

ABS BRYMAR FLOORS LTD
ABBREVIATED ACCOUNTS
FOR
31 JULY 2011

TUESDAY



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03/04/2012

#293

COMPANIES HOUSE

TWJ PARTNERSHIP LLP
Chartered Accountants & Statutory Auditor
The Moorings
Dane Road Industrial Estate
Dane Road
Sale
Cheshire
M33 7BP

ABS BRYMAR FLOORS LTD

ABBREVIATED ACCOUNTS

YEAR ENDED 31 JULY 2011

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ABS BRYMAR FLOORS LTD

OFFICERS AND PROFESSIONAL ADVISERS

The board of directors	Mr T F Jordan Mr M P O'Connor Mr N J Cable
Company secretary	Mr T Jordan
Registered office	The Moorings Dane Road Industrial Estate Dane Road Sale Cheshire M33 7BP
Auditor	TWJ Partnership LLP Chartered Accountants & Statutory Auditor The Moorings Dane Road Industrial Estate Dane Road Sale Cheshire M33 7BP
Bankers	National Westminster Bank plc 5th Floor 1 Spinningfields Square Deansgate Manchester M3 3AP
Solicitors	DWF Solicitors Centuron House 129 Deansgate Manchester M3 3AA

ABS BRYMAR FLOORS LTD

THE DIRECTORS' REPORT

YEAR ENDED 31 JULY 2011

The directors have pleasure in presenting their report and the financial statements of the company for the year ended 31 July 2011

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The principal activity of the company during the year was the construction of high specification concrete slab floors

The directors consider that although trading conditions remain challenging there has been a marked improvement in work volumes which has resulted in a significant improvement in turnover and profit levels

The directors are confident the 2012 will again see an increase in turnover levels from those in 2011 alongside an improvement in profit levels

It is our belief that the Company's reputation is at its highest level in over 30 years installing high specification concrete floor slabs because of our focus and attention to detail. We believe that it is this focus and attention to detail that will sustain the company in the years to come

The directors are obliged to report financial key performance indicators and consider the following are the most relevant and appropriate -

	2011	2010
Sales	£8,380,092	£6,271,029
Operating profit / (loss)	£143,654	£(115,241)
Operating margins	1.71%	(1.84)%
Profit / (loss) on ordinary activities before tax	£162,448	£(114,503)
EBITDA	£146,258	£(112,250)
ROCE	28.51%	(28.11)%
Gearing	9.71	13.74
Current ratio	1.14	1.10

RESULTS AND DIVIDENDS

The profit for the year, after taxation, amounted to £141,823. The directors have not recommended a dividend.

FINANCIAL INSTRUMENTS

Details of the company's financial risk management objectives and policies are included in note 11 to the accounts.

DIRECTORS

The directors who served the company during the year were as follows:

Mr T F Jordan
Mr M P O'Connor
Mr N J Cable

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 profit or loss of the company 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,
- 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.

ABS BRYMAR FLOORS LTD

THE DIRECTORS' REPORT *(continued)*

YEAR ENDED 31 JULY 2011

In so far as the directors are aware

- there is no relevant audit information of which the company's auditor is unaware, and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information

AUDITOR

TWJ Partnership LLP are deemed to be re-appointed under section 487(2) of the Companies Act 2006

Registered office
The Moorings
Dane Road Industrial Estate
Dane Road
Sale
Cheshire
M33 7BP

Signed by order of the directors

MR T JORDAN
Company Secretary



Approved by the directors on 15 March 2012

ABS BRYMAR FLOORS LTD

INDEPENDENT AUDITOR'S REPORT TO ABS BRYMAR FLOORS LTD

UNDER SECTION 449 OF THE COMPANIES ACT 2006

We have examined the abbreviated accounts, together with the financial statements of ABS Brymar Floors Ltd for the year ended 31 July 2011 prepared under Section 396 of the Companies Act 2006

This report is made solely to the company, in accordance with Section 449 of the Companies Act 2006. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company for our work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITOR

The directors are responsible for preparing the abbreviated accounts in accordance with Section 445 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the regulations made under that section and to report our opinion to you.

BASIS OF OPINION

We conducted our work in accordance with Bulletin 2008/4 issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

OPINION

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 445(3) of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with the regulations made under that section.

The Moonings
Dane Road Industrial Estate
Dane Road
Sale
Cheshire
M33 7BP

15 March 2012

A RICHARD WHITEHEAD B COM FCA
(Senior Statutory Auditor)
For and on behalf of
TWJ PARTNERSHIP LLP
Chartered Accountants
& Statutory Auditor

ABS BRYMAR FLOORS LTD

ABBREVIATED PROFIT AND LOSS ACCOUNT

YEAR ENDED 31 JULY 2011

	Note	2011 £	2010 £
TURNOVER		8,380,092	6,271,029
Cost of Sales and Other operating income		7,275,399	5,592,810
Administrative expenses		961,039	793,460
OPERATING PROFIT/(LOSS)	2	143,654	(115,241)
Interest receivable		18,794	738
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		162,448	(114,503)
Tax on profit/(loss) on ordinary activities	5	20,625	(32,763)
PROFIT/(LOSS) FOR THE FINANCIAL YEAR		<u>141,823</u>	<u>(81,740)</u>

All of the activities of the company are classed as continuing

The notes on pages 8 to 14 form part of these abbreviated accounts.

ABS BRYMAR FLOORS LTD

RECONCILIATION OF MOVEMENTS IN SHAREHOLDER'S FUNDS

YEAR ENDED 31 JULY 2011

	2011	2010
	£	£
Profit/(Loss) for the financial year	141,823	(81,740)
Opening shareholder's funds	<u>277,326</u>	<u>359,066</u>
Closing shareholder's funds	<u><u>419,149</u></u>	<u><u>277,326</u></u>

The notes on pages 8 to 14 form part of these abbreviated accounts

ABS BRYMAR FLOORS LTD

ABBREVIATED BALANCE SHEET

31 JULY 2011

	Note	2011 £	2010 £
FIXED ASSETS			
Tangible assets	6	5,815	7,420
CURRENT ASSETS			
Stocks	7	163,943	61,747
Debtors	8	4,446,861	4,147,440
Cash in hand		455	619
		<u>4,611,259</u>	<u>4,209,806</u>
CREDITORS: Amounts falling due within one year	9	<u>4,067,925</u>	<u>3,809,900</u>
NET CURRENT ASSETS		<u>543,334</u>	<u>399,906</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>549,149</u>	<u>407,326</u>
PROVISIONS FOR LIABILITIES			
Other provisions	10	130,000	130,000
		<u>419,149</u>	<u>277,326</u>
CAPITAL AND RESERVES			
Called-up equity share capital	15	1,000	1,000
Profit and loss account	16	418,149	276,326
SHAREHOLDER'S FUNDS		<u>419,149</u>	<u>277,326</u>

These abbreviated financial statements have been prepared in accordance with the special provisions for medium-sized companies under section 445(3) of the Companies Act 2006

These abbreviated accounts were approved by the directors and authorised for issue on 15 March 2012, and are signed on their behalf by

MR T F JORDAN

MR M P O'CONNOR

MR N J CABLE

Company Registration Number 01838488

The notes on pages 8 to 14 form part of these abbreviated accounts

ABS BRYMAR FLOORS LTD

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 JULY 2011

1 ACCOUNTING POLICIES

(a) Basis of accounting

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of financial instruments

(b) Cash flow statement

The directors have taken advantage of the exemption in Financial Reporting Standard No 1 (Revised 1996) from including a cash flow statement in the financial statements on the grounds that the company is wholly owned and its parent publishes a consolidated cash flow statement

(c) Turnover

Turnover represents the value of work done in the year Turnover in respect of long-term contracts and contracts for on-going services is recognised by reference to the stage of completion

(d) Fixed assets

All fixed assets are initially recorded at cost

(e) Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows

Plant & Machinery	-	20% per annum on cost
Fixtures & Fittings	-	20% per annum on cost
Equipment	-	20% per annum on cost

(f) Stocks

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

(g) Work in progress

Work in progress is valued on the basis of direct costs plus attributable overheads based on normal level of activity Provision is made for any foreseeable losses where appropriate No element of profit is included in the valuation of work in progress

(h) Operating lease agreements

All plant and vehicles are hired under operating leases from the holding company which retains title to the assets Lease terms for plant and vehicles vary between 3 and 5 years duration On expiration of the lease normally a new lease is entered into for a replacement Full disclosure is therefore made of the maximum expected future operating lease costs on the basis that at any time there will be no more than 5 years of operating lease payments outstanding

The company occupies property owned by Newmux Concrete under a lease originally of 12 years Full disclosure is made of the maximum future operating lease costs under the remaining term of the lease

(i) Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities

Cash and cash equivalents

Cash and cash equivalents are included in the balance sheet at cost Cash and cash equivalents comprise cash at bank and in hand and short term deposits with an original maturity of three months or less

ABS BRYMAR FLOORS LTD

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 JULY 2011

1 ACCOUNTING POLICIES *(continued)*

Interest-bearing loans and borrowings

All loans and borrowings are recognised initially at cost, which is the fair value of the consideration received, net of issue costs associated with the borrowing. After initial recognition, interest-bearing loans and borrowings are measured at amortised cost using the effective interest method. Gains or losses are recognised in the profit and loss account when liabilities are derecognised or impaired, as well as through the amortisation process.

(j) Management services charges

Management charges are payable on a performance related basis. The company accounts for and pays them in the year in which they are incurred.

(k) Warranties

Warranties are made on certain works executed. A specific provision is made for the costs of carrying out remedial works and associated costs in the year in which they arise.

Retentions held by customers are included within trade debtors to the extent that they are expected to be received in the foreseeable future.

2 OPERATING PROFIT/(LOSS)

Operating profit/(loss) is stated after charging

	2011 £	2010 £
Depreciation of owned fixed assets	2,604	2,991
Auditor's remuneration		
- as auditor	6,000	6,000
Operating lease costs		
- Plant and equipment	126,294	167,917
- Other	105,731	96,166

3 PARTICULARS OF EMPLOYEES

The average number of staff employed by the company during the financial year amounted to

	2011 No	2010 No
Number of production staff	36	28
Number of administrative staff	8	8
Number of management staff	6	6
	<u>50</u>	<u>42</u>

The aggregate payroll costs of the above were

	2011 £	2010 £
Wages and salaries	1,343,924	1,110,821
Social security costs	130,779	116,531
	<u>1,474,703</u>	<u>1,227,352</u>

4. DIRECTORS' REMUNERATION

The directors' aggregate remuneration in respect of qualifying services were

	2011 £	2010 £
Remuneration receivable	<u>72,000</u>	<u>72,000</u>

ABS BRYMAR FLOORS LTD

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 JULY 2011

5 TAXATION ON ORDINARY ACTIVITIES

(a) Analysis of charge in the year

	2011 £	2010 £
Current tax		
UK Corporation tax based on the results for the year at 20 67% (2010 - 28%)	20,625	(32,740)
Over/under provision in prior year	-	(23)
Total current tax	<u>20,625</u>	<u>(32,763)</u>

(b) Factors affecting current tax charge

The tax assessed on the profit/(loss) on ordinary activities for the year is lower than the standard rate of corporation tax in the UK of 20 67% (2010 - 28%)

	2011 £	2010 £
Profit/(loss) on ordinary activities before taxation	<u>162,448</u>	<u>(114,503)</u>
Profit/(loss) on ordinary activities by rate of tax	33,578	(32,061)
Expenses not deductible for tax purposes	1,029	2,119
Capital allowances for period	(556)	(872)
Utilisation of tax losses	(13,422)	-
Marginal relief	-	(1,926)
Adjustments to tax charge in respect of previous periods	-	(23)
Rounding on tax charge	(4)	-
Total current tax (note 5(a))	<u>20,625</u>	<u>(32,763)</u>

6 TANGIBLE FIXED ASSETS

	Plant £	Fixtures £	Equip £	Total £
COST				
At 1 August 2010	69,101	30,086	43,794	142,981
Additions	999	-	-	999
At 31 July 2011	<u>70,100</u>	<u>30,086</u>	<u>43,794</u>	<u>143,980</u>
DEPRECIATION				
At 1 August 2010	68,992	29,922	36,647	135,561
Charge for the year	77	101	2,426	2,604
At 31 July 2011	<u>69,069</u>	<u>30,023</u>	<u>39,073</u>	<u>138,165</u>
NET BOOK VALUE				
At 31 July 2011	<u>1,031</u>	<u>63</u>	<u>4,721</u>	<u>5,815</u>
At 31 July 2010	<u>109</u>	<u>164</u>	<u>7,147</u>	<u>7,420</u>

7 STOCKS

	2011 £	2010 £
Stock	71,815	55,427
Work in progress	92,128	6,320
	<u>163,943</u>	<u>61,747</u>

ABS BRYMAR FLOORS LTD

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 JULY 2011

8 DEBTORS

	2011 £	2010 £
Trade debtors	3,392,619	2,755,486
Amounts owed by group undertakings	93,600	1,250,600
Other creditors	180	-
Other debtors	79,173	117,375
Directors current accounts	846,756	10,000
Prepayments and accrued income	34,533	13,979
	<u>4,446,861</u>	<u>4,147,440</u>

Included in trade debtors is an amount of £161,651 which is due after more than one year (2010 - £250,616)

9. CREDITORS Amounts falling due within one year

	2011 £	2010 £
Overdrafts	108,048	208,081
Trade creditors	2,563,577	2,071,894
Amounts owed to group undertakings	16,205	36,621
Amounts owed to associated undertakings	20,800	17,233
Other creditors including taxation and social security		
Corporation tax	20,625	28,872
Other taxation and social security	51,183	48,197
Other creditors	464	1,099
	<u>2,780,902</u>	<u>2,411,997</u>
Accruals and deferred income	1,287,023	1,397,903
	<u>4,067,925</u>	<u>3,809,900</u>

The following liabilities disclosed under creditors falling due within one year are secured by the company

	2011 £	2010 £
Overdrafts	<u>108,048</u>	<u>208,081</u>

10 OTHER PROVISIONS

	2011 £
Provision for future remedial works to meet warranty obligations	
Balance brought forward	<u>130,000</u>

The company has made full provision in respect of expected future costs of remedial works that are anticipated to become payable in the next 12 months

11 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

Various financial instruments (e.g. trade debtors, trade creditors, accruals and prepayments) arise directly from the company's operations. Transactions in financial instruments result in the company assuming or transferring to another party one or more of the financial risks described below

Credit risk

The company monitors credit risk closely and considers that its current policies of credit checks meets its objectives of managing exposure to credit risk. The company has no significant concentrations of credit risk.

Fair values of financial assets and liabilities

All financial instruments are accounted for at cost

Hedging activities

No hedging activities are undertaken nor considered necessary by the directors

ABS BRYMAR FLOORS LTD

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 JULY 2011

12 COMMITMENTS UNDER OPERATING LEASES

At 31 July 2011 the company had annual commitments under non-cancellable operating leases as set out below

	2011		2010	
	Land and buildings £	Other Items £	Land and buildings £	Other Items £
Operating leases which expire				
Within 1 year	52,000	132,902	52,000	147,810
Within 2 to 5 years	-	85,573	-	122,919
	<u>52,000</u>	<u>218,475</u>	<u>52,000</u>	<u>270,729</u>

13 CONTINGENCIES

Warranties

The company holds indemnity insurance in respect of warranty claims. In accordance with the company's accounting policy, no general provision is made, but specific provision for the anticipated uninsured remedial cost is made in the year of the claim arising in so far as the directors consider that a liability exists or will exist.

It is not practicable to calculate the potential value of all outstanding warranties, but the directors consider that the success of any material warranty claim is remote.

Set-off Arrangement

A composite guarantee exists, dated 5 March, 2001 in favour of National Westminster Bank plc between the company and Manchester Urban Finance Corporation Limited. The value of this cross guarantee at the balance sheet date was £nil (2010 - £nil), the directors do not expect any liability to crystallise in the future under the arrangement.

An all monies debenture was registered on 9th March 2001. This is secured on the assets of the company in favour of Manchester Urban Finance Corporation Ltd, the ultimate holding company.

ABS BRYMAR FLOORS LTD

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 JULY 2011

14 RELATED PARTY TRANSACTIONS

The company was controlled throughout the year by the directors of the company, who are also directors of the parent company Manchester Urban Finance Corporation Limited & co-subsiary BCM GRC Limited, & also partners in Kontrad LLP. Mr T Jordan and Mr M O'Connor are also partners in Newmix Concrete.

Transactions between related parties were as follows

Management services provided by

	2011	2010
	£	£
Newmix Concrete	36,000	35,300
Jordan, O'Connor & Cable	50,000	NIL

GRC products purchased from:

	2011	2010
	£	£
BCM GRC Ltd	15,855	NIL

Rental of plant, machinery, equipment & vehicles provided by

	2011	2010
	£	£
Manchester Urban Finance Corporation Ltd	168,039	208,706

Rental of property

	2011	2010
	£	£
Newmix Concrete	52,000	52,000

Commercial trade balances due to

	2011	2010
	£	£
BCM GRC Ltd	3,564	NIL
Jordan, O'Connor & Cable	24,000	NIL
Manchester Urban Finance Corporation Ltd	30,430	36,621
Newmix Concrete	17,600	17,233

Overdrawn directors current accounts

	2011	2010
	£	£
Mr TF Jordan	280,592	5,000
Mr MP O'Connor	280,592	5,000
Mr NJ Cable	285,572	NIL

Interest is charged on the outstanding balance at the rate of 4% per annum

Global Treasury Fund

Related operations which have short-term surplus funds remit these to the holding company. These funds are then made available to other related operations that have a short-term cash requirement and the surplus remaining is invested on the short-term money markets. The returns earned on this investment is then allocated to the participating businesses based upon the amount each has contributed to the investment.

Balances due from / (to) the holding company under this arrangement are as follows

	2011	2010
	£	£
Manchester Urban Finance Corporation Ltd	93,600	1,250,600

15 SHARE CAPITAL

Authorised share capital

	2011	2010
	£	£
100,000 Ordinary shares of £1 each	<u>100,000</u>	<u>100,000</u>

ABS BRYMAR FLOORS LTD

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 JULY 2011

15 SHARE CAPITAL *(continued)*

Allotted, called up and fully paid

	2011		2010	
	No	£	No	£
1,000 Ordinary shares of £1 each	1,000	1,000	1,000	1,000

16. PROFIT AND LOSS ACCOUNT

	2011	2010
	£	£
Balance brought forward	276,326	358,066
Profit/(loss) for the financial year	141,823	(81,740)
Balance carried forward	418,149	276,326

17 ULTIMATE PARENT COMPANY

The parent company was Manchester Urban Finance Corporation Limited, a company incorporated in the UK, which owns 100% of the issued share capital