

COMPANY REGISTRATION NUMBER 02600118

**NEW ACRES LIMITED**  
**ACCOUNTS**

**YEAR ENDED 31 DECEMBER 2013**



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**NEW ACRES LIMITED**

**ACCOUNTS**

**YEAR ENDED 31 DECEMBER 2013**

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## **NEW ACRES LIMITED**

### **OFFICERS AND PROFESSIONAL ADVISERS**

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**Board of directors**

E J S Gadsden  
M R Warner

**Company secretary**

S H P Morgan

**Registered office**

Freshfield Lane  
Danehill  
Haywards Heath  
RH17 7HH

**Auditors**

Nexia Smith & Williamson Audit Limited  
Chartered Accountants  
Statutory Auditor  
Portwall Place  
Portwall Lane  
Bristol  
BS1 6NA

# **NEW ACRES LIMITED**

## **DIRECTORS' REPORT**

### **YEAR ENDED 31 DECEMBER 2013**

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The directors have pleasure in presenting their report and the accounts of the company for the year ended 31 December 2013

#### **RESULTS AND DIVIDENDS**

The trading results for the year and the company's financial position at the end of the year are shown in the attached accounts

The directors have not proposed a dividend in respect of the year (2012 –£ nil)

#### **DIRECTORS**

The directors who served the company during the period were as follows

E J S Gadsden

M R Warner

The company is a wholly owned subsidiary of Michelmersh Brick Holdings Plc and the interests of the group directors are disclosed in the accounts of the parent company

#### **DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing the Annual Report and the accounts in accordance with applicable law and regulations

Company law requires the directors to prepare accounts for each financial year. Under that law the directors have elected to prepare the accounts 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 accounts 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 accounts, 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 accounts 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 accounts 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

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**NEW ACRES LIMITED**

**DIRECTORS' REPORT** *(continued)*

**YEAR ENDED 31 DECEMBER 2013**

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**DIRECTORS' RESPONSIBILITIES** *(continued)*

In so far as each of the directors is 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

**AUDITORS**

A resolution to re-appoint the auditors, Nexia Smith & Williamson, will be proposed at the next Annual General Meeting

**SMALL COMPANY EXEMPTIONS**

In preparing this report, the directors have taken advantage of the small companies exemptions provided by Section 415A of the Companies Act 2006

Signed on behalf of the directors



S H P Morgan  
Company Secretary

Date 21 March 2014

## **NEW ACRES LIMITED**

### **STRATEGIC REPORT**

**YEAR ENDED 31 DECEMBER 2013**

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#### **PRINCIPAL ACTIVITIES AND BUSINESS REVIEW**

The principal activity of the company during the year was engagement in landfill operations. The directors are pleased with the results of the company during the year and the position of the company at the end of it.

#### **EMPLOYEES**

The Group's loyal and skilled workforce is essential for its future prosperity. Where appropriate, employees are provided with information on matters of interest and concern to them. The Group encourages contact and interaction between members of staff at all levels.

It is the policy of the Group to give full and fair consideration to the employment of disabled persons in jobs suited to their individual circumstances and, as appropriate, to consider them for recruitment opportunities, career development and training. Where possible, arrangements are made for continuing employment of employees who have become disabled whilst in the Group's employment.

Signed on behalf of the directors



S H P Morgan  
Company Secretary

Date 21 March 2014

## **NEW ACRES LIMITED**

### **INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDER**

**YEAR ENDED 31 DECEMBER 2013**

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We have audited the accounts of New Acres Limited for the year ended 31 December 2013 which comprise the Profit and Loss Account, the Balance Sheet, and the related notes 1 to 16. 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 shareholder, 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 shareholder those matters we are required to state to it 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 shareholder, 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' Report on pages 2 and 3, the directors are responsible for the preparation of the accounts and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the accounts in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Financial Reporting Council's (FRC's) Ethical Standards for Auditors.

#### **Scope of the audit of the accounts**

A description of the scope of an audit of accounts is provided on the FRC's website at [www.frc.org.uk/apb/auditscopeukprivate](http://www.frc.org.uk/apb/auditscopeukprivate).

#### **Opinion on accounts**

In our opinion the accounts

- give a true and fair view of the state of the company's affairs as at 31 December 2013 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 Directors' Report for the financial year for which the accounts are prepared is consistent with the accounts.

#### **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 accounts 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.

*Nexia Smith & Williamson*

Ian Cooper  
Senior Statutory Auditor, for and on behalf of  
**Nexia Smith & Williamson**  
Statutory Auditor  
Chartered Accountants

Portwall Place  
Portwall Lane  
Bristol  
BS1 6NA

Date *3 April 2014*

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**NEW ACRES LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**YEAR ENDED 31 DECEMBER 2013**

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		<b>2013</b> £'000	<b>2012</b> £'000
TURNOVER	2	632	625
Cost of Sales		(272)	(289)
Gross Profit		<u>360</u>	<u>336</u>
Administrative expenses		(132)	(134)
Management Charges		<u>-</u>	<u>(40)</u>
OPERATING PROFIT	3	<u>(132)</u> 228	<u>(174)</u> 162
Interest receivable	4	-	72
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		<u>228</u>	<u>234</u>
Tax on profit on activities	6	-	-
PROFIT FOR THE FINANCIAL YEAR		<u>228</u>	<u>234</u>

All of the activities of the company are classed as continuing

There were no other recognised gains or losses for the year other than the profit for the year

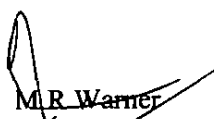
**The notes on pages 8 to 14 form part of these accounts.**

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**NEW ACRES LIMITED****BALANCE SHEET****31 DECEMBER 2013**

	Note	2013 £'000	2012 £'000
<b>FIXED ASSETS</b>			
Intangible assets	7	55	57
Tangible assets	8	<u>-</u>	<u>33</u>
		55	90
<b>CURRENT ASSETS</b>			
Debtors	9	1,975	2,059
Cash at bank and in hand		<u>2</u>	<u>60</u>
		1,977	2,119
<b>CREDITORS: Amounts falling due within one year</b>	10	<u>(17)</u>	<u>(422)</u>
<b>NET CURRENT ASSETS</b>		<u>1,960</u>	<u>1,697</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>2,015</u>	<u>1,787</u>
<b>CAPITAL AND RESERVES</b>			
Share capital	12	10	10
Profit and loss account	13	<u>2,005</u>	<u>1,777</u>
<b>EQUITY SHAREHOLDER'S FUNDS</b>	14	<u>2,015</u>	<u>1,787</u>

These accounts were approved by the directors on *26 March 2014* and are signed on their behalf by

  
M.R. Warner  
Director

Company Registration Number 02600118

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

# **NEW ACRES LIMITED**

## **NOTES TO THE ACCOUNTS**

**YEAR ENDED 31 DECEMBER 2013**

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### **1. ACCOUNTING POLICIES**

#### **Basis of accounting**

The accounts have been prepared under the historical cost convention, and in accordance with applicable accounting standards

#### **Cash flow statement**

The company is exempt from preparing a cash flow statement as it is a wholly owned subsidiary and a consolidated cash flow statement will be produced in the parent company's consolidated accounts

#### **Turnover**

The turnover shown in the profit and loss account represents amounts receivable for services rendered during the period, exclusive of Value Added Tax

#### **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% straight line

Site development costs, plus the discounted cost of any estimated final site restoration for which the company has created a legal or constructive obligation to undertake on landfill sites are capitalised. These costs are written off over the operational life of the site, as and when the void space created as a result of this expenditure is consumed

Assets are reviewed for impairment if events or changes in circumstances indicate that the net book value may not be recoverable. Impairments are calculated such that the net book value of the asset is the lower of its cost or recoverable amount. Recoverable amount is the higher of its net realisable value and its value in use

#### **Site provisions**

##### *Site restoration provision*

Full provision is made for the net present value of the company's estimated minimum unavoidable cost in relation to restoration liabilities, where this is material

##### *Site after care provision*

The company provides for the estimated cost of site after care over the useful economic life of the landfill site, based on volumes of waste deposited in the year, since liabilities in relation to their costs increase as waste is deposited. Provision is not made where no significant cost is expected

#### **Amortisation of landfill**

Amortisation is charged to the profit and loss account in respect of landfill void usage over the life of the landfill void created. This charge is made by the parent company where the land asset is recognised

#### **Pension costs**

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company in an independently administered fund. The annual contributions payable are charged to the profit and loss account as incurred

# NEW ACRES LIMITED

## NOTES TO THE ACCOUNTS

YEAR ENDED 31 DECEMBER 2013

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### 1. ACCOUNTING POLICIES *(continued)*

#### 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. Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognised only when recovery is more likely than not.

#### Licences

The costs of preparing and submitting applications for licences have been capitalised as an intangible fixed asset. Amortisation has been calculated so as to write off the cost of the licence over the operational life of the site to which it relates.

### 2. TURNOVER

The turnover and profit before tax are attributable to the one principal activity of the company which arose wholly within the United Kingdom.

### 3. OPERATING PROFIT

Operating profit is stated after charging	2013 £'000	2012 £'000
Amortisation	2	3
Amortisation of landfill	118	135
Impairment of tangible fixed assets	<u>33</u>	<u>-</u>

The auditor's remuneration was borne by Michelmersh Brick Holdings Plc during the year.

### 4. INTEREST RECEIVABLE

	2013 £'000	2012 £'000
Interest receivable on group borrowings	<u>-</u>	<u>72</u>

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**NEW ACRES LIMITED****NOTES TO THE ACCOUNTS****YEAR ENDED 31 DECEMBER 2013**

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**5. PARTICULARS OF EMPLOYEES**

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

	2013 Nos	2012 Nos
Number of production staff	<u>1</u>	<u>1</u>
	2013 £000	2012 £000
Wages and salaries	37	30
Social security costs	3	3
Other pension costs	<u>3</u>	<u>3</u>
	<u>43</u>	<u>36</u>

**Directors' remuneration**

During the year the directors were paid by the parent company. Costs relating to this company are recharged through the overall management charge by the parent company.

**NEW ACRES LIMITED****NOTES TO THE ACCOUNTS****YEAR ENDED 31 DECEMBER 2013****6. TAX ON PROFIT ON ORDINARY ACTIVITIES**

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**(a) Analysis of charge in the year**

	2013	2012
	£000	£000
Corporation Tax	-	-

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

The tax assessed is lower than (2012 lower) the standard rate of corporation tax in the UK of 22.5% (2012 – 24.5%). The differences are explained below

**Factors affecting current tax charge**

	2013	2012
	£000	£000
Profit on ordinary activities before taxation	228	234
Profit on ordinary activities multiplied by the standard rate of tax	51	57
Group relief	(51)	(57)
Total current tax	-	-

**7. INTANGIBLE FIXED ASSETS**

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**NEW ACRES LIMITED****NOTES TO THE ACCOUNTS****YEAR ENDED 31 DECEMBER 2013**

	PPC Licence £000
<b>COST OR VALUATION</b>	
At 1 January 2013	75
At 31 December 2013	<u>75</u>
<b>AMORTISATION</b>	
At 1 January 2013	(18)
Charge for the year	<u>(2)</u>
At 31 December 2013	<u>(20)</u>
<b>NET BOOK VALUE</b>	
At 31 December 2013	<u>55</u>
At 31 December 2012	<u>57</u>

**8. TANGIBLE FIXED ASSETS**

	Plant & Machinery £000	Site Development £000	Total £000
<b>COST OR VALUATION</b>			
At 1 January 2013	9	79	88
Impairment	-	(33)	(33)
At 31 December 2013	<u>9</u>	<u>46</u>	<u>55</u>
<b>DEPRECIATION</b>			
At 1 January 2013 and 31 December 2013	<u>9</u>	<u>46</u>	<u>55</u>
<b>NET BOOK VALUE</b>			
At 31 December 2013	<u>-</u>	<u>-</u>	<u>-</u>
At 31 December 2012	<u>-</u>	<u>33</u>	<u>33</u>

**9. DEBTORS**

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**NEW ACRES LIMITED****NOTES TO THE ACCOUNTS****YEAR ENDED 31 DECEMBER 2013**

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	2013	2012
	£000	£000
Trade debtors	130	172
Amounts owed by group undertakings	1,838	1,882
Prepayments and accrued income	7	5
	<u>1,975</u>	<u>2,059</u>

**10. CREDITORS: Amounts falling due within one year**

	2013	2012
	£000	£000
Amounts owed by group undertakings	-	409
Accruals and deferred income	17	13
	<u>17</u>	<u>422</u>

**11. RELATED PARTY TRANSACTIONS**

The company has taken advantage of the exemption conferred by Financial Reporting Standard 8, from disclosing transactions with entities that are part of the group on the grounds that it is a subsidiary whose voting rights are controlled within the group and consolidated accounts for that group have been prepared

**12. SHARE CAPITAL****Allotted, called up and fully paid:**

	Nos	2013 £000	Nos	2012 £000
Ordinary shares of £1 each	10,000	10	10,000	10

**13. PROFIT AND LOSS ACCOUNT**

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**NEW ACRES LIMITED****NOTES TO THE ACCOUNTS****YEAR ENDED 31 DECEMBER 2013**

	2013	2012
	£000	£000
Balance brought forward	1,777	1,543
Profit for the financial year	228	234
Balance carried forward	<u>2,005</u>	<u>1,777</u>

**14. RECONCILIATION OF MOVEMENTS IN SHAREHOLDER'S FUNDS**

	2013	2012
	£000	£000
Profit for the financial year	228	234
Opening shareholder's funds	1,787	1,553
Closing shareholder's funds	<u>2,015</u>	<u>1,787</u>

**15. ULTIMATE PARENT COMPANY**

The company's ultimate parent company is Michelmersh Brick Holdings Plc , a company registered in England and Wales. The ultimate controlling party is E J S Gadsden. A copy of the parent company's consolidated accounts may be obtained from the registered office of the company.

**16. CONTINGENCIES**

The bank holds a cross guarantee between the company, its fellow subsidiaries and the parent company dated 23<sup>rd</sup> March 2006. At the year-end the total group bank borrowings were £6,327,000 (2012 - £17,287,000).