

Registration number: SC272499

ACA Holdings Limited

Annual Report and Consolidated Financial Statements

for the Year Ended 31 August 2017



Morris & Young
Chartered Accountants
6 Atholl Crescent
PERTH
PH1 5JN

ACA Holdings Limited

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ACA Holdings Limited

Company Information

Directors	Joseph Keenan Dara Changizi
Registered office	Unit 14 Cartside Avenue Inchinnan Business Park INCHINNAN PA4 9RP
Auditors	Morris & Young Chartered Accountants 6 Atholl Crescent PERTH PH1 5JN

ACA Holdings Limited

Strategic Report for the Year Ended 31 August 2017

The directors present their strategic report for the year ended 31 August 2017.

Principal activity

The principal activity of the group is forme making and print finishing.

Fair review of the business

The group's key financial and other performance indicators during the year were as follows:

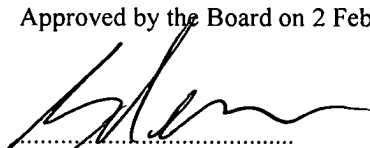
	Unit	2017	2016
Turnover growth	%	7	(1)
Profit before tax	£	373,404	366,294

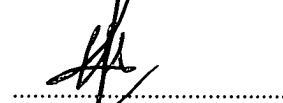
Principal risks and uncertainties

Competitive pressure continues in the market place and the directors strive to ensure that margins and profitability remain consistent year on year.

In addition the directors seek to control overhead costs in order to remain the profitability of the group.

Approved by the Board on 2 February 2018 and signed on its behalf by:


.....
Joseph Keenan
Director


.....
Dara Changizi
Director

ACA Holdings Limited

Directors' Report for the Year Ended 31 August 2017

The directors present their report and the for the year ended 31 August 2017.

Directors of the group

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

Joseph Keenan (appointed 31 October 2016)

Alexander McCready (resigned 31 October 2016)

Dara Changizi (appointed 31 October 2016)

Anne Marie McCready (resigned 31 October 2016)

Financial instruments

The group's principal financial instruments comprise bank balances, trade creditors and trade debtors. The main purpose of these instruments is to finance the group's operations.

Trade debtors are managed in respect of credit and cashflow risk by policies concerning the credit offered to customers and the regular monitoring of amounts outstanding.

Trade creditors liquidity risk is managed by ensuring sufficient funds are available to meet amounts due.

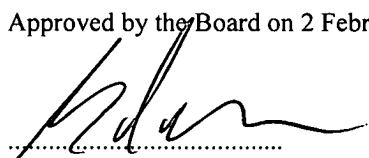
Future developments

The directors will continue to look for opportunities to strengthen the group's position in the market place in the next year.

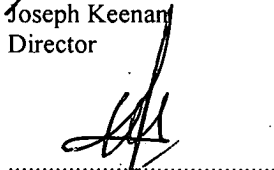
Disclosure of information to the auditor

Each director has taken steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the group's auditor is aware of that information. The directors confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

Approved by the Board on 2 February 2018 and signed on its behalf by:



.....
Joseph Keenan
Director



.....
Dara Changizi
Director

ACA Holdings Limited

Statement of Directors' Responsibilities

The directors acknowledge their responsibilities for preparing the Annual Report 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). 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 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 and apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- 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 group's transactions and disclose with reasonable accuracy at any time the financial position of the group 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 group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

ACA Holdings Limited

Independent Auditor's Report to the Members of ACA Holdings Limited

Opinion

We have audited the financial statements of ACA Holdings Limited (the 'parent group') and its subsidiaries (the 'group') for the year ended 31 August 2017, which comprise the Consolidated Profit and Loss Account, Consolidated Statement of Comprehensive Income, Consolidated Balance Sheet, Balance Sheet, Consolidated Statement of Changes in Equity, Statement of Changes in Equity, Consolidated Statement of Cash Flows, Statement of Cash Flows, and 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).

This report is made solely to the group'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 group'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 group and the group's members as a body, for our audit work, for this report, or for the opinions we have formed.

In our opinion the financial statements:

- give a true and fair view of the state of the group's and the parent group's affairs as at 31 August 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 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 group's or the parent group'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 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.

ACA Holdings Limited

Independent Auditor's Report to the Members of ACA Holdings Limited

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

Matters on which we are required to report by exception

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

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 by the parent group, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent group 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 4], 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 group'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 group or to cease operations, or have no realistic alternative but to do so.

Auditor's 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.


As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

ACA Holdings Limited

Independent Auditor's Report to the Members of ACA Holdings Limited

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the group's or the parent group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the group or the parent group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



.....
Alexander J Fyfe M.A.A.T., C.A., DChA. (Senior Statutory Auditor)
For and on behalf of Morris & Young, Statutory Auditor

Chartered Accountants
6 Atholl Crescent
PERTH
PH1 5JN

28 February 2018

ACA Holdings Limited

Consolidated Profit and Loss Account for the Year Ended 31 August 2017

	Note	Total 31 August 2017 £	Total 31 August 2016 £
Turnover	3	4,700,879	4,380,835
Cost of sales		<u>(3,035,363)</u>	<u>(2,569,065)</u>
Gross profit		1,665,516	1,811,770
Administrative expenses		(1,473,670)	(1,507,974)
Other operating income	4	<u>182,874</u>	<u>15,653</u>
Operating profit	6	<u>374,720</u>	<u>319,449</u>
Other interest receivable and similar income	7	144	52,032
Interest payable and similar expenses	8	<u>(1,460)</u>	<u>(5,187)</u>
		<u>(1,316)</u>	<u>46,845</u>
Profit before tax		373,404	366,294
Taxation	12	<u>(40,090)</u>	<u>(68,922)</u>
Profit for the financial year		<u>333,314</u>	<u>297,372</u>
Profit/(loss) attributable to:			
Owners of the company		<u>333,314</u>	<u>297,372</u>

The notes on pages 17 to 29 form an integral part of these financial statements.

ACA Holdings Limited

Consolidated Statement of Comprehensive Income for the Year Ended 31 August 2017

	Note	2017 £	2016 £
Profit for the year		<u>333,314</u>	<u>297,372</u>
Total comprehensive income for the year		<u>333,314</u>	<u>297,372</u>
Total comprehensive income attributable to:			
Owners of the company		<u>333,314</u>	<u>297,372</u>

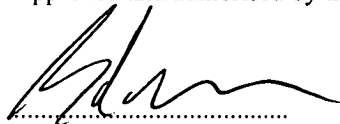
ACA Holdings Limited
(Registration number: SC272499)
Consolidated Balance Sheet as at 31 August 2017

	Note	2017 £	2016 £
Fixed assets			
Intangible assets	13	5,394	18,294
Tangible assets	14	2,041,231	2,181,861
Investments	15	<u>2</u>	<u>2</u>
		<u>2,046,627</u>	<u>2,200,157</u>
Current assets			
Stocks	16	56,250	56,292
Debtors	17	4,563,922	1,307,110
Cash at bank and in hand		<u>124,801</u>	<u>2,171,544</u>
		4,744,973	3,534,946
Creditors: Amounts falling due within one year	19	<u>(1,579,166)</u>	<u>(776,935)</u>
Net current assets		<u>3,165,807</u>	<u>2,758,011</u>
Total assets less current liabilities		5,212,434	4,958,168
Creditors: Amounts falling due after more than one year	19	(25,842)	-
Provisions for liabilities		<u>(184,822)</u>	<u>(192,455)</u>
Net assets		<u>5,001,770</u>	<u>4,765,713</u>
Capital and reserves			
Called up share capital	21	9,999	9,999
Share premium reserve		3,214,657	3,214,657
Capital redemption reserve		1	1
Revaluation reserve		132,472	132,472
Profit and loss account		<u>1,644,641</u>	<u>1,408,584</u>
Equity attributable to owners of the company		<u>5,001,770</u>	<u>4,765,713</u>
Total equity		<u>5,001,770</u>	<u>4,765,713</u>

The notes on pages 17 to 29 form an integral part of these financial statements.

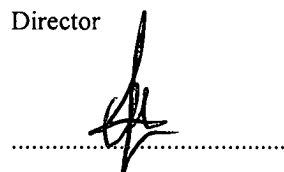
ACA Holdings Limited
(Registration number: SC272499)
Consolidated Balance Sheet as at 31 August 2017

Approved and authorised by the Board on 2 February 2018 and signed on its behalf by:



Joseph Keenan

Director



Dara Changizi

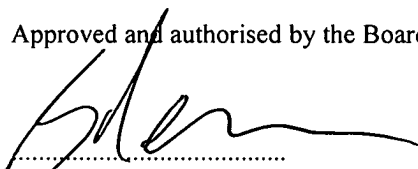
Director

ACA Holdings Limited
(Registration number: SC272499)
Balance Sheet as at 31 August 2017

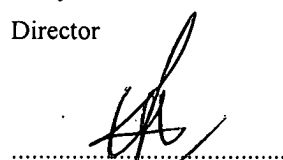
	Note	2017 £	2016 £
Fixed assets			
Investments	15	3,224,658	3,224,658
Current assets			
Debtors	17	1,250,673	1,213,471
Cash at bank and in hand		36	7
		<u>1,250,709</u>	<u>1,213,478</u>
Creditors: Amounts falling due within one year	19	<u>(38,757)</u>	<u>-</u>
Net current assets		<u>1,211,952</u>	<u>1,213,478</u>
Net assets		<u>4,436,610</u>	<u>4,438,136</u>
Capital and reserves			
Called up share capital		10,000	10,000
Share premium reserve		3,214,657	3,214,657
Profit and loss account		<u>1,211,953</u>	<u>1,213,479</u>
Total equity		<u>4,436,610</u>	<u>4,438,136</u>

The company made a profit after tax for the financial year of £95,731 (2016 - profit of £240,000).

Approved and authorised by the Board on 2 February 2018 and signed on its behalf by:



Joseph Keenan
Director



Dara Changizi
Director

ACA Holdings Limited

Consolidated Statement of Changes in Equity for the Year Ended 31 August 2017
Equity attributable to the parent company

	Share capital £	Share premium £	Capital redemption reserve £	Revaluation reserve £	Profit and loss account £	Total £	Total equity £
At 1 September 2016	9,999	3,214,657	1	132,472	1,408,584	4,765,713	4,765,713
Profit for the year	-	-	-	-	333,314	333,314	333,314
Total comprehensive income	-	-	-	-	333,314	333,314	333,314
Dividends	-	-	-	-	(97,257)	(97,257)	(97,257)
At 31 August 2017	9,999	3,214,657	1	132,472	1,644,641	5,001,770	5,001,770
	Share capital £	Share premium £	Capital redemption reserve £	Revaluation reserve £	Profit and loss account £	Total £	Total equity £
At 1 September 2015	9,999	3,214,657	1	132,472	1,351,212	4,708,341	4,708,341
Profit for the year	-	-	-	-	297,372	297,372	297,372
Total comprehensive income	-	-	-	-	297,372	297,372	297,372
Dividends	-	-	-	-	(240,000)	(240,000)	(240,000)
At 31 August 2016	9,999	3,214,657	1	132,472	1,408,584	4,765,713	4,765,713

The notes on pages 17 to 29 form an integral part of these financial statements.
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ACA Holdings Limited

Statement of Changes in Equity for the Year Ended 31 August 2017

	Share capital £	Share premium £	Profit and loss account £	Total £
At 1 September 2016	10,000	3,214,657	1,213,479	4,438,136
Profit for the year	-	-	95,731	95,731
Total comprehensive income	-	-	95,731	95,731
Dividends	-	-	(97,257)	(97,257)
At 31 August 2017	10,000	3,214,657	1,211,953	4,436,610
	Share capital £	Share premium £	Profit and loss account £	Total £
At 1 September 2015	10,000	3,214,657	1,213,479	4,438,136
Profit for the year	-	-	240,000	240,000
Total comprehensive income	-	-	240,000	240,000
Dividends	-	-	(240,000)	(240,000)
At 31 August 2016	10,000	3,214,657	1,213,479	4,438,136

The notes on pages 17 to 29 form an integral part of these financial statements.

ACA Holdings Limited

Consolidated Statement of Cash Flows for the Year Ended 31 August 2017

	Note	2017 £	2016 £
Cash flows from operating activities			
Profit for the year		333,314	297,372
Adjustments to cash flows from non-cash items			
Depreciation and amortisation	6	257,508	279,428
Loss/(profit) on disposal of tangible assets	5	7,178	(12,003)
Finance income	7	(144)	(52,032)
Finance costs	8	1,540	5,187
Income tax expense	12	40,090	68,922
		<u>639,486</u>	<u>586,874</u>
Working capital adjustments			
Decrease/(increase) in stocks	16	42	(10,372)
(Increase)/decrease in trade debtors	17	(3,067,035)	106,211
(Decrease)/increase in trade creditors	19	(103,221)	129,706
		<u>(2,530,728)</u>	<u>812,419</u>
Cash generated from operations		(2,530,728)	812,419
Income taxes paid	12	(64,364)	(64,698)
Net cash flow from operating activities		<u>(2,595,092)</u>	<u>747,721</u>
Cash flows from investing activities			
Interest received		144	52,032
Acquisitions of tangible assets		(104,116)	(356,236)
Proceeds from sale of tangible assets		9,022	156,700
		<u>(94,950)</u>	<u>(147,504)</u>
Net cash flows from investing activities		(94,950)	(147,504)
Cash flows from financing activities			
Interest paid	8	(1,540)	(5,187)
Payments to finance lease creditors		(16,860)	(84,543)
Amounts withdrawn by directors		61,212	(75,041)
Dividends paid		(97,257)	(240,000)
		<u>(54,445)</u>	<u>(404,771)</u>
Net cash flows from financing activities		(54,445)	(404,771)
Net (decrease)/increase in cash and cash equivalents		(2,744,487)	195,446
Cash and cash equivalents at 1 September		2,171,544	1,976,098
Cash and cash equivalents at 31 August		<u>(572,943)</u>	<u>2,171,544</u>

The notes on pages 17 to 29 form an integral part of these financial statements.

ACA Holdings Limited

Statement of Cash Flows for the Year Ended 31 August 2017

	Note	2017 £	2016 £
Cash flows from operating activities			
Profit for the year		95,731	240,000
Adjustments to cash flows from non-cash items			
Finance income		<u>(97,257)</u>	<u>(240,000)</u>
		(1,526)	-
Working capital adjustments			
Increase in trade debtors	17	(37,258)	(97)
Increase in trade creditors	19	<u>38,813</u>	<u>95</u>
Net cash flow from operating activities		29	(2)
Cash flows from investing activities			
Interest received		97,257	240,000
Cash flows from financing activities			
Dividends paid		<u>(97,257)</u>	<u>(240,000)</u>
Net increase/(decrease) in cash and cash equivalents		29	(2)
Cash and cash equivalents at 1 September		<u>7</u>	<u>9</u>
Cash and cash equivalents at 31 August		<u><u>36</u></u>	<u><u>7</u></u>

The notes on pages 17 to 29 form an integral part of these financial statements.

ACA Holdings Limited

Notes to the Financial Statements for the Year Ended 31 August 2017

1 General information

The company is a private company limited by share capital incorporated in Scotland.

The address of its registered office is:

Unit 14
Cartside Avenue
Inchinnan Business Park
INCHINNAN
PA4 9RP

These financial statements were authorised for issue by the Board on 2 February 2018.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

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

Statement of compliance

These financial statements were prepared in accordance with Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

Basis of preparation

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

The financial statements are presented in sterling (£) and rounded to the nearest £.

Basis of consolidation

The consolidated financial statements consolidate the financial statements of the group and its subsidiary undertakings drawn up to 31 August 2017.

No Profit or Loss Account is presented for the company as permitted by Section 408 of the Companies Act 2006. The company made a profit after tax for the financial year of £95,731 (2016: profit of £240,000).

A subsidiary is an entity controlled by the group. Control is achieved where the group has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities.

The results of subsidiaries acquired or disposed of during the year are included in the Profit and Loss Account from the effective date of acquisition or up to the effective date of disposal, as appropriate. Where necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the group.

Inter-company transactions, balances and unrealised gains on transactions between the group and its subsidiaries, which are related parties, are eliminated in full.

ACA Holdings Limited

Notes to the Financial Statements for the Year Ended 31 August 2017

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the group's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts and after eliminating sales within the company.

The group recognises revenue when:

The amount of revenue can be reliably measured;
it is probable that future economic benefits will flow to the entity;
and specific criteria have been met for each of the group's activities.

Tax

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

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

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

Tangible assets

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

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

Depreciation

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

Asset class	Depreciation method and rate
Freehold property	2% straight line
Plant and machinery	25% reducing balance and 10% straight line
Motor vehicles	25% reducing balance

Goodwill

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the group's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

ACA Holdings Limited

Notes to the Financial Statements for the Year Ended 31 August 2017

Asset class	Amortisation method and rate
Goodwill	5 years straight line

Investments

Investments in subsidiaries are accounted for at cost less accumulated impairment losses.

Cash and cash equivalents

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

Inventories

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell.

Creditors

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

Trade creditors are recognised initially at the transaction price.

Borrowings

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

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

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

Leases

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

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

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

Share capital

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

ACA Holdings Limited

Notes to the Financial Statements for the Year Ended 31 August 2017

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

Defined contribution pension obligation

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

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

3 Revenue

The analysis of the group's revenue for the year from continuing operations is as follows:

	2017 £	2016 £
Sale of goods	4,676,538	4,380,835
Grants received	24,341	-
	<u>4,700,879</u>	<u>4,380,835</u>

4 Other operating income

The analysis of the group's other operating income for the year is as follows:

	2017 £	2016 £
Miscellaneous other operating income	<u>182,874</u>	<u>15,653</u>

5 Other gains and losses

The analysis of the group's other gains and losses for the year is as follows:

	2017 £	2016 £
Gain (loss) on disposal of property, plant and equipment	<u>(7,178)</u>	<u>12,003</u>

6 Operating profit

Arrived at after charging/(crediting)

	2017 £	2016 £
Depreciation expense	244,608	266,528
Amortisation expense	12,900	12,900
Loss/(profit) on disposal of property, plant and equipment	<u>7,178</u>	<u>(12,003)</u>

ACA Holdings Limited

Notes to the Financial Statements for the Year Ended 31 August 2017

7 Other interest receivable and similar income

	2017 £	2016 £
Interest income on bank deposits	<u>144</u>	<u>52,032</u>

8 Interest payable and similar expenses

	2017 £	2016 £
Interest on bank overdrafts and borrowings	415	-
Interest on obligations under finance leases and hire purchase contracts	1,125	5,187
Foreign exchange (gains) / losses	<u>(80)</u>	<u>-</u>
	<u>1,460</u>	<u>5,187</u>

9 Staff costs

The aggregate payroll costs (including directors' remuneration) were as follows:

	2017 £	2016 £
Wages and salaries	1,924,995	2,037,444
Social security costs	179,883	-
Pension costs, defined contribution scheme	20,217	29,204
Redundancy costs	<u>3,270</u>	<u>-</u>
	<u>2,128,365</u>	<u>2,066,648</u>

The average number of persons employed by the group (including directors) during the year, analysed by category was as follows:

	2017 No.	2016 No.
Administration and support	16	16
Sales	<u>67</u>	<u>64</u>
	<u>83</u>	<u>80</u>

ACA Holdings Limited

Notes to the Financial Statements for the Year Ended 31 August 2017

10 Directors' remuneration

The directors' remuneration for the year was as follows:

	2017 £	2016 £
Remuneration	92,264	14,560
Contributions paid to money purchase schemes	1,600	9,600
	<u>93,864</u>	<u>24,160</u>

During the year the number of directors who were receiving benefits and share incentives was as follows:

	2017 No.	2016 No.
Accruing benefits under money purchase pension scheme	<u>1</u>	<u>1</u>

11 Auditors' remuneration

	2017 £	2016 £
Audit of these financial statements	<u>9,000</u>	<u>19,500</u>

ACA Holdings Limited

Notes to the Financial Statements for the Year Ended 31 August 2017

12 Taxation

Tax charged/(credited) in the income statement

	2017 £	2016 £
Current taxation		
UK corporation tax	47,723	64,363
Deferred taxation		
Arising from origination and reversal of timing differences	(3,008)	4,559
Arising from changes in tax rates and laws	(4,625)	-
Total deferred taxation	(7,633)	4,559
Tax expense in the income statement	40,090	68,922

The tax on profit before tax for the year is higher than the standard rate of corporation tax in the UK (2016 - lower than the standard rate of corporation tax in the UK) of 19.58% (2016 - 20%).

The differences are reconciled below:

	2017 £	2016 £
Profit before tax	373,404	366,294
Corporation tax at standard rate	73,125	73,259
Effect of expense not deductible in determining taxable profit (tax loss)	2,010	5,791
Tax increase from effect of capital allowances and depreciation	10,928	-
Tax decrease from other short-term timing differences	(3,008)	-
Tax decrease arising from group relief	(38,340)	-
Other tax effects for reconciliation between accounting profit and tax expense (income)	(4,625)	(10,128)
Total tax charge	40,090	68,922

In March 2017, the UK Corporation tax rate was changed from 20% to 19%, effective from 1 April 2017. Deferred tax balances at 31 August 2017 are measured at the revised rate of 19%.

Deferred tax

Group

Deferred tax assets and liabilities

	Liability £
2017	
Accelerated capital allowances	184,822

ACA Holdings Limited

Notes to the Financial Statements for the Year Ended 31 August 2017

2016	Liability £
Accelerated capital allowances	<u>192,455</u>

13 Intangible assets

Group

	Goodwill £	Total £
Cost or valuation		
At 1 September 2016	<u>232,613</u>	<u>232,613</u>
At 31 August 2017	<u>232,613</u>	<u>232,613</u>
Amortisation		
At 1 September 2016	<u>214,319</u>	<u>214,319</u>
Amortisation charge	<u>12,900</u>	<u>12,900</u>
At 31 August 2017	<u>227,219</u>	<u>227,219</u>
Carrying amount		
At 31 August 2017	<u>5,394</u>	<u>5,394</u>
At 31 August 2016	<u>18,294</u>	<u>18,294</u>

ACA Holdings Limited

Notes to the Financial Statements for the Year Ended 31 August 2017

14 Tangible assets

Group

	Land and buildings £	Motor vehicles £	Other property, plant and equipment £	Total £
Cost or valuation				
At 1 September 2016	1,100,080	245,207	5,117,925	6,463,212
Additions	-	9,750	136,763	146,513
Disposals	-	(34,488)	(37,999)	(72,487)
At 31 August 2017	<u>1,100,080</u>	<u>220,469</u>	<u>5,216,689</u>	<u>6,537,238</u>
Depreciation				
At 1 September 2016	251,747	137,620	3,891,987	4,281,354
Charge for the year	20,000	26,547	198,061	244,608
Eliminated on disposal	-	(22,106)	(7,849)	(29,955)
At 31 August 2017	<u>271,747</u>	<u>142,061</u>	<u>4,082,199</u>	<u>4,496,007</u>
Carrying amount				
At 31 August 2017	<u>828,333</u>	<u>78,408</u>	<u>1,134,490</u>	<u>2,041,231</u>
At 31 August 2016	<u>848,334</u>	<u>107,588</u>	<u>1,225,939</u>	<u>2,181,861</u>

Included within the net book value of land and buildings above is £828,333 (2016 - £848,334) in respect of freehold land and buildings.

ACA Holdings Limited

Notes to the Financial Statements for the Year Ended 31 August 2017

15 Investments

Group

Details of undertakings

Details of the investments (including principal place of business of unincorporated entities) in which the group holds 20% or more of the nominal value of any class of share capital are as follows:

Undertaking	Registered office	Holding	Proportion of voting rights and shares held	
			2017	2016
Subsidiary undertakings				
A.C.A. Print Finishing & Packaging Solutions Limited*	Unit 14, Cartside Avenue, Ordinary Inchinnan Business Park, INCHINNAN, PA4 9RP Scotland		100%	100%
A.C.A. Assets Limited*	Unit 14, Cartside Avenue, Ordinary Inchinnan Business Park, INCHINNAN, PA4 9RP Scotland		100%	100%
Palatine Limited* (Scotland)	Unit 14, Cartside Avenue, Ordinary Inchinnan Business Park, INCHINNAN, PA4 9RP Scotland		100%	100%

* indicates direct investment of the company

Subsidiary undertakings

The principal activity of A.C.A. Print Finishing & Packaging Solutions Limited is that of forme making and print finishing

The principal activity of A.C.A. Assets Limited is that of the rental of property and plant

The principal activity of Palatine (Scotland) Limited is that of a dormant company

Company

	2017	2016
	£	£
Investments in subsidiaries	<u>3,224,658</u>	<u>3,224,658</u>

ACA Holdings Limited

Notes to the Financial Statements for the Year Ended 31 August 2017

Subsidiaries	£
Cost or valuation	
At 1 September 2016	<u>3,224,658</u>
Provision	
Carrying amount	
At 31 August 2017	<u>3,224,658</u>
At 31 August 2016	<u>3,224,658</u>

16 Stocks

	Group		Company	
	2017	2016	2017	2016
	£	£	£	£
Raw materials and consumables	<u>56,250</u>	<u>56,292</u>	<u>-</u>	<u>-</u>
Group				

17 Debtors

		Group		Company	
	Note	2017	2016	2017	2016
		£	£	£	£
Trade debtors		1,230,046	1,215,980	-	-
Amounts owed by related parties	25	3,256,159	-	1,250,672	1,213,470
Other debtors		13,828	78,135	-	-
Prepayments		<u>63,889</u>	<u>12,995</u>	<u>-</u>	<u>-</u>
Total current trade and other debtors		<u>4,563,922</u>	<u>1,307,110</u>	<u>1,250,672</u>	<u>1,213,470</u>

18 Cash and cash equivalents

	Group		Company	
	2017	2016	2017	2016
	£	£	£	£
Cash on hand	555	468	-	-
Cash at bank	<u>124,246</u>	<u>2,171,076</u>	<u>36</u>	<u>7</u>
	124,801	2,171,544	36	7
Bank overdrafts	<u>(697,744)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash and cash equivalents in statement of cash flows	<u>(572,943)</u>	<u>2,171,544</u>	<u>36</u>	<u>7</u>

ACA Holdings Limited

Notes to the Financial Statements for the Year Ended 31 August 2017

19 Creditors

		Group		Company	
	Note	2017 £	2016 £	2017 £	2016 £
Due within one year					
Loans and borrowings	22	711,064	13,625	-	-
Trade creditors		378,046	324,657	-	-
Amounts due to related parties	25	37,257	-	37,257	-
Social security and other taxes		205,583	211,503	-	-
Accrued expenses		199,494	162,787	1,500	-
Income tax liability	12	47,722	64,363	-	-
		<u>1,579,166</u>	<u>776,935</u>	<u>38,757</u>	<u>-</u>
Due after one year					
Loans and borrowings	22	<u>25,842</u>	<u>-</u>	<u>-</u>	<u>-</u>

20 Pension and other schemes

Defined contribution pension scheme

The group operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the group to the scheme and amounted to £20,217 (2016 - £29,204).

21 Share capital

Allotted, called up and fully paid shares

	2017		2016	
	No.	£	No.	£
Ordinary A shares of £1 each	9,998	9,998	9,998	9,998
Ordinary B shares of £1 each	1	1	1	1
	<u>9,999</u>	<u>9,999</u>	<u>9,999</u>	<u>9,999</u>

ACA Holdings Limited

Notes to the Financial Statements for the Year Ended 31 August 2017

22 Loans and borrowings

	Group		Company	
	2017	2016	2017	2016
	£	£	£	£
Non-current loans and borrowings				
Finance lease liabilities	25,842	-	-	-

	Group		Company	
	2017	2016	2017	2016
	£	£	£	£
Current loans and borrowings				
Bank overdrafts	697,744	-	-	-
Finance lease liabilities	13,320	13,625	-	-
	711,064	13,625	-	-

23 Dividends

	2017	2016
	£	£
Interim dividend of £97,257.00 (2016 - £240,000.00)	97,257	240,000

24 Commitments

Group

Capital commitments

The total amount contracted for but not provided in the financial statements was £50,000 (2016 - £Nil).

25 Related party transactions

Group

Summary of transactions with other related parties

The Limited Company and Group have taken advantage of the exemption in FRS 102 "Related Party Disclosures" from disclosing transactions with the other members of the Group.

Remuneration to key management personnel paid during the year was £92,264 (2016: £14,560).

ACA Holdings Limited

Detailed Consolidated Profit and Loss Account for the Year Ended 31 August 2017

	2017 £	2016 £
Turnover (analysed below)	4,700,879	4,380,835
Cost of sales (analysed below)	<u>(3,035,363)</u>	<u>(2,569,065)</u>
Gross profit	<u>1,665,516</u>	<u>1,811,770</u>
Gross profit (%)	35.43%	41.36%
Administrative expenses		
Employment costs (analysed below)	(413,189)	(556,537)
Establishment costs (analysed below)	(389,417)	(480,946)
General administrative expenses (analysed below)	(359,347)	(198,603)
Finance charges (analysed below)	(47,031)	(4,463)
Depreciation costs (analysed below)	(257,508)	(279,428)
Other expenses (analysed below)	<u>(7,178)</u>	<u>12,003</u>
	(1,473,670)	(1,507,974)
Other operating income (analysed below)	<u>182,874</u>	<u>15,653</u>
Operating profit	<u>374,720</u>	<u>319,449</u>
Other interest receivable and similar income (analysed below)	144	52,032
Interest payable and similar expenses (analysed below)	<u>(1,460)</u>	<u>(5,187)</u>
	<u>(1,316)</u>	<u>46,845</u>
Profit before tax	<u><u>373,404</u></u>	<u><u>366,294</u></u>

ACA Holdings Limited

Detailed Consolidated Profit and Loss Account for the Year Ended 31 August 2017

	2017 £	2016 £
Turnover		
Sale of goods, UK	4,676,538	4,380,835
Grants and subsidies receivable	24,341	-
	<u>4,700,879</u>	<u>4,380,835</u>
Cost of sales		
Purchases	1,320,187	1,058,954
Wages and salaries (excluding directors)	1,535,293	1,510,111
Staff NIC (Employers)	179,883	-
	<u>3,035,363</u>	<u>2,569,065</u>
Employment costs		
Wages and salaries	297,438	512,773
Directors remuneration	92,264	14,560
Staff pensions (Defined contribution)	18,617	19,604
Directors pensions (Defined contribution)	1,600	9,600
Redundancy costs	3,270	-
	<u>413,189</u>	<u>556,537</u>
Establishment costs		
Rates	45,627	69,529
Light, heat and power	137,162	141,688
Insurance	34,597	-
Laserformes overheads	41,715	-
Repairs and maintenance	130,316	269,729
	<u>389,417</u>	<u>480,946</u>
General administrative expenses		
Telephone and fax	12,044	13,216
Computer software and maintenance costs	18,421	-
Printing, postage and stationery	15,627	14,497
Charitable donations	407	-
Discounts allowable	7,721	9,967
Sundry expenses	10,063	17,447
Cleaning	5,903	-
Motor expenses	113,465	93,674
Travel and subsistence	16,213	9,038
Advertising	3,511	-
Accountancy fees	703	-
Auditor's remuneration - The audit of the company's annual accounts	9,000	19,500
Legal and professional fees	110,425	17,203

This page does not form part of the statutory financial statements.

ACA Holdings Limited

Detailed Consolidated Profit and Loss Account for the Year Ended 31 August 2017

Royalties payable	19,032	4,595
Bad debts written off	<u>16,812</u>	<u>(534)</u>
	<u>359,347</u>	<u>198,603</u>
Finance charges		
Bank charges	<u>(47,031)</u>	<u>(4,463)</u>
Depreciation costs		
Amortisation of goodwill	12,900	12,900
Depreciation of freehold property	20,000	20,000
Depreciation of plant and machinery (owned)	198,061	189,328
Depreciation of motor vehicles (owned)	<u>26,547</u>	<u>57,200</u>
	<u>257,508</u>	<u>279,428</u>
Other expenses		
(Profit)/loss on disposal of tangible fixed assets	<u>7,178</u>	<u>(12,003)</u>
Other operating income		
Other operating income	<u>182,874</u>	<u>15,653</u>
Other interest receivable and similar income		
Bank interest receivable	<u>144</u>	<u>52,032</u>
Interest payable and similar expenses		
Bank interest payable	415	-
Hire purchase interest	1,125	5,187
Foreign currency (gains)/losses	<u>(80)</u>	<u>-</u>
	<u>1,460</u>	<u>5,187</u>

ACA Holdings Limited

Detailed Company Profit and Loss Account for the Year Ended 31 August 2017

	2017 £	2016 £
Turnover (analysed below)	-	-
Administrative expenses		
General administrative expenses (analysed below)	(1,500)	-
Finance charges (analysed below)	(26)	-
	(1,526)	-
Operating loss	(1,526)	-
Income from shares in group undertakings (analysed below)	97,257	240,000
Profit before tax	95,731	240,000

ACA Holdings Limited

Detailed Company Profit and Loss Account for the Year Ended 31 August 2017

	2017 £	2016 £
General administrative expenses		
Auditor's remuneration - The audit of the company's annual accounts	<u>1,500</u>	<u>-</u>
Finance charges		
Bank charges	<u>(26)</u>	<u>-</u>
Income from shares in group undertakings		
Dividends from shares in subsidiaries	<u>97,257</u>	<u>240,000</u>