

CAMVAC LIMITED
Strategic Report, Report of the Directors and
Audited Financial Statements for the Year Ended 30 June 2018



CAMVAC LIMITED

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CAMVAC LIMITED

**Company Information
for the Year Ended 30 June 2018**

DIRECTORS:

S Jackson
L R Litwinowicz
A Pearce
P F Lombardi
S Smith
K A Chapman

SECRETARY:

A Pearce

REGISTERED OFFICE:

Burrell Way
Thetford
Norfolk
IP24 3QY

REGISTERED NUMBER:

06582196 (England and Wales)

AUDITORS:

Haslehursts Limited
Statutory Auditor
88 Hill Village Road
Sutton Coldfield
West Midlands
B75 5BE

BANKERS:

Lloyds TSB Bank Plc
City Office
PO Box 72
Bailey Drive
Gillingham Business Park
Kent
ME8 0LS

CAMVAC LIMITED

Strategic Report for the Year Ended 30 June 2018

The directors present their strategic report for the year ended 30 June 2018.

REVIEW OF BUSINESS

For the year to 30th June 2018 the turnover was £19,502,763 (2017: £20,042,287), gross profit was £2,565,375 (2017: £3,172,390), operating loss was £679,852 (2017: operating profit £59) and loss after tax was £440,843 (2017: profit after tax £709).

At the 30th June 2018 the company had net assets of £4,766,875 (2017: £5,200,958) and cash of £207,521 (2017: £290,440).

Overall sales decreased by 2.7%. The business strategy to grow volume and improve mix has been disrupted by both internal and external factors. A combination of inclement weather adversely affected one of our key US markets and some production quality issues have led to a decline in both sales and profitability.

Going forward the focus on product and process development will remain key for the directors, along with maximising the strategic opportunities that this creates. Continued development of our higher value added markets will continue, with further reductions in our commodity business.

PRINCIPAL RISKS AND UNCERTAINTIES

The business manages competitive risk by targeting to be the best value supplier. This combines offering unique and innovative products, high quality customer services and competitive pricing.

The business incorporates raw material price clauses in key customer contracts to mitigate movements in major raw material commodity inputs.

Credit risk is managed by pre-arrangement of credit terms and keeping within credit limits advised by our credit insurance company. Where the risk is considered high and/or insurance is not available we would seek payment in advance.

The company has transactional and translation exposures arising from sales and purchases in foreign currencies. The business actively hedges these exposures through the use of forwards and options. The company has borrowings with variable rates of interest and is therefore subject to risk relating to interest rate fluctuations.

ON BEHALF OF THE BOARD:



K A Chapman - Director

25 March 2019

CAMVAC LIMITED

Report of the Directors for the Year Ended 30 June 2018

The directors present their report with the financial statements of the company for the year ended 30 June 2018.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of the research, design and product development, and manufacture of high barrier films for the food and industrial markets.

DIVIDENDS

No dividends will be distributed for the year ended 30 June 2018.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 July 2017 to the date of this report.

S Jackson
L R Litwinowicz
A Pearce
P F Lombardi
S Smith

Other changes in directors holding office are as follows:

K A Chapman was appointed as a director after 30 June 2018 but prior to the date of this report.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Strategic Report, the Report of the Directors 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), 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 of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

CAMVAC LIMITED

Report of the Directors for the Year Ended 30 June 2018

AUDITORS

The auditors, Haslehursts Limited, were appointed to the company and in accordance with section 487(2) of the Companies Act 2006, a resolution proposing that they be re-appointed will be put at a General Meeting.

ON BEHALF OF THE BOARD:

A handwritten signature in black ink, appearing to read 'K A Chapman', with a long horizontal flourish extending to the right.

K A Chapman - Director

25 March 2019

Opinion

We have audited the financial statements of Camvac Limited (the 'company') for the year ended 30 June 2018 which comprise the Income Statement, Other Comprehensive Income, Balance Sheet, Statement of Changes in Equity, Cash Flow Statement and Notes to the Cash Flow Statement, Notes to the Financial Statements, 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 company's affairs as at 30 June 2018 and of its loss 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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC'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 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.

Other information

The directors are responsible for the other information. The other information comprises the information in the Strategic Report and the Report of the Directors, but does not include the financial statements and our Report of the Auditors 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 Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and the Report of the Directors have 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 company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report or the Report of the Directors.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of directors

As explained more fully in the Statement of Directors' Responsibilities set out on page three, 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 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 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 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 a Report of the Auditors 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 Report of the Auditors.

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 a Report of the Auditors 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.



Thomas Haslehurst (Senior Statutory Auditor)
for and on behalf of Haslehursts Limited
Statutory Auditor
88 Hill Village Road
Sutton Coldfield
West Midlands
B75 5BE

25 March 2019

CAMVAC LIMITED**Income Statement
for the Year Ended 30 June 2018**

	Notes	2018 £	2017 £
TURNOVER	3	19,502,763	20,042,287
Cost of sales		(16,937,388)	(16,869,897)
GROSS PROFIT		2,565,375	3,172,390
Distribution costs		(555,919)	(560,769)
Administrative expenses		(2,689,308)	(2,648,290)
		(679,852)	(36,669)
Other operating income		-	36,728
OPERATING (LOSS)/PROFIT	5	(679,852)	59
Interest receivable and similar income	6	116	-
		(679,736)	59
Interest payable and similar expenses	7	(36,240)	(27,506)
LOSS BEFORE TAXATION		(715,976)	(27,447)
Tax on loss	8	275,133	28,156
(LOSS)/PROFIT FOR THE FINANCIAL YEAR		(440,843)	709

The notes form part of these financial statements

CAMVAC LIMITED**Other Comprehensive Income
for the Year Ended 30 June 2018**

	Notes	2018 £	2017 £
(LOSS)/PROFIT FOR THE YEAR		(440,843)	709
OTHER COMPREHENSIVE INCOME			
Freehold property revaluation gain		6,760	24,874
Income tax relating to other comprehensive income		-	-
		<u>6,760</u>	<u>24,874</u>
OTHER COMPREHENSIVE INCOME FOR THE YEAR, NET OF INCOME TAX		6,760	24,874
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		<u>(434,083)</u>	<u>25,583</u>

The notes form part of these financial statements

CAMVAC LIMITED (REGISTERED NUMBER: 06582196)**Balance Sheet
30 June 2018**

	Notes	2018 £	2017 £
FIXED ASSETS			
Tangible assets	9	3,973,727	4,207,016
CURRENT ASSETS			
Stocks	10	1,949,594	1,780,467
Debtors	11	3,891,955	4,808,135
Investments	12	45,980	45,980
Cash at bank and in hand		207,521	290,440
		<u>6,095,050</u>	<u>6,925,022</u>
CREDITORS			
Amounts falling due within one year	13	(5,163,617)	(5,533,268)
NET CURRENT ASSETS		<u>931,433</u>	<u>1,391,754</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>4,905,160</u>	<u>5,598,770</u>
CREDITORS			
Amounts falling due after more than one year	14	(38,550)	(53,969)
PROVISIONS FOR LIABILITIES	18	(99,735)	(343,843)
NET ASSETS		<u>4,766,875</u>	<u>5,200,958</u>
CAPITAL AND RESERVES			
Called up share capital	19	100,000	100,000
Revaluation reserve	20	1,598,578	1,591,818
Other reserves	20	784,934	784,934
Retained earnings	20	2,283,363	2,724,206
SHAREHOLDERS' FUNDS		<u>4,766,875</u>	<u>5,200,958</u>

The financial statements were approved by the Board of Directors on 25 March 2019 and were signed on its behalf by:



K A Chapman - Director

The notes form part of these financial statements

CAMVAC LIMITED**Statement of Changes in Equity
for the Year Ended 30 June 2018**

	Called up share capital £	Retained earnings £	Revaluation reserve £	Other reserves £	Total equity £
Balance at 1 July 2016	100,000	2,723,497	1,566,944	784,934	5,175,375
Changes in equity					
Total comprehensive income	-	709	24,874	-	25,583
Balance at 30 June 2017	100,000	2,724,206	1,591,818	784,934	5,200,958
Changes in equity					
Total comprehensive income	-	(440,843)	6,760	-	(434,083)
Balance at 30 June 2018	100,000	2,283,363	1,598,578	784,934	4,766,875

The notes form part of these financial statements

CAMVAC LIMITED

Cash Flow Statement for the Year Ended 30 June 2018

	Notes	2018 £	2017 £
Cash flows from operating activities			
Cash generated from operations	1	(341,760)	(311,653)
Interest paid		-	(2,738)
Interest element of hire purchase payments paid		(1,690)	(845)
Finance costs paid		(34,550)	(23,923)
Net cash from operating activities		<u>(378,000)</u>	<u>(339,159)</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(117,437)	(384,439)
Interest received		116	-
Net cash from investing activities		<u>(117,321)</u>	<u>(384,439)</u>
Cash flows from financing activities			
Loan repayments in year		-	(410,000)
Capital repayments in year		(15,419)	(7,709)
Net cash from financing activities		<u>(15,419)</u>	<u>(417,709)</u>
Decrease in cash and cash equivalents		<u>(510,740)</u>	<u>(1,141,307)</u>
Cash and cash equivalents at beginning of year	2	76,789	1,218,096
Cash and cash equivalents at end of year	2	<u><u>(433,951)</u></u>	<u><u>76,789</u></u>

The notes form part of these financial statements

CAMVAC LIMITED

Notes to the Cash Flow Statement for the Year Ended 30 June 2018

1. RECONCILIATION OF LOSS BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS

	2018	2017
	£	£
Loss before taxation	(715,976)	(27,447)
Depreciation charges	350,726	321,725
Loss on disposal of fixed assets	-	4,712
Finance costs	36,240	27,506
Finance income	(116)	-
	<u>(329,126)</u>	<u>326,496</u>
Increase in stocks	(169,127)	(64,480)
Decrease/(increase) in trade and other debtors	953,965	(1,621,310)
(Decrease)/increase in trade and other creditors	<u>(797,472)</u>	<u>1,047,641</u>
Cash generated from operations	<u><u>(341,760)</u></u>	<u><u>(311,653)</u></u>

2. CASH AND CASH EQUIVALENTS

The amounts disclosed on the Cash Flow Statement in respect of cash and cash equivalents are in respect of these Balance Sheet amounts:

Year ended 30 June 2018

	30/6/18	1/7/17
	£	£
Cash and cash equivalents	207,521	290,440
Bank overdrafts	<u>(641,472)</u>	<u>(213,651)</u>
	<u><u>(433,951)</u></u>	<u><u>76,789</u></u>

Year ended 30 June 2017

	30/6/17	1/7/16
	£	£
Cash and cash equivalents	290,440	1,218,096
Bank overdrafts	<u>(213,651)</u>	<u>-</u>
	<u><u>76,789</u></u>	<u><u>1,218,096</u></u>

The notes form part of these financial statements

1. STATUTORY INFORMATION

Camvac Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets.

The directors believe that the company's financial statements should be prepared on a going concern basis on the grounds that the current refinancing of the business will be adequate for the company's needs. The directors have indicative offers of mortgage and asset funding of over £2 million. Due diligence is about to commence and given the fact that the asset based funding is based on a currently unencumbered building independently valued at £2.8 million and unencumbered plant and equipment independently valued at £0.4 million the directors are confident the refinancing will proceed. We have considered the period of 12 months from the date of approval of the financial statements.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Freehold property	- not provided
Plant and machinery	- 10 - 20% straight line

No depreciation is provided in respect of freehold buildings. The buildings are maintained to a high standard so that their useful economic lives and residual values are expected to be such that any depreciation would, in the opinion of the directors, be immaterial.

Stocks

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

Cost is calculated using the first-in, first-out method and includes all purchase, transport, and handling costs in bringing stocks to their present location and condition.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

2. ACCOUNTING POLICIES - continued

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Research and development

Expenditure on research and development is written off in the year in which it is incurred.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date or alternatively at its fair value where a foreign exchange contract is in place. 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.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

Financial costs of acquisition of business

Costs associated with obtaining finance to fund the purchase of the business are capitalised and are being released to the profit and loss account over the term of the loans to which they relate.

Goodwill and negative goodwill

Acquired goodwill is written off in equal annual instalments over its estimated useful economic life. Negative goodwill is included in the financial statements as a capital reserve and is not amortised. This is otherwise than in accordance with FRS102 which requires negative goodwill to be disclosed on the face of the balance sheet, immediately below the goodwill heading. This treatment has been adopted as, in the view of the directors, this results in the financial statements showing a true and fair view.

Revaluation of tangible fixed assets

Freehold property is carried at its fair value at the balance sheet date. Valuations are undertaken where the directors believe that there has been a material change in value.

Revaluation gains and losses are recognised in the statement of other comprehensive income unless losses exceed the previously recognised gains, in which case the losses are recognised in the profit and loss account.

CAMVAC LIMITED

Notes to the Financial Statements - continued for the Year Ended 30 June 2018

3. TURNOVER

The turnover and loss before taxation are attributable to the one principal activity of the company.

An analysis of turnover by geographical market is given below:

	2018 £	2017 £
United Kingdom	7,872,791	8,103,636
Europe	9,142,272	8,889,509
Rest of World	2,487,700	3,049,142
	<u>19,502,763</u>	<u>20,042,287</u>

4. EMPLOYEES AND DIRECTORS

	2018 £	2017 £
Wages and salaries	3,765,638	3,788,182
Social security costs	365,137	368,262
Other pension costs	125,944	121,589
	<u>4,256,719</u>	<u>4,278,033</u>

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

	2018	2017
Production	105	109
Administration	24	24
	<u>129</u>	<u>133</u>

	2018 £	2017 £
Directors' remuneration	265,400	268,207
Directors' pension contributions to money purchase schemes	11,902	11,574
	<u>277,302</u>	<u>279,781</u>

The number of directors to whom retirement benefits were accruing was as follows:

Money purchase schemes	<u>3</u>	<u>3</u>
------------------------	----------	----------

Information regarding the highest paid director is as follows:

	2018 £	2017 £
Emoluments etc	113,080	113,725
Pension contributions to money purchase schemes	<u>6,232</u>	<u>6,060</u>

CAMVAC LIMITED**Notes to the Financial Statements - continued
for the Year Ended 30 June 2018****5. OPERATING (LOSS)/PROFIT**

The operating loss (2017 - operating profit) is stated after charging/(crediting):

	2018	2017
	£	£
Other operating leases	27,220	34,016
Depreciation - owned assets	335,307	319,154
Depreciation - assets on hire purchase contracts	15,419	2,570
Loss on disposal of fixed assets	-	4,712
Auditors remuneration	11,021	12,915
Foreign exchange differences	20,136	(950)

6. INTEREST RECEIVABLE AND SIMILAR INCOME

	2018	2017
	£	£
Bank interest received	116	-

7. INTEREST PAYABLE AND SIMILAR EXPENSES

	2018	2017
	£	£
Bank loan interest	-	2,738
Hire purchase interest	1,690	845
Invoice discounting interest	34,550	23,923
	36,240	27,506

8. TAXATION**Analysis of the tax credit**

The tax credit on the loss for the year was as follows:

	2018	2017
	£	£
Current tax:		
Prior year adjustment	(37,785)	-
Deferred tax	(237,348)	(28,156)
Tax on loss	(275,133)	(28,156)

8. TAXATION - continued

Reconciliation of total tax credit included in profit and loss

The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below:

	2018 £	2017 £
Loss before tax	<u>(715,976)</u>	<u>(27,447)</u>
Loss multiplied by the standard rate of corporation tax in the UK of 19% (2017 - 19.750%)	(136,035)	(5,421)
Effects of:		
Adjustments to tax charge in respect of previous periods	(37,785)	-
Non deductible expenses	1,351	(610)
Depreciation addback	66,638	64,835
Capital allowances	(46,233)	(69,577)
Tax losses arising/(utilised)	163,679	10,773
Deferred tax movement	(237,348)	(28,156)
Enhanced R&D expenditure	<u>(49,400)</u>	<u>-</u>
Total tax credit	<u>(275,133)</u>	<u>(28,156)</u>

Tax effects relating to effects of other comprehensive income

	Gross £	2018 Tax £	Net £
Freehold property revaluation gain	<u>6,760</u>	<u>-</u>	<u>6,760</u>
	Gross £	2017 Tax £	Net £
Freehold property revaluation gain	<u>24,874</u>	<u>-</u>	<u>24,874</u>

CAMVAC LIMITED

Notes to the Financial Statements - continued for the Year Ended 30 June 2018

9. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Totals £
COST OR VALUATION			
At 1 July 2017	2,800,000	3,953,766	6,753,766
Additions	-	117,437	117,437
At 30 June 2018	2,800,000	4,071,203	6,871,203
DEPRECIATION			
At 1 July 2017	-	2,546,750	2,546,750
Charge for year	-	350,726	350,726
At 30 June 2018	-	2,897,476	2,897,476
NET BOOK VALUE			
At 30 June 2018	2,800,000	1,173,727	3,973,727
At 30 June 2017	2,800,000	1,407,016	4,207,016

Cost or valuation at 30 June 2018 is represented by:

	Freehold property £	Plant and machinery £	Totals £
Valuation in 2012	1,286,000	-	1,286,000
Valuation in 2016	650,000	-	650,000
Cost	864,000	4,071,203	4,935,203
	2,800,000	4,071,203	6,871,203

If freehold land and buildings had not been revalued they would have been included at the following historical cost:

	2018 £	2017 £
Cost	864,000	864,000
Value of land in freehold land and buildings	750,000	750,000

Freehold land and buildings were valued on an open market basis on 19 May 2015 by GA European Valuations.

CAMVAC LIMITED

Notes to the Financial Statements - continued for the Year Ended 30 June 2018

9. TANGIBLE FIXED ASSETS - continued

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Plant and machinery £
COST OR VALUATION	
At 1 July 2017 and 30 June 2018	77,094
DEPRECIATION	
At 1 July 2017	2,570
Charge for year	15,419
At 30 June 2018	17,989
NET BOOK VALUE	
At 30 June 2018	59,105
At 30 June 2017	74,524

10. STOCKS

	2018 £	2017 £
Raw materials	636,946	755,927
Work-in-progress	479,744	495,841
Finished goods	832,904	528,699
	<u>1,949,594</u>	<u>1,780,467</u>

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018 £	2017 £
Trade debtors	3,144,308	4,278,710
Bad debt provision	(270)	(12,417)
Other debtors	487,260	344,860
Tax	37,785	-
Prepayments	222,872	196,982
	<u>3,891,955</u>	<u>4,808,135</u>

12. CURRENT ASSET INVESTMENTS

	2018 £	2017 £
Own shares	<u>45,980</u>	<u>45,980</u>

CAMVAC LIMITED

Notes to the Financial Statements - continued for the Year Ended 30 June 2018

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018 £	2017 £
Bank loans and overdrafts (see note 15)	641,472	213,651
Hire purchase contracts (see note 16)	15,416	15,416
Trade creditors	3,873,543	4,498,719
Social security and other taxes	91,497	98,656
Other creditors	-	59,475
Accrued expenses	541,689	647,351
	<u>5,163,617</u>	<u>5,533,268</u>

Included in Bank loans and overdrafts is a balance of £641,472 (2017: £213,651) in respect of an invoice discounting agreement. The balance is secured against the book debts of the company.

14. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2018 £	2017 £
Hire purchase contracts (see note 16)	<u>38,550</u>	<u>53,969</u>

15. LOANS

An analysis of the maturity of loans is given below:

	2018 £	2017 £
Amounts falling due within one year or on demand:		
Bank overdrafts	<u>641,472</u>	<u>213,651</u>

16. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

	Hire purchase contracts	
	2018 £	2017 £
Net obligations repayable:		
Within one year	15,416	15,416
Between one and five years	38,550	53,969
	<u>53,966</u>	<u>69,385</u>
	Non-cancellable operating leases	
	2018 £	2017 £
Within one year	59,704	53,934
Between one and five years	120,689	111,648
In more than five years	2,165	-
	<u>182,558</u>	<u>165,582</u>

CAMVAC LIMITED

Notes to the Financial Statements - continued for the Year Ended 30 June 2018

17. SECURED DEBTS

The following secured debts are included within creditors:

	2018 £	2017 £
Bank overdrafts	641,472	213,651
Hire purchase contracts	53,966	69,385
	<u>695,438</u>	<u>283,036</u>

18. PROVISIONS FOR LIABILITIES

	2018 £	2017 £
Deferred tax		
Revaluation	337,422	344,182
Accelerated capital allowances	109,503	127,890
Deferred tax re losses	(347,190)	(128,229)
	<u>99,735</u>	<u>343,843</u>
		Deferred tax
		£
Balance at 1 July 2017		343,843
Provided during year		(244,108)
Balance at 30 June 2018		<u>99,735</u>

19. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:		Nominal value:	2018 £	2017 £
Number:	Class:			
100,000	Ordinary	£1	<u>100,000</u>	<u>100,000</u>

20. RESERVES

	Retained earnings £	Revaluation reserve £	Other reserves £	Totals £
At 1 July 2017	2,724,206	1,591,818	784,934	5,100,958
Deficit for the year	(440,843)			(440,843)
Movmt of revaluation reserve	-	6,760	-	6,760
At 30 June 2018	<u>2,283,363</u>	<u>1,598,578</u>	<u>784,934</u>	<u>4,666,875</u>

21. ULTIMATE CONTROLLING PARTY

There is no single controlling party.