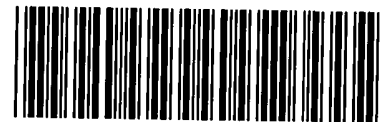


REGISTERED NUMBER: 01644542 (England and Wales)

**Strategic Report, Report of the Directors and**  
**Audited Financial Statements for the Year Ended 31 October 2016**  
**for**  
**Abbey Forged Products Limited**

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**for the Year Ended 31 October 2016**

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**Abbey Forged Products Limited**  
**Company Information**  
**for the Year Ended 31 October 2016**

**DIRECTORS:**

Mrs J M Neal  
R S Neal  
J S Neal

**SECRETARY:**

Mrs J M Neal

**REGISTERED OFFICE:**

Beeley Wood Works  
Beeley Wood Lane  
Sheffield  
South Yorkshire  
S6 1ND

**REGISTERED NUMBER:**

01644542 (England and Wales)

**AUDITORS:**

Sutton McGrath Hartley Limited  
Statutory Auditor & Chartered Accountant  
5 Westbrook Court  
Sharrowvale Road  
Sheffield  
South Yorkshire  
S11 8YZ

**Strategic Report**  
**for the Year Ended 31 October 2016**

The directors present their strategic report for the year ended 31 October 2016.

**REVIEW OF BUSINESS**

The company has seen a reduction in turnover and profitability despite maintaining margins and its net asset position. The company expects to reverse the turnover dip and continue technological advancements in line with its expectations.

**FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES**

Risk is present in all businesses. The directors consider the major risks and uncertainties at this point in time are:

**1. Product Mix**

Commodity-like steel products face higher degrees of competition and are more exposed to price volatility. The company produces higher value added products that provide above average margins, stable volumes and contribute to a reduction on relative earnings fluctuations.

**2. Raw Material Position**

The cost efficiency of the company's operations is highly dependent on the cost and availability of raw materials. The company does not rely too heavily on one major supplier for raw materials, which gives the company access to readily available raw materials at competitive prices.

**3. Market Volatility**

Being that the company operates in the steel industry, its earnings are exposed to cyclical changes to supply and demand, resulting in price fluctuations which can lead to varied and volatile financial performance. Management have significant experience in the steel industry which allows them to take a proactive response to cyclical changes in order to reduce the risk that market volatility has on the company's financial performance.

**Strategic Report**  
**for the Year Ended 31 October 2016**

**PERFORMANCE MONITORING**

The board monitors the company's performance in a number of ways including key performance indicators. The key financial performance indicators for the company are as follows:

	2016	2015
	£	£
Revenue	21,760,238	29,682,997
Return On Capital Employed	27.1%	34.9%
Operating Profit per Employee	30,624	37,639
Turnover per Employee	124,344	144,092
Gross Profit Margin	37.2%	42.6%
Operating Profit Margin	24.6%	26.1%
Current Ratio	1.34:1	1.5:1

The revenue indicator represents the value of goods delivered to customers in the year and measures sales reduction in value terms.

The return on capital employed indicator represents the value of return to the shareholder in the year through the activities of the business and measures return in value terms.

The operating profit per employee indicator represents the contribution per employee to overall profit levels and measures growth per employee in value terms.

The turnover per production employee indicator represents the value of sales output per employee and measures production efficiency in value terms.

The gross profit margin is calculated by dividing gross profit by revenue and measures the total profitability of product sales.

The operating profit margin is the profit generated by the company from operations excluding finance and investment income and costs before taxation. This indicator measures the overall profitability of the business for the year.

The current ratio indicator represents the value of the company's current assets to its current liabilities and measures the ability of the company to finance its current liabilities from business operations as they fall due.

The board also considers the following key non-financial performance indicators:

1. Customer mix against plans
2. Sales activities measured against results.

These non-financial indicators are reviewed regularly by the board.

**ON BEHALF OF THE BOARD:**

  
.....  
Mrs J M Neal - Director

Date: 21/7/17 .....

**Report of the Directors**  
**for the Year Ended 31 October 2016**

The directors present their report with the financial statements of the company for the year ended 31 October 2016.

**PRINCIPAL ACTIVITY**

The principal activity of the company in the year under review was that of dealing in stainless steel.

**DIVIDENDS**

Particulars of dividends are detailed on note 4 to the financial statements.

**FUTURE DEVELOPMENTS**

The company plans to return to growth in future years and the directors are focused and confident regarding business development in the future. The Directors expect their overall general investments within the company to increase the company's trade and profits in future years.

**EVENTS SINCE THE END OF THE YEAR**

Information relating to events since the end of the year is given in the notes to the financial statements.

**DIRECTORS**

The directors shown below have held office during the whole of the period from 1 November 2015 to the date of this report.

Mrs J M Neal  
R S Neal  
J S Neal

**FINANCIAL INSTRUMENTS**

The company's principal financial instruments comprise of bank balances, trade creditors, trade debtors and loans both to and from the company.

Due to the nature of the financial instruments used by the company there is no exposure to price risk. The company's approach to managing other risks applicable to the financial instruments concerned is shown below.

In respect of bank balances the liquidity risk is managed by maintaining a balance in order to ensure all due amounts can be paid within the deadlines stipulated when credit is taken. The company makes use of additional funds held in excess of that required for day to day running of the company by investing them in high interest accounts. These have instant access to ensure money is available where required to meet any day to day demands on cash flow.

In respect of loans to and from the company, these comprise of loans both from and to directors and to employees. The loans to and from directors and to employees are interest free and payable on demand. The directors are aware of the company's financial position and would not withdraw funds unless the company had sufficient funds to satisfy the day to day running of the business.

Trade debtors are managed in respect of credit and cash flow risk by the regular monitoring of amounts outstanding for time limits.

Trade creditors liquidity risk is managed by ensuring sufficient funds are available to meet the amounts due.

**EURO ISSUES**

The company's systems are Euro compatible. The company has assessed the situation and does not anticipate any problems or additional costs if the Euro is introduced in the UK.

**DIRECTORS INDEMNITY PROVISIONS**

The directors have been granted a qualifying third party indemnity provision under Section 234 of the Companies Act 2006. This indemnity does not provide cover in the event of a director being proven to have acted fraudulently or dishonestly.

**Report of the Directors  
for the Year Ended 31 October 2016**

**EMPLOYEE POLICIES**

The company has equal opportunities policies which are applied to job applicants and existing employees.

Full and fair consideration is given to the employment of disabled persons and the company has made, and will continue to make every effort to retain and assist individuals disabled in the course of their employment and to help with their rehabilitation.

Employees are made aware of the financial and economic factors affecting the achievements of the company for which they work and the way in which their personal contributions are of fundamental importance to the further success of the business.

**DISCLOSURE IN THE STRATEGIC REPORT**

The directors have chosen to disclose in their strategic report information including a fair review of business in the period alongside comments surrounding the financial risk management objectives and policies of the entity. This is also accompanied by a detailed performance monitoring section containing KPI's the directors feel measure the entity most accurately.

**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing the Strategic Report, the Report of the Directors and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The directors are responsible for the maintenance and integrity of the corporate and financial information included on the company's website and for following applicable accounting standards.

**STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS**

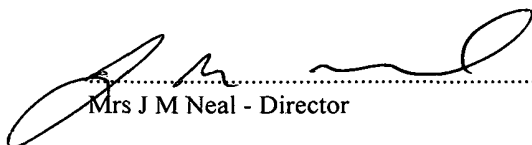
So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

**Report of the Directors**  
**for the Year Ended 31 October 2016**

**AUDITORS**

The auditors, Sutton McGrath Hartley Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

**ON BEHALF OF THE BOARD:**

  
.....  
Mrs J M Neal - Director

Date: 21/7/17 .....



**Report of the Independent Auditors to the Members of**  
**Abbey Forged Products Limited**

We have audited the financial statements of Abbey Forged Products Limited for the year ended 31 October 2016 on pages nine to twenty four. 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), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

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 a Report of the Auditors 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 five, 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 and the Report of the Directors 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 October 2016 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**

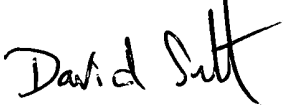
In our opinion the information given in the Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements.

**Report of the Independent Auditors to the Members of**  
**Abbey Forged Products Limited**

**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.



Mr David Sutton (Senior Statutory Auditor)  
for and on behalf of Sutton McGrath Hartley Limited  
Statutory Auditor & Chartered Accountant  
5 Westbrook Court  
Sharrowvale Road  
Sheffield  
South Yorkshire  
S11 8YZ

Date: .....21/7/17.....

**Abbey Forged Products Limited (Registered number: 01644542)**

**Income Statement**  
**for the Year Ended 31 October 2016**

	Notes	2016 £	2015 £
<b>TURNOVER</b>	3	<b>21,760,238</b>	29,682,997
Cost of sales		<u>13,659,287</u>	<u>17,045,419</u>
<b>GROSS PROFIT</b>		<b>8,100,951</b>	12,637,578
Administrative expenses		<u>2,741,801</u>	<u>4,883,946</u>
<b>OPERATING PROFIT</b>	5	<b>5,359,150</b>	7,753,632
Interest receivable and similar income		<u>177,575</u>	<u>289,850</u>
		<b>5,536,725</b>	8,043,482
Interest payable and similar expenses	6	<u>5,118</u>	-
<b>PROFIT BEFORE TAXATION</b>		<b>5,531,607</b>	8,043,482
Tax on profit	7	<u>1,084,082</u>	<u>1,744,174</u>
<b>PROFIT FOR THE FINANCIAL YEAR</b>		<u><b>4,447,525</b></u>	<u><u>6,299,308</u></u>

The notes form part of these financial statements

**Abbey Forged Products Limited (Registered number: 01644542)**

**Other Comprehensive Income**  
**for the Year Ended 31 October 2016**

	Notes	2016 £	2015 £
<b>PROFIT FOR THE YEAR</b>		<b>4,447,525</b>	<b>6,299,308</b>
<b>OTHER COMPREHENSIVE INCOME</b>		<b>-</b>	<b>-</b>
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>		<b><u>4,447,525</u></b>	<b><u>6,299,308</u></b>

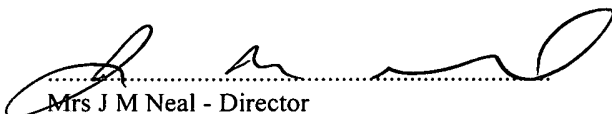
The notes form part of these financial statements

**Abbey Forged Products Limited (Registered number: 01644542)**

**Statement of Financial Position**  
**31 October 2016**

	Notes	2016 £	2015 £
<b>FIXED ASSETS</b>			
Tangible assets	9	11,599,214	11,357,826
Investments	10	178,547	178,467
Investment property	11	219,631	219,631
		<u>11,997,392</u>	<u>11,755,924</u>
<b>CURRENT ASSETS</b>			
Stocks	12	533,662	824,327
Debtors	13	11,153,477	17,249,568
Cash at bank		19,488,871	14,169,922
		<u>31,176,010</u>	<u>32,243,817</u>
<b>CREDITORS</b>			
Amounts falling due within one year	14	23,256,126	21,508,796
<b>NET CURRENT ASSETS</b>		<u>7,919,884</u>	<u>10,735,021</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>19,917,276</u>	<u>22,490,945</u>
<b>PROVISIONS FOR LIABILITIES</b>	15	166,366	137,560
<b>NET ASSETS</b>		<u><u>19,750,910</u></u>	<u><u>22,353,385</u></u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	16	100	100
Retained earnings	17	19,750,810	22,353,285
<b>SHAREHOLDERS' FUNDS</b>		<u><u>19,750,910</u></u>	<u><u>22,353,385</u></u>

The financial statements were approved by the Board of Directors on ..... 21/7/17 ..... and were signed on its behalf by:

  
Mrs J M Neal - Director

The notes form part of these financial statements

**Abbey Forged Products Limited (Registered number: 01644542)**

**Statement of Changes in Equity**  
**for the Year Ended 31 October 2016**

	<b>Called up share capital £</b>	<b>Retained earnings £</b>	<b>Total equity £</b>
<b>Balance at 1 November 2014</b>	100	22,053,977	22,054,077
<b>Changes in equity</b>			
Dividends	-	(6,000,000)	(6,000,000)
Total comprehensive income	-	6,299,308	6,299,308
<b>Balance at 31 October 2015</b>	100	22,353,285	22,353,385
<b>Changes in equity</b>			
Dividends	-	(7,050,000)	(7,050,000)
Total comprehensive income	-	4,447,525	4,447,525
<b>Balance at 31 October 2016</b>	100	19,750,810	19,750,910

The notes form part of these financial statements

**Notes to the Financial Statements**  
**for the Year Ended 31 October 2016**

**1. STATUTORY INFORMATION**

Abbey Forged Products Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the *Company Information* page.

**2. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

**Financial reporting standard 102 - reduced disclosure exemptions**

The company has taken advantage of the following disclosure exemption in preparing these financial statements, as permitted by FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland":

- the requirements of Section 7 Statement of Cash Flows.

**Preparation of consolidated financial statements**

The financial statements contain information about Abbey Forged Products Limited as an individual company and do not contain consolidated financial information as the parent of a group. The company is exempt under Section 400 of the Companies Act 2006 from the requirements to prepare consolidated financial statements as it and its subsidiary undertakings are included by full consolidation in the consolidated financial statements of its parent, The Abbey Group UK Ltd, Beeley Wood Works, Sheffield, S6 1ND.

**Turnover**

Turnover is the amount derived from ordinary activities measured at the fair value of the consideration received or receivable. The stated amount is after trade discounts, other sales taxes and Value Added Tax, in accordance with FRS102 Section 23.

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- not provided
Long leasehold	- not provided
Plant and machinery	- 25% on cost and 10% on cost
Fixtures and fittings	- 25% on cost
Motor vehicles	- 25% on cost
Computer equipment	- 33% on cost

The directors consider that freehold properties are maintained in such a state of repair that their residual value is at least equal to their net book values. As a result, the corresponding depreciation would not be material and therefore is not charged in the profit and loss account.

The directors perform annual impairment reviews in accordance with the requirements of FRS102 Section 17 and Section 27 to ensure that the carrying value is not lower than the recoverable amount.

**Investment property**

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in profit or loss.

**Notes to the Financial Statements - continued**  
**for the Year Ended 31 October 2016**

**2. ACCOUNTING POLICIES - continued**

**Stocks**

Stocks and work in progress are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads.

**Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the statement of financial position date.

**Foreign currencies**

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the statement of financial position date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

**Hire purchase and leasing commitments**

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

**Pension costs and other post-retirement benefits**

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

**3. TURNOVER**

The turnover and profit before taxation are attributable to the one principal activity of the company.

An analysis of turnover by geographical market is given below:

	2016	2015
	£	£
UK	16,979,898	20,964,501
Europe	1,945,755	4,802,608
Rest of World	2,834,585	3,915,888
	<u>21,760,238</u>	<u>29,682,997</u>

**4. EMPLOYEES AND DIRECTORS**

	2016	2015
	£	£
Wages and salaries	5,961,498	6,406,735
Social security costs	567,263	639,750
Other pension costs	248	440,248
	<u>6,529,009</u>	<u>7,486,733</u>



**Notes to the Financial Statements - continued**  
**for the Year Ended 31 October 2016**

**4. EMPLOYEES AND DIRECTORS - continued**

The average monthly number of employees during the year was as follows:

	<b>2016</b>	<b>2015</b>
Production and Manual	<b>124</b>	<b>134</b>
Administration	<b>54</b>	<b>75</b>
	<b>178</b>	<b>209</b>

	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
Directors' remuneration	<b>42,120</b>	<b>42,120</b>
Directors' pension contributions to money purchase schemes	<b>248</b>	<b>292,748</b>

The number of directors to whom retirement benefits were accruing was as follows:

Money purchase schemes	<b>3</b>	<b>3</b>
------------------------	----------	----------

**5. OPERATING PROFIT**

The operating profit is stated after charging/(crediting):

	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
Other operating leases	<b>34,692</b>	<b>27,504</b>
Depreciation - owned assets	<b>464,168</b>	<b>649,007</b>
Profit on disposal of fixed assets	<b>(12,082)</b>	<b>-</b>
Auditors' remuneration	<b>11,230</b>	<b>10,630</b>
Auditors' remuneration for non audit work	<b>25,501</b>	<b>21,496</b>

**6. INTEREST PAYABLE AND SIMILAR EXPENSES**

	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
Interest on overdue taxation	<b>5,118</b>	<b>-</b>

**Notes to the Financial Statements - continued**  
**for the Year Ended 31 October 2016**

**7. TAXATION**

**Analysis of the tax charge**

The tax charge on the profit for the year was as follows:

	2016 £	2015 £
Current tax:		
UK corporation tax	1,085,628	1,594,547
Prior Year Under/Overprovision	(30,352)	99,535
Total current tax	1,055,276	1,694,082
Deferred tax	28,806	50,092
Tax on profit	1,084,082	1,744,174

**Reconciliation of total tax charge included in profit and loss**

The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below:

	2016 £	2015 £
Profit before tax	5,531,607	8,043,482
Profit multiplied by the standard rate of corporation tax in the UK of 20% (2015 - 20%)	1,106,321	1,608,696
Effects of:		
Expenses not deductible for tax purposes	5,481	8,324
Income not taxable for tax purposes	-	(2,744)
Capital allowances in excess of depreciation	(23,758)	(52,044)
Adjustments to tax charge in respect of previous periods	(30,352)	99,534
Tax charged at higher rates	-	32,316
Deferred Tax	28,806	50,092
Profit on disposal of Fixed Asset	(2,416)	-
Total tax charge	1,084,082	1,744,174

**8. DIVIDENDS**

	2016 £	2015 £
Interim	7,050,000	6,000,000

**Notes to the Financial Statements - continued**  
**for the Year Ended 31 October 2016**

**9. TANGIBLE FIXED ASSETS**

	<b>Freehold property £</b>	<b>Long leasehold £</b>	<b>Plant and machinery £</b>
<b>COST</b>			
At 1 November 2015	8,403,547	377,307	3,924,473
Additions	250,565	-	388,740
	<hr/>	<hr/>	<hr/>
At 31 October 2016	8,654,112	377,307	4,313,213
	<hr/>	<hr/>	<hr/>
<b>DEPRECIATION</b>			
At 1 November 2015	-	-	1,527,411
Charge for year	-	-	339,046
Eliminated on disposal	-	-	-
	<hr/>	<hr/>	<hr/>
At 31 October 2016	-	-	1,866,457
	<hr/>	<hr/>	<hr/>
<b>NET BOOK VALUE</b>			
At 31 October 2016	8,654,112	377,307	2,446,756
	<hr/>	<hr/>	<hr/>
At 31 October 2015	8,403,547	377,307	2,397,062
	<hr/>	<hr/>	<hr/>

	<b>Fixtures and fittings £</b>	<b>Motor vehicles £</b>	<b>Computer equipment £</b>	<b>Totals £</b>
<b>COST</b>				
At 1 November 2015	174,189	213,436	64,187	13,157,139
Additions	19,603	29,850	18,216	706,974
Disposals	-	(25,011)	-	(25,011)
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 October 2016	193,792	218,275	82,403	13,839,102
	<hr/>	<hr/>	<hr/>	<hr/>
<b>DEPRECIATION</b>				
At 1 November 2015	98,433	126,800	46,669	1,799,313
Charge for year	48,446	57,624	19,052	464,168
Eliminated on disposal	-	(23,593)	-	(23,593)
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 October 2016	146,879	160,831	65,721	2,239,888
	<hr/>	<hr/>	<hr/>	<hr/>
<b>NET BOOK VALUE</b>				
At 31 October 2016	46,913	57,444	16,682	11,599,214
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 October 2015	75,756	86,636	17,518	11,357,826
	<hr/>	<hr/>	<hr/>	<hr/>

**Notes to the Financial Statements - continued**  
**for the Year Ended 31 October 2016**

**10. FIXED ASSET INVESTMENTS**

	<b>Shares in group undertakings £</b>
<b>COST</b>	
At 1 November 2015	<b>178,467</b>
Additions	<b>80</b>
	<hr/>
At 31 October 2016	<b>178,547</b>
	<hr/>
<b>NET BOOK VALUE</b>	
At 31 October 2016	<b>178,547</b>
	<hr/>
At 31 October 2015	<b>178,467</b>
	<hr/>

The company's investments at the Statement of Financial Position date in the share capital of companies include the following:

**Forge UK Limited**

Registered office: Beeley Wood Works, Beeley Wood Lane, Sheffield, South Yorkshire, S6 1ND

Nature of business: Sub-contract Steel Forging

	%		
Class of shares:	holding		
Ordinary	100.00		
		<b>2016</b>	<b>2015</b>
		<b>£</b>	<b>£</b>
Aggregate capital and reserves		<b>100</b>	<b>100</b>
		<hr/>	<hr/>

**Royal Villa Number 22 Limited**

Registered office: Offices of Tricor Services (BVI) Limited, PO Box 3340, 2F Palm Grove House, Road Town, Tortola.

Nature of business: Property Holding Company

	%		
Class of shares:	holding		
Ordinary	100.00		
		<b>31/12/16</b>	<b>31/12/15</b>
		<b>£</b>	<b>£</b>
Aggregate capital and reserves		<b>64,682</b>	<b>100,505</b>
Loss for the year		<b>(35,823)</b>	<b>(38,984)</b>
		<hr/>	<hr/>

**Notes to the Financial Statements - continued**  
**for the Year Ended 31 October 2016**

**10. FIXED ASSET INVESTMENTS - continued**

**Abbey Engineered Products Limited**

Registered office: Beeley Wood Works, Beeley Wood Lane, Sheffield, South Yorkshire, S6 1ND

Nature of business: Steel sales

Class of shares:	%	
Ordinary	holding	
	80.00	
		<b>2016</b>
		<b>£</b>
Aggregate capital and reserves		<b>129,625</b>
Profit for the year		<b>129,525</b>

**11. INVESTMENT PROPERTY**

	<b>Total</b>
	<b>£</b>
<b>FAIR VALUE</b>	
At 1 November 2015	
and 31 October 2016	<b>219,631</b>
<b>NET BOOK VALUE</b>	
At 31 October 2016	<b>219,631</b>
At 31 October 2015	<b>219,631</b>

On 17 January 2013, the company acquired freehold investment property in Spain. Whilst no formal valuation was undertaken to value the property as at 31 October 2016, it is the directors' opinion that the value of the property is not materially different to the amount that the property cost the company on 17 January 2013.

**12. STOCKS**

	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
Work-in-progress	<b>320,798</b>	520,509
Finished goods	<b>212,864</b>	303,818
	<b>533,662</b>	<b>824,327</b>

**13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
Trade debtors	<b>4,354,771</b>	5,778,631
Amounts owed by group undertakings	<b>4,449,597</b>	4,122,496
Other debtors	<b>237,995</b>	-
Corporation Tax	-	9,765
Directors' current accounts	<b>2,038,575</b>	7,043,803
VAT	-	226,621
Prepayments	<b>72,539</b>	68,252
	<b>11,153,477</b>	<b>17,249,568</b>

**Notes to the Financial Statements - continued**  
**for the Year Ended 31 October 2016**

**14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
Trade creditors	2,447,696	3,057,341
Amounts owed to group undertakings	19,005,051	17,950,353
Tax	1,258,089	-
Social security and other taxes	140,658	152,530
VAT	338,502	-
Other creditors	10,418	148,099
Directors' current accounts	-	151,294
Accrued expenses	55,712	49,179
	<u>23,256,126</u>	<u>21,508,796</u>

All payment terms are agreed with each supplier and the current creditor days are 67 days (2015: 66 days)

**15. PROVISIONS FOR LIABILITIES**

	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
Deferred tax	<u>166,366</u>	<u>137,560</u>
		<b>Deferred tax</b>
		<b>£</b>
Balance at 1 November 2015		137,560
Accelerated capital allowances		<u>28,806</u>
Balance at 31 October 2016		<u>166,366</u>

**16. CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:			
Number:	Class:	Nominal value:	
100	Ordinary	£1	
			<b>2016</b>
			<b>£</b>
			<u>100</u>
			<u>2015</u>
			<u>£</u>
			<u>100</u>

**17. RESERVES**

	<b>Retained earnings</b>
	<b>£</b>
At 1 November 2015	22,353,285
Profit for the year	4,447,525
Dividends	<u>(7,050,000)</u>
At 31 October 2016	<u>19,750,810</u>

**Notes to the Financial Statements - continued**  
**for the Year Ended 31 October 2016**

**18. TRANSACTIONS WITH DIRECTORS**

The disclosures of the information is given in a summarised form.

**19. RELATED PARTY DISCLOSURES**

**Related Party Exemption**

The company has taken advantage of the exemption granted under FRS102 Section 33 from the requirement to disclose transactions with other members of The Abbey Group as the company is wholly owned within the group and the consolidated financial statements of the group are publicly available.

**Other Related Party Transactions**

Included in debtors is an amount due from Mrs J M & Mr RS Neal and Mr JS Neal, who are both directors of the company and are the ultimate controlling parties. The loan is as follows:

	Balance brought forward as at 01/11/2015 £	Undrawn Net Salary and Dividends £	Drawings £	Balance carried forward as at 31/10/2016 £
Mrs J M and Mr R S Neal	(7,043,802)	7,050,000	(1,957,743)	(1,951,545)
Mr J S Neal	151,293	86,004	(324,227)	(86,930)

The maximum outstanding balance due to the company from Mrs J M and Mr R S Neal during the year was £8,168,612.

The maximum outstanding balance due to the company from Mr JS Neal during the year was £113,412.

Between 01/11/2015 to 05/04/2016 the above overdrawn balances were subject to an interest charge calculated at 3% per annum in line with HMRC approved rates. The loans have no fixed dates for repayment and no credit interest is applied to balances in credit.

**20. POST BALANCE SHEET EVENTS**

There are no events since the end of the year which require disclosure to the financial statements.

**21. ULTIMATE CONTROLLING PARTY**

The company is a wholly owned subsidiary of The Abbey Group UK Limited, a company incorporated in England. The company is under the ultimate control of Mrs J M Neal and Mr R S Neal who between them own 100% of the share capital of The Abbey Group UK Limited. The group accounts of The Abbey Group UK Limited are available from the Registrar Of Companies.

**22. POWER TO AMEND FINANCIAL STATEMENTS**

The directors have the power to amend the financial statements after they have been issued.

**Abbey Forged Products Limited (Registered number: 01644542)**

**Reconciliation of Equity**  
**1 November 2014**  
**(Date of Transition to FRS 102)**

	Notes	UK GAAP £	Effect of transition to FRS 102 £	FRS 102 £
<b>FIXED ASSETS</b>				
Tangible assets		7,350,718	-	7,350,718
Investments		178,467	-	178,467
Investment property		219,631	-	219,631
		<hr/> 7,748,816	<hr/> -	<hr/> 7,748,816
<b>CURRENT ASSETS</b>				
Stocks		1,193,260	-	1,193,260
Debtors		19,319,068	-	19,319,068
Cash at bank		17,822,748	-	17,822,748
		<hr/> 38,335,076	<hr/> -	<hr/> 38,335,076
<b>CREDITORS</b>				
Amounts falling due within one year		(23,942,346)	-	(23,942,346)
<b>NET CURRENT ASSETS</b>		<hr/> 14,392,730	<hr/> -	<hr/> 14,392,730
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<hr/> 22,141,546	<hr/> -	<hr/> 22,141,546
<b>PROVISIONS FOR LIABILITIES</b>		<hr/> (87,469)	<hr/> -	<hr/> (87,469)
<b>NET ASSETS</b>		<hr/> 22,054,077	<hr/> -	<hr/> 22,054,077
<b>CAPITAL AND RESERVES</b>				
Called up share capital		100	-	100
Retained earnings		22,053,977	-	22,053,977
<b>SHAREHOLDERS' FUNDS</b>		<hr/> 22,054,077	<hr/> -	<hr/> 22,054,077

The notes form part of these financial statements



**Abbey Forged Products Limited (Registered number: 01644542)**

**Reconciliation of Equity - continued**  
**31 October 2015**

	Notes	UK GAAP £	Effect of transition to FRS 102 £	FRS 102 £
<b>FIXED ASSETS</b>				
Tangible assets		11,357,826	-	11,357,826
Investments		178,467	-	178,467
Investment property		219,631	-	219,631
		<u>11,755,924</u>	<u>-</u>	<u>11,755,924</u>
<b>CURRENT ASSETS</b>				
Stocks		824,327	-	824,327
Debtors		17,114,086	135,482	17,249,568
Cash at bank		14,169,922	-	14,169,922
		<u>32,108,335</u>	<u>135,482</u>	<u>32,243,817</u>
<b>CREDITORS</b>				
Amounts falling due within one year		(21,373,314)	(135,482)	(21,508,796)
<b>NET CURRENT ASSETS</b>		<u>10,735,021</u>	<u>-</u>	<u>10,735,021</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>22,490,945</u>	<u>-</u>	<u>22,490,945</u>
<b>PROVISIONS FOR LIABILITIES</b>		<u>(137,560)</u>	<u>-</u>	<u>(137,560)</u>
<b>NET ASSETS</b>		<u>22,353,385</u>	<u>-</u>	<u>22,353,385</u>
<b>CAPITAL AND RESERVES</b>				
Called up share capital		100	-	100
Retained earnings		22,353,285	-	22,353,285
<b>SHAREHOLDERS' FUNDS</b>		<u>22,353,385</u>	<u>-</u>	<u>22,353,385</u>

The notes form part of these financial statements

**Abbey Forged Products Limited (Registered number: 01644542)**

**Reconciliation of Profit**  
**for the Year Ended 31 October 2015**

	<b>UK GAAP £</b>	<b>Effect of transition to FRS 102 £</b>	<b>FRS 102 £</b>
<b>TURNOVER</b>	29,682,997	-	29,682,997
Cost of sales	(17,045,419)	-	(17,045,419)
<b>GROSS PROFIT</b>	12,637,578	-	12,637,578
Administrative expenses	(4,883,946)	-	(4,883,946)
<b>OPERATING PROFIT</b>	7,753,632	-	7,753,632
Interest receivable and similar income and	289,850	-	289,850
<b>PROFIT BEFORE TAXATION</b>	8,043,482	-	8,043,482
Tax on profit	(1,744,174)	-	(1,744,174)
<b>PROFIT FOR THE FINANCIAL YEAR</b>	6,299,308	-	6,299,308

The notes form part of these financial statements