

**COMPANY NO : 03929989**

**BLACKWATER HOLDINGS LTD**  
**REPORT OF THE DIRECTORS**  
**AND STATEMENT OF ACCOUNTS**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2018**



**BEGBIES**  
Chartered Accountants  
9 Bonhill Street  
London EC2A 4DJ

**BLACKWATER HOLDINGS LTD**

**DIRECTORS**

A Boag  
B J Boag  
M D Boag

**SECRETARY**

I Welch

**REGISTERED OFFICE**

Station Road West  
Ash Vale  
Aldershot  
Hampshire  
GU12 5LZ

**AUDITORS**

Begbies  
Chartered Accountants  
9 Bonhill Street  
London EC2A 4DJ

# **BLACKWATER HOLDINGS LTD**

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# BLACKWATER HOLDINGS LTD

## GROUP STRATEGIC REPORT

YEAR ENDED 30 SEPTEMBER 2018

The directors report that the group achieved a profit for the financial year of £757,772 compared with £897,775 for the previous year.

The key performance indicators of the group are considered to be as follows:

	2018 £'000's	2017 £'000's
Turnover	16,423	15,773
Gross profit	5,420	5,314
Operating profit	845	1,034
Profit after taxation	768	934

The directors are of the opinion that the risks and uncertainties of the group are related primarily to the economic outlook and the possible effect of Brexit. Those risks are mitigated by the diversity of the group's products and customer base.

The group is well placed to continue its plans for steady growth for the year ahead.

The directors consider the group to be in a solid financial state, with net assets at 30 September 2018 of just under £9 million.

Signed on behalf of the Board of Directors



A Boag  
Director

Date: 26 June 2019

# **BLACKWATER HOLDINGS LTD**

## **REPORT OF THE DIRECTORS**

The directors present their report and the audited accounts of the group for the year ended 30 September 2018.

### **Principal activity**

The principal activity of the company is that of a holding company. The main activities of the group are the manufacture and distribution of welding consumables, cemented carbide products and specialist pipe systems.

### **Directors**

The directors of the company during the year were as follows:

A Boag  
B J Boag  
M D Boag

### **Statement of disclosure of information to auditors**

The directors of the company who held office at the date of approval of this directors' report confirm that:

- So far as they are aware, there is no relevant audit information (information needed by the company's auditors in connection with preparing their report) of which the company's auditors are unaware, and
- They have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

### **Future developments**

The directors have given information regarding future developments in the Strategic Report.

# **BLACKWATER HOLDINGS LTD**

## **REPORT OF THE DIRECTORS (CONTINUED)**

### **Directors' responsibilities**

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice (GAAP).

Company law requires the directors to prepare accounts for each financial year which 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 accounts the directors are required to:-

- 1) Select suitable accounting policies and then apply them consistently;
- 2) Make adjustments and accounting estimates that are reasonable and prudent;
- 3) Follow applicable accounting standards, subject to any material departures disclosed and explained in the accounts;
- 4) 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 which 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.

In determining how amounts are presented within items in the profit and loss account and balance sheet, the directors must have regard to the substance of the reported transaction or arrangement, in accordance with generally accepted accounting principles or practice.

Signed on behalf of the Board of Directors



**A Boag**  
**Director**

Approved by the Board: 26 June 2019

**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF  
BLACKWATER HOLDINGS LTD**

**Opinion**

We have audited the financial statements of Blackwater Holdings Ltd ("the parent company") and its subsidiaries ("the group") for the year ended 30 September 2018 which comprise the consolidated Statement of Income and Retained Earnings, the consolidated and company Statement of Financial Position, the consolidated Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland' (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 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 and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

In our opinion the financial statements:

- give a true and fair view of the state of the group's and of the parent company's affairs as at 30 September 2018 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006.

**Basis of opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Conclusions relating to going concern**

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF  
BLACKWATER HOLDINGS LTD  
(CONTINUED)**

**Other information**

The other information comprises the information included in the report and financial statements, other than the financial statements and our auditor's report thereon. The directors are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

**Opinions on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the strategic report and the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the strategic report and the directors' report have been prepared in accordance with applicable legal requirements.

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

In the light of the knowledge and understanding of the group and of the parent company and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report or the directors' report.

We have nothing to report in respect of the following matters in relation to which 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;
- 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.

**Responsibilities of directors**

As explained more fully in the directors' responsibilities statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the group's and the parent company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.



**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF  
BLACKWATER HOLDINGS LTD  
(CONTINUED)**

**Auditor's responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditor's report.



Christopher Pexton FCA, Senior Statutory Auditor

For and on behalf of:

Begbies

Chartered Accountants

Statutory Auditors

9 Bonhill Street  
London EC2A 4DJ

27 June 2019

**BLACKWATER HOLDINGS LTD**

**CONSOLIDATED STATEMENT OF  
COMPREHENSIVE INCOME AND RETAINED EARNINGS  
FOR THE YEAR ENDED 30 SEPTEMBER 2018**

	Notes	2018 £	2017 £
<b>Turnover</b>	2	16,423,292	15,773,451
Cost of sales		(11,003,200)	(10,459,181)
<b>Gross profit</b>		5,420,092	5,314,270
Distribution costs		(384,838)	(331,449)
Administrative expenses		(4,190,486)	(3,948,852)
<b>Operating profit</b>	3	844,768	1,033,969
Profit on sale of fixed assets		20,875	48,746
Interest payable and similar charges	6	(84,725)	(73,321)
Refund of interest paid		54,316	-
Interest received		18,095	1,868
<b>Profit on ordinary activities before taxation</b>		853,329	1,011,262
Taxation	7	(84,660)	(76,482)
<b>Profit on ordinary activities after taxation</b>		768,669	934,780
Equity minority interest		(10,897)	(37,005)
<b>Profit for the financial year</b>		757,772	897,775
<b>Other comprehensive income</b>			
Foreign currency translation differences		(43,064)	-
<b>Total comprehensive income</b>		714,708	897,775
<b>Retained profit at 1 October 2017</b>		7,778,261	6,996,788
Total comprehensive income for the year		714,708	897,775
Dividend paid		(146,254)	(116,302)
<b>Retained profit at 30 September 2018</b>		8,346,715	7,778,261

All of the group's activities derived from continuing operations.

As permitted by Section 408 of the Companies Act 2006, the holding company's profit and loss account has not been separately disclosed in these financial statements which therefore present information about the group, and not about the company as an individual entity. The retained profit for the financial year of the holding company was £ nil (2017: £ nil).


## BLACKWATER HOLDINGS LTD

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 30 SEPTEMBER 2018

	Notes	2018	2017
		£	£
<b>Fixed assets</b>			
Tangible assets			
Property, plant and equipment	8	4,670,013	4,486,876
<b>Current assets</b>			
Stocks	10	4,113,953	4,073,857
Debtors	11	4,616,281	4,139,365
Bank and cash		353,094	577,267
		<u>9,083,328</u>	<u>8,790,489</u>
<b>Creditors:</b>			
Amounts falling due within one year	12	<u>(3,263,212)</u>	<u>(3,182,712)</u>
<b>Net current assets</b>		<u>5,820,116</u>	<u>5,607,777</u>
<b>Total assets less current liabilities</b>		<u>10,490,129</u>	<u>10,094,653</u>
<b>Creditors:</b>			
Amounts falling due after more than one year	13	(1,554,831)	(1,733,658)
<b>Provision for liabilities and charges</b>			
- Deferred taxation		(129,241)	(128,443)
<b>Net assets</b>		<u>£ 8,806,057</u>	<u>£ 8,232,552</u>
<b>Capital and reserves</b>			
Called up share capital	14	51,680	51,680
Profit and loss account		8,346,715	7,778,261
Reserve on consolidation		331,925	331,925
<b>Shareholders' funds</b>		<u>8,730,320</u>	<u>8,161,866</u>
<b>Equity minority interests</b>		<u>75,737</u>	<u>70,686</u>
		<u>£ 8,806,057</u>	<u>£ 8,232,552</u>

Approved by the Board of Directors on 26 June 2019

A Boag :  Director  
Signed on Behalf of the Directors

## BLACKWATER HOLDINGS LTD

## COMPANY STATEMENT OF FINANCIAL POSITION

AS AT 30 SEPTEMBER 2018

	Notes	2018		2017	
		£	£	£	£
<b>Fixed assets</b>					
Investments	9		274,234		274,234
<b>Current assets</b>					
Debtors	11	53,750		53,750	
<b>Creditors: Amounts falling due within one year</b>	12	-		-	
<b>Net current assets</b>			53,750		53,750
<b>Total assets less current liabilities</b>			327,984		327,984
<b>Creditors: Amounts falling due after more than one year</b>	13	-		-	
<b>Net assets</b>			£ 327,984		£ 327,984
<b>Capital and reserves</b>					
Called up share capital	14		51,680		51,680
Other reserves			276,304		276,304
			£ 327,984		£ 327,984

Approved by the Board of Directors on 26 June 2019

A Boag :  Director

Signed on Behalf of the Directors

**BLACKWATER HOLDINGS LTD**

**CONSOLIDATED STATEMENT OF CASH FLOWS**

**FOR THE YEAR ENDED 30 SEPTEMBER 2018**

	<b>2018</b>	<b>2017</b>
	<b>£</b>	<b>£</b>
<b>Operating activities</b>		
Profit or ordinary activities after taxation	768,669	934,780
Adjustments for:		
Tax on profit on ordinary activities	84,660	76,482
Depreciation	443,532	513,617
(Increase)/decrease in stocks	(40,096)	(527,144)
(Increase)/decrease in debtors	(476,916)	(11,286)
Increase/(decrease) in creditors	204,168	499,472
Profit on sale of fixed assets	(20,875)	48,746
Exchange adjustments	(19,290)	3,000
	<hr/> 943,852	<hr/> 1,537,667
Corporation tax paid	(109,231)	(39,672)
Cash generated by operating activities	<hr/> 834,621	<hr/> 1,497,995
<b>Investing activities</b>		
Payments to acquire property, plant and equipment	(695,429)	(346,191)
Proceeds from sale of property, plant and equipment	60,018	58,230
Cash used in investing activities	<hr/> (635,411)	<hr/> (287,961)
<b>Cash flows from financing activities</b>		
Bank loans	(175,103)	916,517
Dividend paid	(146,254)	(116,302)
Net cash used in financing activities	<hr/> (321,357)	<hr/> 800,215
<b>Net cash generated/(used)</b>		
Cash generated by operating activities	834,621	1,497,995
Cash used in investing activities	(635,411)	(287,961)
Cash flows from financing activities	(321,357)	800,215
Net cash generated/(used)	<hr/> (122,147)	<hr/> 2,010,249
Cash and cash equivalents at 1 October	(32,612)	(2,042,861)
Cash and cash equivalents at 30 September	<hr/> (154,759)	<hr/> (32,612)
<b>Cash and cash equivalents comprise:</b>		
Cash at bank	353,094	577,267
Bank overdrafts	(507,853)	(609,879)
	<hr/> (154,759)	<hr/> (32,612)

# BLACKWATER HOLDINGS LTD

## NOTES TO THE ACCOUNTS AS AT 30 SEPTEMBER 2018

### 1) Summary of significant accounting policies

#### a) Basis of preparation

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

#### b) Consolidation

The consolidated statement of income and retained earnings and consolidated statement of financial position include the financial statements of the company and its subsidiary undertakings made up to 30 September 2018.

#### c) Research and development

Research and development expenditure is written off as incurred. Costs incurred in the building of specific machines for use by the company are capitalised.

#### d) Turnover

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover includes revenue earned from the sale of goods and from the rendering of services. Turnover from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have transferred to the buyer. Turnover from the rendering of services is recognised by reference to the stage of completion of the contract. The stage of completion of a contract is measured by comparing the costs incurred for work performed to date to the total estimated contract costs.

#### e) Tangible fixed assets

Tangible fixed assets are measured at historical cost less accumulative depreciation and any accumulative impairment losses. Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life. No depreciation is charged in the year of acquisition; a full year's depreciation is charged in the year of disposal. The principal annual rates used for this purpose are:

Buildings	2%
Plant, machinery and vehicles	10% - 25%

#### f) Investments

Investments in subsidiaries are measured at cost less any accumulated impairment losses.

#### g) Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first in first out method. The carrying amount of stock sold is recognised as an expense in the period in which the related revenue is recognised.

#### h) Debtors

Short term debtors are measured at transaction price (which is usually the invoice price), less any impairment losses for bad and doubtful debts. Loans and other financial assets are initially recognised at transaction price including any transaction costs and subsequently measured at amortised cost determined using the effective interest method, less any impairment losses for bad and doubtful debts.

# **BLACKWATER HOLDINGS LTD**

## **NOTES TO THE ACCOUNTS AS AT 30 SEPTEMBER 2018 (CONTINUED)**

### **1) Summary of significant accounting policies (continued)**

#### **i) Creditors**

Short term creditors are measured at transaction price (which is usually the invoice price). Loans and other financial liabilities are initially recognised at transaction price net of any transaction costs and subsequently measured at amortised cost determined using the effective interest method.

#### **j) Taxation**

A current tax liability is recognised for the tax payable on the taxable profit of the current and past periods. A current tax asset is recognised in respect of a tax loss that can be carried back to recover tax paid in a previous period. Deferred tax is recognised in respect of all timing differences between the recognition of income and expenses in the financial statements and their inclusion in tax assessments. Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference, except for revalued land and investment property where the tax rate that applies to the sale of the asset is used. Current and deferred tax assets and liabilities are not discounted.

#### **k) Provisions**

Provisions (ie liabilities of uncertain timing or amount) are recognised when there is an obligation at the reporting date as a result of a past event, it is probable that economic benefit will be transferred to settle the obligation and the amount of the obligation can be estimated reliably.

#### **l) Foreign currency translation**

Transactions in foreign currencies are initially recognised at the rate of exchange ruling at the date of the transaction.

At the end of each reporting period foreign currency monetary items are translated at the closing rate of exchange. Non-monetary items that are measured at historical cost are translated at the rate ruling at the date of the transaction. All differences are charged to profit or loss.

Differences on exchange arising from the retranslation of the opening net investment in subsidiary companies, and from the translation of the results of those companies at average rate, are recognised as "other comprehensive income".

#### **m) Pensions**

Contributions to defined contribution plans are expensed in the period to which they relate.

**BLACKWATER HOLDINGS LTD**

**NOTES TO THE ACCOUNTS AS AT 30 SEPTEMBER 2018  
(CONTINUED)**

**2) Analysis of turnover**

Turnover is wholly attributable to the group's principal activities. Disaggregated information regarding turnover has not been disclosed on the grounds that disclosure would be unfairly prejudicial.

**3) Operating profit**

	<b>2018</b>	<b>2017</b>
	<b>£</b>	<b>£</b>
This is stated after charging:		
Depreciation of owned fixed assets	443,532	513,617
Auditors' remuneration for audit services	27,850	27,300
Auditors' remuneration for other services	6,350	6,150
	<u>477,732</u>	<u>547,067</u>

**4) Directors' emoluments**

	<b>2018</b>	<b>2017</b>
	<b>£</b>	<b>£</b>
Emoluments	165,318	135,672
Company contributions to defined contribution pension plans	28,259	45,717
	<u>193,577</u>	<u>181,389</u>

Number of directors to whom retirement benefits accrued:

	<b>2018</b>	<b>2017</b>
	<b>Number</b>	<b>Number</b>
Defined contribution plans	<u>1</u>	<u>2</u>

The compensation paid to the group's key management personnel (including directors)

	<b>2018</b>	<b>2017</b>
	<b>£</b>	<b>£</b>
Salaries and other benefits	863,665	919,984
Company contributions to defined contribution pension plans	79,917	123,670
	<u>943,582</u>	<u>1,043,654</u>



**BLACKWATER HOLDINGS LTD**

**NOTES TO THE ACCOUNTS AS AT 30 SEPTEMBER 2018  
(CONTINUED)**

<b>5) Staff costs</b>	<b>2018</b>	<b>2017</b>
	<b>£</b>	<b>£</b>
Wages and salaries	4,233,335	3,618,798
Social security costs	436,383	371,673
Other pension costs	189,726	185,107
	<u>4,859,444</u>	<u>4,175,578</u>
<b>Average number of employees during the year</b>	<b>Number</b>	<b>Number</b>
Administration	47	46
Distribution	18	18
Manufacturing	97	89
	<u>162</u>	<u>153</u>
<b>6) Interest payable</b>	<b>2018</b>	<b>2017</b>
	<b>£</b>	<b>£</b>
Bank loans and overdrafts	84,725	73,321
<b>7) Taxation</b>	<b>2018</b>	<b>2017</b>
<b>Analysis of charge for year</b>	<b>£</b>	<b>£</b>
Current tax:		
UK corporation tax on profits of the period	66,342	89,202
Foreign corporation tax	17,520	18,303
Deferred tax relating to timing differences	798	(31,023)
	<u>84,660</u>	<u>76,482</u>

**Factors affecting tax charge for period**

The differences between the tax assessed for the period and the standard rate of corporation tax are explained as follows:

	<b>2018</b>	<b>2017</b>
	<b>£</b>	<b>£</b>
Profit on ordinary activities before tax	853,329	1,011,262
Standard rate of corporation tax in the UK	19.0%	19.5%
	<b>£</b>	<b>£</b>
Profit on ordinary activities multiplied by the standard rate of corporation tax	162,132	197,196
Effect of:		
Capital allowances for period in excess of depreciation	(14,060)	3,705
Expenses which are not deductible for tax purposes	4,465	1,442
Allowance in respect of research and development	(23,700)	(21,870)
Losses brought forward utilised	(89,950)	(42,074)
Remeasurement of deferred tax	798	(31,023)
Other timing differences	44,975	(30,894)
Current tax charge for period	<u>84,660</u>	<u>76,482</u>

**BLACKWATER HOLDINGS LTD**

**NOTES TO THE ACCOUNTS AS AT 30 SEPTEMBER 2018  
(CONTINUED)**

**8) Tangible fixed assets**

<b>Group</b>	<b>Freehold Land and Buildings £</b>	<b>Plant, machinery and vehicles £</b>	<b>Total £</b>
<b>Cost</b>			
At 1 October 2017	3,999,884	6,740,843	10,740,727
Additions	25,064	670,365	695,429
Disposals	(5,000)	(225,088)	(230,088)
Foreign exchange movement	(27,454)	(63,823)	(91,277)
At 30 September 2018	<u>3,992,494</u>	<u>7,122,297</u>	<u>11,114,791</u>
<b>Depreciation</b>			
At 1 October 2017	1,291,726	4,962,125	6,253,851
Provided in year	78,645	364,887	443,532
Disposals	-	(190,945)	(190,945)
Foreign exchange movement	(14,341)	(47,319)	(61,660)
At 30 September 2018	<u>1,356,030</u>	<u>5,088,748</u>	<u>6,444,778</u>
<b>Net book value</b>			
At 30 September 2018	<u>2,636,464</u>	<u>2,033,549</u>	<u>4,670,013</u>
At 30 September 2017	<u>2,708,158</u>	<u>1,778,718</u>	<u>4,486,876</u>

# BLACKWATER HOLDINGS LTD

## NOTES TO THE ACCOUNTS AS AT 30 SEPTEMBER 2018 (CONTINUED)

### 9) Investments

Cost	Shares in subsidiary undertakings £
At 1 October 2017 and	
At 30 September 2018	<u>274,234</u>

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

Company	Registered office and country of incorporation	Shares held Class	Proportion held by Group	Company	Principal activity
Corewire Ltd	Station Rd West Ash Vale, Aldershot, GU12 5LZ, England	Ordinary	100%	100%	Manufacture and distribution of welding consumables
C.P.V. Ltd	Station Rd West Ash Vale, Aldershot, GU12 5LZ, England	Ordinary	100%	100%	Manufacture and distribution of pipe systems
Primecast *	Station Rd West Ash Vale, Aldershot, GU12 5LZ, England	Ordinary	100%	100%	
Dymet *	Station Rd West Ash Vale, Aldershot, GU12 5LZ, England	Ordinary	100%	100%	
Weldclad Ltd *	Station Rd West Ash Vale, Aldershot, GU12 5LZ, England	Ordinary	100%	-	
Kespar Technology Ltd*	Station Rd West Ash Vale, Aldershot, GU12 5LZ, England	Ordinary	100%	-	

# BLACKWATER HOLDINGS LTD

## NOTES TO THE ACCOUNTS AS AT 30 SEPTEMBER 2018 (CONTINUED)

### 9) Investments (Continued)

Corewire Surface Technology Pvt Ltd	6 Vanagaram Road Ayanambakkam Maduravoyal Chennai Tamil Nadu 602 102 India	Ordinary	80%	-	Manufacture and repair of continuous caster rolls for the steel industry
Corewire Surface Technology s.r.o.	Cesta do Hanisky c.5 040 15 Košice Slovakia	Ordinary	100%	-	Manufacture and repair of continuous caster rolls for the steel industry

\* Dormant companies did not trade during the year.

10) Stocks	Group		Company	
	2018 £	2017 £	2018 £	2017 £
Raw materials and consumables	2,301,678	2,155,438	-	-
Work in progress	480,426	555,417	-	-
Finished goods and goods for resale	1,331,849	1,363,002	-	-
	<u>4,113,953</u>	<u>4,073,857</u>	<u>-</u>	<u>-</u>

# BLACKWATER HOLDINGS LTD

## NOTES TO THE ACCOUNTS AS AT 30 SEPTEMBER 2018 (CONTINUED)

11) Debtors	Group		Company	
	2018	2017	2018	2017
	£	£	£	£
Trade debtors	4,200,463	3,747,434	-	-
Amounts owed by group undertakings	-	-	53,750	53,750
Prepayments and accrued income	415,818	391,931	-	-
	<u>4,616,281</u>	<u>4,139,365</u>	<u>53,750</u>	<u>53,750</u>

12) Creditors: Amounts falling due within one year	Group		Company	
	2018	2017	2018	2017
	£	£	£	£
Bank overdrafts (secured)	507,853	609,879	-	-
Bank loans (secured)	215,541	211,817	-	-
Trade creditors	1,563,221	1,428,974	-	-
Corporation tax	66,468	91,834	-	-
Other taxation and social security	210,506	73,409	-	-
Accruals and deferred income	699,623	766,799	-	-
	<u>3,263,212</u>	<u>3,182,712</u>	<u>-</u>	<u>-</u>

The bank loans and overdrafts are secured by a corporate company unlimited multilateral guarantee with other group companies, together with a debenture, including a fixed charge over all present freehold and leasehold property, and a first fixed charge over book and other debts, chattels, goodwill and uncalled capital, both present and future, and a first floating charge over all assets and undertaking.

# BLACKWATER HOLDINGS LTD

## NOTES TO THE ACCOUNTS AS AT 30 SEPTEMBER 2018 (CONTINUED)

13) Creditors: Amounts falling due after more than one year	Group		Company	
	2018 £	2017 £	2018 £	2017 £
Bank loans (secured)	1,554,831	1,733,658	-	-
	<u>1,554,831</u>	<u>1,733,658</u>	<u>-</u>	<u>-</u>

14) Share capital	Nominal value	Number	2018 £	2017 £
Allotted, called up and fully paid: Ordinary shares	£1 each	51,680	<u>51,680</u>	<u>51,680</u>

15) Dividends	Company	
	2018 £	2017 £
Dividends paid on ordinary shares	<u>146,254</u>	<u>116,302</u>

### 16) Controlling party

The directors regard Mr B J Boag as the ultimate controlling party by virtue of his 54% interest in the equity share capital of Blackwater Holdings Limited.

### 17) Presentation currency

The financial statements are presented in Sterling.

### 18) Legal form of entity and country of incorporation

Blackwater Holdings Ltd is a private company limited by shares and incorporated in England.

### 19) Principal place of business

The address of the company's principal place of business and registered office is:

Station Road West  
Ash Vale  
Aldershot  
Hampshire  
GU12 5LZ