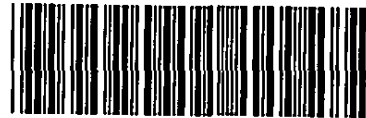


Company Registration No 06437348 (England and Wales)

BARNFATHER WIRE (MIDLANDS) LTD
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2012

FRIDAY



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COMPANIES HOUSE

BARNFATHER WIRE (MIDLANDS) LTD

COMPANY INFORMATION

| | |
|--------------------------|--|
| Directors | Mr J R G Barnfather Mr M Fenney (Appointed 1 April 2012) |
| Secretary | Mr J R G Barnfather |
| Company number | 06437348 |
| Registered office | Wire Mills Willenhall Road Darlaston Wednesbury West Midlands WS10 8JG |
| Auditors | AGS Accountants & Business Advisors Limited Castle Court 2 Castle Gate Way Dudley West Midlands DY1 4RH |
| Business address | Wire Mills Willenhall Road Darlaston Wednesbury West Midlands WS10 8JG |
| Bankers | Lloyds TSB The Bridge Walsall Po Box 46 The Bridge Walsall WS1 1LU |

BARNFATHER WIRE (MIDLANDS) LTD

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BARNFATHER WIRE (MIDLANDS) LTD

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2012

The directors present their report and financial statements for the year ended 31 December 2012

Principal activities and review of the business

The principal activity of the company continued to be that of wire drawing

The directors of Barnfather Wire (Midlands) Limited aim to provide a balanced overview of the performance and condition of our business during the past 12 months and as of the year end. Our report is consistent with the financial statements that have been produced and addresses any risks and uncertainties that our business may be subjected to.

Our business benefits from the vast expertise and knowledge that we directors have accumulated during our years trading within the UK steel industry. Such knowledge has allowed the business to remain financially sound whilst growing at a steady rate for a number of years.

We believe that the principle risk facing our business is the health of the UK economy. Businesses across the UK are still suffering which is evident within the steel industry. Careful planning and knowledge of the industry has enabled us to buy at the correct times and to trade with the correct businesses to ensure the stability of business.

At the year ended 31 December 2012 we believe the business to be financially and operationally sound.

Steel prices have remained high throughout this financial year. This has contributed to a slight decrease in gross profit margin again this year.

Results and dividends

The results for the year are set out on page 5.

The directors do not recommend payment of an ordinary dividend.

Future developments

Plans are in place to target customers where greater profit margins can be achieved whilst minimising the risk of exposure to bad debts. The end result of such plans is anticipated to be further growth within the UK steel industry whilst maintaining the financial stability of the business.

Directors

The following directors have held office since 1 January 2012:

Mr J R G Barnfather

Mr T Dalley

Mr M Fenney

(Resigned 30 September 2012)

(Appointed 1 April 2012)

Charitable donations

2012

2011

£

£

During the year the company made the following payments:

Charitable donations

1,445

2,473

Auditors

AGS Accountants & Business Advisors Limited were appointed auditors to the company and in accordance with section 485 of the Companies Act 2006, a resolution proposing that they be re-appointed will be put at a General Meeting.

BARNFATHER WIRE (MIDLANDS) LTD

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2012

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 profit or loss of the company for that period. In preparing these financial statements, the directors are required to

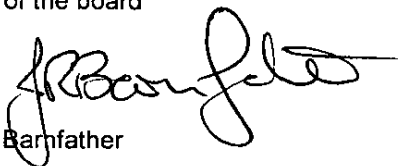
- select suitable accounting policies and then apply them consistently,
- make judgements and accounting estimates that are reasonable and prudent,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business

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

Statement of disclosure to auditors

So far as the directors are aware, there is no relevant audit information of which the company'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 company's auditors are aware of that information.

On behalf of the board



Mr J R G Barnfather
Director

1 May 2013

BARNFATHER WIRE (MIDLANDS) LTD

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF BARNFATHER WIRE (MIDLANDS) LTD

We have audited the financial statements of Barnfather Wire (Midlands) Ltd for the year ended 31 December 2012 set out on pages 5 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 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 - 2, 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 Directors' 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 company's affairs as at 31 December 2012 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 Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

BARNFATHER WIRE (MIDLANDS) LTD

INDEPENDENT AUDITORS' REPORT (CONTINUED)

TO THE MEMBERS OF BARNFATHER WIRE (MIDLANDS) LTD

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

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

Mr Peter Squire FCA (Senior Statutory Auditor)

for and on behalf of AGS Accountants & Business Advisors Limited

1 May 2013

Accountants

Statutory Auditor

Castle Court 2
Castle Gate Way
Dudley
West Midlands
DY1 4RH

BARNFATHER WIRE (MIDLANDS) LTD

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2012

| | Notes | 2012 £ | 2011 £ |
|---|-------|-------------|-------------|
| Turnover | 2 | 8,596,260 | 8,300,592 |
| Cost of sales | | (6,829,856) | (6,080,700) |
| Gross profit | | 1,766,404 | 2,219,892 |
| Administrative expenses | | (1,751,037) | (2,208,862) |
| Operating profit | 3 | 15,367 | 11,030 |
| Interest payable and similar charges | 4 | (1,621) | (6,375) |
| Profit on ordinary activities before taxation | | 13,746 | 4,655 |
| Tax on profit on ordinary activities | 5 | (11,296) | (1,423) |
| Profit for the year | 13 | 2,450 | 3,232 |

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

There are no recognised gains and losses other than those passing through the profit and loss account

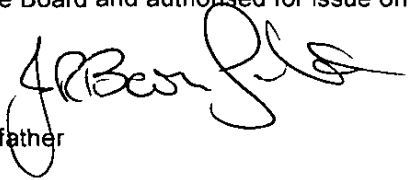
BARNFATHER WIRE (MIDLANDS) LTD

BALANCE SHEET

AS AT 31 DECEMBER 2012

| | Notes | 2012 £ | £ | 2011 £ | £ |
|--|-------|--------------------|-----------------|--------------------|----------------|
| Fixed assets | | | | | |
| Tangible assets | 6 | | 150,513 | | 181,961 |
| Current assets | | | | | |
| Stocks | 7 | 1,453,734 | | 2,433,092 | |
| Debtors | 8 | 2,073,831 | | 1,846,522 | |
| Cash at bank and in hand | | 876 | | 1,031 | |
| | | <u>3,528,441</u> | | <u>4,280,645</u> | |
| Creditors' amounts falling due within one year | 9 | <u>(3,139,167)</u> | | <u>(3,959,169)</u> | |
| Net current assets | | | <u>389,274</u> | | <u>321,476</u> |
| Total assets less current liabilities | | | <u>539,787</u> | | <u>503,437</u> |
| Creditors' amounts falling due after more than one year | 10 | | <u>(33,900)</u> | | <u>-</u> |
| | | | <u>505,887</u> | | <u>503,437</u> |
| Capital and reserves | | | | | |
| Called up share capital | 12 | | 500,000 | | 500,000 |
| Profit and loss account | 13 | | 5,887 | | 3,437 |
| Shareholders' funds | 14 | | <u>505,887</u> | | <u>503,437</u> |

Approved by the Board and authorised for issue on 1 May 2013


Mr J R G Barnfather
Director

Company Registration No 06437348

BARNFATHER WIRE (MIDLANDS) LTD

CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2012

| | £ | 2012 £ | £ | 2011 £ |
|--|-----------|-----------|-----------|-----------|
| Net cash inflow/(outflow) from operating activities | | 411,834 | | (576,100) |
| Returns on investments and servicing of finance | | | | |
| Interest paid | (1,621) | | (6,375) | |
| Net cash outflow for returns on investments and servicing of finance | | (1,621) | | (6,375) |
| Taxation | | (1,423) | | (3,567) |
| Capital expenditure | | | | |
| Payments to acquire tangible assets | (140,600) | | (144,409) | |
| Receipts from sales of tangible assets | 80,500 | | 56,000 | |
| Net cash outflow for capital expenditure | | (60,100) | | (88,409) |
| Net cash inflow/(outflow) before management of liquid resources and financing | | 348,690 | | (674,451) |
| Financing | | | | |
| Capital element of hire purchase contracts | 50,544 | | - | |
| Net cash inflow/(outflow) from financing | | 50,544 | | - |
| Increase/(decrease) in cash in the year | | 399,234 | | (674,451) |

BARNFATHER WIRE (MIDLANDS) LTD

NOTES TO THE CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2012

| 1 | Reconciliation of operating profit to net cash inflow/(outflow) from operating activities | 2012 | 2011 |
|---|---|----------------|------------------|
| | | £ | £ |
| | Operating profit | 15,367 | 11,030 |
| | Depreciation of tangible assets | 77,548 | 62,969 |
| | Loss on disposal of tangible assets | 14,000 | 5,032 |
| | Decrease/(increase) in stocks | 979,358 | (695,468) |
| | Increase in debtors | (227,309) | (143,127) |
| | (Decrease)/Increase in creditors within one year | (447,130) | 183,464 |
| | Net cash inflow/(outflow) from operating activities | 411,834 | (576,100) |

| 2 | Analysis of net debt | 1 January 2012 | Cash flow | Other non-cash changes | 31 December 2012 |
|---|--------------------------|------------------|----------------|------------------------|------------------|
| | | £ | £ | £ | £ |
| | Net cash | | | | |
| | Cash at bank and in hand | 1,031 | (155) | - | 876 |
| | Bank overdrafts | (702,921) | 399,389 | - | (303,532) |
| | | <u>(701,890)</u> | <u>399,234</u> | <u>-</u> | <u>(302,656)</u> |
| | Bank deposits | - | - | - | - |
| | Debt | | | | |
| | Finance leases | - | (50,544) | - | (50,544) |
| | Net debt | (701,890) | 348,690 | - | (353,200) |

| 3 | Reconciliation of net cash flow to movement in net debt | 2012 | 2011 |
|---|---|------------------|------------------|
| | | £ | £ |
| | Increase/(decrease) in cash in the year | 399,234 | (674,451) |
| | Cash inflow from increase in debt and lease financing | (50,544) | - |
| | Movement in net debt in the year | 348,690 | (674,451) |
| | Opening net debt | (701,890) | (27,439) |
| | Closing net debt | (353,200) | (701,890) |

BARNFATHER WIRE (MIDLANDS) LTD

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2012

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), which have been applied consistently (except as otherwise stated)

1.3 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. 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

| | |
|--------------------------------|----------------------|
| Plant and machinery | 50% straight line |
| Fixtures, fittings & equipment | 33% straight line |
| Motor vehicles | 25% reducing balance |

1.5 Leasing

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

1.6 Stock

Stock is valued at the lower of cost and net realisable value

1.7 Pensions

The company operates a defined contribution scheme for the benefit of its employees. Contributions payable are charged to the profit and loss account in the year they are payable.

1.8 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 profit and loss account.

BARNFATHER WIRE (MIDLANDS) LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2012

1 Accounting policies

(continued)

1 9 Employer-Financed Retirement Benefit Scheme (EFRBS)

During the year the Company resolved to establish an employer financed retirement benefit scheme for the benefit of its officers, employees and their wider families, The Barnfather Wire (Midlands) Limited 2013 EFRBS ('the Scheme')

In accordance with Financial Reporting Standards, the Directors consider that a constructive obligation existed as at 31 December 2012 as a result of the resolution made at a meeting if the Directors beforehand. It was therefore considered that an accrual should be recognised in the accounts of £500,200.00 on the basis that as at 31 December 2012 the Company had a present constructive obligation as a result of a past event, that the Directors believed that a transfer of economic benefits would be required to settle the obligation, and that an accurate estimate could be made of the amount of the obligation. On 7 March 2013 the Company established the Scheme and within 9 months of the accounting year end the Company made contributions of £500,200.00 in total under the Scheme.

In accordance with UITF Abstract 32 'Employee Benefit Trusts and other intermediate payment arrangements', the Company does not include the assets and liabilities of the Scheme on its balance sheet to the extent that it considers that it will not retain any future economic benefit from the assets of the Scheme and will not have control of the rights or other access to those future economic benefits.

2 Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the United Kingdom.

3 Operating profit

2012

2011

£

£

Operating profit is stated after charging

Employer Financed Retirement Benefit Scheme Contribution

500,200

-

Depreciation of tangible assets

77,548

62,969

Loss on disposal of tangible assets

14,000

5,032

Loss on foreign exchange transactions

4

412

Operating lease rentals

79,589

79,589

Auditors' remuneration (including expenses and benefits in kind)

5,000

4,725

Remuneration receivable by the auditors for other services has been disclosed on the group financial statements.

4 Interest payable

2012

2011

£

£

On bank loans and overdrafts

1,621

6,375

BARNFATHER WIRE (MIDLANDS) LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2012

| 5 | Taxation | 2012 £ | 2011 £ |
|---|---|-----------|-----------|
| | Domestic current year tax | | |
| | U K corporation tax | 11,296 | 1,423 |
| | Total current tax | 11,296 | 1,423 |
| | Factors affecting the tax charge for the year | | |
| | Profit on ordinary activities before taxation | 13,746 | 4,655 |
| | Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 20 00% (2011 - 20 00%) | 2,749 | 931 |
| | Effects of | | |
| | Non deductible expenses | 3,192 | 3,845 |
| | Depreciation add back | 18,310 | 13,600 |
| | Capital allowances | (12,955) | (10,569) |
| | Group relief claimed | - | (6,402) |
| | Effect of change of rate of corporation tax | - | 18 |
| | | 8,547 | 492 |
| | Current tax charge for the year | 11,296 | 1,423 |

Deferred taxation has not been provided in respect of taxation deferred by timing differences, which in the opinion of the directors will not reverse in the future

BARNFATHER WIRE (MIDLANDS) LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2012

6 Tangible fixed assets

| | Plant and machinery | Fixtures, fittings & equipment | Motor vehicles | Total |
|-----------------------|------------------------|--------------------------------------|-------------------|-----------|
| | £ | £ | £ | £ |
| Cost | | | | |
| At 1 January 2012 | 45,798 | 35,915 | 201,442 | 283,155 |
| Additions | 41,562 | - | 99,038 | 140,600 |
| Disposals | - | - | (125,240) | (125,240) |
| At 31 December 2012 | 87,360 | 35,915 | 175,240 | 298,515 |
| Depreciation | | | | |
| At 1 January 2012 | 40,091 | 18,455 | 42,648 | 101,194 |
| On disposals | - | - | (30,740) | (30,740) |
| Charge for the year | 24,653 | 11,969 | 40,926 | 77,548 |
| At 31 December 2012 | 64,744 | 30,424 | 52,834 | 148,002 |
| Net book value | | | | |
| At 31 December 2012 | 22,616 | 5,491 | 122,406 | 150,513 |
| At 31 December 2011 | 5,707 | 17,460 | 158,794 | 181,961 |

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

| | Motor vehicles £ |
|---|------------------------|
| Net book values | |
| At 31 December 2012 | 64,223 |
| Depreciation charge for the year | |
| At 31 December 2012 | 14,821 |

| 7 Stocks | 2012 £ | 2011 £ |
|-------------------------------------|-----------|-----------|
| Finished goods and goods for resale | 1,453,734 | 2,433,092 |

BARNFATHER WIRE (MIDLANDS) LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2012

| 8 Debtors | 2012 £ | 2011 £ |
|---|------------------|------------------|
| Trade debtors | 1,269,136 | 930,174 |
| Amounts owed by parent and fellow subsidiary undertakings | 775,333 | 888,804 |
| Prepayments and accrued income | 29,362 | 27,544 |
| | <u>2,073,831</u> | <u>1,846,522</u> |

| 9 Creditors amounts falling due within one year | 2012 £ | 2011 £ |
|---|------------------|------------------|
| Bank overdraft | 303,532 | 702,921 |
| Net obligations under finance leases | 16,644 | - |
| Trade creditors | 1,266,064 | 1,027,793 |
| Amounts owed to parent and fellow subsidiary undertakings | 855,554 | 1,038,654 |
| Corporation tax | 11,296 | 1,423 |
| Other taxes and social security costs | 62,387 | 109,182 |
| Other creditors | 4,973 | 900,000 |
| Accruals and deferred income | 618,717 | 179,196 |
| | <u>3,139,167</u> | <u>3,959,169</u> |

The bank overdraft is secured by way of a debenture (created 15 January 2008) and an unlimited guarantee (created 5 October 2009). These are secured as a fixed and floating charges over all present and future assets of Barnfather Wire (Midlands) Limited. Additional security is provided by way of an omnibus guarantee and set off agreement in favour of Lloyds TSB Bank Plc securing all monies due or to become due to the company on any account. This was created on 30th March 2011.

| 10 Creditors amounts falling due after more than one year | 2012 £ | 2011 £ |
|---|---------------|-----------|
| Net obligations under finance leases | <u>33,900</u> | <u>-</u> |
| Net obligations under finance leases | | |
| Repayable between one and five years | 50,544 | - |
| | <u>50,544</u> | <u>-</u> |
| Included in liabilities falling due within one year | (16,644) | - |
| | <u>33,900</u> | <u>-</u> |

BARNFATHER WIRE (MIDLANDS) LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2012

11 Pension and other post-retirement benefit commitments Defined contribution

| | 2012 £ | 2011 £ |
|---|-----------|-----------|
| Contributions payable by the company for the year | 11,091 | 8,789 |

12 Share capital

| | 2012 £ | 2011 £ |
|--|-----------|-----------|
| Allotted, called up and fully paid 500,000 Ordinary Shares of £1 each | 500,000 | 500,000 |

13 Statement of movements on profit and loss account

| | Profit and loss account £ |
|-----------------------------|------------------------------------|
| Balance at 1 January 2012 | 3,437 |
| Profit for the year | 2,450 |
| Balance at 31 December 2012 | 5,887 |

14 Reconciliation of movements in shareholders' funds

| | 2012 £ | 2011 £ |
|-------------------------------|-----------|-----------|
| Profit for the financial year | 2,450 | 3,232 |
| Opening shareholders' funds | 503,437 | 500,205 |
| Closing shareholders' funds | 505,887 | 503,437 |

BARNFATHER WIRE (MIDLANDS) LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2012

15 Financial commitments

At 31 December 2012 the company was committed to making the following payments under non-cancellable operating leases in the year to 31 December 2013

| | Other 2012 £ | 2011 £ |
|---|--------------------|-----------|
| Operating leases which expire Between two and five years | 6,467 | - |

16 Directors' remuneration

| | 2012 £ | 2011 £ |
|--------------------------------------|-----------|-----------|
| Remuneration for qualifying services | 180,892 | 126,255 |

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

| | | |
|--------------------------------------|--------|--------|
| Remuneration for qualifying services | 91,341 | 85,076 |
|--------------------------------------|--------|--------|

During the year the Company, in order to motivate and incentivise its officers and employees, resolved to establish an employer financed retirement benefit scheme for the benefit of the Company's officers, employees and their wider families, The Barnfather Wire (Midlands) Limited 2013 EFRBS ('the Scheme')

Contributions were made to the Scheme within 9 months of the end of the accounting period which created value in the Scheme. The amount of such value which is held on terms which are discretionary was £495,050.00. Because no earmarking has yet taken place in respect of this amount, it is not considered that this amount can be regarded as directors' remuneration and, therefore, it has been excluded from the overall figure above and the remuneration of the highest paid director.

BARNFATHER WIRE (MIDLANDS) LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2012

17 Employees

Number of employees

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

| | 2012 Number | 2011 Number |
|----------------------|----------------|----------------|
| Senior Management | 3 | 2 |
| Administrative Staff | 9 | 10 |
| Production Staff | 16 | 17 |
| | <u>28</u> | <u>29</u> |

Employment costs

| | 2012 £ | 2011 £ |
|-----------------------|----------------|------------------|
| Wages and salaries | 856,048 | 1,799,679 |
| Social security costs | 106,814 | 100,074 |
| Other pension costs | 11,091 | 8,789 |
| | <u>973,953</u> | <u>1,908,542</u> |

18 Control

The ultimate parent company is Barnfather Holdings Limited, a company registered in England and Wales

Copies of the ultimate company's accounts can be obtained from Companies House, Crown Way, Cardiff, CF4 3UZ

19 Related party relationships and transactions

Barnfather Holdings Limited is the parent company of Barnfather Wire (Midlands) Limited. During the year Barnfather Wire (Midlands) Limited made purchases from Barnfather Holdings Limited of £90,501 (2011 £50,501). At the balance sheet date Barnfather Wire (Midlands) Limited owed Barnfather Holdings Limited £855,554 (2011 £1,038,654).

AGS Dormant 1 Limited (Formerly Barnfather Wire Limited) is a fellow subsidiary of Barnfather Wire (Midlands) Limited which is now dormant. At the balance sheet date AGS Dormant 1 Limited owed an inter-company debt of nil (2011 £31,417) to Barnfather Wire (Midlands) Limited.

Gibson Trading Limited is a fellow subsidiary of Barnfather Wire (Midlands) Limited. During the year Barnfather Wire (Midlands) Limited made sales to Gibson Trading Limited of £3,854,097. At the year end Gibson Trading Limited owed an intercompany debt of £775,333 (2011 £857,387) to Barnfather Wire (Midlands) Limited.