

Registration number: 02524862

A & J Plastics Limited

Annual Report and Unaudited Financial
Statements

for the Year Ended 31 December 2018

FRIDAY



A8XUONGJ

A25

31/01/2020

#217

COMPANIES HOUSE

A & J Plastics Limited

Contents

Company Information	1
Directors' Report	2
Accountants' Report	3
Profit and Loss Account	4
Statement of Comprehensive Income	5
Balance Sheet	6 to 7
Statement of Changes in Equity	8
Notes to the Financial Statements	9 to 13
Non-statutory pages	14 to 15

A & J Plastics Limited

Company Information

Directors	Mr C J Klein
	Mr P M Palmisano
	Mr S B Bikulege
	Mr A J Coverdale
Registered office	C/O Cogency Global (UK) Limited 6 Lloyds Avenue Unit 4CL London EC3N 3AX
Accountants	Milsted Langdon LLP Chartered Accountants Winchester House Deane Gate Avenue Taunton Somerset TA1 2UH

A & J Plastics Limited

Directors' Report for the Year Ended 31 December 2018

The directors present their report and the financial statements for the year ended 31 December 2018.

Directors of the company

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

Mr K A Ingram (resigned 29 June 2018)

Mr B J Sturgell (appointed 12 March 2018 and resigned 29 June 2018)

Mr B R Turner (resigned 29 June 2018)

Mr R T Sansone (resigned 12 March 2018)

Mr A J Coverdale (resigned 29 June 2018)

Mr A N McCallum (appointed 9 November 2018 and resigned 15 November 2019)

Mr C J Klein (appointed 9 November 2018)

Mr P M Palmisano (appointed 9 November 2018)

Mr S B Bikulege (appointed 29 June 2018)

The following director was reappointed after the year end:

Mr A J Coverdale (appointed 3 December 2019)

Small companies provision statement

This report has been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

Approved by the Board on 27th Dec 2019 and signed on its behalf by:



Mr A J Coverdale
Director

**Chartered Accountants' Report to the Board of Directors on the preparation of the
Unaudited Statutory Accounts of
A & J Plastics Limited
for the Year Ended 31 December 2018**

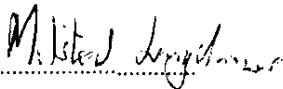
In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of A & J Plastics Limited for the year ended 31 December 2018 as set out on pages 4 to 13 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements.

This report is made solely to the Board of Directors of A & J Plastics Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the accounts of A & J Plastics Limited and state those matters that we have agreed to state to the Board of Directors of A & J Plastics Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than A & J Plastics Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that A & J Plastics Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and loss of A & J Plastics Limited. You consider that A & J Plastics Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the accounts of A & J Plastics Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.



Milsted Langdon LLP
Chartered Accountants
Winchester House
Deane Gate Avenue
Taunton
Somerset
TA1 2UH

Date: 24 December 2018

A & J Plastics Limited

Profit and Loss Account for the Year Ended 31 December 2018

	2018	2017
	£	£
Turnover	2,055,970	2,176,731
Cost of sales	<u>(2,028,963)</u>	<u>(2,151,387)</u>
Gross profit	27,007	25,344
Administrative expenses	<u>(31,832)</u>	<u>(29,091)</u>
Operating loss	<u>(4,825)</u>	<u>(3,747)</u>
Interest payable and similar expenses	<u>(130)</u>	<u>(1,725)</u>
	<u>(130)</u>	<u>(1,725)</u>
Loss before tax	(4,955)	(5,472)
Taxation	<u>134</u>	<u>15,263</u>
(Loss)/profit for the financial year	<u>(4,821)</u>	<u>9,791</u>

The above results were derived from continuing operations.

A & J Plastics Limited

Statement of Comprehensive Income for the Year Ended 31 December 2018

	2018	2017
	£	£
(Loss)/profit for the year	(4,821)	9,791
Deferred tax on revaluation reserve	<u>-</u>	<u>(46,894)</u>
Total comprehensive income for the year	<u>(4,821)</u>	<u>(37,103)</u>

The notes on pages 9 to 13 form an integral part of these financial statements.

A & J Plastics Limited
(Registration number: 02524862)
Balance Sheet as at 31 December 2018

	Note	2018 £	2017 £
Fixed assets			
Tangible assets	4	403,972	467,788
Current assets			
Stocks	5	47,733	78,391
Debtors	6	1,335,981	1,252,731
Cash at bank and in hand		4	4
		1,383,718	1,331,126
Creditors: Amounts falling due within one year	7	(11,653)	(7,711)
Net current assets		1,372,065	1,323,415
Total assets less current liabilities		1,776,037	1,791,203
Creditors: Amounts falling due after more than one year	7	-	(3,483)
Provisions for liabilities		(50,514)	(57,376)
Net assets		1,725,523	1,730,344
Capital and reserves			
Called up share capital		4	4
Revaluation reserve		140,087	165,703
Profit and loss account		1,585,432	1,564,637
Total equity		1,725,523	1,730,344

A & J Plastics Limited
(Registration number: 02524862)
Balance Sheet as at 31 December 2018

For the financial year ending 31 December 2018 the company was entitled to exemption from audit under section 479A of the Companies Act 2006 relating to subsidiary companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

Approved and authorised by the Board on 26th Dec 2018 and signed on its behalf by:



Mr A J Coverdale
Director

A & J Plastics Limited

Statement of Changes in Equity for the Year Ended 31 December 2018

	Share capital £	Revaluation reserve £	Profit and loss account £	Total £
At 1 January 2018	4	165,703	1,564,637	1,730,344
Loss for the year	-	-	(4,821)	(4,821)
Total comprehensive income	-	-	(4,821)	(4,821)
Realisation of consumed economic benefit on revalued assets	-	(25,616)	25,616	-
At 31 December 2018	4	140,087	1,585,432	1,725,523

	Share capital £	Revaluation reserve £	Profit and loss account £	Total £
At 1 January 2017	4	275,849	1,491,594	1,767,447
Profit for the year	-	-	9,791	9,791
Other comprehensive income	-	(46,894)	-	(46,894)
Total comprehensive income	-	(46,894)	9,791	(37,103)
Realisation of consumed economic benefit on revalued assets	-	(63,252)	63,252	-
At 31 December 2017	4	165,703	1,564,637	1,730,344

The notes on pages 9 to 13 form an integral part of these financial statements.

A & J Plastics Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

1 General information

The company is a private company limited by share capital, incorporated in England and Wales.

The address of its registered office is:

C/O Cogency Global (UK) Limited
6 Lloyds Avenue
Unit 4CL
London
EC3N 3AX

These financial statements were authorised for issue by the Board on 20 December 2019.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Going concern

The financial statements have been prepared on a going concern basis. The parent company has provided a guarantee under section 479C of the companies Act 2006 which has the effect that the parent undertaking guarantees all outstanding liabilities to which the company is subject at the year end until they are satisfied in full.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of 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 revenue when all of the following conditions are satisfied:

- the amount of revenue can be reliably measured;
- all of the significant risks and rewards of ownership have been transferred to the customer;
- the entity retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the costs incurred or to be incurred in respect of the transaction can be measured reliably;
- it is probable that future economic benefits will flow to the entity; and
- specific criteria have been met for each of the Company's activities.

A & J Plastics Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

Tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Deferred income tax is recognised on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements and on unused tax losses or tax credits in the company. Deferred income tax is determined using tax rates and laws that have enacted or substantively enacted by the reporting date.

The carrying amount of deferred tax assets are reviewed at each reporting date and a valuation allowance is set up against deferred tax assets so that the net carrying amount equals the highest amount that is more likely than not to be recovered based on current or future taxable profit.

Tangible assets

Tangible assets are stated in the statement of financial position at cost or valuation, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Fixtures, fittings and equipment	11% - 50% straight line
Other property, plant and machinery	6% - 50% straight line

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the Company will not be able to collect all amounts due according to the original terms of the receivables.

A & J Plastics Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

A & J Plastics Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 3 (2017 - 4).

4 Tangible assets

	Furniture, fittings and equipment £	Other tangible assets £	Total £
Cost or valuation			
At 1 January 2018	2,143	622,648	624,791
At 31 December 2018	2,143	622,648	624,791
Depreciation			
At 1 January 2018	1,243	155,760	157,003
Charge for the year	266	63,550	63,816
At 31 December 2018	1,509	219,310	220,819
Carrying amount			
At 31 December 2018	634	403,338	403,972
At 31 December 2017	900	466,888	467,788

Revaluation

The fair value of the company's fixtures, fittings and equipment was revalued on 31 July 2015 by an independent valuer.

The basis of the valuation was market value. This was carried out by Stout Risius Ross Inc.

Had this class of asset been measured on a historical cost basis, the carrying amount would have been £265 (31 December 2017 - £424).

The fair value of the company's other property, plant and machinery was revalued on 31 July 2015 by an independent valuer.

The basis of the valuation was market value. This was carried out by Stout Risius Ross Inc.

Had this class of asset been measured on a historical cost basis, the carrying amount would have been £263,620 (31 December 2017 - £301,661).

5 Stocks

	2018 £	2017 £
Raw materials and consumables	47,733	78,391

The cost of stocks recognised as an expense in the year amounted to £1,427,800 (2017 - £1,538,364).

A & J Plastics Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

6 Debtors

	Note	2018 £	2017 £
Amounts owed by group undertakings and undertakings in which the company has a participating interest		1,319,242	1,240,163
Other debtors		11,822	7,651
Prepayments and accrued income		4,917	4,917
		<u>1,335,981</u>	<u>1,252,731</u>

7 Creditors

Creditors: amounts falling due within one year

	Note	2018 £	2017 £
Due within one year			
Loans and borrowings	8	-	2,451
Other creditors		6,403	10
Accruals and deferred income		5,250	5,250
		<u>11,653</u>	<u>7,711</u>

Creditors: amounts falling due after more than one year

	Note	2018 £	2017 £
Due after one year			
Loans and borrowings	8	<u>-</u>	<u>3,483</u>

8 Loans and borrowings

	2018 £	2017 £
Non-current loans and borrowings		
Finance lease liabilities	<u>-</u>	<u>3,483</u>

	2018 £	2017 £
Current loans and borrowings		
Finance lease liabilities	<u>-</u>	<u>2,451</u>

9 Relationship between entity and parents

The parent of the smallest group in which these financial statements are consolidated is Novolex UK Holdings Ltd.

The address of Novolex UK Holdings Ltd is:

C/O Cogency Global (UK) Limited, 6 Lloyds Avenue, Unit 4cl, London, EC3N 3AX