

REGISTERED NUMBER: 02773933 (England and Wales)

ANSWERPAK LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2020

ANSWERPAK LIMITED (REGISTERED NUMBER: 02773933)

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FOR THE YEAR ENDED 30 NOVEMBER 2020**

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ANSWERPAK LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 30 NOVEMBER 2020**

DIRECTORS:	D J Ratcliffe L Newman
REGISTERED OFFICE:	1 Protea Industrial Estate Pixmore Avenue Letchworth Hertfordshire SG6 1JT
REGISTERED NUMBER:	02773933 (England and Wales)
ACCOUNTANTS:	Keens Shay Keens Limited Chartered Accountants 2nd Floor Exchange Building 16 St Cuthberts Street Bedford Bedfordshire MK40 3JG

ANSWERPAK LIMITED (REGISTERED NUMBER: 02773933)

BALANCE SHEET
30 NOVEMBER 2020

	Notes	2020		2019	
		£	£	£	£
FIXED ASSETS					
Tangible assets	5		13,047		16,052
Investments	6		<u>207,132</u>		<u>207,132</u>
			220,179		223,184
CURRENT ASSETS					
Stocks		358,751		319,107	
Debtors	7	61,703		113,825	
Cash at bank and in hand		<u>1,466</u>		<u>2,080</u>	
		421,920		435,012	
CREDITORS					
Amounts falling due within one year	8	<u>563,737</u>		<u>628,930</u>	
NET CURRENT LIABILITIES			(141,817)		(193,918)
TOTAL ASSETS LESS CURRENT LIABILITIES			78,362		29,266
CREDITORS					
Amounts falling due after more than one year	9		(47,648)		(148)
PROVISIONS FOR LIABILITIES	11		-		(22)
NET ASSETS			<u>30,714</u>		<u>29,096</u>
CAPITAL AND RESERVES					
Called up share capital			200,000		200,000
Capital contribution			100,000		100,000
Retained earnings			<u>(269,286)</u>		<u>(270,904)</u>
SHAREHOLDERS' FUNDS			<u>30,714</u>		<u>29,096</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 November 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 November 2020 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

ANSWERPAK LIMITED (REGISTERED NUMBER: 02773933)

BALANCE SHEET - continued
30 NOVEMBER 2020

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

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 24 August 2021 and were signed on its behalf by:

DJ Ratcliffe - Director

ANSWERPAK LIMITED (REGISTERED NUMBER: 02773933)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2020**

1. STATUTORY INFORMATION

Answerpak 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.

The presentation currency of the financial statements is the Pound Sterling (£).

2. STATEMENT OF COMPLIANCE

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" including the provisions of Section 1A "Small Entities" and the Companies Act 2006.

3. ACCOUNTING POLICIES

Basis of preparation

The financial statements have been prepared under the historical cost convention.

The company meets its day to day working capital requirements through supplier credit and loans from related parties.

During the year, the global health crisis caused by Coronavirus (COVID-19) has had a significant impact on all businesses. The directors have assessed the potential impact of this uncertain situation on the Company and have put in contingency plans in order to mitigate the negative effects of any period of interrupted trading, which will enable the Company to continue as a going concern.

After making enquires, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Accordingly the directors continue to adopt the going concern basis in preparing the financial statements.

Consolidation

In the opinion of the directors the company and its subsidiary undertakings comprise a small group. The company has therefore taken the option under section 398 of the Companies Act 2006 not to prepare group accounts.

Turnover

Turnover is measured at the fair value of the consideration received or receivable and represents amounts receivable for goods supplied and services rendered, stated net of discounts and Value Added Tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery	- 15% on reducing balance
Fixtures and fittings	- 20% on reducing balance and 15% on reducing balance
Motor vehicles	- 20% on reducing balance
Computer equipment	- 20% on reducing balance and 15% on reducing balance

The cost of tangible fixed assets is their purchase cost, together with any incidental expenses of acquisition.

Stocks

Stocks are stated at the lower of cost and net realisable value. Cost includes all costs incurred in bringing each product to its present location and condition. Net realisable value is based on estimated selling price less any further costs expected to be incurred to completion and disposal. Where necessary, provision is made for obsolete, slow moving and defective stocks.

ANSWERPAK LIMITED (REGISTERED NUMBER: 02773933)

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 NOVEMBER 2020**

3. **ACCOUNTING POLICIES - continued**

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.

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.

Investments

The fixed asset investments are stated at cost, less a provision for impairment in value where deemed appropriate by the directors.

Operating leases

Costs in respect of operating leases are charged on a straight line basis over the lease term.

Pension costs

The company contributes to certain employees individual defined contribution pension policies. Contributions are charged in the profit and loss account as they become payable.

Business bounce back loan scheme

The Bounce Back Loan Scheme (BBLs) enables smaller businesses to access finance more quickly during the coronavirus outbreak. The scheme helps small and medium-sized businesses to borrow between £2,000 and up to 25% of their turnover. The maximum loan available is £50,000. The government guarantees 100% of the loan and there are no fees or interest to pay for the first 12 months. After 12 months the interest rate will be 2.5% a year.

Coronavirus job retention scheme

The Coronavirus Job Retention Scheme (CJRS) is a government wage support measure. It is designed to protect jobs in the wake of the economic impacts of the COVID-19 pandemic, and to support employers to continue paying wages. The CJRS allows employers to reclaim up to 80% of the wage costs of 'furloughed employees,' being those directly impacted by the pandemic, up to a cap of £2,500 per month per employee.

Other grants relating to covid-19

Eligible businesses that were forced to close due to the government lockdown of specific businesses during the COVID-19 pandemic were entitled to a cash grant from their local council for each period under national restrictions.

4. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 5 (2019 - 6).

ANSWERPAK LIMITED (REGISTERED NUMBER: 02773933)

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 NOVEMBER 2020

5. TANGIBLE FIXED ASSETS

	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST					
At 1 December 2019 and 30 November 2020	<u>36,700</u>	<u>11,053</u>	<u>12,150</u>	<u>19,434</u>	<u>79,337</u>
DEPRECIATION					
At 1 December 2019	33,159	10,483	1,184	18,459	63,285
Charge for year	<u>532</u>	<u>85</u>	<u>2,193</u>	<u>195</u>	<u>3,005</u>
At 30 November 2020	<u>33,691</u>	<u>10,568</u>	<u>3,377</u>	<u>18,654</u>	<u>66,290</u>
NET BOOK VALUE					
At 30 November 2020	<u>3,009</u>	<u>485</u>	<u>8,773</u>	<u>780</u>	<u>13,047</u>
At 30 November 2019	<u>3,541</u>	<u>570</u>	<u>10,966</u>	<u>975</u>	<u>16,052</u>

6. FIXED ASSET INVESTMENTS

	Shares in group undertakings £
COST	
At 1 December 2019 and 30 November 2020	<u>247,132</u>
PROVISIONS	
At 1 December 2019 and 30 November 2020	<u>40,000</u>
NET BOOK VALUE	
At 30 November 2020	<u>207,132</u>
At 30 November 2019	<u>207,132</u>

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Trade debtors	55,770	110,857
Other debtors	4,872	1,876
Prepayments and accrued income	<u>1,061</u>	<u>1,092</u>
	<u>61,703</u>	<u>113,825</u>

ANSWERPAK LIMITED (REGISTERED NUMBER: 02773933)

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 NOVEMBER 2020

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Bank loans and overdrafts	2,500	-
Trade creditors	84,052	146,313
Amounts owed to group undertakings	218,369	192,194
Social security and other taxes	1,797	2,097
VAT	6,467	8,602
Other creditors	235,348	270,388
Accrued expenses	<u>15,204</u>	<u>9,336</u>
	<u>563,737</u>	<u>628,930</u>

Included within 'Other creditors' is an amount of £35,348 (2019: £70,190) due in respect of an invoice discounting facility. This loan is secured by way of a guarantee and debenture incorporating a fixed and floating charge over the assets and undertakings of the company.

No interest is payable in year 1, being charged at 2.5% per annum thereafter. The loan is unsecured, being guaranteed in full by the government under the Business Bounce Back Loan facility.

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

	2020	2019
	£	£
Bank loans - 1-2 years	10,000	-
Bank loans - 2-5 years	37,500	-
Amounts owed to group undertakings	<u>148</u>	<u>148</u>
	<u>47,648</u>	<u>148</u>

No interest is payable in year 1, being charged at 2.5% per annum thereafter. The loan is unsecured, being guaranteed in full by the government under the Business Bounce Back Loan facility.

10. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2020	2019
	£	£
Within one year	<u>16,430</u>	<u>19,110</u>

11. PROVISIONS FOR LIABILITIES

	2020	2019
	£	£
Deferred tax	<u>-</u>	<u>22</u>

ANSWERPAK LIMITED (REGISTERED NUMBER: 02773933)

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 NOVEMBER 2020****11. PROVISIONS FOR LIABILITIES - continued**

	Deferred tax £
Balance at 1 December 2019	22
Capital allowances in excess of depreciation	<u>(22)</u>
Balance at 30 November 2020	<u><u>-</u></u>

The company has taxation losses of £495,540 (2019: £490,888) to carry forward as at 30 November 2020. No deferred tax asset has been provided on these losses due to the uncertainty over the timing of recoverability in the future.

12. PENSION COMMITMENTS

The company operates a money purchase pension scheme for the benefit of its employees and directors. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounts to £2,683 (2019: £5,834) for the year.

13. CONTINGENT LIABILITIES

The company is liable to a cross guarantee and debenture incorporating a fixed and floating charge over the assets and undertakings of the company, relating to the borrowings of the parent company, Alsamex Products Limited, under a financing arrangement with the bank.

14. RELATED PARTY TRANSACTIONS

Within creditors is an amount of £210,333 (2019: £210,333) due to Alsamex Products Limited Directors Retirement Benefit Scheme, of whom the ultimate beneficiary is DJ Ratcliffe, director and his wife C E Ratcliffe. No interest has been charged on this balance during the year (2019: £Nil) and there are no set repayment terms in place.

During the year sales of £5,076 (2019: £6,925) and purchases of £42,930 (2019: £56,831) were made by the company in respect of Alsamex Products Limited, parent company. Included within creditors is an amount of £218,369 (2019: £192,194) due to Alsamex Products Limited. No interest has been charged on this balance during the year (2019: £Nil) and there are no set repayment terms.

15. ULTIMATE CONTROLLING PARTY

Control of the company rests with Alsamex Products Limited, the immediate and ultimate parent undertaking, a company registered in England and Wales. Ultimate control of the company rests with The Ratcliffe Family Trust.

