

HAGUE PRINT MEDIA SUPPLIES LIMITED

Company Registration Number 02984490

Annual Report and Financial Statements

Year ended 31 December 2016

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COMPANIES HOUSE

Brown Butler
Chartered Accountants
Leeds

Hague Print Media Supplies Limited

Annual Report and Financial Statements
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Hague Print Media Supplies Limited

Annual Report and Financial Statements
Company Information

Directors	J A Wain G T Wain N T Wain
Company Secretary	J A Wain
Registered Office	Thomas House Don Pedro Avenue Normanton Industrial Estate Normanton West Yorkshire WF6 1TD
Company Number	02984490
Bankers	Lloyds Bank 45 Hustlergate Bradford West Yorkshire BD1 1NT
Statutory Auditor	Brown Butler Chartered Accountants Leigh House 28-32 St Paul's Street Leeds LS1 2JT

Hague Print Media Supplies Limited

Annual Report and Financial Statements
Strategic Report
Year ended 31 December 2016

The directors present their strategic report for the year ended 31 December 2016.

Principal activities

The principal activities of the group are to provide innovative and competitive print and IT solutions worldwide.

Business review

The group enjoyed steady growth in sales and margin in 2016, the growth was provided by the new group members, who have integrated well into the new structure.

Exports to Europe and the Rest of the World increased overall by 8%, but sales to Europe declined sharply. Export still accounts for approximately 25% of turnover with Africa and Australia being the most important markets.

Hague group's major accounts and product areas held up well in 2016 and we continue to concentrate on broadening the client base and extending the range of products to all group members.

The visibility and brand awareness of Hague increased during 2016 and we plan to continue that strategy throughout 2017.

Principle risks and uncertainties

The company faces a number of business risks and uncertainties due to trading conditions within the print industry in the UK and Australia as well as the vicissitudes of dealing in the African market. However we continue to minimise the risks by spreading our group business over an increasing range of products and to increasing our client base.

Approved by the Board on 05/09/ 2017 and signed on its behalf by:



.....
G T Wain
Director

Hague Print Media Supplies Limited

Annual Report and Financial Statements

Directors Report

Year ended 31 December 2016

The directors present their annual report and the company and group financial statements for the year ended 31 December 2016.

Directors of the company

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

J A Wain

G T Wain

N T Wain

Dividends

The directors do not propose a final dividend in respect of the year ended 31 December 2016.

Disclosure of information to the auditors

So far as the directors are aware, there is no information relevant to the audit of which the group's auditors are unaware. The directors have taken the necessary steps to ensure that they themselves are aware of all relevant audit information and made sure that the group's auditors are also aware of that information.

Approved by the Board on 05/09/ 2017 and signed on its behalf by:



.....
Director

Hague Print Media Supplies Limited

Annual Report and Financial Statements
Statement of Directors' Responsibilities

The directors are responsible for preparing the strategic report, 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 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 the company 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 has 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 company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the group's and the company's transactions and 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 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.

We have audited the financial statements of Hague Print Media Supplies Limited for the year ended 31 December 2016, which comprise the Group Profit and Loss Account, the Group and Company Balance Sheets, the Group and Company Statement of Changes in Equity, the Group Statement of Cash Flows and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

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.

Respective responsibilities of directors and auditors

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. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Strategic Report and the Directors' Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on the financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the group's and parent company's affairs as at 31 December 2016 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.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion 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.

Continued on page 6

Hague Print Media Supplies Limited

Annual Report and Financial Statements

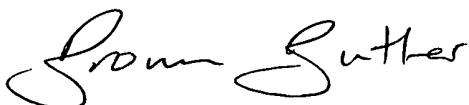
Independent Auditor's Report to the members of Hague Print Media Supplies Limited

Continued from page 5

Matters on which we are required to report by exception

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

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company 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.



James R White (Senior Statutory Auditor)
For and on behalf of Brown Butler
Chartered Accountants and Statutory Auditor
Leigh House
28-32 St Paul's Street
Leeds
West Yorkshire
LS1 2JT

6th September 2017

Hague Print Media Supplies Limited

Annual Report and Financial Statements
Group Profit and Loss Account
Year ended 31 December 2016

	Note	2016 £	2015 £
Turnover	3	18,023,557	16,167,699
Cost of sales		(10,131,150)	(9,000,212)
Gross profit		7,892,407	7,167,487
Administrative expenses		(4,810,894)	(3,579,502)
Other operating income		2,598	-
Operating profit	4	3,084,111	3,587,985
Interest receivable and similar income	5	28,078	105,926
Gain on investments		110,799	-
Interest payable and similar charges	6	(246,816)	(3,810)
Profit on ordinary activities before taxation		2,976,172	3,690,101
Tax on profit on ordinary activities	9	(618,100)	(484,801)
Profit for the financial year		<u>2,358,072</u>	<u>3,205,300</u>

The above results derive from continuing operations.

The notes on pages 12 to 23 form part of these financial statements.

Annual Report and Financial Statements
Group Balance Sheet
As at 31 December 2016

	Note	2016 £	2015 £
Fixed assets			
Intangible fixed assets	10	2,131,380	399,833
Tangible fixed assets	11	1,199,051	1,412,003
		<u>3,330,431</u>	<u>1,811,836</u>
Current assets			
Stocks	13	309,196	44,231
Debtors	15	3,992,089	3,459,252
Investments	14	1,709,314	1,598,515
Cash at bank and in hand		4,591,453	6,119,360
		<u>10,602,052</u>	<u>11,211,358</u>
Creditors: Amounts falling due within one year	16	<u>(3,559,602)</u>	<u>(3,218,432)</u>
Net current assets		<u>7,042,450</u>	<u>8,002,926</u>
Total assets less current liabilities		<u>10,372,881</u>	<u>9,814,762</u>
Creditors: Amounts falling due after more than one year	17	<u>(225,000)</u>	<u>-</u>
Net assets		<u><u>10,147,881</u></u>	<u><u>9,814,762</u></u>
Capital and reserves			
Called up share capital	18	750,000	2,750,000
Profit and loss account		<u>9,397,881</u>	<u>7,064,762</u>
Total equity		<u><u>10,147,881</u></u>	<u><u>9,814,762</u></u>

These financial statements were approved and authorised for issue by the board on 05/09/ 2017 and signed on its behalf by:



G-T Wain
Director

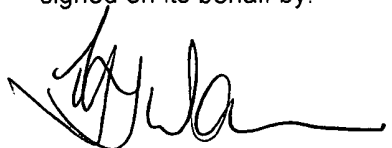
The notes on pages 12 to 23 form part of these financial statements.

Hague Print Media Supplies Limited
Registration Number 02984490

Annual Report and Financial Statements
Company Balance Sheet
As at 31 December 2016

	Note	2016 £	2015 £
Fixed assets			
Tangible fixed assets	11	999,622	-
Investments	12	3,051,501	3,051,499
		<u>4,051,123</u>	<u>3,051,499</u>
Current assets			
Cash at bank and in hand		1	1
Creditors: Amounts falling due within one year	16	(26,924)	(301,500)
		<u>(26,923)</u>	<u>(301,499)</u>
Net current liabilities		(26,923)	(301,499)
Total assets less current liabilities		<u>4,024,200</u>	<u>2,750,000</u>
Net assets		<u><u>4,024,200</u></u>	<u><u>2,750,000</u></u>
Capital and reserves			
Called up share capital	18	750,000	2,750,000
Profit and loss account		<u>3,274,200</u>	-
Total equity		<u><u>4,024,200</u></u>	<u><u>2,750,000</u></u>

These financial statements were approved and authorised for issue by the board on 05/09/2017 and signed on its behalf by:



G T Wain
Director

The notes on pages 12 to 23 form part of these financial statements.

Hague Print Media Supplies Limited

Annual Report and Financial Statements
Group and Company Statement of Changes in Equity
Year ended 31 December 2016

Group	Share capital £	Profit and loss account £	Total £
At 1 January 2015	2,750,000	3,859,462	6,609,462
Profit for the year	-	3,205,300	3,205,300
At 31 December 2015	2,750,000	7,064,762	9,814,762
Profit for the year	-	2,358,072	2,358,072
Dividends	-	(20,000)	(20,000)
Other ordinary share capital movements	(2,000,000)	-	(2,000,000)
Foreign currency translation	-	(4,953)	(4,953)
At 31 December 2016	<u>750,000</u>	<u>9,397,881</u>	<u>10,147,881</u>
Company	Share capital £	Profit and loss account £	Total £
At 1 January 2015	2,750,000	-	2,750,000
At 31 December 2015	2,750,000	-	2,750,000
Profit for the year	-	3,294,200	3,294,200
Dividends	-	(20,000)	(20,000)
Other ordinary share capital movements	(2,000,000)	-	(2,000,000)
At 31 December 2016	<u>750,000</u>	<u>3,274,200</u>	<u>4,024,200</u>

The notes on pages 12 to 23 form part of these financial statements.

Hague Print Media Supplies Limited

Annual Report and Financial Statements
Group Statement of Cash Flows
Year ended 31 December 2016

	Note	2016 £	2015 £
Cash flows from operating activities			
Group profit for the year		2,358,072	3,205,300
Adjustments to reconcile group profit for the year to net cash flow from operating activities			
Depreciation, amortisation and impairment	4	516,006	108,937
Loss/(profit) on disposal of fixed assets	4	29,936	(15,554)
Interest received	5	(28,078)	(105,926)
Interest payable and similar charges	6	246,816	3,810
Gain on investments		(110,799)	-
Taxation	9	618,100	484,801
		<u>3,630,053</u>	<u>3,681,368</u>
Working capital adjustments			
Increase in stocks	13	(264,965)	(981)
Increase in trade and other debtors	14	(547,859)	(842,266)
Increase in trade and other creditors	15	1,288	45,763
		<u>2,818,517</u>	<u>2,883,884</u>
Cash generated from operations			
Taxation paid	9	(818,070)	(221,426)
		<u>2,000,447</u>	<u>2,662,458</u>
Net cash flow from operating Activities			
Cash flows from investing activities			
Interest received	5	28,078	105,926
Interest paid	6	(246,816)	-
Acquisitions of intangible fixed assets	10	(1,161,684)	-
Acquisitions of tangible fixed assets	11	(143,903)	(92,967)
Proceeds from sale of tangible assets		20,924	31,249
		<u>(1,503,401)</u>	<u>44,208</u>
Net cash flows from investing activities			
Cash flows from financing activities			
Payments for reduction in share capital		(2,000,000)	-
Dividends paid		(20,000)	-
		<u>(2,020,000)</u>	<u>-</u>
Net cash flows from financing activities			
Net (decrease)/increase in cash and cash equivalents		<u>(1,522,954)</u>	<u>2,706,666</u>
Cash and cash equivalents at 1 January 2016		6,119,360	3,416,504
Effect of exchange rate fluctuations on cash held		<u>(4,953)</u>	<u>(3,810)</u>
Cash and cash equivalents at 31 December 2016		<u><u>4,591,453</u></u>	<u><u>6,119,360</u></u>

The notes on pages 12 to 23 form part of these financial statements.

Hague Print Media Supplies Limited

Annual Report and Financial Statements
Notes to the Financial Statements
Year ended 31 December 2016

1. General information

Hague Print Media Supplies Limited is a company limited by shares incorporated in England.

Its registered number is 02984490.

The address of its registered office and principal place of business is:

Thomas House
Don Pedro Avenue
Normanton Industrial Estate
Normanton
WF6 1TD

2. Summary of significant accounting policies

Basis of preparation

The financial statements have been prepared in accordance with applicable United Kingdom accounting standards, including Financial Reporting Standard 102 – 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' ('FRS 102') and the Companies Act 2006. The financial statements have been prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The presentation currency is £ sterling.

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

Basis of consolidation

The consolidated financial statements incorporate the financial statements of Hague Print Media Supplies Limited and its subsidiary undertakings. All intra group transactions, balances, income and expenses are eliminated on consolidation.

As permitted by Section 408 of the Companies Act 2006, Hague Print Media Supplies Limited has not presented its own profit and loss account. The profit for the year was £3,294,200 (2015: £Nil).

Turnover

Turnover is measured at fair value of the consideration received or receivable, net of discounts and value added tax. Turnover includes revenue earned from the sale of goods and from the rendering of services.

Turnover from the sale of goods is recognised when the significant risks and rewards of ownership of the goods has transferred to the buyer. This is usually when the goods have been delivered to customers such that the risks and removal of ownership have been transferred to them.

Turnover from the rendering of services is recognised by reference to the stage of completion of the contract. The stage of completion of a contract is measured by comparing the costs incurred for work performed to date to the total estimated contract costs. Turnover is only recognised to the extent of recoverable expenses when the outcome of a contract cannot be estimated reliably.

2. Summary of significant accounting policies - continued

Government grants

Grants towards revenue expenditure are released to the profit and loss account as the related expenditure is incurred.

Pension contributions

The group has a defined contribution pension scheme. The pension costs charged to the profit and loss account are the contributions payable in respect of the accounting period.

Taxation

The tax expense for the year 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.

Current tax is recognised for the amount of corporation tax payable in respect of the taxable profit for the year using tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax is recognised in respect of all timing differences that have originated but not reversed by the balance sheet date. Deferred tax assets are only recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Deferred tax is calculated using tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Intangible fixed assets

Intangible fixed assets are measured at cost less accumulated amortisation and any accumulated impairment losses

Goodwill

Goodwill on acquisition of subsidiary undertakings is included in the consolidated balance sheet and is being amortised by equal instalments over 10 years.

The directors consider the periods of amortisation do not exceed the useful economic life of the assets.

Tangible fixed assets

Tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses.

Depreciation

Depreciation is calculated to write down the cost less estimated residual value of all tangible fixed assets, other than freehold land, over their expected useful lives. The annual rates and methods of depreciation are as follows:-

Asset class	Depreciation method and rate
Land and buildings	25 years – buildings only
Motor vehicles	25% straight line basis
Fixtures and fittings	20% straight line basis

2. Summary of significant accounting policies - continued

Impairment of fixed assets

At the balance sheet date, if there is an indication of possible impairment, the recoverable amount of any affected asset is estimated and compared with its carrying amount. If the estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in the profit and loss account. The reversal of an impairment loss is recognised immediately in the profit and loss account.

Investments

Investments in equity shares which are publicly traded or where the fair value can be measured reliably are initially measured at fair value, with changes in fair value recognised in profit or loss. Investments in equity shares which are not publicly traded and where fair value cannot be measured reliably are measured at cost less impairment.

Research and development

Research expenditure is written off to the profit and loss account in the year in which it is incurred. Development expenditure is written off in the same way unless the directors are satisfied as to the technical, commercial and financial viability of individual projects. In this situation, the expenditure is deferred and amortised over the period during which the company is expected to benefit.

Stock

Stock is stated at the lower of cost and estimates selling price less costs to complete and sell. The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and an appropriate proportion of overhead expenses.

Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are subsequently measured at amortised cost using the effective interest method, less any impairment.

Creditors

Short term creditors are measured at transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are subsequently measured at amortised cost using the effective interest method.

Leases

Leases are classified as finance leases whenever the terms of the lease transfer subsequently all the risks and rewards of ownership of the leases asset to the company. All other leases are classified as operating leases.

Assets held under finance leases are recognised initially at the fair value of the leased asset at the inception of the lease. The corresponding liability to the lessor is included in the financial statements as a finance lease obligation. Lease payments are apportioned between finance charges and reduction of the lease obligation using the effective interest method so as to achieve a constant rate of interest on the remaining balance of the liability.

2. Summary of significant accounting policies - continued

Finance charges are deducted in measuring profit or loss. Assets held under finance leases are included in tangible fixed assets and depreciated and assessed for impairment losses in the same way as owned assets.

Rentals payable under operating leases are charged to profit or loss on a straight line basis over the lease term unless the rental payments are structured to increase in line with expected general inflation in which case the company recognises annual rent expense equal to amounts owed to the lessor

The aggregate benefit of lease incentives are recognised as a reduction to the expense recognised over the lease term on a straight line basis.

Foreign currency

Transactions in foreign currency are translated at the spot rate at the date of the transactions. Assets and liabilities denominated in foreign currencies are retranslated at the rate of exchange at the balance sheet date. All exchange differences are taken to the profit and loss account.

3. Turnover

The analysis of the company's turnover for the year from continuing operations is as follows:

	2016 £	2015 £
Sale of goods	17,604,410	15,688,665
Rendering of services	419,147	479,034
	<u>18,023,557</u>	<u>16,167,699</u>

The analysis of the group's turnover for the year by market is as follows:

	2016 £	2015 £
UK	13,485,101	11,968,206
Europe	660,320	1,051,855
Rest of World	3,878,136	3,147,638
	<u>18,023,557</u>	<u>16,167,699</u>

4. Group operating profit

Operating profit is stated after charging/(crediting):

	2016 £	2015 £
Depreciation and impairment	328,199	85,980
Amortisation of goodwill	187,806	22,957
Operating lease expense – plant and machinery	24,705	11,712
Loss/(profit) on disposal of property, plant and equipment	13,605	(15,554)
Loss on disposal of intangible fixed assets	16,332	-
Auditors' remuneration – audit of the financial statements	35,116	18,000
Auditors' remuneration – non audit services	4,000	2,700
	<u></u>	<u></u>

Hague Print Media Supplies Limited

Annual Report and Financial Statements
Notes to the Financial Statements
Year ended 31 December 2016

5. Interest receivable and similar income

	2016 £	2015 £
Bank interest received	7,881	105,926
Other interest	20,197	-
	<u>28,078</u>	<u>105,926</u>

6. Interest payable and similar charges

	2016 £	2015 £
Other interest	246,816	-
Foreign exchange losses	-	3,810
	<u>246,816</u>	<u>3,810</u>

7. Staff costs

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

	2016 £	2015 £
Wages and salaries	2,747,551	2,155,835
Social security costs	307,664	244,872
Pension costs	248,228	357,067
	<u>3,303,443</u>	<u>2,757,774</u>

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

	2016 No	2015 No
Administration and support	50	29
Sales	23	18
	<u>73</u>	<u>47</u>

Hague Print Media Supplies Limited

Annual Report and Financial Statements
Notes to the Financial Statements
Year ended 31 December 2016

8. Directors' remuneration

The directors' remuneration for the year was as follows:-

	2016 £	2015 £
Remuneration	116,128	62,691
Benefits in kind	5,035	-
	<u>121,163</u>	<u>62,691</u>
Aggregate remuneration	121,163	62,691
Pension contributions	80,416	200,139
	<u>201,579</u>	<u>262,830</u>

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

	2016 No	2015 No
Accruing benefits under a defined contribution pension scheme during the year was:	<u>3</u>	<u>3</u>

Hague Print Media Supplies Limited

Annual Report and Financial Statements
Notes to the Financial Statements
Year ended 31 December 2016

9. Corporation tax

Tax charged/(credited) in the profit and loss account

	2016 £	2015 £
Current taxation		
UK corporation tax	608,952	659,039
UK corporation tax adjustment to prior periods	-	(186,238)
Total current tax	608,952	472,801
Deferred taxation		
Arising from origination and reversal of timing differences	9,148	12,000
Total tax on profit on ordinary activities	618,100	484,801

The tax on profit before tax for the year is higher than the standard rate of corporation tax in the UK (2015 – lower than the standard rate of corporation tax in the UK) of 20% (2015 – 20.25%).

The differences are reconciled below:

	2016 £	2015 £
Profit on ordinary activities before taxation	2,976,172	3,690,101
Corporation tax at standard rate	595,234	747,246
Effect of capital allowances and depreciation	88,369	(930)
Expenses not deductible for tax purposes	22,354	4,272
Short term timing differences	9,148	12,000
Tax decrease from effect of adjustment in research and development tax credit	(97,005)	(277,787)
Tax charge for the year	618,100	484,801

Deferred tax

Deferred tax assets and liabilities

	Asset £
2016	
Difference between accumulated depreciation and capital allowances	16,978
2015	
Difference between accumulated depreciation and capital allowances	32,000

Hague Print Media Supplies Limited

Annual Report and Financial Statements
Notes to the Financial Statements
Year ended 31 December 2016

10. Intangible assets

	Goodwill £	Total £
Group		
Cost		
At 1 January 2016	459,139	459,139
Additions	1,935,684	1,935,684
Disposals	(16,331)	(16,331)
At 31 December 2016	<u>2,378,492</u>	<u>2,378,492</u>
Amortisation		
At 1 January 2016	59,306	59,306
Charge for the year	187,806	187,806
At 31 December 2016	<u>247,112</u>	<u>247,112</u>
Net book value		
At 31 December 2016	<u>2,131,380</u>	<u>2,131,380</u>
At 31 December 2015	<u>399,833</u>	<u>399,833</u>

Hague Print Media Supplies Limited

Annual Report and Financial Statements
Notes to the Financial Statements
Year ended 31 December 2016

11. Tangible fixed assets

Group	Land and buildings £	Plant and machinery £	Motor vehicles £	Total £
Cost				
At 1 January 2016	1,375,881	278,659	254,415	1,908,955
Additions	-	88,367	55,536	143,903
Disposals	-	-	(60,331)	(60,331)
At 31 December 2016	<u>1,375,881</u>	<u>367,026</u>	<u>249,620</u>	<u>1,992,527</u>
Depreciation				
At 1 January 2016	114,650	228,317	153,985	496,952
Charge for the year	23,263	24,878	41,714	89,855
Eliminated on disposal	-	-	(31,676)	(31,676)
Impairment	238,345	-	-	238,345
At 31 December 2016	<u>376,258</u>	<u>253,195</u>	<u>164,023</u>	<u>793,476</u>
Net book value				
At 31 December 2016	<u>999,623</u>	<u>113,831</u>	<u>85,597</u>	<u>1,199,051</u>
At 31 December 2015	<u>1,261,231</u>	<u>50,342</u>	<u>100,430</u>	<u>1,412,003</u>

Included within the net book value of land and buildings above £797,249 (2015 - £1,051,539) in respect of freehold land and buildings and £202,373 (2015 - £209,692) in respect of long leasehold land and buildings.

Company	Land and buildings £	Total £
Cost		
Additions	1,011,305	1,011,305
At 31 December 2016	<u>1,011,305</u>	<u>1,011,305</u>
Depreciation		
Charge for the year	11,683	11,683
At 31 December 2016	<u>11,683</u>	<u>11,683</u>
Net book value		
At 31 December 2016	<u>999,622</u>	<u>999,622</u>

Included within the net book value of land and buildings above £797,249 in respect of freehold land and buildings and £202,373 in respect of long leasehold land and buildings.

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12. Investments in subsidiaries

Company	2016 £	2015 £
Shares in group undertakings	<u>3,051,501</u>	<u>3,051,499</u>
Cost	£	
At 1 January 2016	3,051,499	
Additions	<u>2</u>	
At 31 December 2016	<u>3,051,501</u>	
Carrying amount		
At 31 December 2015	<u>3,051,499</u>	
At 31 December 2016	<u>3,051,501</u>	

Details of undertakings

Details of the investments in which the company holds 20% or more of the nominal value of any class of share capital are as follows:

Subsidiary undertakings	Description of holding	Proportion of holding	Principal activity
Hague Computer Supplies Limited	Ordinary	100%	To provide innovative and competitive print and IT solutions worldwide
Hague SR Limited	Ordinary	100%	Holding company
Hague Australia Holdings Limited	Ordinary	100%	Holding company
SRPM Limited	Ordinary	100%	Printing agents
SR Print Management Limited*	Ordinary	100%	Non trading
MC2 Creative Consultancy Limited*	Ordinary	100%	Printing agents
Woodford Brook Limited	Ordinary	100%	Printing agents
Woodford Vale Limited	Ordinary	100%	Non trading
Custom Forms Limited^	Ordinary	100%	Printing agents
Paperworks Distribution Limited^	Ordinary	100%	Printing agents
Eurorealm Consultants Limited	Ordinary	100%	Software development and sales
Olandale Software Limited	Ordinary	100%	Software development and sales

* = subsidiary of SRPM Limited

^ = subsidiary of Woodford Vale Limited

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13. Stock

	Group		Company	
	2016	2015	2016	2015
	£	£	£	£
Goods for resale	<u>309,196</u>	<u>44,231</u>	<u>-</u>	<u>-</u>

14. Investments

	2016	2015
	£	£
Current financial assets	<u>1,709,314</u>	<u>1,598,515</u>

15. Debtors

	Group		Company	
	2016	2015	2016	2015
	£	£	£	£
Trade debtors	3,117,762	3,344,597	-	-
Other debtors	638,883	3,000	-	-
Prepayments and accrued income	218,466	79,655	-	-
Deferred tax asset	16,978	32,000	-	-
	<u>3,992,089</u>	<u>3,459,252</u>	<u>-</u>	<u>-</u>

16. Creditors: Amounts falling due within one year

	Group		Company	
	2016	2015	2016	2015
	£	£	£	£
Trade creditors	1,153,075	1,775,155	-	-
Other creditors	398,212	419,528	20,000	-
Amounts owed to group undertakings	-	-	-	301,500
Corporation tax	355,521	564,639	6,924	-
Social security and other taxes	383,102	302,424	-	-
Accruals and deferred income	720,692	156,686	-	-
Deferred consideration	549,000	-	-	-
	<u>3,559,602</u>	<u>3,218,432</u>	<u>26,924</u>	<u>301,500</u>

17. Creditors: Amounts falling due after more than one year

	Group		Company	
	2016	2015	2016	2015
	£	£	£	£
Deferred consideration	<u>225,000</u>	<u>-</u>	<u>-</u>	<u>-</u>

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18. Share capital

Allotted, called up and fully paid shares

	2016		2015	
	No	£	No	£
Ordinary shares of £1 each	750,000	750,000	2,750,000	2,750,000

The classes of share rank pari passu in all respects.

On 24 February 2016, the company reduced its share capital from 2,750,000 Ordinary shares to 750,000 Ordinary shares.

On 28 July 2017, the company transferred 562,500 Ordinary shares to 562,500 Ordinary 'A' shares and 187,500 Ordinary shares to 187,500 Ordinary 'B' shares.

19. Operating leases

Group

The total of future minimum lease payments is as follows:

	2016 £	2015 £
Within one year	115,744	10,435
Between one and five years	207,275	8,944
After five years	200,000	-
	<u>523,019</u>	<u>19,379</u>

The amount of non-cancellable operating lease payments recognised as an expense during the year was £202,520 (2015 - £96,100).

20. Pensions – defined contribution pension scheme

The group operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the company to the scheme and amounted to £248,228 (2015 - £357,067). There were no contributions payable to the scheme at the end of this year or the previous year.

21. Controlling party

The company's and group's controlling party is G T Wain.

22. Capital and reserves

Called-up share capital – represents the nominal value of shares that have been issued.

Profit and loss account – includes all current and prior period retained profit and losses.