

Panacraft Limited

REPORT AND FINANCIAL STATEMENTS

30 June 2015

Unaudited



Company Registration No. 03311877

Panacraft Limited

DIRECTORS AND OFFICERS

DIRECTORS

DA Cornish
AJ Parascandolo

SECRETARY

AJ Parascandolo

REGISTERED OFFICE

Little Heath
St Mary's Road
Swanley
Kent BR8 7BU

BANKERS

Barclays Bank plc
Retail and Wholesale MBT
Level 27
1 Churchill Place
London E14 5HP

Panacraft Limited

DIRECTORS' REPORT

The directors submit their report and the financial statements of Panacraft Limited for the year ended 30 June 2015.

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was that of creative marketing.

RESULTS AND DIVIDENDS

The results for the year are set out on page 3. The directors paid interim dividends of £70,000 during the year (2014: £41,400).

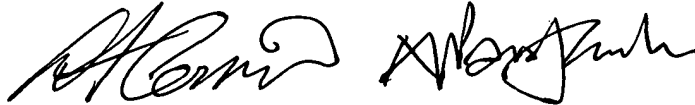
REVIEW OF THE YEAR AND FUTURE DEVELOPMENTS

Following a large restructuring program in 2013 the company has returned to profits and is well positioned for the future. The directors believe that the company is on a sound footing with a cost base more commensurate to the size of the business. There is increased confidence that we can remain profitable and take advantage of our new cost structure.

DIRECTORS

The following directors have held office since 1 July 2014:

DA Cornish
AJ Parascandolo



BASIS OF PREPARATION

This report has been prepared in accordance with the special provisions applicable to companies subject to the small companies regime.

By order of the board

AJ Parascandolo
Secretary

Date: 22 February 2016

Panacraft Limited

UNAUDITED PROFIT AND LOSS ACCOUNT for the year ended 30 June 2015

	Notes	2015 £	2014 £
TURNOVER		306,774	483,239
Cost of sales		(53,884)	(137,007)
Gross profit		<u>252,890</u>	<u>346,232</u>
Other operating expenses (net)	1	(195,477)	(169,826)
OPERATING LOSS		<u>57,413</u>	<u>176,406</u>
Interest receivable		37	3,044
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	2	<u>57,450</u>	<u>179,450</u>
Taxation	4	(13,229)	(15,307)
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION	11	<u><u>44,221</u></u>	<u><u>164,143</u></u>

The operating profit for the year arises from the company's continuing operations.

No Statement of Recognised Gains and Losses has been presented as all gains and losses have been included in the Profit and Loss Account.

Panacraft Limited
UNAUDITED BALANCE SHEET
30 June 2015

Company Registration No. 03311877

	Notes	2015 £	2014 £
FIXED ASSETS			
Tangible assets	6	45,208	60,331
		<u>45,208</u>	<u>60,331</u>
CURRENT ASSETS			
Stocks		3,000	3,000
Debtors	7	97,461	130,600
Cash at bank and in hand		311,740	314,025
		<u>412,201</u>	<u>447,625</u>
CREDITORS: Amounts falling due within one year	8	(53,665)	(77,044)
NET CURRENT ASSETS		<u>358,536</u>	<u>370,581</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>403,744</u>	<u>430,912</u>
PROVISIONS FOR LIABILITIES AND CHARGES	9	(3,070)	(4,459)
NET ASSETS		<u>400,674</u>	<u>426,453</u>
CAPITAL AND RESERVES			
Called up share capital	10	10,000	10,000
Share premium account		29,998	29,998
Profit and loss account	11	360,676	386,455
SHAREHOLDERS' FUNDS	12	<u>400,674</u>	<u>426,453</u>

For the year ending 30 June 2015, the company was entitled to the exemption from audit under section 477 of the Companies Act 2006 relating to small companies and its members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

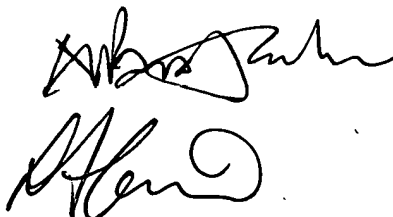
The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements on pages 3 to 10 were approved by the board of directors and authorised for issue on 22 February 2016 and are signed on its behalf by:

AJ Parascandolo Director

DA Cornish Director



Panacraft Limited

ACCOUNTING POLICIES

for the year ended 30 June 2015

BASIS OF ACCOUNTING

The financial statements have been prepared under the historical cost.

CASH FLOW STATEMENT

The company has taken advantage of the small company exemption from preparing a cash flow statement under the terms of FRS 1.

TANGIBLE FIXED ASSETS

Fixed assets are stated at historical cost less depreciation.

Depreciation is provided on all tangible fixed assets other than freehold land and buildings at rates calculated to write each asset down to its estimated residual value evenly over its expected useful life, as follows:-

Land and buildings	Nil
Plant and machinery	25% reducing balance basis

STOCKS AND WORK IN PROGRESS

Stocks and work in progress are valued at the lower of cost and net realisable value. Cost of finished goods and work in progress includes overheads appropriate to the stage of manufacture. Net realisable value is based upon estimated selling price less further costs expected to be incurred to completion and 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 substantially enacted by the balance sheet date. Deferred tax is measured on a non-discounted basis.

LEASED ASSETS AND OBLIGATIONS

Where assets are financed by leasing agreements that give rights approximating to ownership ("finance leases"), the assets are treated as if they had been purchased outright. The amount capitalised is the present value of the minimum lease payments payable during the lease term. The corresponding leasing commitments are shown as obligations to the lessor.

Lease payments are treated as consisting of capital and interest elements, and the interest is charged to the profit and loss account in proportion to the remaining balance outstanding.

All other leases are "operating leases" and the annual rentals are charged to profit and loss on a straight line basis over the lease term.

TURNOVER

Turnover represents the invoiced value, net of Value Added Tax, of goods sold and services provided to customers in the United Kingdom.

Panacraft Limited

DETAILED TRADING AND PROFIT AND LOSS ACCOUNT for the year ended 30 June 2015

1	OTHER OPERATING EXPENSES (NET)	2015 £	2014 £
	Distribution costs	27,041	23,265
	Administration expenses	168,436	146,561
		<u>195,477</u>	<u>169,826</u>
2	PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	2015 £	2014 £
	Profit on ordinary activities before taxation is stated after charging:		
	Depreciation and amounts written off tangible fixed assets:		
	Charge for the year		
	owned assets	11,506	6,231
	Operating lease rentals:		
	Land and buildings	15,000	11,250
	Plant and machinery	795	773
		<u></u>	<u></u>
3	DIRECTORS' REMUNERATION	2015 £	2014 £
	Amounts paid to directors	<u>20,207</u>	<u>18,880</u>

Panacraft Limited

DETAILED TRADING AND PROFIT AND LOSS ACCOUNT for the year ended 30 June 2015

4	TAXATION	2015 £	2014 £
	Current tax:		
	UK corporation tax on profits of the period	14,618	10,848
	Total current tax	14,618	10,848
	Deferred taxation:		
	Origination and reversal of timing differences	(1,389)	4,459
	Total deferred tax	(1,389)	4,459
	Tax charge on profit on ordinary activities	13,229	15,307
	Factors affecting tax charge for period:	2015 £	2014 £
	The tax assessed for the period is lower than the standard rate of corporation tax in the UK (20%). The differences are explained below:		
	Profit/(Loss) on ordinary activities before tax	57,450	179,450
	Profit/(Loss) on ordinary activities multiplied by small companies rate of corporation tax in the UK 20% (2014: 20%)	11,490	35,890
	Effects of:		
	Expenses not deductible for tax purposes	1,289	421
	Depreciation in excess of/(less than) capital allowances	1,389	(4,665)
	Utilisation of tax losses		(20,798)
	Fixed asset differences	450	-
	Tax (credit) for period	14,618	10,848
5	DIVIDENDS	2015 £	2014 £
	Interim dividend paid in the 2014/2015 year of £7.00 per share	70,000	-
	Interim dividend paid in the 2013/2014 year of £4.14 per share	-	41,400
		70,000	41,400

Panacraft Limited

DETAILED TRADING AND PROFIT AND LOSS ACCOUNT for the year ended 30 June 2015

6	TANGIBLE FIXED ASSETS	Land and buildings £	Plant and machinery £	Total £
	Cost or valuation:			
	1 July 2014	9,000	195,033	204,033
	Additions	-	883	883
	Disposals	-	(4,500)	(4,500)
	30 June 2015	9,000	191,416	200,416
	Depreciation:			
	1 July 2014	-	143,702	143,702
	Charged in the year	-	11,506	11,506
	Disposals	-	-	-
	30 June 2015	-	155,208	155,208
	Net book value:			
	30 June 2015	9,000	36,208	45,208
	30 June 2014	9,000	51,331	60,331
7	DEBTORS		2015 £	2014 £
	Due within one year:			
	Trade debtors		88,217	125,202
	Other debtors		9,244	5,398
			97,461	130,600
8	CREDITORS: Amounts falling due within one year		2015 £	2014 £
	Trade creditors		6,449	4,260
	Corporation tax		14,618	10,848
	Other taxation and social security		13,122	26,334
	Other creditors		19,476	35,602
			53,665	77,044

Panacraft Limited

DETAILED TRADING AND PROFIT AND LOSS ACCOUNT for the year ended 30 June 2015

9	PROVISIONS FOR LIABILITIES AND CHARGES		Deferred Taxation £
	Balance at 1 July 2014		4,459
	Transfer to profit and loss account		(1,389)
	Balance at 30 June 2015		<u>3,070</u>
Deferred taxation provided in the financial statements is as follows:			
		2015 £	2014 £
	Excess of tax allowances over depreciation	<u>3,070</u>	<u>4,459</u>
10	SHARE CAPITAL	2015 £	2014 £
	Allotted, issued and fully paid: 10,000 ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>
11	PROFIT AND LOSS ACCOUNT	2015 £	2014 £
	1 July 2014	386,455	263,712
	Profit/(loss) for the financial year	44,221	164,143
	Dividends paid	(70,000)	(41,400)
	30 June 2015	<u>360,676</u>	<u>386,455</u>
12	RECONCILIATION OF MOVEMENT IN EQUITY SHAREHOLDERS' FUNDS	2015 £	2014 £
	Profit/(loss) for the financial year	44,221	164,143
	Dividends paid	(70,000)	(41,400)
	Net increase/(decrease) in equity shareholders' funds	<u>(25,779)</u>	<u>122,743</u>
	Opening equity shareholders' funds	426,453	303,710
	Closing equity shareholders' funds	<u>400,674</u>	<u>426,453</u>

Panacraft Limited

DETAILED TRADING AND PROFIT AND LOSS ACCOUNT for the year ended 30 June 2015

13 COMMITMENTS UNDER OPERATING LEASES

At 30 June 2015 the company had annual commitments under non-cancellable operating leases as follows:

	2015 £	2014 £
Plant and machinery		
expiring within one year	546	-
expiring in the second to fifth year	-	546
Land and buildings		
expiring in the second to fifth year	15,000	15,000
	<u>15,546</u>	<u>15,546</u>

14 RELATED PARTY TRANSACTIONS

During the year the company paid rent of £15,000 (2014: £11,250) to the personal pension fund of *D Cornish and A Parascandolo*, both of whom are directors of the company.

During the year the company declared dividends of £35,000 (2014: £20,700) to both *D Cornish* and *A Parascandolo*.

At the year end there was a total balance of £4,357 due to the directors (2014: £3,149 due from the directors). This amount has been settled since the year end.

15 ULTIMATE CONTROLLING PARTY

The directors are the ultimate controlling parties of the company.
