

REGISTERED NUMBER: 05187913

ARROW COATED PRODUCTS (UK) LIMITED.
DIRECTORS' REPORT AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2015

Arrow Coated Products (UK) Limited.
Directors' Report and Financial Statements
For The Year Ended 31 March 2015

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Arrow Coated Products (UK) Limited.
Company Information
For The Year Ended 31 March 2015

Directors

Mr Shilpan Patel
Mr Paresh Patel
Mr Neil Shilpan Patel

Company Number

05187913

Registered Office

C/o Smith King & Co.
Office 3 Albion House
470 Church Lane
Kingsbury
NW9 8UA

Accountants

Smith King & Co.
Chartered Certified Accountants
Office 3, Albion House, 470 Church Lane,
Kingsbury, London
NW9 8UA

The directors present their report and the financial statements for the year ended 31 March 2015

Statement of Directors' Responsibilities

The directors are responsible for preparing 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 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 company and of the profit or loss for that period. In preparing the financial statements the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments 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.

Principal Activity

The company's principal activity continues to be that of marketing and selling of water soluble films.

Directors

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

Mr Shilpan Patel

Mr Paresh Patel

Mr Neil Shilpan Patel

Small Company Rules

This report has been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

On behalf of the board



Mr Shilpan Patel

21st May 2015

Arrow Coated Products (UK) Limited.
Accountant's Report
For The Year Ended 31 March 2015

In accordance with your instructions and in order to assist you to fulfil your duties under the Companies Act 2006, we have compiled the financial statements of the company which comprise the Profit and Loss Account the Balance Sheet and the related notes from the accounting records and information and explanations you have given to us.

This report is made to the Company's Board of Directors, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the Company's Board of Directors that we have done so, and state those matters that we have agreed to state to them in this 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 Board of Directors, as a body, for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Association of Chartered Certified Accountants and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the balance sheet as at year ended 31 March 2015 your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 2006.

Signed

21st May 2015

Smith King & Co.

Shailesh Kumar Patel (FCCA)
Membership Regn. No. 0729302
Smith King & Co.
Chartered Certified Accountants
Office 3, Albion House, 470 Church Lane,
Kingsbury, London
NW9 8UA

 **SMITH KING & CO.**
Chartered Certified Accountants
Office 3, Albion House,
470 Church Lane,
Kingsbury, London, NW9 8UA.

Arrow Coated Products (UK) Limited.
Profit and Loss Account
For The Year Ended 31 March 2015

	Notes	2015 £	2014 £
TURNOVER		2,513,746	2,326,035
Cost of sales		(342,957)	(210,000)
GROSS PROFIT		2,170,789	2,116,035
Selling and distribution costs		(1,380,832)	(512,256)
Administrative expenses		(58,828)	(152,441)
OPERATING PROFIT	2	731,129	1,451,338
PROFIT ON ORDINARY ACTIVITIES BEFORE INTEREST		731,129	1,451,338
Other interest receivable and similar income		224	-
Interest payable and similar charges		(194,371)	(29,378)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		536,982	1,421,960
Tax on profit on ordinary activities	3	(70,422)	(213,349)
PROFIT FOR THE FINANCIAL YEAR	9	466,560	1,208,611

Arrow Coated Products (UK) Limited.
Balance Sheet
As at 31 March 2015

	Notes	2015		2014	
		£	£	£	£
FIXED ASSETS					
Tangible assets	4		1,618		-
Investments	5		25,189		25,189
			<u>26,807</u>		<u>25,189</u>
CURRENT ASSETS					
Stocks		6,530		6,530	
Debtors	6	421,313		772,368	
Cash at bank and in hand		1,598,858		976,926	
		<u>2,026,701</u>		<u>1,755,824</u>	
Creditors: Amounts Falling Due Within One Year	7	(285,856)		(479,921)	
NET CURRENT ASSETS (LIABILITIES)			<u>1,740,845</u>		<u>1,275,903</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>1,767,652</u>		<u>1,301,092</u>
NET ASSETS			<u>1,767,652</u>		<u>1,301,092</u>
CAPITAL AND RESERVES					
Called up share capital	8		20,100		20,100
Profit and Loss account			1,747,552		1,280,992
SHAREHOLDERS' FUNDS	9		<u>1,767,652</u>		<u>1,301,092</u>

Arrow Coated Products (UK) Limited.
Balance Sheet (continued)
As at 31 March 2015

For the year ending 31 March 2015 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.
- These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with the Financial Reporting Standard for Smaller Entities (effective 2008).

On behalf of the board



Mr Shilpan Patel

21st May 2015

1. Accounting Policies

1.1. Basis of Preparation of Financial Statements

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008). Basis of preparing the financial statements.

The financial statements have been prepared in accordance with applicable United Accounting Standards (United Kingdom Generally Accounting Practice), which have been applied consistently (except as otherwise stated).

1.2. Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, net of Value Added Tax.

1.3. Tangible Fixed Assets and Depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of the fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Plant & Machinery	balancing charge
Computer Equipment	25% on reducing balance

1.4. Stocks and Work in Progress

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads. Work-in-progress is reflected in the accounts on a contract by contract basis by recording turnover and related costs as contract activity progresses.

1.5. 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 results.

2. Operating Profit

The operating profit is stated after charging:

	2015	2014
	£	£
Depreciation of tangible fixed assets	540	227

3. Tax on Profit on Ordinary Activities

	2015	2014
	£	£
UK Corporation Tax	70,422	213,349
Total Current Tax Charge	70,422	213,349

4. Tangible Assets

	Plant & Machinery £	Computer Equipment £	Total £
Cost			
As at 1 April 2014	1,350	-	1,350
Additions	-	2,158	2,158
As at 31 March 2015	<u>1,350</u>	<u>2,158</u>	<u>3,508</u>
Depreciation			
As at 1 April 2014	1,350	-	1,350
Provided during the period	-	540	540
As at 31 March 2015	<u>1,350</u>	<u>540</u>	<u>1,890</u>
Net Book Value			
As at 31 March 2015	<u>-</u>	<u>1,618</u>	<u>1,618</u>
As at 1 April 2014	<u>-</u>	<u>-</u>	<u>-</u>

5. Investments

	Listed £
Cost	
As at 1 April 2014	25,189
As at 31 March 2015	<u>25,189</u>
Provision	
As at 1 April 2014	-
As at 31 March 2015	<u>-</u>
Net Book Value	
As at 31 March 2015	<u>25,189</u>
As at 1 April 2014	<u>25,189</u>

Arrow Coated Products (UK) Limited.
Notes to the Accounts (continued)
For The Year Ended 31 March 2015

6. Debtors

	2015 £	2014 £
Due within one year		
Other debtors	53,955	54,005
VAT	33	6,224
Arrow Realty Limited	320,725	665,539
	374,713	725,768
Due after more than one year		
Barker Brettell (old)	35,000	35,000
Aquivista Limited (old)	11,600	11,600
	46,600	46,600
	421,313	772,368

7. Creditors: Amounts Falling Due Within One Year

	2015 £	2014 £
Trade creditors	87,730	266,572
Corporation tax	193,873	213,349
Accruals-Smith King & Co.	4,253	-
	285,856	479,921

8. Share Capital

	Value £	Number	2015 £	2014 £
Allotted, called up and fully paid:				
Ordinary shares	1.000	20100	20,100	20,100

Arrow Coated Products (UK) Limited.
Notes to the Accounts (continued)
For The Year Ended 31 March 2015

9. Reconciliation of Reserves

	Share Capital	Profit & Loss Account
	£	£
As at 1 April 2014	20,100	1,280,992
Profit for year	-	466,560
As at 31 March 2015	<u>20,100</u>	<u>1,747,552</u>

10. Ultimate Controlling Party

The ultimate parent company is Arrow Coated Products Limited, a company registered in India, having registered office at 5-D Laxmi Industrial Estate, New Link Road, Andheri (W), Mumbai 400 053.

Arrow Coated Products (UK) Limited.
Trading Profit and Loss Account
For The Year Ended 31 March 2015

	2015		2014	
	£	£	£	£
TURNOVER				
Patent rights income		2,484,918		2,308,115
Consultancy and advisory income		28,726		17,920
Other income		102		-
		2,513,746		2,326,035
COST OF SALES				
Opening stock - finished goods	6,530		6,530	
Consultancy and advisory fees	342,957		210,000	
Closing stock	(6,530)		(6,530)	
		(342,957)		(210,000)
GROSS PROFIT		2,170,789		2,116,035
Distribution Costs				
Patent fees	30,074		-	
Marketing rights for patents-ACP India	1,350,758		512,256	
		(1,380,832)		(512,256)
Administrative Expenses				
Re-imburement cost	2,571		1,679	
Travel expenses	10,469		9,036	
Hotel expenses	-		5,238	
Staff gifts expenses	-		3,107	
Virtual office Rent	1,178		2,744	
Conferences and exhibitions	-		7,860	
Telephone	129		135	
Accountancy fees	4,500		1,200	
Professional fees	4,879		90,151	
Consultancy fees	-		30,000	
Rent	32,500		-	
Subscriptions	-		1,050	
Companies House	26		13	
Other office costs	2,036		-	
Depreciation of plant and machinery	-		227	
Depreciation of computer equipment	540		-	
Sundry expenses	-		1	

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Arrow Coated Products (UK) Limited.
Trading Profit and Loss Account (continued)
For The Year Ended 31 March 2015

	(58,828)	(152,441)
PROFIT ON ORDINARY ACTIVITIES BEFORE INTEREST	731,129	1,451,338
Interest Receivable		
Bank interest receivable	224	-
	224	-
Finance Costs		
Bank charges	1,392	1,261
Foreign exchange gains/(loss)	192,979	28,117
	(194,371)	(29,378)
NET PROFIT	536,982	1,421,960