

COMPANIES HOUSE COPY

**All Metal Services Limited**

Report and Financial Statements

Year Ended

31 December 2012

Company Number 01159685



# **All Metal Services Limited**

## **Report and financial statements for the year ended 31 December 2012**

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### **Directors**

D L Potts  
R T Stocker

### **Secretary and registered office**

R T Stocker, Unit 6, Horton Industrial Park , Horton Road, West Drayton, UB7 8JD

### **Company number**

01159685

### **Auditors**

BDO LLP, 125 Colmore Row, Birmingham, B3 3SD

# **All Metal Services Limited**

## **Report of the directors for the year ended 31 December 2012**

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The directors present their report together with the audited financial statements for the year ended 31 December 2012

### **Results and dividends**

The profit and loss account is set out on page 7 and shows the profit for the year

The directors do not recommend payment of an ordinary dividend

The directors do not recommend payment of a preference dividend

### **Principal activities**

The principal activity of the company continued to be the wholesaling of Aluminium and other metals

### **Business review**

The business has seen significant growth coming from increased sales in all geographical markets in the face of fierce competition. Sales growth has been led by export markets specifically to the EU although domestically and rest of world sales have achieved better than expected results. Gross margins stabilised during the year and in line with expectations.

Cash flow has come under pressure due to tightening of payment terms imposed on the supply chain within the industry, along with the necessary investment in stock required to support the China and South East Asian operations. Headroom within the invoice finance facility is constantly measured to ensure that the business is in a stable position to satisfy its debt commitments. A short term overdraft facility of £5m was considered necessary and made available by The Royal Bank of Scotland of which £1.6m (2011 - £nil) of this facility was used at year end.

### **Risk assessment**

The market for the supply of Aerospace materials to aircraft manufacturers and their sub-contractors remains competitive. The business seeks to manage the risk of losing customers to key competitors (in all of its global markets) through great service to its customers, by having the shortest lead times in the supply and distribution of its products and by maintaining strong relationships with all key customers and suppliers. In addition, the Company continues to invest in its business systems, plant and machinery, ensuring the continual introduction of high quality, cost optimised service.

The market is strongly dominated by the US Dollar. Customers demand supplies priced in US Dollars to minimise their exposure to movements on the foreign currency markets. The Company also purchases materials in US Dollars from suppliers domestically and overseas. The business is therefore exposed to fluctuations in the foreign currency markets. This exposure is managed by the business by ensuring there is a sufficient natural hedge between debtors and creditors trading in US Dollars. This position is continually monitored by the Managing Directors and where necessary, forward exchange contracts are taken out to negate any exposure.

# **All Metal Services Limited**

## **Report of the directors for the year ended 31 December 2012 (continued)**

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### **Risk assessment (continued)**

The Company's credit risk is entirely attributable to its trade debtors. Within Europe, the risks are substantially reduced due to management of credit risk by the company running regular credit checks on new and existing customers, through strict credit control procedures and maintaining credit risk insurance.

The Company has an invoice discounting and inventory facility totalling £40 million in place with The Royal Bank of Scotland Invoice Finance which is used to manage the Company's regular working capital requirements. At the year end, £33.0m (2011 - £33.6m) of this facility was used. This financing arrangement is regularly reviewed and remains at £40 million.

The Company monitors its cash flow on a daily basis as part of its normal control procedures. At each Board Meeting the Directors review cash flow projections and as well as ensuring that appropriate facilities are available to be drawn against as required.

### **Financial instruments**

The main financial risks arising from the Company's activities are credit risk, interest rate risk and liquidity risk. These are monitored by the Board of Directors and were not considered to be significant at the balance sheet date.

The Company's policy in respect of credit risk is to require appropriate credit checks on potential customers and regular review of existing customers before sales are made and arrange debt insurance when it is considered necessary.

The Company's policy in respect of interest rate and liquidity risk is to maintain a mixture of long and short term debt finance and readily accessible bank accounts to ensure the company has sufficient funds for operations.

### **Future developments**

The Company is actively pursuing contracts and business opportunities at home and overseas which, if successful, may result in opening additional overseas facilities where necessary. This foothold in new territories will provide the foundations to expand the business in overseas domestic markets which the business does not currently enjoy.

The business will continue to explore additional related markets, domestically and overseas while tendering for opportunities with existing and new Customers development plans.

### **Key performance indicators**

The directors measure the business performance on revenue and tonnage sold, gross margin and EBITDA among others. Growth in output had generated the improvement in turnover although gross margin has suffered slightly due to pressure on pricing. Control of operational costs has ensured EBITDA has provided the expected return.

### **Directors**

The directors of the company during the year were

D L Potts  
R T Stocker

# **All Metal Services Limited**

## **Report of the directors for the year ended 31 December 2012 (continued)**

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### **Employee involvement**

The company's policy is to consult and discuss with employees, matters likely to affect employees' interests

Information of matters of concern to employees is given through information bulletins and reports which seek to achieve a common awareness on the part of all employees of the financial and economic factors affecting the group's performance

### **Employment of disabled persons**

The company's policy is to recruit disabled workers for those vacancies that they are able to fill. All necessary assistance with initial training courses is given. Once employed, a career plan is developed so as to ensure suitable opportunities for each disabled person. Arrangements are made, wherever possible, for retaining employees who become disabled, to enable them to perform work identified as appropriate to their aptitudes and abilities.

### **Policy and practice on the payment of creditors**

The company does not follow any specified code or standard payment practice. However, in the absence of dispute, amounts due to trade and other suppliers are settled as expeditiously within agreed terms of payment. Trade creditors have been settled within 61 days (2011 - 65 days).

### **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,
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements,
- 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.

# **All Metal Services Limited**

## **Report of the directors for the year ended 31 December 2012 (*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.

### **On behalf of the board**

  
R T Stocker

### **Director**

27/9/13

# **All Metal Services Limited**

## **Independent auditor's report**

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### **To the members of All Metal Services Limited**

We have audited the financial statements of All Metal Services Limited for the year ended 31 December 2012 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 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 Financial Reporting Council's website at [www.frc.org.uk/auditscopeukprivate](http://www.frc.org.uk/auditscopeukprivate).

### **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 December 2012 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.

## All Metal Services 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

*BDO LLP*

Stephen Ward (senior statutory auditor)  
For and on behalf of BDO LLP, statutory auditor  
Birmingham  
United Kingdom

*30 September 2013*

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



# All Metal Services Limited

## Profit and loss account for the year ended 31 December 2012

	Note	2012 £	2011 £
<b>Turnover</b>	2	150,876,801	130,246,947
Cost of sales		123,557,973	107,292,191
<b>Gross profit</b>		27,318,828	22,954,756
Distribution costs		13,994,133	12,535,441
Administrative expenses		2,611,897	4,275,429
		10,712,798	6,143,886
Other operating income		23,951	25,607
<b>Operating profit</b>	3	10,736,749	6,169,493
Other interest receivable and similar income	6	254	807
Interest payable and similar charges	7	(1,007,785)	(691,389)
<b>Profit on ordinary activities before taxation</b>		9,729,218	5,478,911
Taxation on profit on ordinary activities	8	2,223,241	1,703,729
<b>Profit on ordinary activities after taxation</b>		7,505,977	3,775,182

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

The notes on pages 9 to 22 form part of these financial statements

# All Metal Services Limited

## Balance sheet at 31 December 2012

<b>Company number 01159685</b>	<b>Note</b>	<b>2012 £</b>	<b>2012 £</b>	<b>2011 £</b>	<b>2011 £</b>
<b>Fixed assets</b>					
Tangible assets	9		5,397,648		4,832,563
Fixed asset investments	10		675,000		675,000
			<u>6,072,648</u>		<u>5,507,563</u>
<b>Current assets</b>					
Stocks	11	37,618,130		33,924,053	
Debtors	12	75,269,724		75,147,316	
Cash at bank and in hand		156,129		291,926	
		<u>113,043,983</u>		<u>109,363,295</u>	
<b>Creditors amounts falling due within one year</b>	13	57,964,797		61,207,979	
		<u></u>		<u></u>	
<b>Net current assets</b>			55,079,186		48,155,316
<b>Total assets less current liabilities</b>			61,151,834		53,662,879
<b>Creditors: amounts falling due after more than one year</b>	14	788,694		812,944	
<b>Provisions for liabilities</b>	15	7,228		-	
		<u></u>		<u></u>	
			795,922		812,944
			<u>60,355,912</u>		<u>52,849,935</u>
<b>Capital and reserves</b>					
Called up share capital	17		3,232,480		3,232,480
Share premium account	18		1,636,065		1,636,065
Profit and loss account	18		55,487,367		47,981,390
			<u>60,355,912</u>		<u>52,849,935</u>
<b>Shareholders' funds</b>	19		60,355,912		52,849,935

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

  
R T Stocker  
Director

  
D L Potts  
Director

21/9/13

The notes on pages 9 to 22 form part of these financial statements

# **All Metal Services Limited**

## **Notes forming part of the financial statements for the year ended 31 December 2012**

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### **1 Accounting policies**

The financial statements have been prepared under the historical cost convention and are in accordance with applicable accounting standards

The group's business activities, together with the factors likely to affect its future development, performance and position are set out within the Director's report on Page 1. The directors have prepared forecasts that cover the period of at least 12 months from the date of signing the accounts. On this basis and after making enquires, the directors have a reasonable expectation that the company and the group have adequate resources to continue in operational existence for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the financial statements.

The following principal accounting policies have been applied

#### *Consolidated financial statements*

The financial statements contain information about All Metal Services Limited as an individual company and do not contain consolidated financial information as the parent of a group. The company has taken advantage of the exemption conferred by section 400 of the Companies Act 2006 not to produce consolidated financial statements as it is included in EEA group accounts of a larger group.

#### *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 at least 90% of the voting rights in the company are controlled within the group headed by Aluminium Services (UK) Limited and the company is included in consolidated financial statements.

#### *Turnover*

Turnover represents sales to external customers at invoiced amounts less value added tax or local taxes on sales.

#### *Tangible fixed assets and depreciation*

Tangible fixed assets other than freehold land are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Freehold land and buildings	- 2% on cost
Leasehold land and buildings	- Over 50 years or the period of the lease if shorter
Plant and machinery	- 20% on cost
Fixtures, fittings and equipment	- 15% and 20% on cost

Land is not depreciated.

#### *Leasing*

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligations outstanding in each period. Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

# **All Metal Services Limited**

## **Notes forming part of the financial statements for the year ended 31 December 2012 (continued)**

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### **1 Accounting policies (continued)**

#### *Investments*

Fixed asset investments are stated at cost less provision for diminution in value

#### *Stocks*

Stocks are valued at the lower of cost and net realisable value. Cost is based on the weighted average cost of purchases. Net realisable value is based on estimated selling price less additional costs to completion and disposal.

#### *Pensions*

The pension costs charged in the financial statements represents the contributions payable by the company during the year in accordance with FRS17.

#### *Deferred taxation*

Deferred tax is provided in full in respect of taxation deferred by timing differences between the treatments of certain items for taxation and accounting purposes, except that the recognition of deferred tax assets is limited to the extent that the company anticipates making sufficient taxable profits in the future to absorb the reversal of the underlying timing difference. The deferred tax balance has not been discounted.

#### *Government grants*

Grants are credited to deferred revenue. Grants towards capital expenditure are released to the profit and loss account over the expected useful life of the assets. Grants towards revenue expenditure are released to the profit and loss account as the related expenditure is incurred.

#### *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.

#### *Financial instruments*

Financial instruments are measured initially and subsequently at cost.

#### *Finance costs*

Finance costs are charged to the profit and loss account over the term of the debt so that the amount charged is at a constant rate on the carrying amount. Finance costs include issue costs, which are initially recognised as a reduction in the proceeds of the associated capital instrument.

# All Metal Services Limited

## Notes forming part of the financial statements for the year ended 31 December 2012 *(continued)*

### 1 Accounting policies *(continued)*

#### *Foreign currency*

Foreign currency transactions are translated into sterling at the rates ruling when they occurred. Foreign currency monetary assets and liabilities are translated at the rates ruling at the balance sheet date. Any differences are taken to the profit and loss account.

#### *Functional currency*

The business operates in numerous currencies, notably US Dollar. The directors have considered the functional currency of the business and consider that there remains significant funding and operating expenditure, as well as sales, in GB Pounds resulting in the directors to consider that the functional currency was GB Pounds. There have been no significant changes in the business which would lead to the functional currency being reassessed. Accordingly the functional currency of the business remains GB Pounds.

### 2 Turnover

	2012 £	2011 £
Analysis by geographical market		
United Kingdom	87,175,838	77,179,592
Rest of Europe	35,906,158	28,106,170
Rest of the World	27,794,805	24,961,185
	<u>150,876,801</u>	<u>130,246,947</u>

Turnover is wholly attributable to the principal activity of the company.

### 3 Operating profit

	2012 £	2011 £
This is arrived at after charging/(crediting)		
Depreciation of tangible fixed assets	683,971	474,310
Hire of plant and machinery - operating leases	302,299	216,882
Hire of other assets - operating leases	911,392	857,763
Fees payable to the company's auditor for the auditing of the company's annual accounts	33,000	32,900
Fees payable to the company's auditor for other non-audit services	3,000	-
Government grants	(23,951)	(25,607)
	<u>                    </u>	<u>                    </u>

# All Metal Services Limited

Notes forming part of the financial statements  
for the year ended 31 December 2012 (*continued*)

## 4 Employees

Staff costs (including directors) consist of

	2012 £	2011 £
Wages and salaries	7,040,802	6,863,915
Social security costs	936,938	909,387
Other pension costs	68,926	71,767
	<u>8,046,666</u>	<u>7,845,069</u>

The average number of employees (including directors) during the year was as follows

	2012 Number	2011 Number
Sales	64	59
Warehouse and distribution	181	171
Administration	59	60
	<u>304</u>	<u>290</u>

## 5 Directors' remuneration

	2012 £	2011 £
Remuneration for qualifying services	329,696	250,401
Company contributions to money purchase pension schemes	17,816	17,816
	<u>347,512</u>	<u>268,217</u>

The total amount payable to the highest paid director in respect of emoluments was £204,533 (2011 - £120,435). Company pension contributions of £Nil (2011 - £17,816) were made to a money purchase scheme on their behalf.

## 6 Other interest receivable and similar income

	2012 £	2011 £
Bank interest	254	807
	<u>254</u>	<u>807</u>

# All Metal Services Limited

Notes forming part of the financial statements  
for the year ended 31 December 2012 (*continued*)

## 7 Interest payable and similar charges

	2012 £	2011 £
Bank loans and overdrafts	18,336	1,047
Lease finance charges	22,689	27,561
Other interest	966,760	662,781
	<u>1,007,785</u>	<u>691,389</u>

## 8 Taxation on profit on ordinary activities

	2012 £	2011 £
<i>UK Corporation tax</i>		
Current tax on profits of the year	2,211,158	1,653,604
<i>Foreign tax</i>		
Current tax on foreign income for the year	-	26,966
	<u>2,211,158</u>	<u>1,680,570</u>
Total current tax	2,211,158	1,680,570
<i>Deferred tax</i>		
Deferred tax charge/credit current year	12,083	23,159
	<u>2,223,241</u>	<u>1,703,729</u>
Taxation on profit on ordinary activities	2,223,241	1,703,729

## All Metal Services Limited

### Notes forming part of the financial statements for the year ended 31 December 2012 *(continued)*

#### 8 Taxation on profit on ordinary activities *(continued)*

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

	2012 £	2011 £
Profit on ordinary activities before tax	<b>9,729,218</b>	5,478,911
Profit on ordinary activities at the standard rate of corporation tax in the UK of 24% (2011 - 26%)	<b>2,335,012</b>	1,424,517
Effect of		
Expenses not deductible for tax purposes	<b>(145,465)</b>	182,793
Capital allowances	<b>(13,097)</b>	(92,430)
Depreciation	-	123,321
Group relief	<b>(8,372)</b>	(15,377)
Foreign tax adjustment	-	26,966
Other tax adjustment	<b>43,080</b>	30,780
Current tax charge for the year	<b>2,211,158</b>	1,680,570



## All Metal Services Limited

Note forming part of the financial statements  
for the year ended 31 December 2012 (*continued*)

### 9 Tangible fixed assets

	Freehold land and buildings £	Leasehold land and buildings £	Plant and machinery £	Motor vehicles £	Fixtures and fittings £	Total £
<i>Cost or valuation</i>						
At 1 January 2012	1,102,898	3,033,378	3,455,443	-	3,183,264	10,774,983
Additions	396,194	3,600	358,839	73,505	417,236	1,249,374
Disposals	-	-	(11,648)	-	(111,514)	(123,162)
At 31 December 2012	<u>1,499,092</u>	<u>3,036,978</u>	<u>3,802,634</u>	<u>73,505</u>	<u>3,488,986</u>	<u>11,901,195</u>
<i>Depreciation</i>						
At 1 January 2012	73,422	362,578	2,980,632	-	2,525,788	5,942,420
Provided for the year	22,679	61,428	225,173	16,738	357,953	683,971
Disposals	-	-	(11,648)	-	(111,196)	(122,844)
At 31 December 2012	<u>96,101</u>	<u>424,006</u>	<u>3,194,157</u>	<u>16,738</u>	<u>2,772,545</u>	<u>6,503,547</u>
<i>Net book value</i>						
At 31 December 2012	<u>1,402,991</u>	<u>2,612,972</u>	<u>608,477</u>	<u>56,767</u>	<u>716,441</u>	<u>5,397,648</u>
At 31 December 2011	<u>1,029,476</u>	<u>2,670,800</u>	<u>474,811</u>	<u>-</u>	<u>657,476</u>	<u>4,832,563</u>

# All Metal Services Limited

Notes forming part of the financial statements  
for the year ended 31 December 2012 *(continued)*

## 9 Tangible fixed assets *(continued)*

Included in tangible fixed assets are the following amounts held in respect of finance leases or hire purchase

	2012 £	2011 £
<i>Net book value</i>		
Plant and machinery	292,112	139,978
Freehold land and buildings	1,402,991	1,029,476
	<u>1,695,103</u>	<u>1,169,454</u>
<i>Depreciation charge for the year</i>		
Plant and machinery	104,716	118,263
Freehold land and buildings	22,679	24,247
	<u>127,395</u>	<u>142,510</u>

## 10 Fixed asset investments

	Group undertakings £
<i>Cost or valuation</i>	
At 1 January 2012 and 31 December 2012	675,000

*Subsidiary undertakings, associated undertakings and other investments*

The principal undertakings in which the company's interest at the year end is 20% or more are as follows

	Country of incorporation or registration	Class of share capital held	Proportion of share capital held
All Metal Services Xi'an Limited	China	Ordinary	100%
All Metal Services (Malaysia) SDN BHD	Malaysia	Ordinary	100%

Unless otherwise stated, the following figures have been extracted from audited financial statements for the year ended 31 December 2012

	Aggregate share capital and reserves		Profit for the year	
	2012	2011	2012	2011
All Metal Services Xi'an Limited	1,397,429	560,974	904,362	263,510
All Metal Services (Malaysia) SDN BHD *	101,154	(830,255)	413,031	(830,632)

# All Metal Services Limited

Notes forming part of the financial statements  
for the year ended 31 December 2012 *(continued)*

## 10 Fixed asset investments *(continued)*

\* Denotes that the entity is subject to audit within its local jurisdiction however this is yet to be completed

## 11 Stocks

	2012 £	2011 £
Finished goods and goods for resale	37,618,130	33,924,053

There is no material difference between the replacement cost of stocks and the amounts stated above

## 12 Debtors

	2012 £	2011 £
Amounts receivable within one year		
Trade debtors	31,535,122	36,130,228
Amounts owed by group undertakings	43,136,145	38,329,646
Other debtors	141,669	216,690
Prepayments and accrued income	456,788	465,897
	75,269,724	75,142,461
Amounts receivable after more than one year		
Deferred taxation (see note 15)	-	4,855
Total debtors	75,269,724	75,147,316

# All Metal Services Limited

Notes forming part of the financial statements  
for the year ended 31 December 2012 *(continued)*

## 13 Creditors: amounts falling due within one year

	2012 £	2011 £
Bank overdrafts (secured)	1,627,501	-
Other creditors	33,047,836	33,564,730
Trade creditors	17,501,119	23,723,573
Corporation tax	922,020	768,593
Other taxation and social security	1,758,298	992,860
Obligations under finance lease and hire purchase contracts	146,351	111,185
Amounts owed to related parties (see note 22)	758,972	-
Accruals and deferred income	2,181,783	2,023,088
Government grants	20,917	23,950
	<u>57,964,797</u>	<u>61,207,979</u>

Other creditors includes invoice discounting loans of £33,047,836 (2011 £33,564,730) which are secured on the relevant stock and trade debtor balances

The bank overdraft is secured by a fixed and floating charge over the assets of the company

## 14 Creditors amounts falling due after more than one year

	2012 £	2011 £
Obligations under finance lease and hire purchase contracts	647,206	650,538
Grants	141,488	162,406
	<u>788,694</u>	<u>812,944</u>

# All Metal Services Limited

Notes forming part of the financial statements  
for the year ended 31 December 2012 (continued)

## 14 Creditors: amounts falling due after more than one year (continued)

Maturity of debt

	Loans and overdrafts 2012 £	Loans and overdrafts 2011 £	Finance leases 2012 £	Finance leases 2011 £
In one year or less, or on demand	<b>34,675,337</b>	33,564,730	<b>146,351</b>	111,185
In more than one year but not more than two years	-	-	<b>154,106</b>	-
In more than two years but not more than five years	-	-	<b>348,478</b>	396,804
In more than five years	-	-	<b>144,622</b>	253,734
	-	-	<b>647,206</b>	650,538

Included in creditors due after more than one year are the following amounts repayable in more than five years

	2012 £	2011 £
Obligations under finance lease and hire purchase contracts	<b>144,622</b>	253,734

## 15 Provisions for liabilities

	Deferred taxation £
Transferred from debtors	(4,855)
Undertaking disposed	12,083
At 31 December 2012	<b>7,228</b>

## 16 Pensions

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension charge amounted to £68,926 (2011 - £71,767). Contributions amounting to £4,473 (2011 - £35,721) were payable to the fund and are included in creditors.

# All Metal Services Limited

Notes forming part of the financial statements  
for the year ended 31 December 2012 (*continued*)

## 17 Share capital

	2012 £	2011 £
<i>Allotted, called up and fully paid</i>		
3,232,380 Ordinary shares of £1 00 each	3,232,380	3,232,380
100 2% non-cumulative redeemable preference shares of £1 00 each	100	100
	<u>3,232,480</u>	<u>3,232,480</u>

## 18 Reserves

	Share premium account £	Profit and loss account £
At 1 January 2012	1,636,065	47,981,390
Profit for the year	-	7,505,977
	<u>1,636,065</u>	<u>55,487,367</u>
At 31 December 2012		

## 19 Reconciliation of movements in shareholders' funds

	2012 £	2011 £
Profit for the year	7,505,977	3,775,182
Opening shareholders' funds	52,849,935	49,074,753
	<u>60,355,912</u>	<u>52,849,935</u>
Closing shareholders' funds		

# All Metal Services Limited

Notes forming part of the financial statements  
for the year ended 31 December 2012 (*continued*)

## 20 Contingent liabilities

At 31 December 2011 the company had given a guarantee to HMRC in respect of duty deferment in the sum of £180,000 (2011 £180,000)

## 21 Commitments under operating leases

The company had annual commitments under non-cancellable operating leases as set out below

	Land and buildings 2012 £	Other 2012 £	Land and buildings 2011 £	Other 2011 £
Operating leases which expire				
Within one year	21,242	20,821	203,810	6,370
In two to five years	169,200	143,245	336,936	100,430
After five years	615,340	-	370,558	-
	<u>805,782</u>	<u>164,066</u>	<u>911,304</u>	<u>106,800</u>

# All Metal Services Limited

Notes forming part of the financial statements  
for the year ended 31 December 2012 (continued)

## 22 Related party disclosures

The company is a wholly owned subsidiary of Aluminium Services (UK) Limited and has taken advantage of the exemption conferred by Financial Reporting Standard 8 'Related party disclosures' not to disclose transactions with Aluminium Services (UK) Limited or other wholly owned subsidiaries within the group

R T Stocker is a director and shareholder in Eros Finance Limited

R T Stocker and D L Potts are materially interested as directors and shareholders in Screen & Music Travel Limited

The value of goods and services rendered during the year are as follows

	Purchases from related parties £	Amounts owed to related parties £
<b>Related party</b>		
Eros Finance Limited	28,374	-
Screen and Music Travel Limited	36,729	3,173
	<hr/>	<hr/>
<b>2011</b>		
Eros Finance Limited	122,002	250
Screen and Music Travel Limited	27,496	-
	<hr/>	<hr/>

On 19 October 2012, R T Stocker advanced a short term loan of £758,972 to the company This was outstanding at the year end and has been included within current liabilities (see note 11)

Interest of 3.5% per annum was accrued on this loan, resulting in an amount of £5,677 which was outstanding at the year end and included within accruals

Subsequent to the year end on 18 February 2013, the principal balance of £758,972 and the accrued interest to date of £8,879 were repaid in full

Also included in year end accruals are amounts of £54,000 (2011 £Nil) owing to R T Stocker, in relation to invoices paid on the company's behalf

## 23 Ultimate parent company and parent undertaking of larger group

The ultimate parent company is Aluminium Services (UK) Limited, a company registered in England and Wales

Aluminium Services (UK) Limited prepares group financial statements and copies can be obtained from Unit 6, Horton Industrial Park, Horton Road, West Drayton, UB7 8JD

Messrs Potts & Stocker together exercise control over Aluminium Services (UK) Limited