

Registered number: 04807537

CONWAY PACKING SERVICES HOLDINGS LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2017

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CONWAY PACKING SERVICES HOLDINGS LIMITED

COMPANY INFORMATION

DIRECTORS

Mr J R Morrall
Mr J T Wassell
Mr D R Conway
Mrs S A Smyth
Mr M J Wassell

COMPANY SECRETARY

Mr J R Morrall

REGISTERED NUMBER

04807537

REGISTERED OFFICE

Central Works
Groveland Road
Tipton
West Midlands
DY4 7UD

INDEPENDENT AUDITOR

Crowe Clark Whitehill LLP
Black Country House
Rounds Green Road
Oldbury
West Midlands
B69 2DG

CONTENTS

	Page
Directors' Report	1 - 2
Independent Auditor's Report	3 - 5
Consolidated Statement of Income and Retained Earnings	6
Consolidated Balance Sheet	7 - 8
Company Balance Sheet	9
Notes to the Financial Statements	10 - 23

CONWAY PACKING SERVICES HOLDINGS LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2017

The directors present their report and the financial statements for the year ended 31 December 2017.

DIRECTORS' RESPONSIBILITIES STATEMENT

The directors are responsible for preparing the Directors' Report and the consolidated 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 applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. 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 the Group 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 for the Group's financial statements and then apply them consistently;
- make judgments 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 Group 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 the Group and to 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 the Group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

RESULTS AND DIVIDENDS

The profit for the year, after taxation and minority interests and minority interests, amounted to £530,580 (2016 - loss £348,573).

Dividends amounting to £Nil (2016: £Nil) have been proposed since the year end.

DIRECTORS

The directors who served during the year were:

Mr J R Morrall
Mr J T Wassell
Mr D R Conway
Mrs S A Smyth
Mr M J Wassell

CONWAY PACKING SERVICES HOLDINGS LIMITED

**DIRECTORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2017**

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 the director is aware, there is no relevant audit information of which the Company and the Group's auditor is unaware, and
- the 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 and the Group's auditor is aware of that information.

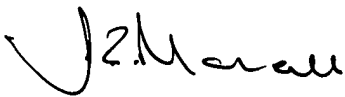
AUDITOR

The auditor, Crowe Clark Whitehill LLP, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

SMALL COMPANIES NOTE

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

This report was approved by the board on 6th June 2018 and signed on its behalf.



Mr J R Morral
Secretary

CONWAY PACKING SERVICES HOLDINGS LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF CONWAY PACKING SERVICES HOLDINGS LIMITED

OPINION

We have audited the financial statements of Conway Packing Services Holdings Limited (the 'parent Company') and its subsidiaries (the 'Group') for the year ended 31 December 2017, which comprise the Group Statement of Income and Retained Earnings, the Group and Company Balance Sheets and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the Group's and of the parent Company's affairs as at 31 December 2017 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.

BASIS FOR OPINION

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

CONCLUSIONS RELATING TO GOING CONCERN

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Group's or the parent Company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

CONWAY PACKING SERVICES HOLDINGS LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF CONWAY PACKING SERVICES HOLDINGS LIMITED (CONTINUED)

OTHER INFORMATION

The directors are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Auditor's Report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

OPINION ON OTHER MATTERS PRESCRIBED BY THE COMPANIES ACT 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' Report has been prepared in accordance with applicable legal requirements.

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

In the light of the knowledge and understanding of the Group and the parent Company and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors' Report.

We have nothing to report in respect of the following matters in relation to which 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; 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' exemptions in preparing the Directors' Report and from the requirement to prepare a Group Strategic Report.

CONWAY PACKING SERVICES HOLDINGS LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF CONWAY PACKING SERVICES HOLDINGS LIMITED (CONTINUED)

RESPONSIBILITIES OF DIRECTORS

As explained more fully in the Directors' Responsibilities Statement on page 1, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the Group's and the parent Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Group or the parent Company or to cease operations, or have no realistic alternative but to do so.

AUDITORS' RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditor's Report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditor's Report.

USE OF OUR REPORT

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.



Ross Prince (Senior Statutory Auditor)

for and on behalf of

Crowe Clark Whitehill LLP

Statutory Auditor

Black Country House
Rounds Green Road
Oldbury

West Midlands

B69 2DG

Date: 6 June 2018

CONWAY PACKING SERVICES HOLDINGS LIMITED

**CONSOLIDATED STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED 31 DECEMBER 2017**

	Note	2017 £	2016 £
Turnover		7,285,407	6,173,490
Cost of sales		(3,862,791)	(3,729,690)
GROSS PROFIT		3,422,616	2,443,800
Administrative expenses		(2,773,058)	(2,756,574)
OPERATING PROFIT/(LOSS)		649,558	(312,774)
Interest receivable and similar income		-	1,108
Interest payable and expenses		(55,247)	(63,240)
PROFIT/(LOSS) BEFORE TAX		594,311	(374,906)
Tax on profit/(loss)		(58,126)	28,120
PROFIT/(LOSS) AFTER TAX		536,185	(346,786)
Retained earnings at the beginning of the year		1,420,580	2,505,493
Profit/(loss) for the year attributable to the owners of the parent		530,580	(348,573)
Dividends declared and paid		(7,500)	(736,340)
RETAINED EARNINGS AT THE END OF THE YEAR		1,943,660	1,420,580
Non-controlling interest at the beginning of the year		63,083	61,296
Profit for the year attributable to the non-controlling interest		5,605	1,787
NON-CONTROLLING INTEREST AT THE END OF THE YEAR		68,688	63,083

The notes on pages 10 to 23 form part of these financial statements.

CONWAY PACKING SERVICES HOLDINGS LIMITED
REGISTERED NUMBER: 04807537

CONSOLIDATED BALANCE SHEET
AS AT 31 DECEMBER 2017

	Note	2017 £	2016 £
FIXED ASSETS			
Intangible assets	6	22,578	24,836
Tangible assets	7	1,581,438	1,631,518
Investments	8	2	2
		<u>1,604,018</u>	<u>1,656,356</u>
CURRENT ASSETS			
Stocks	9	140,214	113,595
Debtors: amounts falling due within one year	10	2,093,299	1,941,511
Cash at bank and in hand		301,884	225,233
		<u>2,535,397</u>	<u>2,280,339</u>
Creditors: amounts falling due within one year	11	(2,015,341)	(2,297,571)
NET CURRENT ASSETS/(LIABILITIES)		<u>520,056</u>	<u>(17,232)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>2,124,074</u>	<u>1,639,124</u>
Creditors: amounts falling due after more than one year	12	(65,221)	(108,956)
PROVISIONS FOR LIABILITIES			
NET ASSETS		<u><u>2,058,853</u></u>	<u><u>1,530,168</u></u>

CONWAY PACKING SERVICES HOLDINGS LIMITED
REGISTERED NUMBER: 04807537

CONSOLIDATED BALANCE SHEET (CONTINUED)
AS AT 31 DECEMBER 2017

	Note	2017 £	2016 £
CAPITAL AND RESERVES			
Called up share capital		900	900
Revaluation reserve		45,605	45,605
Profit and loss account		1,943,660	1,420,580
EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT COMPANY		1,990,165	1,467,085
Non-controlling interests		68,688	63,083
		2,058,853	1,530,168

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on

6th June 2018



Mr J R Morral
Director

The notes on pages 10 to 23 form part of these financial statements.

CONWAY PACKING SERVICES HOLDINGS LIMITED
REGISTERED NUMBER: 04807537

COMPANY BALANCE SHEET
AS AT 31 DECEMBER 2017

	Note	2017 £	2016 £
FIXED ASSETS			
Tangible assets	7	1,530,000	1,560,000
Investments	8	145,620	145,620
		<u>1,675,620</u>	<u>1,705,620</u>
CURRENT ASSETS			
Debtors: amounts falling due within one year	10	370,254	90,031
Cash at bank and in hand		10,001	10,001
		<u>380,255</u>	<u>100,032</u>
Creditors: amounts falling due within one year	11	(1,182,439)	(943,580)
NET CURRENT LIABILITIES		(802,184)	(843,548)
NET ASSETS		<u>873,436</u>	<u>862,072</u>
CAPITAL AND RESERVES			
Called up share capital		900	900
Revaluation reserve		45,605	45,605
Profit and loss account		826,931	815,567
		<u>873,436</u>	<u>862,072</u>

The Company's financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The profit for the financial year dealt with in the financial statements of the parent company was £11,364 (2016: Loss £75,856).

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 6th June 2018.



Mr J R Morral
Director

The notes on pages 10 to 23 form part of these financial statements.

CONWAY PACKING SERVICES HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

1. COMPANY INFORMATION

The principal activity of Conway Packing Services Holdings Limited ("the company") and its subsidiary undertakings (together, "the group") is the packing and distribution of goods.

The Company is a private limited company (registered number 04807537) limited by shares, which is incorporated in England and Wales. The address of the registered office and principal place of business is Central Works, Groveland Road, Tipton, West Midlands, DY4 7UD.

2. ACCOUNTING POLICIES

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The Company has taken advantage of the exemption allowed under section 408 of the Companies Act 2006 and has not presented its own Statement of Income and Retained Earnings in these financial statements.

The following principal accounting policies have been applied:

2.2 Basis of consolidation

The consolidated financial statements present the results of Group and its own subsidiaries ("the Group") as they formed a single entity. Intercompany transactions and balances between group companies are therefore eliminated in full.

The consolidated financial statements incorporate the results of business combinations using the purchase method. In the Balance Sheet, the acquiree's identifiable assets, liabilities and contingent liabilities are initially recognised at their fair values at the acquisition date. The results of acquired operations are included in the Consolidated Statement of Comprehensive Income from the date on which control is obtained. They are deconsolidated from the date control ceases.

In accordance with the transitional exemption available in FRS 102, the group has chosen not to retrospectively apply the standard to business combinations that occurred before the date of transition to FRS 102.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017

2. ACCOUNTING POLICIES (CONTINUED)

2.3 Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Group and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

Rendering of services

Revenue from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the Group will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

2.4 Intangible assets

Goodwill

Goodwill represents the difference between amounts paid on the cost of a business combination and the acquirer's interest in the fair value of the Group's share of its identifiable assets and liabilities of the acquiree at the date of acquisition. Subsequent to initial recognition, Goodwill is measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is amortised on a straight line basis to the Statement of Income and Retained Earnings over its useful economic life which is being provided over 20 years.

2.5 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

The Company has elected not to adopt a policy of revaluation of tangible fixed assets and will retain the book value of land and buildings previously revalued at 16 February 2005 and not update that valuation.

The Group adds to the carrying amount of an item of fixed assets the cost of replacing part of such an item when that cost is incurred, if the replacement part is expected to provide incremental future benefits to the Group. The carrying amount of the replaced part is derecognised. Repairs and maintenance are charged to profit or loss during the period in which they are incurred.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017

2. ACCOUNTING POLICIES (CONTINUED)

2.5 Tangible fixed assets (continued)

Land is not depreciated. Depreciation on other assets is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, .

Depreciation is provided on the following basis:

Freehold property	- 2% on cost
Plant & machinery	- 15 - 33% straight line
Motor vehicles	- 25% straight line / 25% reducing balance
Office equipment	- 25% straight line / 15% reducing balance

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Statement of Income and Retained Earnings.

2.6 Valuation of investments

Investments in unlisted Group shares, whose market value can be reliably determined, are remeasured to market value at each balance sheet date. Gains and losses on remeasurement are recognised in the Consolidated Statement of Income and Retained Earnings for the period. Where market value cannot be reliably determined, such investments are stated at historic cost less impairment.

2.7 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

2.8 Financial instruments

The Group only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

Short term debtors are measured at transaction price, less any impairment.

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017

2. ACCOUNTING POLICIES (CONTINUED)

2.9 Foreign currency translation

Functional and presentation currency

The Company's functional and presentational currency is GBP.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

Foreign exchange gains and losses resulting from the settlement of transactions and from the translation at period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the Profit and Loss Account.

2.10 Finance costs

Finance costs are charged to the Consolidated Statement of Income and Retained Earnings over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

2.11 Operating leases

Rentals paid under operating leases are charged to the Consolidated Statement of Income and Retained Earnings on a straight line basis over the lease term.

2.12 Pensions

Defined contribution pension plan

The Group operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Group pays fixed contributions into a separate entity. Once the contributions have been paid the Group has no further payment obligations.

The contributions are recognised as an expense in the Consolidated Statement of Income and Retained Earnings when they fall due. Amounts not paid are shown in accruals as a liability in the Balance Sheet. The assets of the plan are held separately from the Group in independently administered funds.

2.13 Borrowing costs

All borrowing costs are recognised in the Consolidated Statement of Income and Retained Earnings in the year in which they are incurred.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017

2. ACCOUNTING POLICIES (CONTINUED)

2.14 Current and deferred taxation

Tax is recognised in the Consolidated Statement of Income and Retained Earnings, except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the balance sheet date in the countries where the Company and the Group operate and generate income.

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

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits;
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met; and
- Where they relate to timing differences in respect of interests in subsidiaries, associates, branches and joint ventures and the Group can control the reversal of the timing differences and such reversal is not considered probable in the foreseeable future.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

3. AUDITOR'S REMUNERATION

	2017 £	2016 £
Fees payable to the Group's auditor and its associates for the audit of the Group's annual accounts	<u>12,000</u>	<u>21,300</u>

4. EMPLOYEES

The average monthly number of employees, including directors, during the year was 100 (2016 - 100).

CONWAY PACKING SERVICES HOLDINGS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

5. DIVIDENDS

	2017 £	2016 £
Central Freight Services Ltd - Ordinary A shares	7,500	15,000
Conway Packing Services Holdings Limited - Ordinary Shares	-	721,340
	<u>7,500</u>	<u>736,340</u>

6. INTANGIBLE ASSETS**Group and Company**

	Goodwill £
COST	
At 1 January 2017	45,157
At 31 December 2017	<u>45,157</u>
AMORTISATION	
At 1 January 2017	20,321
Charge for the year	2,258
At 31 December 2017	<u>22,579</u>
NET BOOK VALUE	
At 31 December 2017	<u>22,578</u>
At 31 December 2016	<u>24,836</u>

CONWAY PACKING SERVICES HOLDINGS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

7. TANGIBLE FIXED ASSETS

Group

	Freehold property £	Plant & machinery £	Motor vehicles £	Office equipment £	Total £
COST OR VALUATION					
At 1 January 2017	1,950,000	371,020	233,490	119,368	2,673,878
Additions	-	10,000	-	-	10,000
At 31 December 2017	1,950,000	381,020	233,490	119,368	2,683,878
DEPRECIATION					
At 1 January 2017	390,000	347,580	187,553	117,227	1,042,360
Charge for the year	30,000	11,018	16,959	2,103	60,080
At 31 December 2017	420,000	358,598	204,512	119,330	1,102,440
NET BOOK VALUE					
At 31 December 2017	1,530,000	22,422	28,978	38	1,581,438
At 31 December 2016	1,560,000	23,440	45,937	2,141	1,631,518

The net book value of assets held under finance leases or hire purchase contracts, included above, are as follows:

	2017 £	2016 £
Plant and machinery	-	9,690
Motor vehicles	15,867	25,499
	<u>15,867</u>	<u>35,189</u>

CONWAY PACKING SERVICES HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017

7 TANGIBLE FIXED ASSETS (continued)

Cost or valuation at 31 December 2017 is as follows:

	Land and buildings £
At cost	1,904,395
At valuation: February 2005	45,605
	<u>1,950,000</u>

The land and buildings were revalued on 16 February 2005 by Phipps & Pritchard (Chartered Surveyors) on an open market existing use basis. The directors still consider this valuation to be appropriate.

There is a 1st Legal Charge over Commercial Freehold Factory known as Unit 2 Burntree Industrial Estate, Groveland Road, Tipton, West Midlands, DY4 7UD dated 31 July 2006.

If the land and buildings had not been included at valuation they would have been included under the historical cost convention as follows:

	2017 £	2016 £
GROUP		
Cost	1,904,395	1,904,395
NET BOOK VALUE	<u>1,904,395</u>	<u>1,904,395</u>

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017

7. TANGIBLE FIXED ASSETS (CONTINUED)

Company

	Freehold property £
COST OR VALUATION	
At 1 January 2017	1,950,000
At 31 December 2017	1,950,000
DEPRECIATION	
At 1 January 2017	390,000
Charge for the year on owned assets	30,000
At 31 December 2017	420,000
NET BOOK VALUE	
At 31 December 2017	1,530,000
At 31 December 2016	1,560,000

Cost or valuation at 31 December 2017 is as follows:

	Land and buildings £
At cost	1,904,395
At valuation: February 2005	45,605
	1,950,000

CONWAY PACKING SERVICES HOLDINGS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

7. TANGIBLE FIXED ASSETS (CONTINUED)

If the land and buildings had not been included at valuation they would have been included under the historical cost convention as follows:

	2017 £	2016 £
GROUP		
Cost	1,904,395	1,904,395
NET BOOK VALUE	<u>1,904,395</u>	<u>1,904,395</u>

8. FIXED ASSET INVESTMENTS**Group**

	Trade investments £
At 1 January 2017	2
At 31 December 2017	<u>2</u>
At 31 December 2016	<u>2</u>

SUBSIDIARY UNDERTAKINGS

The following were subsidiary undertakings of the Company:

Name	Country of incorporation	Class of shares	Holding	Principal activity
Conway Packing Services Limited	United Kingdom	Ordinary	100 %	Manufacture of packing containers
Central Freight Services Limited	United Kingdom	Ordinary	90 %	Provision of freight and storage services

The address of the registered office and principal place of business for both subsidiaries is Central Works, Groveland Road, Tipton, West Midlands, DY4 7UD.

CONWAY PACKING SERVICES HOLDINGS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

8. FIXED ASSET INVESTMENTS (CONTINUED)

The aggregate of the share capital and reserves as at 31 December 2017 and of the profit or loss for the year ended on that date for the subsidiary undertakings were as follows:

	Aggregate of share capital and reserves £	Profit/(loss) £
Conway Packing Services Limited	655,149	476,094
Central Freight Services Limited	653,310	63,548
	<u>1,308,459</u>	<u>539,642</u>

Company

**Investments
in
subsidiary
companies
£**

COST OR VALUATION

At 1 January 2017	145,620
At 31 December 2017	<u>145,620</u>

NET BOOK VALUE

At 31 December 2017	<u>145,620</u>
At 31 December 2016	<u>145,620</u>

CONWAY PACKING SERVICES HOLDINGS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

9. STOCKS

	Group 2017 £	Group 2016 £	Company 2017 £	Company 2016 £
Finished goods and goods for resale	140,214	113,595	-	-

Stock recognised in cost of sales during the year as an expense was £1,808,328 (2016: £1,588,026).

10. DEBTORS

	Group 2017 £	Group 2016 £	Company 2017 £	Company 2016 £
Trade debtors	1,711,830	1,552,382	-	-
Amounts owed by group undertakings	-	-	322,922	29,731
Amounts owed by connected parties	229,293	67,149	31,970	31,970
Other debtors	18,679	38,475	15,362	28,330
Prepayments and accrued income	133,497	283,505	-	-
	2,093,299	1,941,511	370,254	90,031

A movement in bad debt provision of £5,142 (2016: £6,236) was recognised as an expense against debtors in the year.

CONWAY PACKING SERVICES HOLDINGS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

11. CREDITORS: Amounts falling due within one year

	Group 2017 £	Group 2016 £	Company 2017 £	Company 2016 £
Bank loans	43,073	42,876	-	-
Trade creditors	592,688	819,714	-	-
Amounts owed to group undertakings	-	-	720,388	313,442
Corporation tax	464,086	399,565	1,678	643
Other taxation and social security	192,000	194,224	10,995	11,389
Obligations under finance lease and hire purchase contracts	4,175	7,000	-	-
Other creditors	524,042	588,299	397,743	560,384
Accruals and deferred income	195,277	245,893	51,635	57,722
	<u>2,015,341</u>	<u>2,297,571</u>	<u>1,182,439</u>	<u>943,580</u>

Included within corporation tax is a liability amounting to £405,960 relating to H M Revenue and Customs enquiry into the Return for the period to 31 December 2003.

The Group has a first charge over its commercial property and an unlimited debenture which incorporates a fixed and floating charge, both are dated 31 July 2006.

The Group has an unlimited debenture incorporating a fixed and floating charge dated 18 October 2016. This relates to a fellow group undertaking, Conway Packing Properties Limited, that is not included within the Group which has the same directors as Conway Packing Services Holdings Limited.

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

	Group 2017 £	Group 2016 £	Company 2017 £	Company 2016 £
Bank loans	63,999	103,559	-	-
Net obligations under finance leases and hire purchase contracts	1,222	5,397	-	-
	<u>65,221</u>	<u>108,956</u>	<u>-</u>	<u>-</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

13. LOANS

Analysis of the maturity of loans is given below:

	Group 2017 £	Group 2016 £	Company 2017 £	Company 2016 £
AMOUNTS FALLING DUE WITHIN ONE YEAR				
Bank loans	43,073	42,876	-	-
AMOUNTS FALLING DUE 1-2 YEARS				
Bank loans	43,053	43,146	-	-
AMOUNTS FALLING DUE 2-5 YEARS				
Bank loans	20,946	60,413	-	-

14. PENSION COMMITMENTS

The group 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 amounted to £17,529 (2016: £19,903). Contributions totalling £5,443 (2016: £1,862) were payable to the fund at the balance sheet date and are included in creditors.

15. RELATED PARTY TRANSACTIONS

As at 31 December 2017, Mr M J Wall had an overdrawn directors loan account balance of £Nil (2016: £1,979).

Included within debtors are amounts due from a related party. Conway Packing Properties Limited owe the Group £229,293 (2016: £67,149) at the year end and the Company £31,970 (2016: £31,970) at the year end. The companies are related due to having the same shareholders.