

1484886

# **C F Booth (Doncaster) Limited**

## **Report and Financial Statements**

31 March 2010

WEDNESDAY



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# C F Booth (Doncaster) Limited

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Registered No 1484886

## **Directors**

K F Booth (Chairman)  
C K F Booth  
J H Booth  
C T Wilkinson

## **Secretary**

K F Booth

## **Auditors**

Ernst & Young LLP  
1 Bridgewater Place  
Water Lane  
Leeds  
LS11 5QR

## **Registered office**

Clarence Metal Works  
Armer Street  
Rotherham  
S60 1AF

## Directors' report

The directors present their report and financial statements for the year ended 31 March 2010

### Principal activities

The principal activity of the company during the year was that of metal recycling

### Directors

The directors who served during the year are listed on page 1

### Disclosure of information to the auditors

As at the date of this report, as far as each director is aware, there is no relevant audit information of which the company's auditors are unaware and each director has taken such steps as he should have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information

### Auditors


Ernst & Young LLP are deemed to be reappointed in accordance with an elective resolution made under section 386 of the Companies Act 1985 which continues in force under the Companies Act 2006

### Small company provisions

This report has been prepared in accordance with the special provisions for small companies made under the Companies Act 2006

On behalf of the board

J H Booth  
Director  
9 December 2010



## **Statement of directors' responsibilities in respect of the financial statements**

The directors are responsible for preparing the report and 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). The financial statements are required by law to give a true and fair view of the state of affairs of the company and of the profit or loss for that period. In preparing those financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and estimates that are reasonable and prudent, and
- 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 proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to 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.

## **Independent auditor's report**

### **to the members of C F Booth (Doncaster) Limited**

We have audited the financial statements of C F Booth (Doncaster) Limited for the year ended 31 March 2010 which comprise the Profit and Loss Account, Balance Sheet and the related notes 1 to 15. 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 and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)).

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 Statement of directors' responsibilities set out on page 3, 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 the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

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

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.

### **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 March 2010 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.

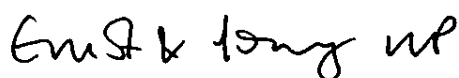
## Independent auditor's report

to the members of C F Booth (Doncaster) Limited (continued)

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

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

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

A handwritten signature in black ink, appearing to read 'Ernst & Young LLP'.

A J R Nuttall (Senior Statutory Auditor)

For and on behalf of Ernst & Young LLP (Statutory Auditor)

Leeds

15/12/2010

## Profit and loss account

for the year ended 31 March 2010

	Notes	2010 £	2009 £
<b>Turnover</b>		<u>5,774,828</u>	<u>6,855,060</u>
Raw materials and consumables		4,574,993	5,706,374
Other external charges		107,133	184,867
Staff costs	5	274,958	276,632
Depreciation	3	56,671	54,982
Other operating charges		451,013	551,650
		<u>5,464,768</u>	<u>6,774,505</u>
<b>Operating profit</b>		310,060	80,555
Interest received on corporation tax repayment		—	2,584
<b>Profit on ordinary activities before taxation</b>		<u>310,060</u>	<u>77,971</u>
Tax on profit on ordinary activities	6	84,227	18,385
<b>Profit for the financial year transferred to reserves</b>		<u>225,833</u>	<u>59,586</u>

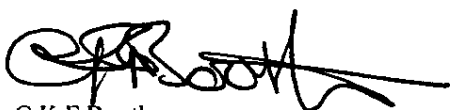
**Balance sheet**

at 31 March 2010

	Notes	2010 £	2009 £
<b>Fixed assets</b>			
Tangible assets	7	302,733	325,129
<b>Current assets</b>			
Stocks		286,925	66,647
Debtors	8	747,315	554,830
Cash in hand		436,030	1,126,278
		<u>1,470,270</u>	<u>1,747,755</u>
<b>Creditors</b> amounts falling due within one year	9	802,252	1,329,605
<b>Net current assets</b>		<u>668,018</u>	<u>418,150</u>
<b>Total assets less current liabilities</b>		<u>970,751</u>	<u>743,279</u>
<b>Provisions for liabilities and charges</b>	10	22,902	21,263
		<u>947,849</u>	<u>722,016</u>
<b>Capital and reserves</b>			
Called up share capital	13	10,000	10,000
Profit and loss account	14	937,849	712,016
<b>Shareholders' funds</b>		<u>947,849</u>	<u>722,016</u>

These financial statements have been prepared in accordance with the special provisions for small companies made under the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective April 2008)

The financial statements on pages 6 to 12 were approved for issue by the board and signed on their behalf by



C K F Booth  
Director  
9 December 2010



## Notes to the financial statements

at 31 March 2010

### 1. Accounting policies

#### *Basis of preparation*

The financial statements are prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

The group has strong financial resources and the company is continuing in its role within the wider group. As a consequence, the directors believe that the company is well placed to manage its business risks successfully.

The directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Thus they continue to adopt the going concern basis of accounting in preparing the annual financial statements.

#### *Fixed assets*

All fixed assets are initially recorded at cost.

#### *Depreciation*

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost, less estimated residual value based on prices prevailing at the date of acquisition of each asset evenly over its expected useful life, as follows:

Plant and equipment	- 10 years
Motor vehicles	- 4 years

#### *Stocks*

Stocks are stated at the lower of cost and net realisable value. Cost includes all costs incurred in bringing each product to its present location and condition.

Net realisable value is based on estimated selling price less any further costs expected to be incurred to completion and disposal.

#### *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 a right to pay less or to receive more, tax, with the following exceptions:

- provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold,
- deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

#### *Leasing commitments*

Rentals paid under operating leases are charged to income on a straight line basis over the term of the lease.

## Notes to the financial statements

at 31 March 2010

### 1. Accounting policies (continued)

#### *Pension costs*

The C F Booth Limited group operates a defined contribution pension scheme. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

### 2. Turnover

Turnover comprises the invoice value of goods and services supplied by the company exclusive of VAT and is attributable to one continuing activity. All turnover is derived from customers within the EU.

### 3. Profit on ordinary activities before taxation

This is stated after charging

	2010 £	2009 £
Auditors' remuneration - fees	6,000	6,000
Operating lease rentals – land and buildings	54,000	54,000
– plant and machinery	12,257	11,157
Depreciation of owned fixed assets	56,671	54,982

### 4. Directors' emoluments

Aggregate emoluments	62,658	62,381
Value of company pension contributions to money purchase schemes	6,136	5,291
	<u>68,794</u>	<u>67,672</u>

One director (2009 – one) has benefits accruing under a money purchase pension scheme.

### 5. Staff costs

	2010 £	2009 £
Wages and salaries	241,888	242,286
Social security costs	25,983	26,850
Staff pension contributions	7,087	7,496
	<u>274,958</u>	<u>276,632</u>

The average monthly number of persons employed by the company during the year was 10 (2009 – 10).

### 6. Taxation on ordinary activities

#### (a) Tax on profit on ordinary activities

The tax charge is made up as follows

	2010 £	2009 £
<i>Current tax</i>		
UK corporation tax	85,032	20,654
Adjustment in respect of prior years	(2,444)	(4,864)
Total current tax (note 6(b))	<u>82,588</u>	<u>15,790</u>
<i>Deferred tax</i>		
Origination and reversal of timing differences (note 10)	1,639	2,595
Total deferred tax (note 6(c))	<u>1,639</u>	<u>2,595</u>
Tax on profit on ordinary activities	<u>84,227</u>	<u>18,385</u>

## Notes to the financial statements

at 31 March 2010

### 6. Taxation on ordinary activities (continued)

#### (b) Factors affecting current tax charge

The tax assessed on the profit on ordinary activities for the year is lower than the standard rate of corporation tax in the UK of 28% (2009 - 28%)

The differences are reconciled below

	2010 £	2009 £
Profit on ordinary activities before tax	310,060	77,971
Profit on ordinary activities multiplied by rate of tax	86,817	21,832
Capital allowances in excess of depreciation	(1,785)	(1,178)
Adjustments in respect of previous periods	(2,444)	(4,864)
Total current tax (note 6(a))	82,588	15,790

#### Factors affecting future tax charges

On 22 June 2010, the UK government announced proposals to reduce the main rate of corporation tax from 28% to 24% over 4 years with effect from 1 April 2011. As of 31 March 2010, the tax rate change was not substantially enacted.

In addition, changes to the capital allowances regime were proposed including a reduction in the rate of capital allowances on plant and machinery additions from 20% to 18% and a reduction in the rate of the special rate pool from 10% to 8% with effect from 1 April 2012. As of 31 March 2010, this proposal was not substantially enacted.

#### (c) Deferred tax

	2010 £	2009 £
Capital allowances in advance of depreciation	22,902	21,263
Provision for deferred taxation (note 10)	22,902	21,263

Deferred taxation has been provided in full

## Notes to the financial statements

at 31 March 2010

### 7. Tangible fixed assets

	<i>Plant and equipment</i>	<i>Motor vehicles</i>	<i>Total</i>
	£	£	£
Cost			
At 1 April 2009	832,101	95,830	927,931
Additions	10,550	31,150	41,700
Disposals	—	(20,095)	(20,095)
At 31 March 2010	842,651	106,885	949,536
Depreciation			
At 1 April 2009	543,297	59,505	602,802
Provided during the year	40,940	15,731	56,671
Disposals	—	(12,670)	(12,670)
At 31 March 2010	584,237	62,566	646,803
Net book value			
At 31 March 2010	258,414	44,319	302,733
At 1 April 2009	288,804	36,325	325,129

### 8. Debtors

	<i>2010</i>	<i>2009</i>
	£	£
Trade debtors	520,264	226,235
Amounts owed by group undertakings	188,352	52,301
Prepayments	38,699	40,364
Corporation tax recoverable	—	235,930
	<u>747,315</u>	<u>554,830</u>

### 9. Creditors: amounts falling due within one year

	<i>2010</i>	<i>2009</i>
	£	£
Trade creditors	41,945	33,802
Amounts owed to group undertakings	500,100	1,220,244
Corporation tax	81,116	—
Taxation and social security	139,690	39,029
Other creditors	11	35
Accruals and deferred income	39,390	36,495
	<u>802,252</u>	<u>1,329,605</u>

### 10. Provisions for liabilities and charges

	<i>Deferred tax</i>
	£
At 1 April 2009	21,263
Deferred tax charge in profit and loss account (note 6(a))	1,639
At 31 March 2010 (note 6(c))	<u>22,902</u>

## Notes to the financial statements

at 31 March 2010

### 11. Contingent liabilities

The company has given an unlimited guarantee in respect of the bank overdrafts of other companies in the C F Booth Limited group. At 31 March 2010 the company's liabilities in respect of this guarantee amounted to £11,008,606 (2009 - £ nil)

As a member of the C F Booth Limited group for VAT purposes, the company has joint and several liability for all amounts due to H M Revenue and Customs under this arrangement. At 31 March 2010 the total potential liability amounted to £nil (2009 - £nil)

The directors are of the opinion that no loss to the company will arise from the above

### 12. Related party transactions

At 31 March 2010, the ultimate controlling party was C F Booth Limited

The company has taken advantage of the exemption in FRS 8 from disclosing transactions with related parties that are part of the C F Booth Limited group or investees of the group

### 13. Share capital

	<i>Authorised</i>	
	<i>2010</i>	<i>2009</i>
	<i>£</i>	<i>£</i>
Ordinary shares of £1 each	10,000	10,000

	<i>Allotted, called up and fully paid</i>			
	<i>No</i>	<i>2010</i>	<i>No</i>	<i>2009</i>
		<i>£</i>		<i>£</i>
Ordinary shares of £1 each	10,000	10,000	10,000	10,000

### 14. Reconciliation of shareholders' funds and movement on reserves

	<i>Share capital</i>	<i>Profit and loss</i>	<i>Total share-</i>
	<i>£</i>	<i>account</i>	<i>holders' funds</i>
		<i>£</i>	<i>£</i>
At 1 April 2008	10,000	652,430	662,430
Profit for the year	—	59,586	59,586
At 31 March 2009	10,000	712,016	722,016
Profit for the year	—	225,833	225,833
At 31 March 2010	10,000	937,849	947,849

### 15. Holding company

The ultimate holding company and the parent undertaking of the group of undertakings for which group financial statements are drawn up and of which the company is a member is C F Booth Limited, registered in England and Wales. Copies of the financial statements of C F Booth Limited can be obtained from the Registrar of Companies, Companies House, Maindy, Cardiff