

Company Registration No. 1781765 (England and Wales)

Burlington Slate Limited
Revised financial statements
For the year ended 31 March 2013

WEDNESDAY



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Burlington Slate Limited

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Burlington Slate Limited

Independent auditors' report

To the members of Burlington Slate Limited

We have audited the revised financial statements of Burlington Slate Limited for the year ended 31 March 2013

The revised financial statements replace the original financial statements approved by the directors on 7 November 2013 and consist of the attached supplementary note together with the original financial statements which were circulated to shareholders on 8 November 2013

The revised financial statements have been prepared under The Companies (Revision of Defective Accounts and Reports) Regulations 2008 and accordingly do not take account of events which have taken place after the date on which the original financial statements were approved

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, the directors are responsible for the preparation of the revised 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 revised 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 revised financial statements sufficient to give reasonable assurance that the revised 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 revised financial statements. In addition, we read all the financial and non-financial information in the directors report to identify material inconsistencies with the audited revised 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:

- I The revised financial statements give a true and fair view, seen as at the date the original financial statements were approved, of the state of the company's affairs as at 31 March 2013 and of its profit for the year then ended,
- II The revised financial statements have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice seen as at the date the original financial statements were approved,

Burlington Slate Limited

Independent auditors' report

To the members of Burlington Slate Limited

- iii The revised financial statements have been properly prepared in accordance with the provisions of the Companies Act 2006 as they have effect under the Companies (Revisions of Defective Accounts and Reports) Regulations 2008,
- iv The original financial statements for the year ended 31 March 2013 failed to comply with the requirements of the Companies Act 2006 in the respects identified by the directors in the statement contained in the supplementary note, and
- v The information given in the Directors' Report is consistent with the revised financial statements

Emphasis of matter – revision of Note 25

In forming our opinion on the revised financial statements, which is not qualified, we have considered the adequacy of the disclosures made in the supplementary note concerning the need to revise the employment costs which contained incorrect details in respect of each period. The original financial statements were approved on 7 November 2013 and our previous report was signed on 8 November 2013. We have not performed a subsequent events review for the period from the date of our previous report to the date of this report.

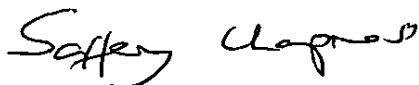
Opinion on other matter prescribed by the Companies Act 2006

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

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



Simon Kite FCA BSc (Hons) (Senior Statutory Auditor)
For and on behalf of Saffery Champness

Chartered Accountants
Statutory Auditors

4/9/15

City Tower
Piccadilly Plaza
Manchester
M1 4BT

Supplementary note revising the financial statements for the year ended 31 March 2013

1 Basis of preparation

- 1 2 This supplementary note has been prepared in accordance with the requirements of the Companies (Revision of Defective Accounts and Reports) Regulations 2008

2. Revision of original annual accounts

- 2 1 This supplementary note revises in certain respects the original annual accounts of Burlington Slate Limited for the year ended 31 March 2013 and is to be treated as forming part of those accounts. The original annual accounts included incorrect data in disclosures relating to employment costs in the current and prior year

- 2 1 1 Note 25 is revised as follows

- 2 1 2 Original note

Employees

Number of employees

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

	2013	2012
	Number	Number
Office and management	16	21
Sales	9	11
Production	94	120
	<hr/>	<hr/>
	119	152
	<hr/>	<hr/>

Employment costs

	2013	2012
	£	£
Wages and salaries	4,543,354	3,500,118
Social security costs	469,601	350,612
Other pension costs	376,938	175,552
	<hr/>	<hr/>
	5,389,893	4,026,282
	<hr/>	<hr/>

Supplementary note revising the financial statements for the year ended 31 March 2013

2 1 3 Revised note

Employees

Number of employees

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

	2013 Number	2012 Number
Office and management	16	21
Sales	9	11
Production	94	120
	<hr/> 119	<hr/> 152

Employment costs

	2013 £	2012 £
Wages and salaries	3,634,967	4,543,354
Social security costs	358,271	469,601
Other pension costs	159,411	376,938
	<hr/> 4,152,649	<hr/> 5,389,893

- 2 2 The annual accounts have been revised as at the date of the original annual accounts, being 7 November 2013 and not as at the date of this revision, being 3 September 2015 and accordingly do not deal with events between those dates

3. Audit report

- 3 1 In accordance with the Companies (Revision of Defective Accounts and Reports) Regulations 2008, an audit report in respect of this supplementary note is attached

4. Approval

- 4 1 Approved by the Board of Directors of Burlington Slate Limited



Signed Allen Gibb

on behalf of the Board of Directors

Dated 3-9-15

Company Registration No. 01781765 (England and Wales)

BURLINGTON SLATE LIMITED
ANNUAL REPORT
FOR THE YEAR ENDED 31 MARCH 2013

BURLINGTON SLATE LIMITED

DIRECTORS AND ADVISERS

Directors	Miss L G Cavendish Rt Hon The Lord Cavendish Rt Hon Lady Cavendish Mr R Irwin Mr D Peake Mr A Gibb Mr N Williams
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Company number	01781765
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Registered office	Cavendish House Kirkby-in-Furness Cumbria LA17 7UN
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Independent Auditors	Saffery Champness City Tower Piccadilly Plaza Manchester M1 4BT
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Bankers	Barclays Commercial Bank PO Box 195 Barclays House Oxenholme Road Kendal Cumbria BX3 2BB
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BURLINGTON SLATE LIMITED

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BURLINGTON SLATE LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 MARCH 2013

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

Principal activities and review of the business

The principal activity of the company and the group continued to be that of the manufacture and sale of natural British stone products

The result for 2012/13 is very reassuring given continued trading pressure from economic downturn in both domestic and overseas markets. The Directors remain focused on identifying new markets for Burlington and in strengthening our portfolio of natural British stone products with attractive heritage and bespoke solutions that meet market demands

The Burlington sales profile was consolidated in the UK market during the period and there were exciting developments continued in overseas sales activity, particularly in the Middle East and the United States. The product portfolio continues to diversify with strong roots now established in the Architectural and Landscaping markets in support of the more traditional Roofing business

During the 2012/13 financial year the business continued to adopt stronger internal practices and processes aimed at driving improved efficiency throughout the business. These changes will support Burlington Stone in remaining competitive in an ever more challenging marketplace

Established production methods continue to be reviewed and improved with the target of creating higher margin output from existing product and by-products. Greater utilisation of raw materials will reduce the burden of quarry extraction costs, allowing core products to become more competitive

Competition from stone sourced from outside the UK remains strong and whilst such products are of inferior quality to Burlington, their cost can be more attractive to price-conscious buyers under current economic conditions. Notwithstanding, Burlington Directors remain confident that demand for our premium grade products offered at a competitive price will continue and that our heritage of quality and value will reduce the impact of price based risk

The directors monitor the performance of the company using a number of financial and production based KPI's, with the following key indicators disclosed in the profit and loss account

- Turnover
- Gross profit
- Profit before tax

Results and dividends

The consolidated profit and loss account for the year is set out on page 6

A dividend of £100,000 was paid during the year (2012 £100,000)

BURLINGTON SLATE LIMITED

DIRECTORS' REPORT (continued) FOR THE YEAR ENDED 31 MARCH 2013

Future developments

The Burlington Board of Directors will continue to monitor the availability and quality of relevant stone from both local UK suppliers and from overseas competitors and will act decisively and creatively to consolidate and grow turnover in all geographical areas. Cost containment, measurement efficiency and productivity remain high on the agenda for the 2013 financial year.

Directors

The following directors have held office since 1 April 2012

Miss L G Cavendish
Rt Hon The Lord Cavendish
Rt Hon Lady Cavendish
Mr R Irwin
Mr D Peake
Mr A Gibb
Mr N Williams

	2013	2012
	£	£
During the year the group made the following payments:		
Charitable donations	857	10,538

Auditors

The auditors, Saffery Champness, are deemed to be reappointed under section 487(2) of the Companies Act 2006

BURLINGTON SLATE LIMITED

DIRECTORS' REPORT (continued) FOR THE YEAR ENDED 31 MARCH 2013

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


Miss L G Cavendish
Director
7/11/13

BURLINGTON SLATE LIMITED

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF BURLINGTON SLATE LIMITED

We have audited the group and parent company financial statements (the "financial statements") of Burlington Slate Limited for the year ended 31 March 2013 set out on pages 6 to 32. 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 - 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 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.

Opinion on financial statements

In our opinion the financial statements

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

BURLINGTON SLATE LIMITED

**INDEPENDENT AUDITORS' REPORT (continued)
TO THE MEMBERS OF BURLINGTON SLATE 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 by the parent company, or 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, or
- we have not received all the information and explanations we require for our audit.

Saffery Champness

**Simon Kite BSc FCA (Senior Statutory Auditor)
for and on behalf of Saffery Champness**

8/11/13

**Chartered Accountants
Statutory Auditors**

City Tower
Piccadilly Plaza
Manchester
M1 4BT

BURLINGTON SLATE LIMITED**CONSOLIDATED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2013**

		Year ended 31 March 2013 £	15 Months ended 31 March 2012 £
	Notes		
Turnover	2	9,793,677	10,502,266
Cost of sales		(5,740,518)	(6,029,170)
Gross profit		4,053,159	4,473,096
Distribution costs		(2,460,735)	(2,688,769)
Administrative expenses		(1,321,824)	(1,767,165)
Other operating income		20,331	67,306
Operating profit	3	290,931	84,468
Other interest receivable and similar income		1,177	4,436
Interest payable and similar charges	4	(36,256)	(7,825)
Profit on ordinary activities before taxation		255,852	81,079
Tax on profit on ordinary activities	5	(98,855)	(51,509)
Profit on ordinary activities after taxation		156,997	29,570

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

The notes on pages 11 to 32 form part of these financial statements

BURLINGTON SLATE LIMITED

**STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES
FOR THE YEAR ENDED 31 MARCH 2013**

	Year ended 31 March 2013 £	15 Months ended 31 March 2012 £
Profit for the financial year	156,997	29,570
Currency translation differences on foreign currency net investments	33,010	(20,455)
Total recognised gains and losses relating to the year	<u>190,007</u>	<u>9,115</u>

BURLINGTON SLATE LIMITED**BALANCE SHEETS
AS AT 31 MARCH 2013**

		Group		Company	
	Notes	2013	2012	2013	2012
		£	£	£	£
Fixed assets					
Intangible assets	8	721,984	132,453	721,984	132,453
Tangible assets	9	2,055,480	2,441,073	2,043,420	2,426,669
Investments	10	-	-	1,038,897	1,038,897
		<u>2,777,464</u>	<u>2,573,526</u>	<u>3,804,301</u>	<u>3,598,019</u>
Current assets					
Stocks	11	3,066,068	2,694,870	3,041,702	2,666,806
Debtors	12	2,750,844	1,657,984	2,746,992	1,646,013
Cash at bank and in hand		4,264	10,083	3,607	4,310
		<u>5,821,176</u>	<u>4,362,937</u>	<u>5,792,301</u>	<u>4,317,129</u>
Creditors, amounts falling due within one year	13	<u>(2,569,137)</u>	<u>(1,284,444)</u>	<u>(7,041,338)</u>	<u>(5,699,027)</u>
Net current assets		<u>3,252,039</u>	<u>3,078,493</u>	<u>(1,249,037)</u>	<u>(1,381,898)</u>
Total assets less current liabilities		<u>6,029,503</u>	<u>5,652,019</u>	<u>2,555,264</u>	<u>2,216,121</u>
Creditors: amounts falling due after more than one year	14	<u>(666,193)</u>	<u>(362,758)</u>	<u>(666,193)</u>	<u>(362,758)</u>
Provisions for liabilities	15	<u>(137,870)</u>	<u>(145,743)</u>	<u>(144,589)</u>	<u>(152,462)</u>
Accruals and deferred income	16	<u>(50,122)</u>	<u>(58,207)</u>	<u>(50,122)</u>	<u>(58,207)</u>
		<u>5,175,318</u>	<u>5,085,311</u>	<u>1,694,360</u>	<u>1,642,694</u>
Capital and reserves					
Called up share capital	18	26,002	26,002	26,002	26,002
Share premium account	19	1,245,920	1,245,920	-	-
Profit and loss account	19	3,902,185	3,812,178	1,668,358	1,616,692
Shareholders' funds	21	<u>5,174,107</u>	<u>5,084,100</u>	<u>1,694,360</u>	<u>1,642,694</u>
Minority interests	20	<u>1,211</u>	<u>1,211</u>	<u>-</u>	<u>-</u>
		<u>5,175,318</u>	<u>5,085,311</u>	<u>1,694,360</u>	<u>1,642,694</u>

The notes on pages 11 to 32 form part of these financial statements.

BURLINGTON SLATE LIMITED

BALANCE SHEETS (continued)
AS AT 31 MARCH 2013

Approved by the Board and authorised for issue on

7/11/13



Miss L G Cavendish
Director

Company Registration No. 1781765

BURLINGTON SLATE LIMITED**CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2013**

		Year ended 31 March 2013 £	15 Months ended 31 March 2012 £
	Note	£	£
Net cash inflow from operating activities	27	148,656	303,617
Returns on investments and servicing of finance			
Interest received		1,177	4,436
Interest paid		<u>(36,256)</u>	<u>(7,825)</u>
Net cash outflow for returns on investments and servicing of finance		(35,079)	(3,389)
Taxation		(37,520)	(93,285)
Capital expenditure			
Payments to acquire intangible assets		(643,266)	-
Payments to acquire tangible assets		(82,886)	(221,234)
Receipts from sales of tangible assets		<u>7,500</u>	<u>479</u>
Net cash outflow for capital expenditure		(718,652)	(220,755)
Equity dividends paid		<u>(100,000)</u>	<u>(100,000)</u>
Net cash outflow before management of liquid resources and financing		(742,595)	(113,812)
Financing			
New long term bank loan		600,000	-
Repayment of long term bank loan		(36,911)	-
Capital element of hire purchase contracts		<u>(178,633)</u>	<u>(124,557)</u>
Net cash inflow/(outflow) from financing		<u>384,456</u>	<u>(124,557)</u>
Decrease in cash in the year	28, 29	<u><u>(358,139)</u></u>	<u><u>(238,369)</u></u>

BURLINGTON SLATE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2013

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)

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 March 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 the invoiced amount of slate sold (stated net of value added tax) during the year. Revenue is recognised when the slate has been despatched to the customer. The turnover and pre-tax profit is attributable to the principal activity

1.5 Goodwill

The intangible fixed asset represents a capital amount for the purchase of a lease. The lease is being amortised over the remaining period of the lease

1.6 Research and development

Research expenditure is written off to the profit and loss account in the year in which it is incurred. Development expenditure is written off in the same way unless the directors are satisfied as to the technical, commercial and financial viability of individual projects. In this situation, the expenditure is deferred and amortised over the period during which the company is expected to benefit

1.7 Tangible fixed assets and depreciation

Tangible fixed assets other than Freehold land are stated at cost less depreciation

Assets under Construction represents costs incurred for a capital project undertaken by the group. Where the directors consider that the project is no longer financially viable, the costs are written off

Landscaping is capitalised and depreciated over the life of the relevant planning permission, or the period of any grants received towards the cost of landscaping

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.

Land and buildings Freehold	Freehold buildings are not depreciated as the directors believe that the residual value is not less than the cost
Land and buildings Leasehold	2% to 20% straight line
Plant and vehicles	10% to 50% straight line
Fixtures, fittings & equipment	20% to 30% straight line

BURLINGTON SLATE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 MARCH 2013

1 Accounting policies

(continued)

1.8 Leasing and hire purchase commitments

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

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.9 Investments

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

1.10 Stock

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

Consumables and goods for resale - purchase costs on a first-in, first-out basis.

Work in progress and finished goods - cost of direct materials and labour plus attributable overheads based on a normal level of activity.

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

1.11 Pensions

The Group operates a defined contribution pension scheme for the benefit of its directors and employees. The assets of the scheme are administered by trustees in funds independent from those of the group.

The pension costs charged against profits represent the amount of the contributions payable to the scheme in respect of the accounting period.

The Group has provided for its obligations to pay pensions to former employees not covered by the defined contribution schemes.

1.12 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.

BURLINGTON SLATE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 MARCH 2013

1 Accounting policies

(continued)

1.13 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 the profit and loss account, except exchange differences arising in the consolidated accounts on the retranslation of the group's net investment in the foreign subsidiary, which are shown as a movement on the Statement of Total Recognised Gains and Losses

1.14 Government grants

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

1.15 Landscaping

The Group capitalises the costs of landscaping and depreciates the costs over the life of the relevant planning permission, or the period of any grants received towards the costs of landscaping.

2 Segmental analysis by class of business

The analysis by class of business of the company's turnover and profit before taxation is set out as below

Turnover

	2013 £	2012 £
Class of business		
United Kingdom	7,380,108	8,737,113
Europe	484,511	584,341
USA	624,335	1,129,110
Middle East / Far East	1,304,723	51,702
	<u>9,793,677</u>	<u>10,502,266</u>

BURLINGTON SLATE LIMITED**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 MARCH 2013**

3	Operating profit	2013	2012
		£	£
	Operating profit is stated after charging		
	Amortisation of intangible assets	53,735	5,194
	Depreciation of tangible assets	437,273	35,255
	Loss on disposal of tangible assets	23,706	-
	Loss on foreign exchange transactions	17,838	-
	Operating lease rentals		
	- Plant and machinery	35,118	9,031
	- Other assets	18,244	-
	Fees payable to the group's auditor for the audit of the group's annual accounts (company £13,100, 2012 £12,800)	13,100	12,800
	Auditors remuneration- other services	7,882	31,684
	and after crediting		
	Government grants	(14,768)	(15,468)
	Profit on disposal of tangible assets	-	(479)
	Profit on foreign exchange transactions	-	(18,836)
		<u> </u>	<u> </u>
4	Interest payable	2013	2012
		£	£
	On bank loans and overdrafts	16,872	-
	Hire purchase interest	19,384	7,825
		<u> </u>	<u> </u>
		<u>36,256</u>	<u>7,825</u>

BURLINGTON SLATE LIMITED**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 MARCH 2013**

5 Taxation	2013	2012
	£	£
Domestic current year tax		
UK corporation tax	94,456	39,696
Adjustment for prior years	2,732	(7,673)
	<u>97,188</u>	<u>32,023</u>
Foreign corporation tax		
Foreign corporation tax	8,664	-
	<u>105,852</u>	<u>32,023</u>
Current tax charge		
Deferred tax		
Origination and reversal of timing differences	(6,997)	19,486
	<u>98,855</u>	<u>51,509</u>
Factors affecting the tax charge for the year		
Profit on ordinary activities before taxation	<u>255,852</u>	<u>81,079</u>
 Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 24.00% (2012 - 20.00%)	<u>61,404</u>	<u>16,216</u>
Effects of		
Non deductible expenses	14,823	6,474
Depreciation add back	27,800	12,591
Adjustments to previous periods	2,732	(7,673)
Foreign tax	8,664	
Other tax adjustments	(9,571)	4,415
	<u>44,448</u>	<u>15,807</u>
Current tax charge	<u>105,852</u>	<u>32,023</u>

BURLINGTON SLATE LIMITED**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 MARCH 2013****6 Loss 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 for the financial year is made up as follows

	2013 £	2012 £
Holding company's loss for the financial year	-	-

7 Dividends

	2013 £	2012 £
Dividends paid within the year	100,000	100,000

Interim dividends of £1.92 per Ordinary share were paid on 4th April 2012

Final dividends of £1.92 per Ordinary share were paid on 20th November 2012

BURLINGTON SLATE LIMITED**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 MARCH 2013****8 Intangible fixed assets
Group**

	Lease £
Cost	
At 1 April 2012	202,905
Additions	643,266
	<hr/>
At 31 March 2013	846,171
	<hr/>
Amortisation	
At 1 April 2012	70,452
Charge for the year	53,735
	<hr/>
At 31 March 2013	124,187
	<hr/>
Net book value	
At 31 March 2013	721,984
	<hr/>
At 31 March 2012	132,453
	<hr/>

The Group has paid The Holker Estate Trust, the lessor, a capital amount to permit an amendment to the lease, to allow the processing at Burlington Slate Quarries of minerals quarried elsewhere, and to allow the construction of office premises at the Kirkby Quarry. This amount is being amortised over the remaining period of the lease.

During 2005 the Group acquired the lease for Baycliffe Quarry. The lease is being amortised over the remaining period of the lease, which expires in 2023.

In August 2012 the Group acquired the leases for the Petts and Brathay Quarries. The leases are being amortised over the remaining period of the leases which expire in 2020.

BURLINGTON SLATE LIMITED**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 MARCH 2013**

8 Intangible fixed assets (continued)**Intangible fixed assets (continued)
Company**

	£
Cost	
At 1 April 2012	202,905
Additions	643,266
	<hr/>
At 31 March 2013	846,171
	<hr/>
Amortisation	
At 1 April 2012	70,452
Charge for the year	53,735
	<hr/>
At 31 March 2013	124,187
	<hr/>
Net book value	
At 31 March 2013	721,984
	<hr/>
At 31 March 2012	132,453
	<hr/>

BURLINGTON SLATE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 MARCH 2013

9 Tangible fixed assets

Group

	Land and buildings Freehold £	Land and buildings Leasehold £	Plant and vehicles £	Fixtures, fittings & equipment £	Total £
Cost					
At 1 April 2012	110,911	1,870,962	7,849,302	102,583	9,933,758
Additions	-	8,640	74,246	-	82,886
Disposals	-	(31,298)	(150,633)	-	(181,931)
At 31 March 2013	110,911	1,848,304	7,772,915	102,583	9,834,713
Depreciation					
At 1 April 2012	-	1,143,868	6,291,014	57,803	7,492,685
On disposals	-	(31,295)	(119,430)	-	(150,725)
Charge for the year	-	65,989	366,153	5,131	437,273
At 31 March 2013	-	1,178,562	6,537,737	62,934	7,779,233
Net book value					
At 31 March 2013	110,911	669,742	1,235,178	39,649	2,055,480
At 31 March 2012	110,911	727,094	1,558,288	44,780	2,441,073

Included above are assets held under finance leases or hire purchase contracts as follows

	Plant and vehicles £	Fixtures, fittings & equipment £	Total £
Net book values			
At 31 March 2013	452,709	-	452,709
At 31 March 2012	563,479	-	563,479
Depreciation charge for the year			
31 March 2013	83,339	-	83,339
31 March 2012	81,655	-	81,655

BURLINGTON SLATE LIMITED

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 MARCH 2013**

9 Tangible fixed assets (continued)

Tangible fixed assets

Company

	Land and buildings Freehold £	Land and buildings Leasehold £	Plant and vehicles £	Fixtures, fittings & equipment £	Total £
Cost					
At 1 April 2012	110,911	1,870,962	7,800,937	102,583	9,885,393
Additions	-	8,640	74,246	-	82,886
Disposals	-	(31,298)	(138,178)	-	(169,476)
At 31 March 2013	110,911	1,848,304	7,737,005	102,583	9,798,803
Depreciation					
At 1 April 2012	-	1,143,868	6,257,053	57,803	7,458,724
On disposals	-	(31,295)	(106,975)	-	(138,270)
Charge for the year	-	65,989	363,809	5,131	434,929
At 31 March 2013	-	1,178,562	6,513,887	62,934	7,755,383
Net book value					
At 31 March 2013	110,911	669,742	1,223,118	39,649	2,043,420
At 31 March 2012	110,911	727,094	1,543,884	44,780	2,426,669

Included above are assets held under finance leases or hire purchase contracts as follows

	Plant and vehicles £	Fixtures, fittings & equipment £	Total £
Net book values			
At 31 March 2013	452,709	-	452,709
At 31 March 2012	563,479	-	563,479
Depreciation charge for the year			
31 March 2013	83,339	-	83,339
31 March 2012	81,655	-	81,655

BURLINGTON SLATE LIMITED

10 Fixed asset investments

Company	Shares in group undertakings	£
	Cost	
	At 1 April 2012 & at 31 March 2013	1,038,897
	Net book value	
	At 31 March 2013	1,038,897
	At 31 March 2012	1,038,897

In the opinion of the directors, the aggregate value of the company's investment in subsidiary undertakings is not less than the amount included in the balance sheet

In the opinion of the directors, the aggregate value of the company's investment in subsidiary undertakings is not less than the amount included in the balance sheet

Holdings of more than 20%

The company holds more than 20% of the share capital of the following companies

Company	Country of registration or incorporation	Class	Shares held
Direct Subsidiary undertakings			
The Broughton Moor green Slate Quarries Limited	England and Wales	Ordinary	100 00
Lakeand Green Slate and Stone Company Limited	England and Wales	Ordinary	100 00
Mandall's Slate Company Limited	England and Wales	Ordinary	94 18
Burlington Natstone Limited	USA	Ordinary	100 00
Burlington Slate Production Limited	England and Wales	Ordinary	100 00

BURLINGTON SLATE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 MARCH 2013

10 Fixed asset investments

(continued)

The aggregate amount of capital and reserves and the results of these undertakings for the last relevant financial year were as follows

		Capital and reserves 2013	Profit/(loss) for the year 2013
		£	£
Principal activity			
The Broughton Moor green Slate Quarries Limited	Dormant	267,558	-
Lakeland Green Slate and Stone Company Limited	Dormant	232,658	-
Mandall's Slate Company Limited	Dormant	20,772	-
Burlington Natstone Limited	Sale of slate products	661,469	5,320
Burlington Slate Production Limited	Dormant	3,349,963	-

11 Stocks

	Group		Company	
	2013	2012	2013	2012
	£	£	£	£
Raw materials and consumables	3,066,068	2,694,870	3,041,702	2,666,806

12 Debtors

	Group		Company	
	2013	2012	2013	2012
	£	£	£	£
Trade debtors	2,564,128	1,043,406	2,564,456	1,042,246
Amounts owed by related parties	-	250,000	-	250,000
Other debtors	16,007	14,421	14,151	14,046
Prepayments and accrued income	170,709	350,157	168,385	339,721
	2,750,844	1,657,984	2,746,992	1,646,013

BURLINGTON SLATE LIMITED**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 MARCH 2013****13 Creditors : amounts falling due within one year**

	Group		Company	
	2013	2012	2013	2012
	£	£	£	£
Bank loans and overdrafts	513,270	47,678	513,270	47,678
Net obligations under finance lease and hire purchase contracts	126,516	158,767	126,516	158,767
Trade creditors	412,633	387,350	412,633	387,350
Amounts owed to group undertakings	-	-	4,491,521	4,429,683
Amounts owed to participating interests	501,200	129,465	501,200	129,465
Corporation tax	94,456	26,124	94,456	25,595
Taxes and social security costs	376,242	250,386	374,142	248,919
Other creditors	37,549	34,855	37,249	34,853
Accruals and deferred income	507,271	249,819	490,351	236,717
	<u>2,569,137</u>	<u>1,284,444</u>	<u>7,041,338</u>	<u>5,699,027</u>

BURLINGTON SLATE LIMITED

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 MARCH 2013**

14 Creditors : amounts falling due after more than one year

	Group		Company	
	2013	2012	2013	2012
	£	£	£	£
Bank loans	449,817	-	449,817	-
Net obligations under finance leases and hire purchase agreements	216,376	362,758	216,376	362,758
	<u>666,193</u>	<u>362,758</u>	<u>666,193</u>	<u>362,758</u>
Analysis of loans				
Wholly repayable within five years	563,089	-	563,089	-
Included in current liabilities	(113,272)	-	(113,272)	-
	<u>449,817</u>	<u>-</u>	<u>449,817</u>	<u>-</u>
Loan maturity analysis				
In more than one year but not more than two years	117,181	-	117,181	-
In more than two years but not more than five years	332,636	-	332,636	-
	<u>449,817</u>	<u>-</u>	<u>449,817</u>	<u>-</u>

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

**Net obligations under finance leases
and hire purchase contracts**

Repayable within one year	126,515	158,767	126,515	158,767
Repayable between one and five years	216,376	362,757	216,376	362,757
	<u>342,891</u>	<u>521,524</u>	<u>342,891</u>	<u>521,524</u>
Included in liabilities falling due within one year	(126,516)	(158,767)	(126,516)	(158,767)
	<u>216,375</u>	<u>362,757</u>	<u>216,375</u>	<u>362,757</u>

BURLINGTON SLATE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 MARCH 2013

15 Provisions for liabilities

Group

	Pension obligations	Deferred tax liability	Total
	£	£	£
Balance at 1 April 2012	57,571	88,172	145,743
Profit and loss account	-	(6,997)	(6,997)
Contributions paid to pension schemes	(876)	-	(876)
Balance at 31 March 2013	<u>56,695</u>	<u>81,175</u>	<u>137,870</u>

Company

Balance at 1 April 2012	57,571	94,891	152,462
Profit and loss account	-	(6,997)	(6,997)
Contributions paid to pension schemes	(876)	-	(876)
Balance at 31 March 2013	<u>56,695</u>	<u>87,894</u>	<u>144,589</u>

The deferred tax liability is made up as follows:

	Group		Company	
	2013	2012	2013	2012
	£	£	£	£
Accelerated capital allowances	105,039	63,743	111,758	70,462
Other timing differences	(23,864)	24,429	(23,864)	24,429
	<u>81,175</u>	<u>88,172</u>	<u>87,894</u>	<u>94,891</u>

BURLINGTON SLATE LIMITED**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 MARCH 2013****16 Accruals and deferred income**

Group	Government grants £
Balance at 1 April 2012	58,207
Amortisation in the period	(8,085)
Balance at 31 March 2013	<u>50,122</u>
Company	
Balance at 1 April 2012	58,207
Amortisation in the period	(8,085)
Balance at 31 March 2013	<u>50,122</u>

17 Pension and other post-retirement benefit commitments**Defined contribution**

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the group to the fund.

	2013 £	2012 £
Contributions payable by the company for the year	<u>376,938</u>	<u>180,520</u>

18 Share capital	2013 £	2012 £
Allotted, called up and fully paid 26,002 Ordinary shares of £1 each	<u>26,002</u>	<u>26,002</u>

BURLINGTON SLATE LIMITED**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)**
FOR THE YEAR ENDED 31 MARCH 2013

19 Statement of movements on reserves
Group

	Share premium account £	Profit and loss account £
Balance at 1 April 2012	1,245,920	3,812,178
Profit for the period	-	156,997
Foreign currency translation differences	-	33,010
Dividends paid	-	(100,000)
Balance at 31 March 2013	<u>1,245,920</u>	<u>3,902,185</u>

Company

	Profit and loss account £
Balance at 1 April 2012	1,616,692
Profit for the period	151,666
Dividends paid	(100,000)
Balance at 31 March 2013	<u>1,668,358</u>

20 Minority interests

	2013 £	2012 £
Minority interests' share of net assets and liabilities in subsidiary undertakings	<u>1,211</u>	<u>1,211</u>

BURLINGTON SLATE LIMITED**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 MARCH 2013**

21 Reconciliation of movements in shareholders' funds	2013	2012
Group	£	£
Profit for the financial year	156,997	29,570
Dividends	(100,000)	(100,000)
	<u>56,997</u>	<u>(70,430)</u>
Other recognised gains and losses	33,010	(20,455)
	<u>90,007</u>	<u>(90,885)</u>
Net addition to/(depletion in) shareholders' funds	5,084,100	5,174,985
Opening shareholders' funds	<u>5,174,107</u>	<u>5,084,100</u>
Closing shareholders' funds	<u>5,174,107</u>	<u>5,084,100</u>
	2013	2012
Company	£	£
Profit for the financial year	151,666	9,884
Dividends	(100,000)	(100,000)
	<u>51,666</u>	<u>(90,116)</u>
Net addition to/(depletion in) shareholders' funds	1,642,694	1,732,810
Opening shareholders' funds	<u>1,694,360</u>	<u>1,642,694</u>
Closing shareholders' funds	<u>1,694,360</u>	<u>1,642,694</u>

22 Contingent liabilities**Group and company**

Under the lease of the Baycliffe Quarry there is a restoration bond of £50,000, which the company has agreed with the lessor which will come into affect when the lease expires. The company has taken out insurance cover for any obligations that may fall due under this bond.

BURLINGTON SLATE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 MARCH 2013

23 Financial commitments

At 31 March 2013 the group had annual commitments under non-cancellable operating leases as follows

	Land and buildings		Other	
	2013	2012	2013	2012
	£	£	£	£
Expiry date				
Within one year	8,384	-	-	5,134
Within two to five years	25,000	-	58,683	-
In over five years	20,644	-	-	-
	<u>54,028</u>	<u>-</u>	<u>58,683</u>	<u>5,134</u>

At 31 March 2013 the company had annual commitments under non-cancellable operating leases as follows

	Land and buildings		Other	
	2013	2012	2013	2012
	£	£	£	£
Expiry date.				
Within one year	8,384	-	-	5,134
Within two to five years	25,000	-	58,683	-
In over five years	20,644	-	-	-
	<u>54,028</u>	<u>-</u>	<u>58,683</u>	<u>5,134</u>

At 31 March 2013 the aggregate commitment for land and buildings is £269,477 (2012 £nil) and for other operating leases is £157,947 (2012 £5,134) This does not take into account any break clauses within the lease agreements

BURLINGTON SLATE LIMITED**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 MARCH 2013**

24 Directors' remuneration	2013	2012
	£	£
Remuneration for qualifying services	1,015,619	739,549
Compensation for loss of office	-	41,400
	<u>1,015,619</u>	<u>780,949</u>

The number of directors for whom retirement benefits are accruing under defined contribution schemes amounted to 5 (2012 - 5)

Remuneration disclosed above include the following amounts paid to the highest paid director

Remuneration for qualifying services	<u>227,335</u>	<u>315,430</u>
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25 Employees**Number of employees**

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

	2013	2012
	Number	Number
Office and management	16	21
Sales	9	11
Production	94	120
	<u>119</u>	<u>152</u>

Employment costs	2013	2012
	£	£
Wages and salaries	4,543,354	3,500,118
Social security costs	469,601	350,612
Other pension costs	376,938	175,552
	<u>5,389,893</u>	<u>4,026,282</u>

26 Control

The company is under the ultimate control of the Cavendish 1956 Settlement

BURLINGTON SLATE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 MARCH 2013

27 Reconciliation of operating profit to net cash outflow from operating activities	2013	2012
	£	£
Operating profit	290,931	84,468
Depreciation of tangible assets	437,273	545,716
Amortisation of intangible assets	53,735	5,194
(Loss)/profit on disposal of tangible assets	23,706	(479)
Increase in stocks	(371,198)	(1,016,330)
(Increase)/decrease in debtors	(1,092,860)	573,060
Increase in creditors within one year	787,959	136,381
Net effect of foreign exchange differences	17,838	(20,455)
Movement on grant provision	(8,085)	(6,468)
(Decrease)/increase in pension provision	(876)	2,530
Net cash inflow from operating activities	138,422	303,617

28 Analysis of net debt	1 April 2012	Cash flow	Other non-cash changes	31 March 2013
	£	£	£	£
Net cash				
Cash at bank and in hand	10,083	(5,819)	-	4,264
Bank overdrafts	(47,678)	(352,320)	-	(399,998)
	<u>(37,595)</u>	<u>(358,139)</u>	<u>-</u>	<u>(395,734)</u>
Finance leases	(521,525)	178,633	-	(342,892)
Debts falling due within one year	-	(113,272)	-	(113,272)
Debts falling due after one year	-	(449,817)	-	(449,817)
	<u>(521,525)</u>	<u>(384,456)</u>	<u>-</u>	<u>(905,981)</u>
Net debt	<u>(559,120)</u>	<u>(742,595)</u>	<u>-</u>	<u>(1,301,715)</u>

BURLINGTON SLATE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 MARCH 2013

29 Reconciliation of net cash flow to movement in net debt	2013 £	2012 £
Decrease in cash in the year	(358,139)	(238,369)
Cash inflow from increase in debt	(384,456)	(399,545)
Movement in net debt in the year	(742,595)	(637,914)
Opening net (debt)/funds	(559,120)	78,794
Closing net debt	(1,301,715)	(559,120)

30 Related party relationships and transactions

Group and Company

Lord and Lady Cavendish are directors of the Company and also connected persons, in respect of their interest in Holker Holdings Limited, Holker Estate Trust and Corrie and Co Limited

The group purchased £35,903 (2012 £78,316) from the group headed by Holker Holdings Limited in respect of services rendered and made sales of £205,311 (2012 £7,572) in respect of goods or services. During the year the group paid management charges of £376,200 (2012 £125,000) to the group headed by Holker Holdings Limited. At 31 March 2013 the group was owed £696 (2012 £19,960), and the company owed £501,200 (2012 £129,465)

At 31 March 2013 an interest free loan was due from the group headed by Holker Holdings Limited of £Nil (2012 £250,000)

The group purchased £757 (2012 £nil) from Holker Estate Trust in respect of services rendered and paid royalties of £91,102 (2012 £109,981) in respect of royalties during the year. At 31 March 2013 the company was due £19,321 (2012 £nil) and owed £427 (2012 £nil)

The group also made purchases of £1,105 (2012 £nil) from Corrie and Co Limited in respect of services rendered and made sales of £400 (2012 £nil) for goods or services rendered. At 31 March 2013 the group was owed £250 (2012 £nil) and was owed £480 (2012 £nil)