

GC Paper Limited

Report and Financial Statements

Year Ended

31 December 2017

Company Number 06457867



GC Paper Limited

Report and financial statements for the year ended 31 December 2017

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Directors

D Allen
S Taylor

Secretary and registered office

S W Taylor, Premier House, Midpoint Park, Kingsbury Road, Birmingham, B76 1AF

Company number

06457867

Auditors

BDO LLP, Two Snowhill, Birmingham, B4 6GA

Bankers

Lloyds Bank PLC, Bailey Drive, Gillingham Business Park, Kent, ME8 OLS

Solicitors

Gateley PLC, One Eleven, Edmund Street, Birmingham, B3 2HJ

GC Paper Limited

Strategic report for the year ended 31 December 2017

The directors present their strategic report together with the audited financial statements for the year ended 31 December 2017.

Review of the business

The company's principal activity is an intermediate holding company, receiving dividends from other group companies.

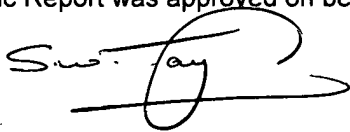
On 20 December 2017 the assets of GC Paper Limited, which predominately comprised the company's investment in its subsidiary Premier Paper Group Limited, were hived up to its ultimate parent RADMS Paper Limited. G C Paper Limited is therefore now a dormant company and the simplified group structure has Premier Paper Group Limited, the sole trading company, sitting directly beneath the parent company RADMS Paper Limited.

Principal risks and uncertainties

Following the hive up the company disposed of its interest in Premier Paper Group Limited and therefore no longer has any significant risks or key performance indicators that are monitored. The underlying trade of Premier Paper Group Limited is now consolidated into RADMS Paper Limited, the ultimate controlling party and the directors of this company monitor their own principal risks and uncertainties.

Approval

This Strategic Report was approved on behalf of the Board on 23/02/18



S Taylor
Director

GC Paper Limited

Directors' report for the year ended 31 December 2017

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

Results and dividends

The profit for the year, before taxation, amounted to £1,665,000 (2016 - £1,461,000).

On 20 December 2017 the assets of GC Paper Limited were hived up to its ultimate parent, RADMS Paper Limited.

Interim dividends of £1,665,000 (2016 - £1,461,000) have been paid during the year. The directors have not proposed a final dividend.

Directors

The directors of the company throughout the year were:

G Griffiths (resigned 28/04/2017)
C Candler (resigned 28/04/2017)
D Allen (appointed 28/04/2017)
S Taylor (appointed 24/03/2017)

Directors indemnity insurance policies were in place during the year and up to the date of this report. The policies are renewed annually.

Directors' responsibilities

The directors are responsible for preparing the strategic report, the directors' 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 company 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 company and of the profit or loss of the company for that period.

In preparing these financial statements, the directors are required to:

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

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

GC Paper Limited

Directors' report for the year ended 31 December 2017 (*continued*)

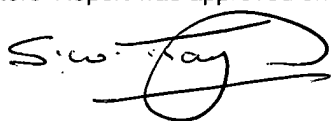
Disclosure of information to auditor

Each of the persons who are directors at the time when this directors' report is approved has confirmed that:

- so far as that director is aware, there is no relevant audit information of which the group's auditor is unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the group's auditor is aware of that information.

Approval

This Directors' Report was approved on behalf of the Board on 23/02/18

A handwritten signature in black ink, appearing to read 'S. Taylor', with a large, stylized circular flourish at the end.

S Taylor
Director

GC Paper Limited

Independent auditors' report

TO THE MEMBERS OF GC PAPER LIMITED

Opinion

We have audited the financial statements of GC Paper Limited ('the company') for the year ended 31 December 2017 which comprise the statement of comprehensive income, the balance sheet, the statement of changes in equity 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).

In our opinion, the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2017 and of its result for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- 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 company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In forming our opinion on the financial statements, which is not modified, we have considered the adequacy of the disclosures made in note 1 to the financial statements concerning the company's ability to continue as a going concern. As result of the entity now ceasing to trade following the hive up into its ultimate parent RADMS Paper Limited, the company is now dormant and therefore the financial statements have not been prepared on a going concern basis.

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.

GC Paper Limited

Independent auditors' report (*continued*)

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.

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the strategic report and the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the strategic report and the 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 the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report or the directors' report.

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

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

Responsibilities of directors

As explained more fully in the directors' responsibilities statement set out on page 2, 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 company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

GC Paper Limited

Independent auditors' report (*continued*)

Auditor's responsibilities for the audit of the financial statements

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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



Gareth Singleton (Senior Statutory Auditor)
For and on behalf of BDO LLP, Statutory Auditor
Birmingham

Date: 23 FEBRUARY 2018

BDO LLP is a limited liability partnership registered in England and Wales (with registered number OC305127).

GC Paper Limited

Statement of comprehensive income for the year ended 31 December 2017

	Note	2017 £	2016 £
Income from shares in group undertakings	2	1,665,000	1,650,000
Interest payable and similar charges	5	-	(189,000)
		<u>1,665,000</u>	<u>1,461,000</u>
Profit on ordinary activities before taxation		1,665,000	1,461,000
Taxation on profit on ordinary activities	6	-	-
		<u>1,665,000</u>	<u>1,461,000</u>
Profit for the financial year		1,665,000	1,461,000
		<u>1,665,000</u>	<u>1,461,000</u>
Other comprehensive income for the year		-	-
		<u>-</u>	<u>-</u>
Total comprehensive income		1,665,000	1,461,000
		<u><u>1,665,000</u></u>	<u><u>1,461,000</u></u>

All amounts relate to continuing activities.

The notes on pages 10 to 15 form part of these financial statements.

GC Paper Limited

Balance sheet
at 31 December 2017

Company number 06457867	Note	2017 £	2016 £
Fixed assets			
Investments	7	-	9,450,753
Debtors: amounts falling due within one year	8	2	-
Creditors: amounts falling due within one year	9	-	(9,450,571)
		<hr/>	<hr/>
Total assets less current liabilities		2	2
		<hr/>	<hr/>
Net assets		2	2
		<hr/>	<hr/>
Capital and reserves			
Called up share capital	10	2	2
Retained earnings		-	-
		<hr/>	<hr/>
Shareholders' funds		2	2
		<hr/>	<hr/>

The financial statements were approved by the Board of Directors and authorised for issue on 23/02/18

S Taylor
Director

The notes on pages 10 to 15 form part of these financial statements.

GC Paper Limited

Statement of changes in equity at 31 December 2017

Statement of changes in equity for the year ended 31 December 2017

	Share capital £	Retained Earnings £	Total equity £
1 January 2017	2	-	2
Comprehensive income			
Profit for the year	-	1,665,000	1,665,000
	<hr/>	<hr/>	<hr/>
Total comprehensive income for the year	-	1,665,000	1,665,000
	<hr/>	<hr/>	<hr/>
Transactions with shareholders			
Dividends: Equity capital (Note 11)	-	(1,665,000)	(1,665,000)
	<hr/>	<hr/>	<hr/>
At 31 December 2017	2	-	2
	<hr/>	<hr/>	<hr/>

Statement of changes in equity for the year ended 31 December 2016

	Share capital £	Retained Earnings £	Total equity £
1 January 2016	2	-	2
Comprehensive income			
Profit for the year	-	1,461,000	1,461,000
	<hr/>	<hr/>	<hr/>
Total comprehensive income for the year	-	1,461,000	1,461,000
	<hr/>	<hr/>	<hr/>
Transactions with shareholders			
Dividends: Equity capital (Note 11)	-	(1,461,000)	(1,461,000)
	<hr/>	<hr/>	<hr/>
At 31 December 2016	2	-	2
	<hr/>	<hr/>	<hr/>

Capital and reserves comprise of:

Share capital	The nominal value of allotted and fully paid up ordinary share capital.
Retained earnings	Cumulative net gains and losses recognised in the statement of comprehensive income.

The notes on pages 10 to 15 form part of these financial statements.

GC Paper Limited

Notes forming part of the financial statements for the year ended 31 December 2017

1 Accounting policies

GC Paper Limited is a company incorporated in England & Wales under the Companies Act 2006. The address of the registered office is given in the contents page and the principal activity of the company is set out in the strategic report.

The financial statements have been prepared in accordance with FRS 102 The Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland ("FRS102"); under the historical cost convention and in accordance with the Companies Act 2006.

The financial statements have been prepared using the reduced disclosure exemptions as permitted by FRS 102, the Financial Reporting Standard applicable in the UK and Republic of Ireland. They do not therefore include the requirements of:

- Section 7 'Statement of Cash Flows'
- Section 11 'Financial Instruments' paragraph 11.39 to 11.48A
- Section 33 'Related Party Disclosures' paragraph 33.7

This information is included in the consolidated financial statements of RADMS Paper Limited for the year ended 31 December 2017.

The accounts have been prepared in the company's functional currency, pounds sterling.

As explained in the Directors' report the entity has now ceased to act as a holding company following the hive up into its ultimate parent, RADMS Paper Limited. Therefore, the financial statements have not been prepared on a going concern basis. Nevertheless, there is no significant impact on the reported results or carrying value of assets and liabilities as at 31 December 2017.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires company management to exercise judgement in applying the company's accounting policies. It is deemed there are no critical accounting estimates.

The following principal accounting policies have been applied:

Investments

Investments in subsidiaries are valued at cost less provision for impairment.

Financial instruments

Financial assets

Financial assets comprise amounts owed by group undertakings, these are initially recorded at cost on the date they originate and are subsequently recorded at amortised cost under the effective interest method. The company considers evidence of impairment for amounts owed by company undertakings, and any subsequent impairment is recognised in the statement of comprehensive income.

Financial liabilities

Financial liabilities comprise amounts due to group undertakings; these are initially recorded at cost on the date they originate, and are subsequently carried at amortised cost under the effective interest method.

Dividends

Equity dividends are recognised when they become legally payable. Interim equity dividends are recognised when paid. Final equity dividends are recognised when approved by the shareholders at an annual general meeting.

GC Paper Limited

Notes forming part of the financial statements for the year ended 31 December 2017

1 Accounting policies (*continued*)

Current and deferred taxation

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

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company's subsidiaries operate and generate taxable income.

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

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

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax.

Deferred income tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

GC Paper Limited

Notes forming part of the financial statements for the year ended 31 December 2017 (*continued*)

2 Other operating income

	2017 £	2016 £
Dividends receivable from subsidiaries	1,665,000	1,650,000

3 Auditor's remuneration

	2017 £	2016 £
Fees payable to the company's auditor and its associates for the audit of the company's annual accounts	-	2,000

Statutory information on remuneration for other services provided by the company's auditor and its associates is given on a consolidated basis in the group accounts of the parent company RADMS Paper Limited.

4 Directors' remuneration

The directors receive emoluments for their services to all group companies. It is not considered practical or possible to accurately apportion these costs to each entity in the group. Given the relative size of the respective entities, the effect of not apportioning these costs for disclosure purposes is not considered to be material.

5 Interest payable and similar charges

	2017 £	2016 £
On loans from group companies	-	189,000

GC Paper Limited

Notes forming part of the financial statements for the year ended 31 December 2017 (*continued*)

6 Taxation on profit on ordinary activities

	2017 £	2017 £	2016 £	2016 £
<i>UK corporation tax</i>				
Current tax on profits of the year	-	-	-	-
Total current tax	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Taxation on profit on ordinary activities		<u>-</u>		<u>-</u>
		<u>-</u>		<u>-</u>

The tax assessed for the year is different to the standard rate of corporation tax in the UK applied to profit before tax. The differences are explained below:

	2017 £	2016 £
Profit on ordinary activities before tax	1,665,000	1,461,000
Profit on ordinary activities at the standard rate of corporation tax in the UK of 19.25% (2016 - 20.00%)	320,513	292,000
Effects of:		
Non-taxable income	(320,513)	(330,000)
Group relief	-	38,000
Total tax charge for period	<u>-</u>	<u>-</u>

Factors that may affect future tax charges

There are no factors that may affect future tax charges.

GC Paper Limited

Notes forming part of the financial statements for the year ended 31 December 2017 (continued)

7 Fixed asset investments

Subsidiary undertakings

During the year GC Paper Limited transferred full ownership of the following subsidiary undertakings to RADMS Paper Limited, the ultimate parent company of GC Paper Limited for a consideration of £9,450,573.

The registered address for all of the subsidiary undertakings below is the same; Premier House, Midpoint Park, Kingsbury Road, Birmingham, B76 1AF

Name	Class of shares	Holding
Premier Paper Group Limited	Ordinary	100%
Onform Reels Limited (dormant)	Ordinary	100%
Hedsor Limited (dormant)	Ordinary	100%
Beswick Paper Limited (dormant)	Ordinary	100%

Premier Paper Group Limited hold 3 £1 holdings in Hedsor Limited, Onform Reels Limited and Beswick Paper Limited. The 3 subsidiaries disclosed above are dormant and have £Nil reserves.

The principal activity of Premier Paper Group Limited is that of the distribution and merchandising of paper.

	Investments in subsidiary companies £
<i>Cost</i>	
At 1 January 2017	9,450,573
Disposed of during the year	(9,450,573)
	<hr/>
<i>Net book value</i>	
At 31 December 2017	-
	<hr/>
At 31 December 2016	9,450,573
	<hr/>

8 Debtors

	2017 £	2016 £
Amounts owed by group undertakings	2	-
	<hr/>	<hr/>

9 Creditors: amounts falling due within one year

	2017 £	2016 £
Amounts owed to group undertakings	-	9,450,571
	<hr/>	<hr/>

GC Paper Limited

Notes forming part of the financial statements for the year ended 31 December 2017 (*continued*)

10 Share capital

	2017 £	2016 £
<i>Allotted, called up and fully paid</i>		
2 ordinary shares of £1 each	2	2
	<u> </u>	<u> </u>

11 Dividends

	2017 £	2016 £
Interim dividend of £832,500 (2016 - £730,500) per ordinary share paid during the year	1,665,000	1,461,000
	<u> </u>	<u> </u>

The directors did not propose payment of a final dividend.

12 Related party disclosures

Controlling parties

At 31 December 2017 the immediate and ultimate parent undertaking was RADMS Paper Limited, a company incorporated in the United Kingdom. The parent undertaking of the smallest and largest group for which consolidated accounts are prepared is RADMS Paper Limited. Consolidated accounts are available from Companies House, Cardiff, CF4 3UZ. In the opinion of the directors this is the ultimate parent company and the ultimate controlling party.