	-	186
Total current tax	<u>2,742</u>	<u>186</u>
Deferred tax (see note 14)		
Origination and reversal of timing differences	37,007	(72,316)
Tax on profit/loss on ordinary activities	<u>39,749</u>	<u>(72,130)</u>

Factors affecting tax charge for the year

The tax assessed for the year is lower than (2013 - *lower than*) the standard rate of corporation tax in the UK of 20% (2013 - 23.75%). The differences are explained below:

	2014 £	2013 £
Profit/loss on ordinary activities before tax	<u>103,223</u>	<u>(2,208,053)</u>
Profit/loss on ordinary activities multiplied by standard rate of corporation tax in the UK of 20% (2013 - 23.75%)	20,645	(524,413)
Effects of:		
Expenses not deductible for tax purposes, other than goodwill amortisation and impairment	42,963	32,795
Capital allowances for year in excess of depreciation	24,228	43,802
Utilisation of tax losses	(85,094)	-
Adjustments to tax charge in respect of prior periods	-	186
Unrelieved tax losses carried forward	-	417,809
Group relief	-	30,007
Current tax charge for the year (see note above)	<u>2,742</u>	<u>186</u>

PETER GRANT PAPERS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2014

6. TAXATION (continued)

Factors that may affect future tax charges

There were no factors that may affect future tax charges.

7. INTANGIBLE FIXED ASSETS

	Trademarks £
Cost	
At 1 January 2014	64,949
Disposals	(64,949)
	<hr/>
At 31 December 2014	-
	<hr/>
Amortisation	
At 1 January 2014	31,660
Charge for the year	6,499
On disposals	(38,159)
	<hr/>
At 31 December 2014	-
	<hr/>
Net book value	
At 31 December 2014	-
	<hr/>
At 31 December 2013	33,289
	<hr/>

PETER GRANT PAPERS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2014

8. TANGIBLE FIXED ASSETS

	L/Term Leasehold Property £	Plant and machinery £	Fixtures and fittings £	Office equipment £	Total £
Cost or valuation					
At 1 January 2014	60,470	4,247,156	394,736	200,354	4,902,716
Disposals	(60,470)	(4,247,156)	(394,736)	(200,354)	(4,902,716)
At 31 December 2014	-	-	-	-	-
Depreciation					
At 1 January 2014	53,566	3,183,246	341,481	192,990	3,771,283
Charge for the year	4,163	102,424	12,122	2,435	121,144
On disposals	(57,729)	(3,285,670)	(353,603)	(195,425)	(3,892,427)
At 31 December 2014	-	-	-	-	-
Net book value					
At 31 December 2014	-	-	-	-	-
At 31 December 2013	6,904	1,063,910	53,255	7,364	1,131,433

PETER GRANT PAPERS LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2014**

9. FIXED ASSET INVESTMENTS

	Investments in subsidiary companies £
Cost or valuation	
At 1 January 2014 and 31 December 2014	1
Net book value	
At 31 December 2014	1
<i>At 31 December 2013</i>	<i>1</i>

Subsidiary undertakings

The following were subsidiary undertakings of the company:

Name	Class of shares	Holding
Sashpoint Limited	Ordinary	100%

The aggregate of the share capital and reserves as at 31 December 2014 and of the profit or loss for the year ended on that date for the subsidiary undertakings were as follows:

Name	Aggregate of share capital and reserves £	Profit/(loss) £
Sashpoint Limited	1	-

10. STOCKS

	2014 £	2013 £
Raw materials	-	446,468
Machinery spares	-	71,282
Finished goods	-	397,363
	-	915,113

PETER GRANT PAPERS LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2014**

11. DEBTORS

	2014 £	2013 £
Due after more than one year		
Deferred tax asset (see note 14)	-	37,007
Due within one year		
Trade debtors	448,083	4,064,473
Amounts owed by group undertakings	-	1,722,670
Other debtors	47,955	2,815,962
Prepayments and accrued income	221,119	225,235
	<u>717,157</u>	<u>8,865,347</u>

**12. CREDITORS:
Amounts falling due within one year**

	2014 £	2013 £
Bank loans and overdrafts	-	222,227
Invoice discounting	417,003	3,323,063
Trade creditors	668,310	4,205,306
Corporation tax	2,742	5,346
Other taxation and social security	42,833	169,251
Other creditors	132,711	2,542,309
Accruals and deferred income	43,940	206,981
	<u>1,307,539</u>	<u>10,674,483</u>

The invoice discounting creditor is secured by the assignment of the title to trade debtors for which the advances are made. RBS Invoice Finance Limited holds a fixed and floating charge dated 22 September 2014 over the company's assets.

A general debenture dated 2 April 2012 is held by Northwood Paper Sales Limited. The debenture is a fixed and floating charge over property and assets. Since the year end the charge has been satisfied on 16 March 2015.

A general debenture dated 2 April 2012 is held by Northwood Tissue (Disley) Limited (formerly Disley Tissue Limited). The debenture is a fixed and floating charge over property and assets. Since the year end the charge has been satisfied on 16 March 2015.

Peter Grant Papers Limited is a guarantor in respect of an operating lease with an annual commitment of £76,800 for Northwood Logistics Limited, a connected company and an annual commitment of £234,000 for Northwood Tissue (Lancaster) Limited, a connected company.

PETER GRANT PAPERS LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2014**

13. CREDITORS:
Amounts falling due after more than one year

	2014	2013
	£	£
Bank loans	-	355,556
	<u> </u>	<u> </u>

14. DEFERRED TAXATION

	2014	2013
	£	£
At beginning of year	37,007	(35,309)
(Charge for)/released during year (P&L)	(37,007)	72,316
	<u> </u>	<u> </u>
At end of year	-	37,007
	<u> </u>	<u> </u>

The deferred taxation balance is made up as follows:

	2014	2013
	£	£
Accelerated capital allowances	-	(54,745)
	<u> </u>	<u> </u>
Undiscounted provision for deferred tax	-	(54,745)
Discount	-	17,738
	<u> </u>	<u> </u>
Discounted provision for deferred tax	-	(37,007)
	<u> </u>	<u> </u>

15. PROVISIONS

	Dilapidation
	£
At 1 January 2014	994,844
Amounts reversed	(491,920)
	<u> </u>
At 31 December 2014	502,924
	<u> </u>

Dilapidation

The provision relates to dilapidation costs in respect of properties leased by the company.

PETER GRANT PAPERS LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2014**

16. SHARE CAPITAL

	2014 £	2013 £
Allotted, called up and fully paid		
180,000 Ordinary shares of £1 each	180,000	180,000
215,000 Ordinary 'A', 'B' & 'C' shares of £1 each	215,000	215,000
1,665,000 Preference shares of £1 each	1,665,000	1,665,000
	<u>2,060,000</u>	<u>2,060,000</u>

17. RESERVES

	Capital redempt'n reserve £	Revaluation reserve £	Profit and loss account £
At 1 January 2014	1,505,000	10,668	(4,540,847)
Profit for the financial year			63,474
Transfer between Revaluation reserve and P/L account		(10,668)	10,668
At 31 December 2014	<u>1,505,000</u>	<u>-</u>	<u>(4,466,705)</u>

18. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' DEFICIT

	2014 £	2013 £
Opening shareholders' (deficit)/funds	(965,179)	1,170,744
Profit/(loss) for the financial year	63,474	(2,135,923)
Closing shareholders' deficit	<u>(901,705)</u>	<u>(965,179)</u>

PETER GRANT PAPERS LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2014**

19. NET CASH FLOW FROM OPERATING ACTIVITIES

	2014 £	2013 £
Operating profit/(loss)	253,619	(1,975,247)
Amortisation of intangible fixed assets	6,499	6,716
Depreciation of tangible fixed assets	121,144	184,428
(Profit)/loss on disposal of tangible fixed assets	(252,687)	26,754
Decrease in stocks	915,113	774,267
Decrease/(increase) in debtors	6,300,689	(2,063,874)
Decrease/(increase) in amounts owed by group undertakings	1,722,670	(126,005)
(Decrease)/increase in creditors	(6,236,054)	578,757
Decrease in amounts owed to participating interests	-	(1,088,680)
(Decrease)/increase in provisions	(491,920)	994,844
Net cash inflow/(outflow) from operating activities	2,339,073	(2,688,040)

20. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN CASH FLOW STATEMENT

	2014 £	2013 £
Returns on investments and servicing of finance		
Interest received	87,824	60,000
Interest paid	(150,396)	(292,807)
Net cash outflow from returns on investments and servicing of finance	(62,572)	(232,807)

	2014 £	2013 £
Capital expenditure and financial investment		
Sale of intangible fixed assets	26,790	-
Sale of tangible fixed assets	1,262,976	2,410,193
Net cash inflow from capital expenditure	1,289,766	2,410,193

	2014 £	2013 £
Acquisitions and disposals		
Purchase of fixed asset investments	-	(1)

PETER GRANT PAPERS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2014

20. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN CASH FLOW STATEMENT (continued)

	2014 £	2013 £
Financing		
New secured loans	-	577,778
Repayment of loans	(577,778)	-
Repayment of other loans	(2,906,059)	(112,185)
Net cash (outflow)/inflow from financing	(3,483,837)	465,593

21. ANALYSIS OF CHANGES IN NET DEBT

	1 January 2014 £	Cash flow £	Other non-cash changes £	31 December 2014 £
Cash at bank and in hand	114,521	77,079	-	191,600
Bank overdraft	(5)	5	-	-
	<u>114,516</u>	<u>77,084</u>	<u>-</u>	<u>191,600</u>
Debt:				
Debts due within one year	(3,545,285)	3,483,837	(355,556)	(417,004)
Debts falling due after more than one year	(355,556)	-	355,556	-
Net debt	(3,786,325)	3,560,921	-	(225,404)

22. PENSION COMMITMENTS

The company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £45,482 (2013 - £Nil).

PETER GRANT PAPERS LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
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23. OPERATING LEASE COMMITMENTS

At 31 December 2014 the company had annual commitments under non-cancellable operating leases as follows:

	Land and buildings			Other
	2014	2013	2014	2013
	£	£	£	£
Expiry date:				
Between 2 and 5 years	58,000	210,000	111,615	134,033
After more than 5 years	320,000	428,000	-	-

24. ULTIMATE PARENT UNDERTAKING AND CONTROLLING PARTY

The ultimate parent company and controlling party is TPG Investments Limited, a company incorporated in England and Wales.

25. ANALYSIS OF OPERATING PROFIT/(LOSS)

	2014		2013	
	Continuing	Discontinued	Continuing	Discontinued
	£	£	£	£
Turnover	110,000	15,600,320	19,076,445	-
Gross profit	110,000	2,608,721	2,550,365	-
Distribution costs	-	(405,499)	(516,053)	-
Administrative expenses	(96,288)	(1,963,315)	(4,009,559)	-
	13,712	239,907	(1,975,247)	-