

Registered Number: 01380120

**CRH (UK) Limited**  
**Reports of the Directors**  
**and Financial Statements**  
**For the year ended 31 December 2013**

TUESDAY



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**CRH (UK) LIMITED**

**Index to the financial statements**

**For the year ended 31 December 2013**

	<b>Page</b>
COMPANY INFORMATION	2
STRATEGIC REPORT	3
DIRECTORS' REPORT	4-5
INDEPENDENT AUDITORS' REPORT	6-7
PROFIT AND LOSS ACCOUNT	8
BALANCE SHEET	9
NOTES TO THE FINANCIAL STATEMENTS	10-16

**CRH (UK) LIMITED**

**Company Information  
for the year ended 31 December 2013**

**Directors and Secretary**

A.W. Bennion  
A. Donnan  
S.P. Hardy MBE  
M. Richmond  
K.J. Sims  
W. Sheppard

Secretary - S.P. Hardy MBE

**Registered Office**

Leicester Road  
Ibstock  
Leicestershire  
LE67 6HS

**Company Number**

01380120

**Auditors**

Ernst & Young LLP  
No. 1 Colmore Square  
Birmingham  
B4 6HQ

**Bankers**

NatWest  
Liverpool City Office  
22 Castle Street  
Liverpool L2 0UP

**Solicitors**

Hill Dickinson LLP  
No.1 St. Paul's Square  
Liverpool  
L3 9SJ

## CRH (UK) LIMITED

Registered No: 01380120

### Strategic Report

The directors present their report and financial statements for the year ended 31 December 2013.

#### 1. TRADING ACTIVITY AND FUTURE DEVELOPMENT IN THE BUSINESS

The Company acts as a holding company, and its principal activities consist of borrowing monies and lending monies to Group companies. The Directors expect that the Company will continue to provide competitive finance for other Group companies and do not anticipate any major change in the nature of the Company's business in the foreseeable future. Our parent company CRH plc has engaged in a review of its portfolio, resulting in plans for an orderly, multi-year divestment programme for businesses which no longer meet CRH's returns and growth criteria, or for which CRH believes it is no longer the best long-term owner. As CRH focuses on its core businesses, the Director's note that this portfolio review could have an impact on its subsidiary investments.

#### 2. STATE OF AFFAIRS AND RESULTS

The profit and loss account and balance sheet are set out at pages 8 and 9. The loss for the year amounted to £15,530,646 (2012: loss of £16,895,583). Capital and Reserves amounted to £107,941,391 at 31 December 2013 (2012: £123,472,037).

#### 3. PRINCIPAL RISKS AND UNCERTAINTIES

These principal risks are set out below.

*The financial performance of the Company is affected by borrower credit quality and general economic conditions*

Risks arising from changes in credit quality and the recoverability of loans and amounts due from other group companies are inherent in the Company's businesses. Adverse changes in the credit quality of the Company's borrowers or a general deterioration in economic conditions, or arising from systemic risks in financial systems, could affect the recoverability and value of the Company's assets and require a provision for bad and doubtful debts and other provisions.

*Changes in interest rates affect the Company's business*

The most significant market risks the Company faces are interest rate risks. Changes in interest rate levels, yield curves and spreads may affect the interest rate margin realised between lending and borrowing costs and could result in increased net finance costs.

#### 4. TREASURY POLICIES

The company finances its operations through a combination of bank and intercompany loans. The main risks associated with the Company's financial assets and liabilities are set out in note 3 of the Strategic Report.

#### Currency risk

Activities are conducted primarily in the local currency, resulting in low levels of foreign currency transaction risk. Forward exchange contracts are being used to hedge the foreign currency risk of the Company's interest income and capital sum.

#### 5. FINANCIAL KEY PERFORMANCE INDICATORS

Some key financial performance indicators which, taken together, are a measure of performance and financial strength are set out below.

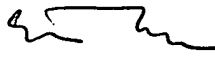
The Company remained in a net interest paid position in 2013. The Company regards ratios based on interest cover as more meaningful measures of financial capacity than the ratio of debt to total equity as they match the earnings and cash generated by a business to the underlying funding costs.

Year-end net debt of £15,832,605 was £320,805 higher than at the end-2012; with a decrease in total equity, the net debt to total equity percentage increased to 14.67%.

	2013	2012
Interest cover EBIT basis (times) *	0.01	0.01
Net debt as a percentage of total equity (%)	14.67	12.56
Return on average capital employed (%)	(0.26)	(0.12)
Return on average equity (%)	(13.42)	(12.81)

\* EBIT - earnings before interest and tax (operating profit)

On behalf of the Board

  
S. P. Hardy MBE  
Director

Date: 26 November 2014

## CRH (UK) LIMITED

Registered No: 01380120

### Directors' report

The Directors present their report and financial statements for the year ended 31 December 2013.

#### 1. DIRECTORS

The following served as Directors during the year.

A.W. Bennion  
A. Donnan  
S.P. Hardy MBE  
M. Richmond  
K.J. Sims  
W. Sheppard (appointed 23.05.2013)

#### 2. DIVIDENDS

The Directors of the Company do not propose the payment of a dividend for the year ended 31 December 2013 (2012: nil).

#### 3. AUDITORS

A resolution to reappoint Ernst & Young LLP as auditors, in accordance with s.485 of the Companies Act 2006, will be put to the members at the Annual General Meeting.

#### 4. IMPORTANT EVENTS SINCE THE YEAR END

There were no important events since the year end.

#### 5. DISCLOSURE OF INFORMATION TO THE AUDITORS

So far as each person who was a Director at the date of approving this report is aware, there is no relevant audit information, being information needed by the auditor in connection with preparing its report of which the auditor is unaware. Having made enquiries of fellow Directors and the group's auditor, each Director has taken all the steps that he is obliged to take as a Director in order to make himself aware of any relevant audit information and to establish that the auditor is aware of that information.

#### 6. DIRECTORS' RESPONSIBILITIES STATEMENT IN RESPECT OF THE FINANCIAL STATEMENTS

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 company and 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 judgments 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.

**CRH (UK) LIMITED**

Registered No: 01380120

**Directors' report (continued)**

**7. POLITICAL DONATIONS**

The Company made no donations to political parties during the year ended 31 December 2013 (2012: nil).


**8. GOING CONCERN**

The Company's business activities, together with factors likely to affect its future development, its financial position, financial risk management objectives, details of its financial instruments and derivatives activity and its exposure to price, credit, liquidity and cash flow risk are described in the strategic report.

The Company is in a net liabilities position on the Balance Sheet. The Company is part of the CRH plc group and its ultimate parent undertaking has committed to supporting it. The Company and Group operate well within available banking facilities. As a consequence the Directors believe that the Company is well placed to manage its business risks successfully despite the current economic climate.

After making enquiries the Directors are confident 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 accounts.

On behalf of the Board



**S.P. Hardy MBE**  
Director

Date: 26 November 2014

## **INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF CRH (UK) LIMITED**

We have audited the financial statements of CRH (UK) Limited for the year ended 31 December 2013 which comprise the Profit and Loss Account, the Balance Sheet, the Statement of Total Recognised Gains and Losses, the Reconciliation of Movements in Shareholders' Funds and the related notes 1 to 19. 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 auditor**

As explained more fully in the Directors' Responsibilities Statement 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, Directors' Report and Financial Statements 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 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 2013 and of its loss 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.

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF CRH (UK) LIMITED (continued)**

**Opinion on other matter prescribed by the Companies Act 2006**

In our opinion the information given in the Strategic Report and Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

**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.

*Ernst & Young*

Steven Bagworth (Senior statutory auditor)  
for and on behalf of Ernst & Young LLP, Statutory Auditor  
Birmingham

Date: *28 March 2014*



**CRH (UK) LIMITED****Profit and Loss Account for the year ended 31 December 2013**

	Notes	2013 £	2012 £
Net Interest Payable	4	(21,799,288)	(24,082,725)
Administrative Expenses		(264,335)	(142,089)
Operating Loss	5	<u>(22,063,623)</u>	<u>(24,224,814)</u>
Profit on Disposal of Fixed Asset Investments	7	159,335	-
Loss on Ordinary Activities Before Taxation		<u>(21,904,288)</u>	<u>(24,224,814)</u>
Taxation on Loss on Ordinary Activities	6	6,373,642	7,329,231
Loss on Ordinary Activities After Taxation		<u>(15,530,646)</u>	<u>(16,895,583)</u>
Loss for the Year	14	<u><u>(15,530,646)</u></u>	<u><u>(16,895,583)</u></u>
<b>Movements on Profit and Loss Account</b>			
Profit and Loss Account at 1 January		121,474,891	138,370,474
Loss for the Year		<u>(15,530,646)</u>	<u>(16,895,583)</u>
Profit and Loss Account at 31 December		<u>105,944,245</u>	<u>121,474,891</u>

All amounts were from continuing operations.

**Statement of Total Recognised Gains and Losses**

There are no recognised gains and losses other than the loss of £15,530,646 in the year ended 31 December 2013 and the loss of £16,895,583 in the year ended 31 December 2012.

**CRH (UK) LIMITED**

Registered Number: 1380120

**Balance Sheet at 31 December 2013**

		<b>2013</b>		<b>2012</b>	
	<b>Notes</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>Fixed Assets</b>					
<b>Investments:</b>					
Group Undertakings	7		722,880,667		702,574,693
Other Investment	8		<u>1,000</u>		<u>1,000</u>
			722,881,667		702,575,693
<b>Current Assets</b>					
Debtors:	9				
(amounts falling due within one year)		37,538,414		27,414,202	
(amounts falling due after one year)		357,395,087		159,134,369	
Cash at bank and in hand		<u>4,538,183</u>		<u>5,766,474</u>	
		399,471,684		192,315,045	
<b>Creditors</b>	10				
(amounts falling due within one year)		<u>(298,913,990)</u>		<u>(325,860,125)</u>	
<b>Net Current Assets/(Liabilities)</b>			100,557,694		(133,545,080)
<b>Total Assets less Current Liabilities</b>			<u>823,439,361</u>		<u>569,030,613</u>
<b>Creditors</b>	11				
(amounts falling due after more than one year)			(715,497,970)		(445,558,576)
<b>Net Assets</b>			<u>107,941,391</u>		<u>123,472,037</u>
<b>Capital and Reserves</b>					
Called up Share Capital	13	1,997,146		1,997,146	
Profit and Loss Account		<u>105,944,245</u>		<u>121,474,891</u>	
<b>Shareholders' Funds</b>	14		<u>107,941,391</u>		<u>123,472,037</u>

The financial statements were approved and authorised for issue by the Board and signed on its behalf by:

K. J. Sims  
Director:

Date:

26 November 2014

## CRH (UK) LIMITED

### Notes to the Financial Statements at 31 December 2013

#### 1. ACCOUNTING POLICIES

##### **Basis of Accounting and Going Concern**

The financial statements were authorised for issue by the Directors. The financial statements are prepared under the historical cost convention. *The financial statements have been prepared in accordance with applicable UK accounting standards and legislation.* The financial statements have been prepared on a going concern basis as the ultimate parent undertaking has guaranteed that it will meet the liabilities of the company as and when they fall due.

The Company is in a net liabilities position on the Balance Sheet. The Company is part of the CRH plc group and its ultimate parent undertaking has committed to supporting it. The Company and Group operate well within available banking facilities. As a consequence the Directors believe that the Company is well placed to manage its business risks successfully despite the current economic climate.

##### **Basis of Presentation**

By virtue of s228 of the Companies Act 2006 consolidated financial statements are not prepared because the Company is a wholly owned subsidiary of CRH plc (Note 18) which prepares consolidated financial statements. These financial statements therefore present information about the company as an individual undertaking and about it as a group.

##### **Translation of Foreign Currencies**

The accounts are expressed in Sterling (£). The transactions during the year have been translated at the rate of exchange ruling at the date of the transaction. Assets and liabilities denominated in foreign currencies are translated to Sterling at the rates of exchange ruling at the balance sheet date. The resulting profits/losses are dealt with in the Profit and Loss Account.

##### **Deferred Taxation**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more or right to pay less tax. Deferred tax is measured on an undiscounted basis using the tax rates that are expected to apply in the years in which the timing differences reverse, based on tax rates and laws enacted or substantially enacted at the balance sheet date.

##### **Taxation - current**

Current tax represents the expected tax payable (or recoverable) on the taxable profit or loss for the year using tax rates enacted for the period.

##### **Investments**

In the financial statements investments in unlisted subsidiary undertakings are stated at cost, less provision for impairment. The carrying value of investments is reviewed for impairment whenever events or changes in circumstances indicate the carrying value may not be recoverable. Other investments are carried at cost less any impairment.

##### **Interest Income**

Interest income is included in the Profit and Loss Account and recognised as it accrues.

##### **Financial Instruments**

Financial instruments include borrowings, cash, deposits and currency swaps. Currency swaps are used as balance sheet hedging instruments to hedge foreign currency assets and borrowings. Currency swaps are used to reduce costs and credit exposure where the group would otherwise have cash deposits and borrowings in different currencies. The difference between spot and forward rate for these contracts is recognised as part of the net interest payable over the period of the contract. These swaps are revalued to the rates of exchange at the balance sheet date and any aggregate unrealised gains or losses arising on revaluation are included in other debtors / other creditors. Realised gains and losses on these currency swaps are taken to reserves in the same way as for the foreign investments and borrowings to which the swaps relate. The aggregate fair values at the balance sheet date of the hedging instruments described above are disclosed as a note on the accounts.

##### **Related Party Transactions**

The company is a wholly owned subsidiary of CRH plc, the consolidated accounts of which are publicly available. Accordingly, the company has taken advantage of the exemption in FRS 8 from disclosing transactions with members or investees of the CRH group.

# CRH (UK) LIMITED

## Notes to the Financial Statements (continued)

### 2. DIRECTORS' REMUNERATION

The directors' services to the company do not occupy a significant amount of their time. As such the directors do not consider that they have received any remuneration for their inconsequential services to the company for the year ended 31 December 2013 and the year ended 31 December 2012.

### 3. EMPLOYEES

There were no paid employees in the Company during the year (2012: £nil).

### 4. NET INTEREST PAYABLE

	2013	2012
	£	£
<b>Interest receivable:</b>		
Bank interest receivable	21,066	68,083
Subsidiary undertakings		
-repayable wholly within one year	4,226,174	3,895,951
-repayable wholly in greater than one year	324,435	328,168
Group undertakings		
-repayable wholly within one year	1,349,256	-
	<u>5,920,931</u>	<u>4,292,202</u>
<b>Interest payable:</b>		
Bank loans and overdrafts:		
-repayable wholly within one year	122,203	326,729
Subsidiary undertakings		
-repayable wholly within one year	23,125,082	24,713,144
-repayable wholly in greater than one year	3,197,067	3,335,054
Group undertakings		
-repayable wholly within one year	1,275,867	-
	<u>27,720,219</u>	<u>28,374,927</u>
<b>Net Interest Payable</b>	<u>21,799,288</u>	<u>24,082,725</u>

### 5. OPERATING LOSS

	2013	2012
	£	£
Operating Loss is stated after charging/(crediting):		
Audit fees	20,025	24,055
Foreign exchange loss/(gain)	<u>226,192</u>	<u>(122,467)</u>

# **CRH (UK) LIMITED**

## **Notes to the Financial Statements (continued)**

### **6. TAXATION ON LOSS ON ORDINARY ACTIVITIES**

The tax credit is made up as follows:

	2013 £	2012 £
<i>Current tax</i>		
Group relief receivable	(6,377,528)	(7,547,394)
Adjustments in respect of prior years	3,886	218,163
<i>Tax credit on loss on ordinary activities</i>	<u>(6,373,642)</u>	<u>(7,329,231)</u>

#### **Factors affecting current tax credit**

The tax assessed for the period differs to the standard rate of corporation tax as explained below:

	2013 £	2012 £
Loss on ordinary activities before taxation	<u>21,904,288</u>	<u>24,224,814</u>
Standard rate of corporation tax in the UK	23.25%	24.5%
Loss on ordinary activities multiplied by the standard rate of corporation tax	(5,092,747)	(5,935,079)
Income and expenses ignored for tax purposes	(37,045)	1,604
Deferred tax asset not recognised - unrelieved tax losses	1,571,484	1,255,564
Group relief surrendered at higher rate	(2,819,220)	(2,869,483)
Adjustments in respect of prior years	3,886	218,163
Total current tax credit for the period	<u>(6,373,642)</u>	<u>(7,329,231)</u>

#### **Factors that may affect future tax charges:**

The rate of UK corporation tax decreased to 23% with effect from April 2013. The further reductions of 2% to 21% from April 2014 and a final 1% to 20% from April 2015 were substantively enacted on 2 July 2013. The impact of these changes is reflected in these financial statements.

#### **Deferred taxation:**

A Deferred tax asset of £3,433,525 (2012: £2,048,152) in respect of tax losses has not been recognised in these financial statements as it is uncertain as to when they might be utilised.

## CRH (UK) LIMITED

### Notes to the Financial Statements (continued)

#### 7. INVESTMENTS - GROUP UNDERTAKINGS

Shares in unlisted group undertakings at cost:

	Country of incorporation	Ordinary Shares Percentage owned	31 December 2012	Acquisitions/ (Disposals), (Provisions) and movement in loans to subsidiaries	31 December 2013
			£	£	£
CRH Investments (UK) Limited	UK	100%	12,648,293	-	12,648,293
CRH Fencing & Security Group Limited	UK	100%	2,569,999	-	2,569,999
CRH Finance (UK) plc	UK	100%	50,000	-	50,000
CRH Building Products Limited	UK	100%	1	-	1
Premier Cement Limited	UK	100%	2	20,000,000	20,000,002
Insulating & Packaging Limited	UK	100%	100	-	100
EcoTherm Holdings PLC	UK	100%	204,241	-	204,241
Ibstock Group Limited	UK	100%	568,000,000	-	568,000,000
FCA Wholesalers Limited	UK	100%	2,759,412	300,000	3,059,412
Ancon Limited	UK	100%	84,810,257	-	84,810,257
Ancon Building Products Pty Limited	Australia	100%	3,792,803	-	3,792,803
Security Window Shutters Limited	UK	100%	6,137,990	-	6,137,990
CAM Enterprises Limited	UK	99%	100	-	100
Norina Floors Limited	UK	100%	1	-	1
Stylevane Band Systems Limited	UK	100%	32,000	-	32,000
Sedavictor Systems Limited	UK	100%	100,000	-	100,000
Anchor Bay Construction Products Limited	UK	100%	8,073,344	-	8,073,344
			689,178,543	20,300,000	709,478,543
Loans to group undertakings (i)			13,396,150	5,974	13,402,124
At 31 December 2013			702,574,693	20,305,974	722,880,667

The carrying values of the investments as at 31 December 2013 have been compared to their recoverable amounts, represented by their value in use in the group and provisions have been made accordingly. They have been determined using cash flow projections from financial budgets approved by senior management. The pre tax and post tax discount rates applied to the cash flow projections are 8.5% and 6.5% respectively.

During the year, Premier Cement Limited issued additional share capital to the company. The company also reclassified an intercompany loan balance for the cost on investment in FCA Wholesalers Limited.

The company received a corporation tax saving of £159,335 for the sale of Springvale (EPS) Limited which was disposed of during 2011.

(i) The loans to group undertakings are unsecured intercompany loans with terms of up to 5 years.

The nature of each group company's business and country of incorporation are as follows:

	Nature of Business
CRH Fencing & Security Group Limited	- Sale and installation of fencing products
CRH Investments (UK) Limited	- Investment company
CRH Finance (UK) plc	- Provision of finance
CRH Building Products Limited	- Investment company
Premier Cement Limited	- Cement sales
Insulating & Packaging Limited	- Dormant company
EcoTherm Holdings PLC	- Dormant company
Ibstock Group Limited	- Building products
FCA Wholesalers Limited	- Construction accessories
Ancon Limited	- Construction accessories
Ancon Building Products Pty Limited	- Construction accessories
Security Window Shutters Limited	- Building products
CAM Enterprises Limited	- Dormant company
Norina Floors Limited	- Dormant company
Stylevane Band Systems Limited	- Dormant company
Sedavictor Systems Limited	- Dormant company
Anchor Bay Construction Products Limited	- Construction accessories

All of the subsidiary companies listed above (excluding Ancon Building Products Pty Limited) operate and are incorporated in the United Kingdom and are registered in England and Wales or Northern Ireland. Ancon Building Products Pty Limited is incorporated and operates in Australia. All the subsidiary companies have a year end date of 31 December.

#### 8. OTHER INVESTMENT

	2013	2012
Unlisted:	£	£
Ulster Industrial Explosives Ltd - commercial explosives (i)	1,000	1,000

This company is incorporated in Northern Ireland and is engaged in commercial explosives.

(i) 100% £1 "A" redeemable preference shares

# CRH (UK) LIMITED

## Notes to the Financial Statements (continued)

9. DEBTORS	2013	2012
(Amounts falling due within one year)	£	£
Amounts due from subsidiary undertakings	29,836,049	19,913,487
Amounts due from group undertakings	1,285,587	-
Group relief receivable	6,416,778	7,500,540
Net amount receivable under derivative contracts (note 15)	-	175
	<u>37,538,414</u>	<u>27,414,202</u>
(Amounts falling due after one year)		
Amounts due from subsidiary undertakings	160,225,376	159,134,369
Amounts due from group undertakings	197,169,711	-
	<u>357,395,087</u>	<u>159,134,369</u>
	<u>394,933,501</u>	<u>186,548,571</u>

No repayment date has been set for the amounts owed by group undertakings, but the directors do not intend on obtaining repayment within 12 months from the date of signing these financial statements. Amounts due from subsidiary undertakings are interest bearing and the rate applied in 2013 was 3.00% (2012: 3.13%). Amounts due from group undertakings entered in December 2013 and amounting to £181,658,632 (2012: £nil) are interest bearing and the rate applied in 2013 was 11.0% (2012: nil). Amounts due from group undertakings amounting to £15,511,079 (2012: £nil) are interest bearing and the rate applied in 2013 was 11.0% (2012: nil).

10. CREDITORS	2013	2012
(Amounts falling due within one year)	£	£
Bank loans and overdrafts (note 12)	(20,370,788)	(21,278,274)
Amounts due to subsidiary undertakings	(118,761,377)	(178,124,387)
Amounts due to group undertakings	(159,250,837)	(125,922,405)
Accruals	(30,988)	(35,059)
Other creditors	(500,000)	(500,000)
	<u>(298,913,990)</u>	<u>(325,860,125)</u>

Amounts due to subsidiary undertakings are unsecured intercompany loans with terms of up to 5 years. The amounts are interest bearing and the rate applied in 2013 was 0.1% (2012: 1.0%). Within amounts due to group undertaking £157,998,405 (2012: £125,922,405) are non interest bearing.

Other creditors relates to the minimum earn out on the acquisition of Anchor Bay Construction Products Limited.

11. CREDITORS	2013	2012
(Amounts falling due after more than one year)	£	£
Amounts due to group undertakings	(197,340,927)	-
Amounts due to subsidiary undertakings	(518,157,043)	(445,558,576)
	<u>(715,497,970)</u>	<u>(445,558,576)</u>

Amounts due to group undertakings amounting to £181,658,632 (2012: £nil) are interest bearing and the rate applied in 2013 was 10.8%. Amounts due to group undertakings amounting to £15,682,295 (2012: £nil) are interest bearing and the rate applied in 2013 was Euro Interbank Market (EURIBOR) plus 2.8%. Included within Amounts due to subsidiary undertakings £251,049,640 (2012: £252,928,429) is interest bearing and the rate applied in 2013 was 9.0% (2012: 3.13%). Amounts due to subsidiary undertakings amounting to £267,107,403 (2012: £192,630,147) are unsecured intercompany loans with terms of up to 5 years.

12. LOANS AND OVERDRAFTS	2013	2012
(Amounts falling due within one year)	£	£
Loans and overdrafts	(20,370,788)	(21,278,274)
	<u>(20,370,788)</u>	<u>(21,278,274)</u>

Overdrafts amounting to £20,370,788 (2012: £21,278,274) are secured by guarantees from the ultimate parent company. In 2013, £20,370,788 is drawn under a facility repayable on demand.

**CRH (UK) LIMITED****Notes to the Financial Statements (continued)**

13. CALLED UP SHARE CAPITAL	2013 £	2012 £
<i>Authorised:</i>		
10,000,000 ordinary shares of £1 each	<u>10,000,000</u>	<u>10,000,000</u>
<i>Allotted, called up and fully paid:</i>		
1,997,146 ordinary shares of £1 each	<u>1,997,146</u>	<u>1,997,146</u>

**14. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**

	2013 £	2012 £
Opening shareholders' funds	123,472,037	140,367,620
Loss for the financial year	<u>(15,530,646)</u>	<u>(16,895,583)</u>
Closing shareholders' funds	<u>107,941,391</u>	<u>123,472,037</u>

**15. DERIVATIVE FINANCIAL INSTRUMENTS**

The derivative financial instruments at 31 December 2013 are forward exchange contracts. The fair value of forward exchange contracts is calculated with reference to current forward exchange rates for contracts with similar maturity profiles and equates to the quoted market price at the balance sheet date (being the present value of the quoted forward price). The book and fair values attributable to the derivative financial instruments at 31 December 2013 are as follows:

	2013 £	2012 £
<b>Current assets</b>		
2013 book value	-	175
2013 fair value	<u>-</u>	<u>214</u>
Unrecognised gain as at 31 December 2013	<u>-</u>	<u>39</u>

The main risks attaching to the Company's derivative financial instruments are interest rate risk, foreign currency risk, credit risk and liquidity risk.

**16. HEDGES**

At 31 December 2013, the company held nil (2012: one) forward exchange contract designated as a net investment hedge of expected intercompany loan commitments.



## CRH (UK) LIMITED

### Notes to the Financial Statements (continued)

#### 17. CASH FLOW STATEMENT

Financial Reporting Standard number 1 (Revised 1996), "Cash Flow Statements", exempts subsidiary undertakings from the requirement to prepare a cashflow statement where 90% or more voting rights are controlled by a group that prepares publicly available consolidated financial statements in which the subsidiary undertaking's results are included. The Company has availed of this exemption.

#### 18. PARENT UNDERTAKINGS AND CONTROLLING PARTIES

The immediate holding Company is Donegal Lime Limited, a Company incorporated in the Republic of Ireland. The parent undertaking of the smallest and largest group of undertakings for which group financial statements are drawn up, and of which the Company is a member, is CRH plc, a Company incorporated in the Republic of Ireland. The ultimate controlling party is CRH plc. Copies of the group financial statements may be obtained from CRH plc, Belgard Castle, Clondalkin, Dublin 22, Ireland.

#### 19. BOARD APPROVAL

The Directors approved the financial statements on 26 November 2014.