

Company Registration No. 01476154 (England and Wales)

**DIAMOND FUEL SUPPLIES LIMITED**  
**ANNUAL REPORT**  
**FOR THE YEAR ENDED 31 AUGUST 2013**

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# DIAMOND FUEL SUPPLIES LIMITED

## DIRECTORS AND ADVISERS

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<b>Directors</b>	D C Bagnall Mrs J R E Bagnall J P Bagnall P R Bagnall
<b>Company number</b>	01476154
<b>Registered office</b>	The Freight Terminal Bicester Road Enstone Chipping Norton Oxfordshire OX7 4NP
<b>Registered auditors</b>	Pearson Buchholz Limited North House Farmoor Court Cumnor Road Farmoor Oxford OX2 9LU

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# **DIAMOND FUEL SUPPLIES LIMITED**

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# **DIAMOND FUEL SUPPLIES LIMITED**

## **DIRECTORS' REPORT**

### **FOR THE YEAR ENDED 31 AUGUST 2013**

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

#### **Principal activities and review of the business**

The principal activity of the group continued to be that of importing and resale of charcoal and slate and this remained unchanged throughout the period under review. The directors do not anticipate any major changes in the foreseeable future.

During 2013 the group continued to increase sales revenue as a result of new contracts in its subsidiary Carbo (UK) Limited. Income predominately relates to the sale of summer fuel in Carbo (UK) Limited, but the company is also increasing sales of winter fuels and salt in the winter months. The company continues to strengthen its position in the charcoal sales market and establish new contracts with prospective buyers.

The company continued the purchase of slate with intention of selling the majority of the slate to a related party, Z Clad Projects Limited.

During the year the company's directors acquired a substantial interest in Sustainable Biomass Solutions Ghana Limited, a company which will be involved in the production of charcoal. Diamond Fuel Supplies Ltd made purchases on behalf of Sustainable Biomass Solutions Ghana Limited during the year to assist with the start up of the company, and the directors anticipate that business operations will commence during the following financial year.

The group turnover for the year ending 31 August 2013 grew by 26.8% from the year ended 31 August 2012 of £7,062,942 to £8,953,208.

The headline figures demonstrating the significant growth of the group are set out below:

Turnover £8,953,208 (2012 £7,062,942)

Gross profit £667,426 (2012 £709,589)

Gross profit percentage 7.45% (2012 10.0%)

Net profit percentage 2.3% (2012 5.3%)

EBITDA\* £358,075 (2012 £487,245)

\* EBITDA is defined as earnings before interest, taxation, depreciation and amortisation.

#### **Results and dividends**

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

#### **Post balance sheet events**

The entire share capital of Diamond Fuel Supplies Limited was purchased by Bagnalls Group (UK) Ltd (BGU) on 2 September 2013. On the same date it transferred its shares in Carbo (UK) Limited to BGU.

#### **Directors**

The following directors have held office since 1 September 2012:

D C Bagnall

Mrs J R E Bagnall

J P Bagnall

P R Bagnall

# DIAMOND FUEL SUPPLIES LIMITED

## DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2013

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### Auditors

Pearson Buchholz Limited were appointed auditors to the company and in accordance with section 485 of the Companies Act 2006, a resolution proposing that they be re-appointed will be put at a General Meeting

### Statement of directors' responsibilities

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). 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 group and of the profit or loss of the group 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 group 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 the group 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 the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities

### Statement of disclosure to auditors

So far as the directors are aware, there is no relevant audit information of which the group's auditors are unaware. Additionally, the directors have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the group's auditors are aware of that information

On behalf of the board



J P Bagnall  
Director  
21 May 2014

# **DIAMOND FUEL SUPPLIES LIMITED**

## **INDEPENDENT AUDITORS' REPORT**

### **TO THE MEMBERS OF DIAMOND FUEL SUPPLIES LIMITED**

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We have audited the group and parent company financial statements (the "financial statements") of Diamond Fuel Supplies Limited for the year ended 31 August 2013 set out on pages 5 to 17. 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 auditors' 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 Directors' Responsibilities Statement set out on pages 1 - 2, 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.

#### **Basis for qualified opinion**

We were not appointed as auditors of the group until after 31 August 2013 and thus did not observe the counting of the physical inventories at the beginning and end of the year. We were unable to satisfy ourselves by alternative means concerning the inventory quantities held at 31 August 2013, which are stated in the group balance sheet at £785,298.

Also, with respect to opening balances, corresponding amounts, sales of £3,898,654 to the subsidiary and associated debtor and creditor balances, we were unable to obtain sufficient appropriate audit evidence.

#### **Qualified opinion on financial statements**

In our opinion, except for the possible effects of the matters described in the Basis for Qualified Opinion paragraph, the financial statements

- give a true and fair view of the state of the group's and parent company's affairs as at 31 August 2013 and of the group's 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.

# DIAMOND FUEL SUPPLIES LIMITED

## INDEPENDENT AUDITORS' REPORT (CONTINUED)

### TO THE MEMBERS OF DIAMOND FUEL SUPPLIES LIMITED

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#### Matters on which we are required to report by exception

In respect solely of the limitation on our work relating to opening balances, corresponding amounts, sales to the subsidiary and associated debtor and creditor balances referred to above

- we have not obtained all the information and explanations that we considered necessary for the purpose of our audit, and
- we were unable to determine whether adequate accounting records had been maintained

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

- returns adequate for our audit have not been received from branches not visited by us, or
- the parent company financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made

(Senior Statutory Auditor)  
for and on behalf of Pearson Buchholz Limited

21 May 2014

Chartered Accountants  
Statutory Auditor

North House  
Farmoor Court  
Cumnor Road  
Farmoor  
Oxford  
OX2 9LU

# DIAMOND FUEL SUPPLIES LIMITED

## CONSOLIDATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 AUGUST 2013

	Notes	2013 £	2012 £
Turnover	2	8,953,208	7,062,942
Cost of sales		(8,285,782)	(6,353,353)
Gross profit		667,426	709,589
Administrative expenses		(320,243)	(234,362)
Operating profit	3	347,183	475,227
Other interest receivable and similar income		51	102
Interest payable and similar charges	4	(62,140)	(12,101)
Profit on ordinary activities before taxation	3	285,094	463,228
Tax on profit on ordinary activities	5	(76,582)	(89,330)
Profit on ordinary activities after taxation		208,512	373,898

The profit and loss account has been prepared on the basis that all operations are continuing operations

There are no recognised gains and losses other than those passing through the profit and loss account





# DIAMOND FUEL SUPPLIES LIMITED

## BALANCE SHEETS

AS AT 31 AUGUST 2013

	Notes	Group 2013 £	2012 £	Company 2013 £	2012 £
<b>Fixed assets</b>					
Intangible assets	7	34,492	45,384	-	-
Tangible assets	8	-	8,823	-	-
Investments	9	-	-	294,500	294,500
		<u>34,492</u>	<u>54,207</u>	<u>294,500</u>	<u>294,500</u>
<b>Current assets</b>					
Stocks	10	785,298	2,653,329	-	2,653,329
Debtors	11	4,121,900	831,196	4,994,391	283,082
Cash at bank and in hand		1,742,513	796,674	581,634	768,585
		<u>6,649,711</u>	<u>4,281,199</u>	<u>5,576,025</u>	<u>3,704,996</u>
<b>Creditors: amounts falling due within one year</b>	12	(4,520,068)	(2,379,783)	(4,110,996)	(2,219,435)
<b>Net current assets</b>		<u>2,129,643</u>	<u>1,901,416</u>	<u>1,465,029</u>	<u>1,485,561</u>
<b>Total assets less current liabilities</b>		<u>2,164,135</u>	<u>1,955,623</u>	<u>1,759,529</u>	<u>1,780,061</u>
<b>Capital and reserves</b>					
Called up share capital	13	1,000	1,000	1,000	1,000
Profit and loss account	14	2,163,135	1,954,623	1,758,529	1,779,061
<b>Shareholders' funds</b>	15	<u>2,164,135</u>	<u>1,955,623</u>	<u>1,759,529</u>	<u>1,780,061</u>

Approved by the Board and authorised for issue on 21 May 2014

  
J P Bagnall  
Director

Company Registration No.

# DIAMOND FUEL SUPPLIES LIMITED

## CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31 AUGUST 2013

	£	2013 £	£	2012 £
<b>Net cash (outflow)/inflow from operating activities</b>		(1,178,413)		1,031,370
<b>Returns on investments and servicing of finance</b>				
Interest received	51		102	
Interest paid	(62,140)		(12,101)	
<b>Net cash outflow for returns on investments and servicing of finance</b>		(62,089)		(11,999)
<b>Taxation</b>		(89,330)		(88,789)
<b>Capital expenditure</b>				
Receipts from sales of tangible assets	(1)		-	
<b>Net cash outflow for capital expenditure</b>		(1)		-
<b>Acquisitions and disposals</b>				
Purchase of subsidiary undertakings (net of cash acquired)	-		(147,500)	
<b>Net cash outflow for acquisitions and disposals</b>		-		(147,500)
<b>Net cash (outflow)/inflow before management of liquid resources and financing</b>		(1,329,833)		783,082
<b>Financing</b>				
Other new short term loans	2,289,656		-	
<b>Net cash inflow/(outflow) from financing</b>		2,289,656		-
<b>Increase in cash in the year</b>		959,823		783,082

# DIAMOND FUEL SUPPLIES LIMITED

## NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31 AUGUST 2013

1	Reconciliation of operating profit to net cash (outflow)/inflow from operating activities		2013	2012	
			£	£	
	Operating profit		347,183	475,227	
	Depreciation of tangible assets		-	2,941	
	Amortisation of intangible assets		10,892	9,077	
	Loss on disposal of tangible assets		8,824	-	
	Decrease/(increase) in stocks		1,868,031	(1,224,472)	
	(Increase)/decrease in debtors		(3,290,704)	299,450	
	(Decrease)/increase in creditors within one year		(122,639)	1,469,147	
	Net cash (outflow)/inflow from operating activities		(1,178,413)	1,031,370	
2	Analysis of net (debt)/funds	1 September 2012	Cash flow	Other non-cash changes	31 August 2013
		£	£	£	£
	Net cash				
	Cash at bank and in hand	796,674	945,839	-	1,742,513
	Bank overdrafts	(13,984)	13,984	-	-
		782,690	959,823	-	1,742,513
	Debts falling due within one year	-	(2,289,656)	-	(2,289,656)
	Net funds/(debt)	782,690	(1,329,833)	-	(547,143)
3	Reconciliation of net cash flow to movement in net (debt)/funds		2013	2012	
			£	£	
	Increase in cash in the year		959,823	783,082	
	Cash inflow from increase in debt		(2,289,656)	-	
	Movement in net (debt)/funds in the year		(1,329,833)	783,082	
	Opening net funds/(debt)		782,690	(392)	
	Closing net (debt)/funds		(547,143)	782,690	

# DIAMOND FUEL SUPPLIES LIMITED

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2013

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### 1 Accounting policies

#### 1.1 Accounting convention

The financial statements are prepared under the historical cost convention

#### 1.2 Compliance with accounting standards

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

#### 1.3 Basis of consolidation

The consolidated profit and loss account and balance sheet include the financial statements of the company and its subsidiary undertakings made up to 31 August 2013. The results of subsidiaries sold or acquired are included in the profit and loss account up to, or from the date control passes. Intra-group sales and profits are eliminated fully on consolidation.

#### 1.4 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

#### 1.5 Goodwill

Acquired goodwill is written off in equal annual instalments over its estimated useful economic life.

#### 1.6 Tangible fixed assets and depreciation

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

Plant and machinery	25% reducing balance
Computer equipment	3 years straight line
Fixtures, fittings & equipment	15% reducing balance

#### 1.7 Investments

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

#### 1.8 Stock

Work in progress is valued at the lower of cost and net realisable value.

#### 1.9 Deferred taxation

Deferred taxation is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

#### 1.10 Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

### 2 Turnover

The total turnover of the group for the year has been derived from its principal activity wholly undertaken in the United Kingdom.

# DIAMOND FUEL SUPPLIES LIMITED

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2013

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<b>3</b>	<b>Operating profit</b>	<b>2013</b>	<b>2012</b>
		<b>£</b>	<b>£</b>
	Operating profit is stated after charging		
	Amortisation of intangible assets	10,892	9,077
	Depreciation of tangible assets	-	2,941
	Loss on disposal of tangible assets	8,824	-
	Loss on foreign exchange transactions	126	-
	Fees payable to the group's auditor for the audit of the group's annual accounts (company £6000, 2012 £0)	10,000	-
	and after crediting		
	Profit on foreign exchange transactions	<u>(5,948)</u>	<u>(24,527)</u>
<b>4</b>	<b>Interest payable</b>	<b>2013</b>	<b>2012</b>
		<b>£</b>	<b>£</b>
	On bank loans and overdrafts	<u>62,140</u>	<u>12,101</u>

# DIAMOND FUEL SUPPLIES LIMITED

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2013

5	Taxation	2013 £	2012 £
	Domestic current year tax		
	U K corporation tax	76,582	89,330
	<b>Total current tax</b>	<b>76,582</b>	<b>89,330</b>
	<b>Factors affecting the tax charge for the year</b>		
	Profit on ordinary activities before taxation	285,094	463,228
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 23.54% (2012 - 25.16%)	67,111	116,548
	Effects of		
	Losses before tax not utilised	4,831	-
	Depreciation add back	2,564	3,024
	Capital allowances	(248)	(385)
	Tax losses utilised	-	(18,689)
	Marginal relief	-	(676)
	Adjustments to previous periods	8	2
	Loss on disposal of fixed assets	2,077	-
	Other tax adjustments	239	(10,494)
		<b>9,471</b>	<b>(27,218)</b>
	<b>Current tax charge for the year</b>	<b>76,582</b>	<b>89,330</b>

## 6 (Loss)/profit for the financial year

As permitted by section 408 Companies Act 2006, the holding company's profit and loss account has not been included in these financial statements. The (loss)/profit for the financial year is made up as follows:

	2013 £	2012 £
Holding company's (loss)/profit for the financial year	(20,532)	186,023

# DIAMOND FUEL SUPPLIES LIMITED

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2013

### 7 Intangible fixed assets Group

	Goodwill £
<b>Cost</b>	
At 1 September 2012 & at 31 August 2013	54,461
<b>Amortisation</b>	
At 1 September 2012	9,077
Charge for the year	10,892
At 31 August 2013	19,969
<b>Net book value</b>	
At 31 August 2013	34,492
At 31 August 2012	45,384

### 8 Tangible fixed assets Group

	Plant and machinery £	Fixtures, fittings & equipment £	Total £
<b>Cost</b>			
At 1 September 2012	104,462	6,971	111,433
Disposals	(104,462)	(6,971)	(111,433)
At 31 August 2013	-	-	-
<b>Depreciation</b>			
At 1 September 2012	95,639	6,971	102,610
On disposals	(95,639)	(6,971)	(102,610)
At 31 August 2013	-	-	-
<b>Net book value</b>			
At 31 August 2013	-	-	-
At 31 August 2012	8,823	-	8,823



# DIAMOND FUEL SUPPLIES LIMITED

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2013

### 8 Tangible fixed assets (Continued)

#### Tangible fixed assets

##### Company

	Plant and machinery £	Fixtures, fittings & equipment £	Total £
<b>Cost</b>			
At 1 September 2012	37,164	6,971	44,135
Disposals	(37,164)	(6,971)	(44,135)
At 31 August 2013	-	-	-
<b>Depreciation</b>			
At 1 September 2012	37,164	6,971	44,135
On disposals	(37,164)	(6,971)	(44,135)
At 31 August 2013	-	-	-
<b>Net book value</b>			
At 31 August 2013	-	-	-
At 31 August 2012	-	-	-

### 9 Fixed asset investments

#### Company

	Unlisted investments £
<b>Cost</b>	
At 1 September 2012 & at 31 August 2013	294,500
<b>Net book value</b>	
At 31 August 2013	294,500
At 31 August 2012	294,500

### 10 Stocks

	Group 2013 £	2012 £	Company 2013 £	2012 £
Finished goods and goods for resale	785,298	2,653,329	-	2,653,329

# DIAMOND FUEL SUPPLIES LIMITED

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2013

### 11 Debtors

	Group		Company	
	2013	2012	2013	2012
	£	£	£	£
Trade debtors	2,180,773	295,364	14,335	(20,617)
Amounts owed by group undertakings	-	-	3,311,146	-
Amounts owed by participating interests	1,556,331	-	1,551,331	-
Other debtors	384,796	535,832	117,579	303,699
	<u>4,121,900</u>	<u>831,196</u>	<u>4,994,391</u>	<u>283,082</u>

### 12 Creditors : amounts falling due within one year

	Group		Company	
	2013	2012	2013	2012
	£	£	£	£
Bank loans and overdrafts	2,289,656	13,984	2,289,656	13,984
Trade creditors	641,478	668,747	640,735	668,514
Amounts owed to participating interests	263,732	-	20,925	-
Corporation tax	76,584	89,332	-	61,634
Taxes and social security costs	1,129,757	304,458	1,129,757	304,458
Directors current accounts	984	984	-	-
Other creditors	80,722	1,292,133	718	1,163,900
Accruals and deferred income	37,155	10,145	29,205	6,945
	<u>4,520,068</u>	<u>2,379,783</u>	<u>4,110,996</u>	<u>2,219,435</u>

### 13 Share capital

	2013	2012
	£	£
Allotted, called up and fully paid		
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

# DIAMOND FUEL SUPPLIES LIMITED

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2013

### 14 Statement of movements on profit and loss account Group

#### Profit and loss account

£

Balance at 1 September 2012	1,954,623
Profit for the year	208,512
Balance at 31 August 2013	<u>2,163,135</u>

#### Company

#### Profit and loss account

£

Balance at 1 September 2012	1,779,061
Loss for the year	(20,532)
Balance at 31 August 2013	<u>1,758,529</u>

### 15 Reconciliation of movements in shareholders' funds Group

2013

2012

£

£

Profit for the financial year	208,512	373,898
Opening shareholders' funds	1,955,623	1,581,725
Closing shareholders' funds	<u>2,164,135</u>	<u>1,955,623</u>

#### Company

2013

2012

£

£

(Loss)/Profit for the financial year	(20,532)	186,023
Opening shareholders' funds	1,780,061	1,594,038
Closing shareholders' funds	<u>1,759,529</u>	<u>1,780,061</u>

### 16 Directors' remuneration

2013

2012

£

£

Remuneration for qualifying services	<u>16,800</u>	<u>17,800</u>
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# DIAMOND FUEL SUPPLIES LIMITED

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2013

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### 17 Employees

#### Number of employees

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

	2013 Number	2012 Number
Yard staff	4	4
Administrative	1	1
	<u>5</u>	<u>5</u>

#### Employment costs

	2013 £	2012 £
Wages and salaries	93,195	75,600
Social security costs	1,285	1,204
	<u>94,480</u>	<u>76,804</u>

# DIAMOND FUEL SUPPLIES LIMITED

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2013

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### 18 Related party relationships and transactions

#### Group

The directors of Diamond Fuel Supplies Ltd (DFSL) together own 100% of the issued share capital of Bagnalls Haulage Limited (BHL). During the year under review the subsidiary company, Carbo (UK) Limited, purchased goods and services from BHL totalling £215,987 (2012 - £211,523) on a normal commercial basis. BHL also made payments of £42,105 and charged a management fee of £52,000 (2012 - £52,000). At the balance sheet date £242,808 remains due to BHL (2012 - £20,166 due to CUKL) and is included within amounts owed to participating interests.

There is a cross corporate guarantee and debenture over all of the connected companies.

#### Company

The directors of Diamond Fuel Supplies Ltd (DFSL) together own 100% of the issued share capital of Bagnalls Haulage Limited (BHL). During the year under review DFSL sold goods to BHL amounting to £1,371,732 (2012 - £327,871) at market value. At the balance sheet date BHL owed DFSL £329,398 and is included in amounts owed by participating interests. In addition, DFSL were charged management fees of £90,000 (2012 - £90,000) by BHL.

During the year DFSL sold goods to CUKL totalling £8,090,213 (2012 - £4,979,880). At the balance sheet date £3,311,146 is due from CUKL (2012 - £9,841 due to CUKL) and is included within amounts owed by group undertakings.

J P Bagnall owns 100% of the shares in Diamond Slate Supplies Ltd (DSSL). J P Bagnall is a director of DSSL. During the year DFSL traded on a normal commercial basis with DSSL and sold goods to the value of £23,670 (2012 - £156,150). At the balance sheet date £20,925 is due to DSSL and is included within amounts owed to participating interests.

The directors of DFSL together own 100% of the issued share capital of Z Clad Project Limited (ZCPL). During the year DFSL sold goods totalling £1,065,343 (2012 - £223,729) on a normal commercial basis. At the balance sheet date £820,073 is due from ZCPL and is included within amounts owed by participating interests.

The directors of DFSL together own Bagnalls Property Partnership (BPP). During the period DFSL recharged wages of £58,129 to BPP. At the balance sheet date £22,719 is due from BPP and is included within amounts owed by participating interests.

The directors of DFSL have a material interest in Sustainable Biomass Solutions Ghana Limited (SBSGL). During the year the DFSL recharged invoices totalling £379,141 to SBSGL. At the balance sheet date £379,141 is due from SBSGL and is included within amounts owed by participating interests.