

**Clifda Products Limited**

Report and Financial Statements

Year Ended

31 July 2011

Company Number 00414904



# **Clifda Products Limited**

## **Report and financial statements for the year ended 31 July 2011**

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### **Directors**

R J Rout  
R J Eyre

### **Secretary and registered office**

N Simson, 66 Broomfield Road, Chelmsford, Essex, CM1 1SW

### **Company number**

00414904

### **Auditors**

BDO LLP, 66 Broomfield Road, Chelmsford, Essex, CM1 1SW

# **Clifda Products Limited**

## **Report of the directors for the year ended 31 July 2011**

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The directors present their report together with the audited financial statements for the year ended 31 July 2011

### **Results**

The profit and loss account is set out on page 5 and shows the profit for the year

### **Principal activities**

The company's principal activity during the year was the letting of commercial property

### **Directors**

The directors of the company during the year were

R J Rout  
R J Eyre

R J Rout and E J Eyre are also directors of the ultimate parent company, South Essex Stockholders Limited

### **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). 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.

# Clifda Products Limited

## Report of the directors for the year ended 31 July 2011 (*continued*)

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### Auditors

All of the current directors have taken all the steps that they ought to have taken to make themselves aware of any information needed by the company's auditors for the purposes of their audit and to establish that the auditors are aware of that information. The directors are not aware of any relevant audit information of which the auditors are unaware.

BDO LLP have expressed their willingness to continue in office and a resolution to re-appoint them will be proposed at the annual general meeting.

In preparing this directors' report advantage has been taken of the small companies' exemption.

### By order of the board

  
N Simson  
Secretary

30 April 2012

# **Clifda Products Limited**

## **Independent auditor's report**

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### **To the members of Clifda Products Limited**

We have audited the financial statements of Clifda Products Limited for the year ended 31 July 2011 which comprise the profit and loss account, the balance sheet 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).

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, 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 (APB's) Ethical Standards for Auditors.

### **Scope of the audit of the financial statements**

A description of the scope of an audit of financial statements is provided on the APB's website at [www.frc.org.uk/apb/scope/private.cfm](http://www.frc.org.uk/apb/scope/private.cfm).

### **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 31 July 2011 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 matter 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.

# Clifda Products Limited

## Independent auditor's report (*continued*)

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### 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 prepare the financial statements and the directors' report in accordance with the small companies' regime



*Raymond Adams (senior statutory auditor)  
For and on behalf of BDO LLP, statutory auditor  
Chelmsford  
United Kingdom*

30 April 2012

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

# Clifda Products Limited

## Profit and loss account for the year ended 31 July 2011

	Note	2011 £	2010 £
Turnover	2	45,000	45,000
Administrative expenses		8,500	8,500
<b>Profit on ordinary activities before taxation</b>		<b>36,500</b>	36,500
Taxation on profit on ordinary activities	5	8,915	-
<b>Profit on ordinary activities after taxation</b>		<b>27,585</b>	36,500

All amounts relate to continuing activities

All recognised gains and losses in the current and prior year are included in the profit and loss account

There are no movements in shareholders' funds in the current or prior year apart from the profit for the year

The notes on pages 7 to 11 form part of these financial statements

# Clifda Products Limited

## Balance sheet at 31 July 2011

<i>Company number 00414904</i>	Note	2011 £	2011 £	2010 £	2010 £
<b>Fixed assets</b>					
Tangible assets	6		191,000		198,000
<b>Current assets</b>					
Debtors - due within one year	7	405,500		1,336,752	
Debtors - due after more than one year	7	974,752		-	
Total debtors		1,380,252		1,336,752	
<b>Creditors: amounts falling due within one year</b>		8,915		-	
<b>Net current assets</b>			1,371,337		1,336,752
<b>Total assets less current liabilities</b>			1,562,337		1,534,752
<b>Capital and reserves</b>					
Called up share capital	8		5,000		5,000
Capital redemption reserve	9		11,194		11,194
Profit and loss account	9		1,546,143		1,518,558
<b>Shareholders' funds</b>			1,562,337		1,534,752

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime

The financial statements were approved by the board of directors and authorised for issue on 30 April 2012

  
R. Rout  
Director

The notes on pages 7 to 11 form part of these financial statements



# Clifda Products Limited

## Notes forming part of the financial statements for the year ended 31 July 2011

### 1 Accounting policies

The financial statements have been prepared under the historical cost convention

The following principal accounting policies have been applied

#### *Cash flow statement*

The company has taken advantage of the exemption conferred by Financial Reporting Standard 1 'Cash Flow Statements (Revised 1996)' not to prepare a cash flow statement on the grounds that it is a 'small' company under the Companies Act 2006

#### *Turnover*

Turnover represents rental income at invoices amounts less value added tax

#### *Depreciation*

Depreciation is provided to write off the cost, less estimated residual values, of all tangible fixed assets, except freehold land, evenly over their expected useful lives. It is calculated at the following rates

Freehold property - Over 50 years

#### *Deferred taxation*

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

Deferred tax balances are not discounted

#### *Rental income*

Rental income is recognised at invoiced amounts on a straight line basis over the invoice period

### 2 Turnover

Turnover arises solely within the United Kingdom

### 3 Operating profit

	2011 £	2010 £
This is arrived at after charging		
Depreciation of tangible fixed assets	7,000	7,000
Audit Services	1,500	1,500
	<u>          </u>	<u>          </u>

# Clifda Products Limited

## Notes forming part of the financial statements for the year ended 31 July 2011 (*continued*)

### 4 Directors' remuneration

No director received any emoluments during the current year (2010 - £Nil)

Emoluments were paid to the directors from the parent company, South Essex Stockholders Limited a company registered in England and Wales. Details of the directors emoluments can be found in the financial statements of that company

### 5 Taxation on profit on ordinary activities

	2011 £	2010 £
<i>UK Corporation tax</i>		
Current tax on profits of the year	8,915	-

The tax assessed for the year is higher than/lower than the standard rate of corporation tax in the UK applied to profit before tax. The differences are explained below

	2011 £	2010 £
Profit on ordinary activities before tax	36,500	36,500
Profit on ordinary activities at the standard rate of corporation tax in the UK of 21% (2010 - 21%)	7,665	7,665
Effect of		
Depreciation for period in excess of capital allowances	1,426	-
Utilisation of tax losses	(32)	(7,665)
Change in tax rates	(144)	-
Current tax charge for the year	8,915	-

### 6 Tangible fixed assets

	Land and buildings £
<i>Cost</i>	
At 1 August 2010 and 31 July 2011	350,000
<i>Depreciation</i>	
At 1 August 2010	152,000
Provided for the year	7,000
At 31 July 2011	159,000

# Clifda Products Limited

Notes forming part of the financial statements  
for the year ended 31 July 2011 (*continued*)

## 6 Tangible fixed assets (*continued*)

	Land and buildings £
<i>Net book value</i>	
At 31 July 2011	191,000
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At 31 July 2010	198,000
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## 7 Debtors

	2011 £	2010 £
Amounts receivable within one year		
Amounts owed by group undertakings and undertakings in which the company has a participating interest	405,500	1,336,752
Amounts receivable after more than one year		
Amounts owed by group undertakings and undertakings in which the company has a participating interest	974,752	-
	<hr/>	<hr/>
Total debtors	1,380,252	1,336,752
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# Clifda Products Limited

Notes forming part of the financial statements  
for the year ended 31 July 2011 (*continued*)

## 8 Share capital

	2011 £	2010 £
<i>Allotted, called up and fully paid</i>		
5,000 Ordinary shares of £1 each	5,000	5,000

## 9 Reserves

	Capital redemption reserve £	Profit and loss account £
At 1 August 2010	11,194	1,518,558
Profit for the year	-	27,585
At 31 July 2011	11,194	1,546,143

## 10 Contingent liabilities

The company has guaranteed any bank debts of fellow group undertakings, who in turn have cross guaranteed the bank debts of each undertaking. At 31 July 2011 the total of the bank debts covered by these guarantees amounted to £13,750,041 (2010 - £11,877,171)

## 11 Related party disclosures

*Related party transactions and balances*

	Rental income charged to related party £	Amounts owed by related parties £
<b>2010</b>		
Clifda Steels Limited	45,000	405,500
South Essex Stockholders Limited	-	974,752
<b>2011</b>		
Clifda Steels Limited	45,000	360,500
South Essex Stockholders Limited	-	976,252

The related parties above are related by virtue of South Essex Stockholders Limited heading the group in which Clifda Steels Limited and Clifda Products Limited are fellow subsidiaries

# **Clifda Products Limited**

**Notes forming part of the financial statements  
for the year ended 31 July 2011 (*continued*)**

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## **12 Ultimate parent company and parent undertaking of larger group**

The company is a subsidiary of South Essex Stockholders which is the ultimate parent company incorporated in England and Wales

The largest and smallest group in which the results of the company are consolidated is that headed by South Essex Stockholders, incorporated in England and Wales. The consolidated accounts of this company are available to the public and may be obtained from Companies House. No other group accounts include the results of the company.

The ultimate controlling parties are R J Rout and R J Eyre