

FOIL RIBBON & IMPACT PRINTING GROUP PLC
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2009

Company Registration number: SC49498



FOIL RIBBON & IMPACT PRINTING GROUP PLC

FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2009

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FOIL RIBBON & IMPACT PRINTING GROUP PLC
OFFICERS AND PROFESSIONAL ADVISERS
YEAR ENDED 31 MARCH 2009

The board of directors	L W Gibson J D Gibson T McRoberts S A Morris J S Burns P R Herbert
Company secretary	L W Gibson
Registered office	4 Rutherford Court 15 North Avenue Clydebank Business Park Clydebank G81 2QP
Auditor	Tenon Audit Limited Registered Auditor 1 Bede Island Road Bede Island Business Park Leicester LE2 7EA
Bankers	The Royal Bank of Scotland Gateway House 4 Penman Way Grove Park Enderby Leicester LE19 1SY
Solicitors	HBJ Gateley Wareing Knightsbridge House Lower Brown Street Leicester LE1 5NZ

FOIL RIBBON & IMPACT PRINTING GROUP PLC

THE DIRECTORS' REPORT

YEAR ENDED 31 MARCH 2009

The directors present their report together with the audited financial statements for the year ended 31 March 2009.

Principal activities and business review

The business has suffered during the year like many in the market due to the general economic downturn, resulting in a loss for the year from continuing activities of £432,798. This has been exacerbated by a further loss in the acquired business of Metalpaper Limited during the year, and exceptional costs of £197,450. The directors have taken the necessary steps to arrest the occurrence of losses in the post balance sheet period.

At the year end, the group had shareholders' funds of £2,629,700 including distributable reserves of £925,625. The directors therefore believe the group's position to be satisfactory.

The directors have assessed the main risk facing the company as being competition within, and the globalisation of, its market place as well the continuation of the economic downturn. The Board remain committed to mitigating these risks and developing the business further through continued investment in its people, the efficiency of its operations and consistently developing innovative customer focused solutions. The directors therefore anticipate satisfactory trading results for the coming year.

Results and dividends

The consolidated profit and loss account is set out on page 5 and shows the result for the year. Details of dividends paid are in note 9 of the financial statements.

Financial risk management objectives and policies

The group makes little use of financial instruments other than operational bank accounts and loans. The directors believe the group's exposure to price risk, credit risk, liquidity risk and cash flow risk is not material for the assessment of the assets, liabilities, financial position and result of the group.

Directors

The directors who served the company during the year were as follows:

L W Gibson
J D Gibson
T McRoberts
S A Morris
J S Burns
P R Hebert

FOIL RIBBON & IMPACT PRINTING GROUP PLC

THE DIRECTORS' REPORT *(continued)*

YEAR ENDED 31 MARCH 2009

Directors' responsibilities

The directors are responsible 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). The financial statements are required by law to give a true and fair view of the state of affairs of the group and the company and of the profit or loss of the group and 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 estimates that are reasonable and prudent;
- state whether applicable 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 and the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the group and the company and enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the group and the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the directors, individually, are aware:

- there is no relevant audit information of which the company's auditor is unaware; and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

Payment policy

The group's current policy concerning the payment of the majority of trade creditors is to make payment, without undue delay, in accordance with the general custom and practice of the print and packaging industry. The creditor days for the year were 89 days (2008: 82 days). For other suppliers the group's policy is to pay in accordance with its contractual and other legal obligations.

Auditor

Tenon Audit Limited have expressed their willingness to continue in office and a resolution to reappoint them will be proposed at the annual general meeting.

Signed by order of the Board



L W Gibson
Secretary

19 October 2009

Tenon audit

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF FOIL RIBBON AND IMPACT PRINTING GROUP PLC

YEAR ENDED 31 MARCH 2009

We have audited the financial statements of Foil Ribbon & Impact Printing Group PLC on pages 5 to 25 for the year ended 31 March 2009. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditor

As described in the statement of directors' responsibilities the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you whether in our opinion the information given in the Directors' Report is consistent with the financial statements.

In addition we report to you if, in our opinion, the group has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit opinion

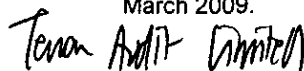
We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion:

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the group's and the company's affairs as at 31 March 2009 and of its loss for the year then ended;
- the financial statements have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the Directors' Report is consistent with the financial statements for the year ended 31 March 2009.



Tenon Audit Limited
Registered Auditor
1 Bede Island Road
Bede Island Business Park
Leicester
LE2 7EA

19 October 2009

FOIL RIBBON & IMPACT PRINTING GROUP PLC
CONSOLIDATED PROFIT AND LOSS ACCOUNT
YEAR ENDED 31 MARCH 2009

	Note	2009 £	£	2008 £	£
Turnover	2,4				
Continuing activities		4,900,255		5,239,728	
Acquisitions		98,699		-	
			4,998,954		5,239,728
Cost of sales		(2,896,652)		(2,558,781)	
Gross profit		2,102,302		2,680,947	
Administrative expenses	3	(2,814,133)		(2,593,941)	
Other operating income		24,993		-	
Operating (loss)/profit before exceptional costs		(489,388)		252,424	
Exceptional costs	3	(197,450)		(165,418)	
Operating (loss)/profit	3,4				
Continuing activities		(432,798)		87,006	
Acquisitions		(254,040)		-	
			(686,838)		87,006
Profit on disposal of fixed assets		-		168,383	
Interest receivable		31		-	
Interest payable and similar charges	7	(142,900)		(98,996)	
(Loss)/profit on ordinary activities before taxation		(829,707)		159,393	
Tax on (loss)/profit on ordinary activities	8	46,354		(83,609)	
(Loss)/profit on ordinary activities after taxation		(783,353)		72,784	
Minority interest		59,183		-	
(Loss)/profit on ordinary activities after taxation and minority interest	20	(724,170)		72,784	

There were no recognised gains and losses during the year other than those shown above.

The notes on pages 10 to 25 form part of these financial statements.

FOIL RIBBON & IMPACT PRINTING GROUP PLC
CONSOLIDATED HISTORICAL COST PROFITS AND LOSSES
YEAR ENDED 31 MARCH 2009

	2009 £	2008 £
<i>Reported (loss)/profit on ordinary activities before taxation</i>	(829,707)	159,393
<i>Difference between the historical cost depreciation charge and the actual charge calculated on the revalued amount</i>	7,411	8,470
<i>Historical cost (loss)/profit on ordinary activities before taxation</i>	<u>(822,296)</u>	<u>164,863</u>
<i>Historical cost (loss)/profit for the year retained after taxation</i>	<u>(775,942)</u>	<u>81,254</u>
<i>Historical cost (loss)/profit for the year after taxation and minority interest</i>	<u>(716,759)</u>	<u>81,254</u>

The notes on pages 10 to 25 form part of these financial statements.

FOIL RIBBON & IMPACT PRINTING GROUP PLC

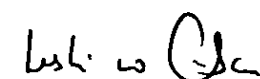
Registered Number 49498

CONSOLIDATED BALANCE SHEET

YEAR ENDED 31 MARCH 2009

	Note	2009 £	2008 £
Fixed assets			
Tangible assets	12	5,006,609	4,363,313
Current assets			
Stocks	14	179,760	156,348
Debtors	15	1,486,589	1,609,994
Cash at bank and in hand		294,149	30,488
		<u>1,960,498</u>	<u>1,796,830</u>
Creditors: amounts falling due within one year	16	(2,588,363)	(1,534,078)
Net current (liabilities)/assets		<u>(627,865)</u>	<u>262,752</u>
Total assets less current liabilities		<u>4,378,744</u>	<u>4,626,065</u>
Creditors: amounts falling due after more than one year	17	(1,467,924)	(874,761)
Provision for liabilities			
Deferred taxation	18	(340,258)	(381,434)
Net assets		<u>2,570,562</u>	<u>3,369,870</u>
Capital and reserves			
Called up share capital	19	133,951	133,951
Share premium account	20	966,609	966,609
Revaluation reserve	20	603,515	610,926
Profit and loss account	20	925,625	1,658,384
Shareholders' funds	21	<u>2,629,700</u>	<u>3,369,870</u>
Minority interests	22	(59,138)	-
		<u>2,570,562</u>	<u>3,369,870</u>

These financial statements were approved by the directors and authorised for issue on 19 October 2009 and are signed on their behalf by:



L W Gibson
Director



J S Burns
Director

The notes on pages 10 to 25 form part of these financial statements.

FOIL RIBBON & IMPACT PRINTING GROUP PLC
Registered Number 49498

COMPANY BALANCE SHEET

YEAR ENDED 31 MARCH 2009

	Note	2009 £	£	2008 £	£
Fixed assets					
Tangible assets	12	3,939,869		3,249,468	
Investments	13	1,111,545		1,111,390	
		<u>5,051,414</u>		<u>4,360,858</u>	
Current assets					
Debtors	15	581,495		624,693	
Creditors: amounts falling due within one year	16	(948,637)		(920,488)	
Net current liabilities			<u>(367,142)</u>		<u>(295,795)</u>
Total assets less current liabilities			<u>4,684,272</u>		<u>4,065,063</u>
Creditors: amounts falling due after more than one year	17		(1,447,725)		(857,872)
Provision for liabilities					
Deferred taxation	18		(271,000)		(270,634)
Net assets			<u>2,965,547</u>		<u>2,936,557</u>
Capital and reserves					
Called up share capital	19		133,951		133,951
Share premium account	20		966,609		966,609
Revaluation reserve	20		603,515		610,926
Profit and loss account	20		1,261,472		1,225,071
Shareholders' funds	21		<u>2,965,547</u>		<u>2,936,557</u>

These financial statements were approved by the directors and authorised for issue on 19 October 2009 and are signed on their behalf by:



L W Gibson
Director


J S Burns
Director

The notes on pages 10 to 25 form part of these financial statements.

FOIL RIBBON & IMPACT PRINTING GROUP PLC

CONSOLIDATED CASH FLOW STATEMENT

YEAR ENDED 31 MARCH 2009

		2009		2008	
	Note	£	£	£	£
Net cash inflow from operating activities	23		326,979		516,672
Returns on investments and servicing of finance					
Interest received		31	-		
Interest paid		(70,682)	(71,271)		
Interest element of finance lease repayments		(72,218)	(27,725)		
Net cash outflow from returns on investments and servicing of finance			(142,869)		(98,996)
Taxation					
Corporation tax paid			-		(12,710)
Capital expenditure and financial investment					
Purchase of tangible fixed assets		(2,330)	(437,219)		
Sale of tangible fixed assets		76,109	340,856		
Net cash inflow/(outflow) from capital expenditure and financial investment			73,779		(96,363)
Equity dividends paid			(11,000)		(110,000)
Acquisitions and disposals					
Purchase of subsidiary undertaking			(155)		-
Net cash inflow before financing			246,734		198,603
Financing					
New revolving credit facility		927,965	-		
Repayment of bank loans		(170,000)	(54,232)		
Capital element of finance lease and hire purchase repayments		(290,806)	(387,312)		
Net cash inflow/(outflow) from financing			467,159		(441,544)
Increase/(decrease) in cash	24		713,893		(242,941)

The notes on pages 10 to 25 form part of these financial statements.

FOIL RIBBON & IMPACT PRINTING GROUP PLC

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2009

1 Accounting policies

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain fixed assets and in accordance with applicable accounting standards.

Basis of consolidation

Consolidated financial statements incorporate the financial statements of the company and all group undertakings. Acquisitions are accounted for in accordance with the acquisition method of accounting. The results of companies acquired or disposed of are included in the profit and loss account after, or up to, the date that control passes. By virtue of section 230 of the Companies Act 1985, a separate profit and loss account for the company is omitted from these consolidated financial statements.

Goodwill

For acquisitions of a business, purchased positive goodwill is capitalised in the year in which it arises and amortised over 3 years with a full year's charge in the year of acquisition. The directors regard 3 years as a reasonable estimated useful life of goodwill.

For acquisitions of a business, purchased negative goodwill is capitalised and subsequently recognised in the profit and loss account over the same period as the non-monetary assets to which it relates are recognised.

Turnover

Turnover represents goods sold and services provided to external customers at invoiced amounts less value added tax.

Depreciation

Depreciation is calculated so as to write off all tangible fixed assets, except freehold land, over their expected useful lives, at the following annual rates:

Freehold buildings	- 50 years straight line
Plant and equipment	- 10-15 years reducing balance
Fixtures and fittings	- 5-10 years straight line
Office equipment	- 4-7 years straight line
Motor vehicles	- 4 years straight line

Stock

Stock is valued at the lower of cost and net realisable value. Cost is based on weighted average purchase price. Provision is made for slow moving or obsolete stock items where necessary.

Investments

Investments held as fixed assets are valued at cost less any provision for impairment.

FOIL RIBBON & IMPACT PRINTING GROUP PLC

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2009

1 Accounting policies *(continued)*

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date, where transactions or events that result in an obligation to pay more or a right to pay less tax in the future have occurred by the balance sheet date, with certain limited exceptions.

Deferred tax is calculated on an undiscounted basis at the tax rates that are expected to apply in the periods which the timing differences are expected to reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

Operating leases

Rentals are charged to the profit and loss account over the period of the lease, on a straight line basis.

Finance leases and hire purchase agreements

Where fixed assets are financed by leasing arrangements, which transfer to the group substantially all the benefits and risks of ownership, the assets are treated as if they had been purchased outright and are included in tangible fixed assets. The capital element of the leasing commitment is shown as obligations under finance leases. The lease rentals are treated as consisting of capital and interest elements. The finance charges are allocated over the period of the lease in proportion to the capital amount outstanding and are charged to the profit and loss account.

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account on a straight line basis.

Pension costs

Contributions to the group's defined contribution pension scheme are charged to the profit and loss account in the year in which they become payable.

Financial Instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

2 Turnover

Turnover and profit before tax are attributable to the principal activities of the group and arise wholly within the United Kingdom.

FOIL RIBBON & IMPACT PRINTING GROUP PLC

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2009

3 Operating (loss)/profit

Operating profit is stated after charging/(crediting):

	2009 £	2008 £
Auditors remuneration - audit services group	9,000	8,625
- audit services company	3,000	3,000
- accountancy and taxation	8,750	6,400
- other services	-	10,120
Depreciation of owned tangible fixed assets	376,996	280,752
Depreciation of assets held under finance leases and hire purchase agreements	69,937	127,612
Operating lease rentals - land and buildings	295,617	222,978
Net profit on the disposal of tangible fixed assets	(22,989)	(19,998)
Exceptional costs	197,450	165,418

Exceptional costs in 2009 included in administrative expenses relate to customer bad debts.

Exceptional costs in 2008, included within administrative expenses relate to legal costs of £50,289 in respect of an abortive acquisition and £115,129 relating to a customer bad debt. These costs have increased the taxable losses by £23,000.

4 Analysis of continuing activities and acquisitions

	Continuing activities £	Acquisitions £	Total £
Turnover	4,900,255	98,699	4,998,954
Cost of sales	(2,783,758)	(112,894)	(2,896,652)
Gross profit/(loss)	2,116,497	(14,195)	2,102,302
Administrative expenses	(2,574,288)	(239,845)	(2,814,133)
Other operating income	24,993	-	24,993
Operating loss	(432,798)	(254,040)	(686,838)

All comparative information in the profit and loss account relates to continuing activities. The business acquired did not trade prior to acquisition, and therefore reported neither a profit nor loss in the period prior to acquisition, nor in its previous financial period.

5 Employees

The average number of staff employed by the group during the financial year amounted to:

	2009 Number	2008 Number
Management and administration	16	15
Production	65	63
	81	78

FOIL RIBBON & IMPACT PRINTING GROUP PLC

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2009

5 Employees (*continued*)

The aggregate payroll costs of the above were:

	2009 £	2008 £
Wages and salaries	2,118,542	2,062,125
Social security costs	213,173	211,820
Other pension costs	27,357	29,520
	<u>2,359,072</u>	<u>2,303,465</u>

6 Directors

The directors' aggregate emoluments in respect of qualifying services were:

	2009 £	2008 £
Emoluments received	297,750	359,009
Compensation for loss of office	-	30,000
Value of pension contributions to money purchase schemes	24,000	18,000
	<u>321,750</u>	<u>407,009</u>

Emoluments of highest paid director

	2009 £	2008 £
Total emoluments (excluding pension contributions)	68,038	86,185
Value of pension contributions to money purchase schemes	3,000	2,250
	<u>71,038</u>	<u>88,435</u>

The number of directors who accrued benefits under company pension schemes during the year was 5 (2008: 6).

7 Interest payable and similar charges

	2009 £	2008 £
Bank loans and overdraft	70,682	65,465
Finance leases	72,218	27,725
Other similar charges	-	5,806
	<u>142,900</u>	<u>98,996</u>

FOIL RIBBON & IMPACT PRINTING GROUP PLC

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2009

8 Taxation on ordinary activities

	2009 £	2008 £
(a) Analysis of (credit)/charge in the year		
UK corporation tax	(5,178)	(7,928)
Over provision in respect of prior years	-	(8,390)
Total current tax (note 8(b))	(5,178)	(16,318)
Deferred tax:	-	-
Origination and reversal of timing differences (note 18)	(41,176)	99,927
Taxation on (loss)/profit on ordinary activities	(46,354)	83,609

(b) Factors affecting the current tax (credit)/charge

The tax assessed for the year is different to the expected tax (credit)/charge on the (loss)/profit on ordinary activities. The differences are explained below:

	2009 £	2008 £
(Loss)/profit on ordinary activities	(829,707)	156,393
(Loss)/profit on ordinary activities multiplied by the expected rate of corporation tax of 21% (2008: 20%)	(174,238)	31,279
Effects of:		
Expenses not deductible for tax purposes	9,720	11,018
Difference between capital allowances and depreciation	(7,899)	(57,725)
Over provision in respect of prior years	-	(8,390)
Increase in taxable losses	167,246	7,500
Other timing differences	(7)	-
Total current tax (note 8(a))	(5,178)	(16,318)

(c) Factors affecting the future tax charges

The group has taxable trading losses of approximately £1,307,000 (2008: £511,000) available to offset against future trading profits, and capital losses of £78,000 (2008: £78,000) to offset against future capital gains.

9 Dividends

	2009 £	2008 £
Equity dividends paid	16,000	110,000

FOIL RIBBON & IMPACT PRINTING GROUP PLC

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2009

10 Profit attributable to the company

The profit after taxation attributable to the company for the year was £44,990 (2008: loss £145,085).

11 Intangible fixed assets

Group and company

	Positive goodwill £	Negative goodwill £	Total £
<i>Cost and amortisation</i>			
At 1 April 2008 and 31 March 2009	96,257	(6,449)	89,808
<i>Net book value</i>			
At 1 April 2008 and 31 March 2009	-	-	-

12 Tangible fixed assets

Group

	Freehold land & buildings £	Plant and equipment £	Fixtures, fittings, and office equipment £	Motor vehicles £	Total £
<i>Cost or valuation</i>					
At 1 April 2008	1,025,000	6,060,027	535,568	118,047	7,738,642
Additions	-	955,975	187,374	-	1,143,349
Disposals	-	(99,440)	-	(32,050)	(131,490)
At 31 March 2009	1,025,000	6,916,562	722,942	85,997	8,750,501
<i>Depreciation</i>					
At 1 April 2008	19,101	2,880,880	396,479	78,869	3,375,329
Provided for the year	9,549	366,615	50,872	19,897	446,933
Disposals	-	(46,320)	-	(32,050)	(78,370)
At 31 March 2009	28,650	3,201,175	447,351	66,716	3,743,892
<i>Net book value</i>					
At 31 March 2009	996,350	3,715,387	275,591	19,281	5,006,609
At 31 March 2008	1,005,899	3,179,147	139,089	39,178	4,363,313

The net book value of assets held under finance leases and hire purchase agreements is £1,655,347 (2008: £1,137,786).

In March 2006, the freehold land and buildings were revalued to £1,025,000 on the basis of existing value in use and sound freehold title by King Sturge, an external firm of professional valuers.

FOIL RIBBON & IMPACT PRINTING GROUP PLC

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2009

12 Tangible fixed assets (continued)

Company

	Freehold land & buildings £	Plant and equipment £	Fixtures, fittings, and office equipment £	Motor vehicles £	Total £
<i>Cost or valuation</i>					
At 1 April 2008	1,025,000	4,511,448	480,296	101,032	6,117,776
Additions	-	882,995	181,836	-	1,064,831
Disposals	-	(99,440)	-	(15,250)	(114,690)
At 31 March 2009	1,025,000	5,295,003	662,132	85,782	7,067,917
<i>Depreciation</i>					
At 1 April 2008	19,101	2,405,167	368,447	75,593	2,868,308
Provided for the year	9,549	254,326	46,094	11,341	321,310
Disposals	-	(46,320)	-	(15,250)	(61,570)
At 31 March 2009	28,650	2,613,173	414,541	71,684	3,128,048
<i>Net book value</i>					
At 31 March 2009	996,350	2,681,830	247,591	14,098	3,939,869
At 31 March 2008	1,005,899	2,106,281	111,849	25,439	3,249,468

The net book value of assets held under finance leases and hire purchase agreements is £1,077,536 (2008: £768,918).

In March 2006, the freehold land and buildings were revalued to £1,025,000 on the basis of existing value in use and sound freehold title by King Sturge, an external firm of professional valuers.

If plant and equipment had not been revalued they would have been included at the following amounts:

	Group		Company	
	2009 £	2008 £	2009 £	2008 £
Cost	3,558,003	3,558,003	3,558,003	3,558,003
Aggregate depreciation based on cost	(2,164,503)	(2,009,670)	(2,164,503)	(2,009,670)
	1,393,500	1,548,333	1,393,500	1,548,333

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12 Tangible fixed assets (continued)

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

	Group		Company	
	2009	2008	2009	2008
	£	£	£	£
Cost	547,445	547,445	547,445	547,445
Aggregate depreciation based on cost	(87,209)	(77,657)	(87,209)	(77,657)
	<u>460,236</u>	<u>469,788</u>	<u>460,236</u>	<u>469,788</u>

13 Fixed asset investments

Company

	Subsidiary undertakings
	£
Cost	
At 1 April 2008	1,111,390
Additions	155
At 31 March 2009	<u>1,111,545</u>

The company's investments in subsidiary undertakings are listed below:

	Country of incorporation	Proportion of share capital	Ordinary £1 shares
Foil Ribbon & Impact Printing Limited	England	100%	1,000
Laminating and Varnishing Company Limited	England	100%	1,199,564
Metalpaper Limited	England	77.5%	200

The principal activity during the year of Foil Ribbon & Impact Printing Limited was the provision of foil stamping and embossing services, and for Laminating and Varnishing Company Limited was that of print finishers.

The company acquired 77.5% of the ordinary issued share capital of Metalpaper Limited during the year. No goodwill arose on acquisition as the company did not trade prior to acquisition, the net assets acquired representing unpaid share capital. Metalpaper Limited is involved in the business of producing metalised packaging.

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13 Fixed asset investments *(continued)*

The following subsidiaries were dormant or non trading throughout the year:

	Country of incorporation	Proportion of share capital	Ordinary £1 shares
Foil Ribbon and Impact Printing (London) Limited	England	100%	1,000
Foil Ribbon & Impact Printing (Manchester) Limited	England	100%	1,000
Foil Ribbon & Impact Printing (Scotland) Limited	Scotland	100%	10,000
Q C Print Services Limited	England	100%	2
Q C Print Services (Holdings) Limited	England	100%	10,000

The following subsidiaries were dormant throughout the year and are not consolidated as they are considered immaterial to the results of the group:

	Country of incorporation	Proportion of share capital	Ordinary £1 shares
Hologram Security Printing Limited	Scotland	100%	100
An F of A Difference Limited	Scotland	100%	1,000

The investments in, and all amounts due from, An F of A Difference Limited and Hologram Security Printing Limited were written off in previous years.

14 Stocks

	Group		Company	
	2009 £	2008 £	2009 £	2008 £
Raw materials	179,760	156,348	-	-

15 Debtors

	Group		Company	
	2009 £	2008 £	2009 £	2008 £
Trade debtors	1,279,476	1,436,406	-	-
Amounts due from group undertakings	-	-	541,198	576,207
Other debtors	18,102	22,568	8,250	17,479
Corporation tax repayable	13,106	7,928	-	-
Prepayments and accrued income	175,905	143,092	32,047	31,007
	<u>1,486,589</u>	<u>1,609,994</u>	<u>581,495</u>	<u>624,693</u>

All debtors fall due for payment within one year

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16 Creditors: amounts falling due within one year

	Group		Company	
	2009	2008	2009	2008
	£	£	£	£
Bank loans and overdraft (note 17)	50,000	500,232	54,189	349,633
Obligations under finance leases and hire purchase agreements (note 17)	378,120	291,070	356,114	237,810
Trade creditors	655,491	348,016	153,134	51,256
Amounts due to group undertakings	-	-	186,700	100,000
Other taxation and social security	243,207	166,018	66,111	58,772
Other creditors	1,091,796	73,631	73,324	61,306
Accruals and deferred income	169,749	155,111	59,065	61,711
	<u>2,588,363</u>	<u>1,534,078</u>	<u>948,637</u>	<u>920,488</u>

Included within group other creditors is £927,965 (2008: £nil) relating to an invoice discounting balance. This is secured by a fixed and floating charge over all the property and assets present and future, including goodwill, book debts, uncalled capital, buildings, fixtures and fixed plant and machinery.

17 Creditors: amounts falling due after more than one year

	Group		Company	
	2009	2008	2009	2008
	£	£	£	£
Bank loans	471,667	641,667	471,667	641,667
Obligations under finance leases and hire purchase agreements	996,257	233,094	976,058	216,205
	<u>1,467,924</u>	<u>874,761</u>	<u>1,447,725</u>	<u>857,872</u>

The bank loans are repayable by instalments on or before January 2022, bear interest at 2.25% above base rate, are secured by a bond and floating charge over all of the assets of the group and company and are repayable as follows:

	Group		Company	
	2009	2008	2009	2008
	£	£	£	£
Within one year	50,000	50,000	50,000	50,000
Between one and two years	50,000	50,000	50,000	50,000
Between two and five years	150,000	150,000	150,000	150,000
After more than five years	271,667	441,667	271,667	441,667
	<u>521,667</u>	<u>691,667</u>	<u>521,667</u>	<u>691,667</u>

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17 Creditors: amounts falling due after more than one year *(continued)*

Obligations under finance leases and hire purchase agreements are secured on the assets to which they relate and are repayable as follows:

	Group		Company	
	2009	2008	2009	2008
	£	£	£	£
Within one year	378,120	291,070	356,114	237,810
Between one and two years	320,903	150,602	300,704	133,713
Between two and five years	675,354	82,492	675,354	82,492
	<u>1,374,377</u>	<u>524,164</u>	<u>1,332,172</u>	<u>454,015</u>

18 Deferred taxation

Group	2009	2008
	£	£
Accelerated capital allowances	471,258	493,853
Trading losses	(131,000)	(112,419)
	<u>340,258</u>	<u>381,434</u>

The movement in the deferred tax provision during the year was:

	2009	2008
	£	£
Balance brought forward	381,434	281,507
Transferred (to)/from profit and loss account (note 8(a))	(41,176)	99,927
Balance carried forward	<u>340,258</u>	<u>381,434</u>

Company

	2009	2008
	£	£
Accelerated capital allowances	298,000	289,353
Trading losses	(27,000)	(18,719)
	<u>271,000</u>	<u>270,634</u>

The movement in the deferred tax provision during the year was:

	2009	2008
	£	£
Balance brought forward	270,634	182,759
Transferred from profit and loss account	366	87,875
Balance carried forward	<u>271,000</u>	<u>270,634</u>

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19 Share capital

	Authorised		Authorised	
	2009 Number	2009 £	2008 Number	2008 £
Ordinary 'A' shares of £0.05 each	750,170	37,509	750,170	37,509
Ordinary 'B' shares of £0.05 each	706,330	35,316	706,330	35,316
Ordinary 'C' shares of £0.05 each	471,898	23,595	471,898	23,595
Ordinary 'D' shares of £0.05 each	1,071,600	53,580	1,071,600	53,580
Preference 'A' shares of £0.01 each	10	-	10	-
	<u>3,000,008</u>	<u>150,000</u>	<u>3,000,008</u>	<u>150,000</u>
	Allotted, called up and fully paid		Allotted, called up and fully paid	
	2009 Number	2009 £	2008 Number	2008 £
Ordinary 'A' shares of £0.05 each	750,170	37,509	750,170	37,509
Ordinary 'B' shares of £0.05 each	706,330	35,316	706,330	35,316
Ordinary 'C' shares of £0.05 each	150,920	7,546	150,920	7,546
Ordinary 'D' shares of £0.05 each	1,071,600	53,580	1,071,600	53,580
Preference 'A' shares of £0.01 each	10	-	10	-
	<u>2,679,030</u>	<u>133,951</u>	<u>2,679,030</u>	<u>133,951</u>

The rights attached to these shares can be found in the Articles of Association.

FOIL RIBBON & IMPACT PRINTING GROUP PLC

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20 Reserves

	Share premium £	Revaluation reserve £	Profit and loss account £
Group			
Balance brought forward	966,609	610,926	1,658,384
Loss for the financial year	-	-	(724,170)
Realisation of revaluation reserve	-	(7,411)	7,411
Equity dividends paid	-	-	(16,000)
Balance carried forward	966,609	603,515	925,625
Company			
Balance brought forward	966,609	610,926	1,225,071
Profit for the financial year	-	-	44,990
Realisation of revaluation reserve	-	(7,411)	7,411
Equity dividends paid	-	-	(16,000)
Balance carried forward	966,609	603,515	1,261,472

21 Reconciliation of movements in shareholders' funds

Group	2009 £	2008 £
(Loss)/profit for the year	(724,170)	72,784
Equity dividends paid	(16,000)	(110,000)
Net reduction in shareholders' funds	(740,170)	(37,216)
Opening shareholders' funds	3,369,870	3,407,086
Closing shareholders' funds	2,629,700	3,369,870

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21 Reconciliation of movements in shareholders' funds *(continued)*

Company	2009 £	2008 £
Profit/(loss) for the year	44,990	(145,085)
Equity dividends paid	(16,000)	(110,000)
Net addition to/(reduction in) shareholders' funds	28,990	(255,085)
Opening shareholders' funds	2,936,557	3,191,642
Closing shareholders' funds	2,965,547	2,936,557

22 Minority interests

	2009 £	2008 £
Acquired	45	-
Share of loss for the year	(59,183)	-
At end of year	(59,138)	-

23 Reconciliation of operating profit to net cash inflow from operating activities

	2009 £	2008 £
Operating (loss)/profit for the year	(686,838)	87,006
Depreciation	446,933	408,364
Net profit of the disposal of tangible fixed assets	(22,989)	(19,998)
Increase in stocks	(23,412)	(11,507)
Decrease in debtors	128,783	209,637
Increase/(decrease) in creditors	484,502	(156,830)
	326,979	516,672

24 Reconciliation of net cash flow to movement in net debt

	2009 £	2008 £
Increase/(decrease) in cash	713,893	(242,941)
Cash (inflow)/outflow from financing	(467,159)	441,544
Changes in net debt resulting from cash flows	246,734	198,603
New hire purchase and finance lease agreements	(1,141,019)	(358,100)
Net debt brought forward	(1,635,575)	(1,476,078)
Net debt carried forward	(2,529,860)	(1,635,575)

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25 Analysis of changes in net debt

	At 1 April 2008 £	Cash flow £	Non cash changes £	At 31 March 2009 £
Cash at bank and in hand	30,488	263,661	-	294,149
Bank overdraft	(450,232)	450,232	-	-
	<u>(419,744)</u>	<u>713,893</u>	<u>-</u>	<u>294,149</u>
Debt due within one year	(50,000)	-	-	(50,000)
Debt due after one year	(641,667)	170,000	-	(471,667)
Finance lease and hire purchase agreements	(524,164)	290,806	(1,141,019)	(1,374,377)
Revolving credit facility	-	(927,965)	-	(927,965)
	<u>(1,635,575)</u>	<u>246,734</u>	<u>(1,141,019)</u>	<u>(2,529,860)</u>

Non cash changes represent obligations under new hire purchase and finance lease agreements entered into during the year.

26 Commitments under operating leases

At 31 March, the group had annual commitments under non-cancellable operating leases as set out below:

	Land and buildings	
	2009 £	2008 £
Operating leases which expire:		
Within one year	-	26,505
Between two and five years	104,396	61,316
After more than five years	233,360	82,496
	<u>337,756</u>	<u>170,317</u>

27 Pensions

During the year the group has made contributions to defined contribution pension schemes for the benefit of its employees. The assets of the schemes are held separately from those of the group as independently administered funds. The pension cost charge represents contributions payable by the group to the schemes. There are no unpaid contributions at the year end (2008: £nil).

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28 Contingent liabilities

The company is party to certain cross guarantees with certain other group companies.

At 31 March, borrowings subject to these guarantees were £1,307,040 (2008: £1,064,025).

29 Capital commitments

At 31 March, the group and company had capital commitments of £nil (2008: £18,000) not provided for in these accounts.

30 Related party transactions

The company has taken advantage of the exemptions available under Financial Reporting Standard 8 with regard to the non-disclosure of transactions between group companies which are eliminated on consolidation.

During the year, the Group made purchases of £42,730 (2008: £58,209) from Secaura Limited, a company in which R M Gibson is a director and shareholder and is also a shareholder of Foil Ribbon and Impact Printing Group plc. At the year end £3,876 (2008: £4,006) is owed to Secaura Limited and is included in creditors.

31 Ultimate controlling party

The company is controlled by its directors, and the directors consider that there is no ultimate controlling party.