Company Registration Number :- 3425921



KRONOPLUS LIMITED

ANNUAL REPORT AND FINANCIAL STATEMENTS

30th September 2013

KRONOPLUS LIMITED

ANNUAL REPORT AND FINANCIAL STATEMENTS 2013

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OFFICERS AND PROFESSIONAL ADVISERS

Directors

P.R.Inch F.C.M.A.
P.Bloor
L.A.J.Scheiblreiter
M.Dineen

Company Secretary

C.J.Ryan

Registered office

Maesgwyn Farm,
Chirk, Wrexham,
LL14 5NT

Auditor

Deloitte LLP,
Chartered Accountants and
Statutory Auditor,
Manchester,
United Kingdom

Tax advisers

Deloitte LLP, London.

DIRECTORS' REPORT

The directors present their report and the audited financial statements for the year ended 30th September 2013. The directors' report has been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

DIRECTORS

The directors of the company who served during the year and thereafter are shown below:

P.R.Inch F.C.M.A.
P.Bloor
L.A.J.Scheiblreiter
M.Dineen

DIRECTORS' RESPONSIBILITIES STATEMENT

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 Accountancy 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:

a) Select suitable accounting policies and then apply them consistently;
b) Make judgements and accounting estimates that are reasonable and prudent;
c) State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
d) 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.

DIRECTORS' REPORT continued

AUDITOR

Each of the persons who is a director at the date of approval of this report confirms that:

(1) so far as the director is aware, there is no relevant audit information of which the company's auditor is unaware; and

(2) the director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditor is aware of that information.

This confirmation is given and should be interpreted in accordance with the provisions of s418 of the Companies Act 2006.

The resolution for the reappointment of Deloitte LLP will be proposed at the forthcoming Annual General Meeting.

Maesgwyn Farm,
Chirk,
Wrexham,
LL14 5NT.

By order of the board



C.J.Ryan
Company Secretary

14th November 2013

STRATEGIC REPORT

The principal activity of the company is the production of value added particlebord and MDF products.

Operating profit for the year fell slightly to £138,000 (2012 - £151,000). Trading conditions were again very challenging throughout the year.

The directors expect better trading conditions as a result of the improving economic outlook.

No interim dividend was paid during the year (2012 - £Nil). The directors do not recommend the payment of a final dividend (2012 - £Nil).

Kronospan Holdings Limited manages the Group's risks at a group level rather than at an individual statutory entity level. For this reason the directors believe that a discussion of the company's key performance indicators would not be appropriate for an understanding of the development, performance or position of the business. The performance of the Group which includes this company are discussed on page 4 of the Kronospan Holdings Limited's Report and Financial Statements which does not form part of this report. Principal risks and uncertainties affecting the business are also discussed in Kronospan Holdings Limited's Report and Financial Statements.

GOING CONCERN

The company is a wholly owned subsidiary within the Kronospan Holdings Limited group. The directors of this company are cognisant of the following going concern disclosure which appears in the financial statements of Kronospan Holdings Limited for the year ended 30 September 2013:

"The Group had a net cash postition at the year end. The Board believes that the Group's forecasts and projections have been prepared on a conservative basis. The Group has committed bank facilities that are more than adequate to satisfy the forecast borrowing requirements during the next twelve months.
As a consequence, the directors believe that the Group is well placed to manage its business successfully despite the current uncertain economic outlook".

Based on forecasts and projections prepared for a period of at least 12 months subsequent to the date of approval of the financial statements that take into account reasonably possible changes in the company's trading performance the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the annual report and financial statements.

14th November 2013 L.A.J.Scheiblreiter P.R.Inch F.C.M.A.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF KRONOPLUS LIMITED

We have audited the financial statements of Kronoplus Limited for the year ended 30th September 2013 which comprise the Profit and Loss Account, the Statement of Total Recognised Gains and Losses, the Balance Sheet, and the related notes 1 to 14.

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).

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 reeport, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITOR
As explained more fully in the Directors' Responsibilities Statement, 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 annual report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

OPINION ON FINANCIAL STATEMENTS
In our opinion the financial statements:
- give a true and fair view of the state of the company's affairs as at 30th September 2013 and of its 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.

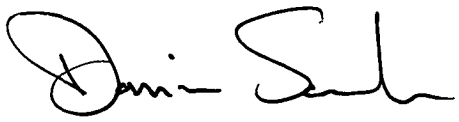
OPINION ON OTHER MATTERS PRESCRIBED BY THE COMPANIES ACT 2006
In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF KRONOPLUS LIMITED continued

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 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; or
- the directors were not entitled to take advantage of the small companies exemption in preparing the directors' report.



Damian Sanders (Senior Statutory Auditor)
for and on behalf of Deloitte LLP
Chartered Accountants and
Statutory Auditor
Manchester
United Kingdom

14th November 2013

PROFIT AND LOSS ACCOUNT
for the year ended 30th September

	Note	2013 £'000	2012 £'000
Turnover	2	51,794	53,920
Raw materials and consumables		(42,105)	(43,328)
Other external charges		(2,023)	(2,591)
Depreciation		(546)	(544)
Other operating charges		(6,982)	(7,306)
Operating profit		138	151
Other loan interest receivable from group undertakings		8	-
Other loan interest payable to group undertakings		(9)	(8)
Profit on ordinary activities before taxation	3	137	143
Tax on ordinary activities	5	12	1
Profit for ordinary activities after taxation	11 & 14	149	144

The above results for the financial year and comparatives derive solely from continuing operations and represent all recognised gains and losses. Accordingly no separate statement of total recognised gains and losses is presented.

BALANCE SHEET
30th September

	Note		2013		2012
			£'000		£'000
FIXED ASSETS					
Tangible assets	7		2,675		3,209
CURRENT ASSETS					
Debtors	8	539		531	
		539		531	
CREDITORS - AMOUNTS FALLING DUE WITHIN ONE YEAR					
Amounts owed to other Group companies		(146)		(708)	
NET CURRENT ASSETS			393		(177
TOTAL ASSETS LESS CURRENT LIABILITIES			3,068		3,032
CREDITORS - AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR					
PROVISIONS FOR LIABILITIES	9		(305)		(418)
NET ASSETS			2,763		2,614
CAPITAL AND RESERVES					
Called-up share capital	10		1,000		1,000
Profit and loss account	11		1,763		1,614
SHAREHOLDER'S FUNDS	14		2,763		2,614

The financial statements of Kronoplus Limited, registered number 3425921, were approved by the board of directors and signed on its behalf by:

14th November 2013 L.A.J.Scheiblreiter P.R.Inch F.C.M.A.

NOTES TO THE FINANCIAL STATEMENTS
30th September 2013

1) ACCOUNTING POLICIES

The financial statements are prepared in accordance with applicable law and United Kingdom accounting standards. The particular accounting policies adopted are described below. They have all been applied consistently throughout the current and the preceding year.

(a) Accounting Convention

The financial statements are prepared under the historical cost convention.

(b) Going Concern

The financial statements are prepared on a going concern basis.
The company's business activities, together with the factors likely to affect its future development, performance and position are set out in the Strategic Report on page 4.

(c) Tangible Fixed Assets

Tangible fixed assets are stated at cost or valuation, net of depreciation and any provision for impairment. Depreciation is provided at rates calculated to write off the cost, during the estimated useful lives of the assets, in equal annual instalments. The annual rates of depreciation are as follows :-

Plant and machinery	5% - 25%

(d) Taxation

Current tax, including UK corporation tax and foreign tax, is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date. Deferred taxation is provided in full on timing differences that result in an obligation at the balance sheet date to pay more tax, or a right to pay less tax, at a future date, at rates expected to apply when they crystallise based upon tax rates and laws that have been enacted or substantively enacted by the balance sheet date. Timing differences arise from the inclusion of items of income and expenditure in taxation computations in periods different from those in which they are included in financial statements. Deferred tax assets and liabilities are not discounted.

(e) Cash Flow Statement

As permitted by FRS 1 "Cash Flow Statements", the company has not prepared a cash flow statement because it is a wholly owned subsidiary and consolidated financial statements in which the company is included are publicly available.

NOTES TO THE FINANCIAL STATEMENTS continued
30th September 2013

2) ANALYSIS OF TURNOVER

All of the turnover is derived within the United Kingdom and attributable to the company's principal activity. Turnover is recognised when goods are despatched or the service is delivered.

3) PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

Profit on ordinary activities is arrived at after charging :	2013 £'000	2012 £'000
Depreciation	546	544
Auditor's remuneration for audit of company's annual accounts	3	3

There were no non audit fees payable to the auditor (2012 - £Nil)

4) EMPLOYEES AND DIRECTORS

There were no employees other than the directors (2012 - Nil). The directors received no remuneration from the company during the period (2012 - £Nil).

5) TAX ON PROFIT ON ORDINARY ACTIVITIES	2013 £'000	2012 £'000
Current tax on the profit for the year		
Group relief	101	90
Total current tax charge	101	90
Deferred taxation current year	(58)	(50)
Impact of rate reduction	(55)	(41)
Total deferred tax credit	(113)	(91)
Tax (credit) on profit on ordinary activities	(12)	(1)

The current tax charge for the year is higher (2012 higher) than that which would have arisen by applying the standard rate of corporation tax in the UK of 23.5% (2012 - 25%).

The differences are shown below:	2013 £'000	2012 £'000
Profit on ordinary activities before tax	137	143
Tax at 23.5% thereon (2012 - 25%)	32	35
Depreciation in excess of capital allowances	69	55
Current tax charge for the year	101	90

Group relief is payable to Kronospan Holdings Limited and the related creditor is included within Amounts owed to related parties.

Legislation was passed in July 2013 to reduce the main rate of UK corporation tax from 23% to 21% from 1st April 2014 and to 20% from 1st April 2015. Deferred tax has been calculated with reference to the long term rate of 20%.

NOTES TO THE FINANCIAL STATEMENTS continued
30th September 2013

6) DIVIDEND	2013 £'000	2012 £'000
Interim dividend of £Nil pence per share (2012 - £Nil pence per share).	-	-

7) TANGIBLE FIXED ASSETS	Plant & Machinery £'000
COST	
At 1st October 2012	12,245
Additions	12
At 30th September 2013	12,257
ACCUMULATED DEPRECIATION	
At 1st October 2012	9,036
Charge for the year	546
At 30th September 2013	9,582
NET BOOK VALUE	
At 30th September 2013	2,675
At 30th September 2012	3,209

8) DEBTORS Amounts falling due within one year:	2013 £'000	2012 £'000
Amounts owed by related parties	539	531
	539	531

9) PROVISIONS FOR LIABILITIES

Deferred taxation	£'000
a) Movement in the year	
At 1st October 2012	418
Credit for the year (Note 5)	(113)
At 30th September 2013	305

b) The full potential liability has been provided in both years.

	Provided 2013 £'000	Provided 2012 £'000
Capital allowances in excess of depreciation	305	418

NOTES TO THE FINANCIAL STATEMENTS continued
30th September 2013

10) CALLED-UP SHARE CAPITAL	2013 £'000	2012 £'000
Authorised, allotted and fully paid		
1,000,000 ordinary shares of £1 each	1,000	1,000

11) RESERVES

Profit and loss account	£'000
Balance at 1st October 2012	1,614
Profit for the year	149
At 30th September 2013	1,763

12) ULTIMATE PARENT COMPANY AND CONTROLLING PARTY

The immediate parent company is Kronospan Holdings Limited incorporated in England and Wales. That company prepares group accounts and copies of the financial statements are available from Companies House, Crown Way, Maindy, Cardiff. Kronospan Holdings Limited is the smallest and largest consolidated group which includes the company. The parent company of Kronospan Holdings Limited is Kronospan A.G. incorporated in Liechtenstein.

The ultimate parent company and controlling party is Wirena Stiftung a foundation incorporated in Liechtenstein which owns 100% of the Kronospan A.G.'s ordinary shares.
The purpose of the foundation is to maintain and develop its industrial assets whose funds ultimately benefit the Kaindl family.

13) RELATED PARTY TRANSACTIONS

In preparing these financial statements, the directors have taken advantage of the exemption available under paragraph 3(c)of FRS8 not to disclose transactions between entities controlled within the Kronospan Holdings Limited Group.

14) RECONCILIATION OF MOVEMENT IN SHAREHOLDER'S FUNDS	2013 £'000	2012 £'000
Profit for the financial year	149	144
Opening Shareholder's Funds	2,614	2,470
Closing Shareholder's Funds	2,763	2,614