

CO.H.

COLESHILL ALUMINIUM LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 AUGUST 2012

Company Registration Number 00585158

FRIDAY



A51 *A1094QXN* #28
21/12/2012
COMPANIES HOUSE

COLESHILL ALUMINIUM LIMITED
ABBREVIATED ACCOUNTS
YEAR ENDED 31 AUGUST 2012

CONTENTS	PAGES
The directors' report	1 to 2
Independent auditor's report to the company	3
Abbreviated profit and loss account	4
Abbreviated balance sheet	5
Cash flow statement	6
Notes to the abbreviated accounts	7 to 14

COLESHILL ALUMINIUM LIMITED

THE DIRECTORS' REPORT

YEAR ENDED 31 AUGUST 2012

The directors present their report and the financial statements of the company for the year ended 31 August 2012

Principal activities and business review

The principal activity of the company during the year was that of smelting and refining aluminium. No changes are foreseen in the immediate future.

Fair review of the business

Turnover decreased by 17% during the year, mainly due to the reduction in the price of Aluminium and also the reduced volume of traded business done during the year. The fall in Aluminium prices during the year has also had a considerable impact on profit margins.

Overhead costs have been well controlled during the year.

The directors consider the performance to have been reasonable within a very difficult trading period and consider the company well placed to meet the challenges in the foreseeable future.

Results and dividends

The profit for the year, after taxation, amounted to £36,963. The directors have not recommended a dividend.

Financial risk management objectives and policies

The business's principal financial instruments comprise bank balances, trade debtors, trade creditors and loans to the business. The main purpose of these instruments is to finance the business's operations.

All of the business's cash balances are held in such a way that achieves a competitive rate of interest. The business makes use of money market facilities where funds are available.

Trade debtors are managed in respect of credit and cash flow risk by policies concerning the credit offered to customers and the regular monitoring of amounts outstanding for both time and credit limits. The amounts presented in the balance sheet are net of allowances for doubtful debts.

Trade creditors' liquidity risk is managed by ensuring sufficient funds are available to meet amounts due.

Loans comprise loans from the directors. The business manages the liquidity risk by ensuring that there are sufficient funds to meet payments.

Directors

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

D H Evans
Mrs S D Evans
P H Evans
R B Evans
A C Evans
Mrs A E Miller

D H Evans passed away on 9 October 2011.

COLESHILL ALUMINIUM LIMITED
THE DIRECTORS' REPORT *(continued)*
YEAR ENDED 31 AUGUST 2012

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

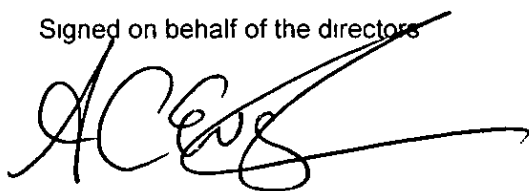
- select suitable accounting policies and then apply them consistently,
- make judgements and estimates that are reasonable and prudent, and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business

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.

In so far as the directors are, individually, 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

Signed on behalf of the directors



A C Evans
Director

Approved by the directors on 17 December 2012

COLESHILL ALUMINIUM LIMITED
INDEPENDENT AUDITOR'S REPORT TO COLESHILL ALUMINIUM
LIMITED

UNDER SECTION 449 OF THE COMPANIES ACT 2006

We have examined the abbreviated accounts set out on pages 4 to 14, together with the financial statements of Colehill Aluminium Limited for the year ended 31 August 2012 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.

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.

RSM Tenon Audit Limited

Vivian Shadbolt BSc FCA, Senior Statutory Auditor
For and on behalf of

RSM Tenon Audit Limited
Statutory Auditors
Charterhouse
Legge Street
Birmingham
B4 7EU

20 December 2012

COLESHILL ALUMINIUM LIMITED
ABBREVIATED PROFIT AND LOSS ACCOUNT
YEAR ENDED 31 AUGUST 2012

	Note	2012 £	2011 £
Turnover		11,407,834	13,820,962
Cost of Sales and Other operating income		(10,700,543)	(12,891,022)
Distribution costs		(117,342)	(134,590)
Administrative expenses		(536,523)	(542,633)
Operating profit	2	<u>53,426</u>	<u>252,717</u>
Interest receivable		1,742	1,455
Profit on ordinary activities before taxation		<u>55,168</u>	<u>254,172</u>
Tax on profit on ordinary activities	5	(18,205)	(62,131)
Profit for the financial year		<u><u>36,963</u></u>	<u><u>192,041</u></u>

All of the activities of the company are classed as continuing

The company has no recognised gains or losses other than the results for the year as set out above

The notes on pages 7 to 14 form part of these abbreviated accounts

COLESHILL ALUMINIUM LIMITED

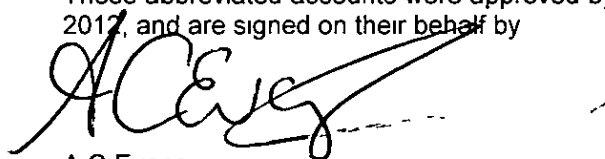
Registered Number 00585158

ABBREVIATED BALANCE SHEET**31 AUGUST 2012**

	Note	2012 £	£	2011 £	£
Fixed assets					
Tangible assets	6		169,550		203,237
Current assets					
Stocks	7	1,178,273		1,176,680	
Debtors	8	2,730,068		3,677,903	
Cash at bank and in hand		1,026,737		891,475	
		<u>4,935,078</u>		<u>5,746,058</u>	
Creditors. Amounts falling due within one year	10	<u>(2,354,377)</u>		<u>(3,236,007)</u>	
Net current assets			2,580,701		2,510,051
Total assets less current liabilities			<u>2,750,251</u>		<u>2,713,288</u>
Capital and reserves					
Called-up share capital	12		1,250		1,250
Share premium account	13		436,250		436,250
Profit and loss account	14		2,312,751		2,275,788
Shareholders' funds	15		<u>2,750,251</u>		<u>2,713,288</u>

These abbreviated accounts 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 17 December 2012, and are signed on their behalf by



A C Evans
Director

The notes on pages 7 to 14 form part of these abbreviated accounts

COLESHILL ALUMINIUM LIMITED
CASH FLOW STATEMENT
YEAR ENDED 31 AUGUST 2012

	Note	2012		2011	
		£	£	£	£
Net cash inflow/(outflow) from operating activities	17		178,525		(240,139)
Returns on investments and servicing of finance	17		1,742		1,455
Taxation	17		(50,605)		(94,831)
Capital expenditure					
Payments to acquire tangible fixed assets		(5,550)		(66,341)	
Receipts from sale of fixed assets		<u>11,150</u>		<u>18,755</u>	
Net cash inflow/(outflow) from capital expenditure			5,600		(47,586)
Increase/(decrease) in cash	17		<u>135,262</u>		<u>(381,101)</u>

The notes on pages 7 to 14 form part of these abbreviated accounts

COLESHILL ALUMINIUM LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 31 AUGUST 2012

1 Accounting policies

Basis of accounting

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

Turnover

Turnover represents the value, net of value added tax, of goods and services supplied to customers during the year

Depreciation

Depreciation is calculated so as to write off the cost of an asset, net of anticipated disposal proceeds, over the useful economic life of that asset as follows

Freehold Property	Land - Nil, Buildings - 4% on cost
Plant & Machinery	15% on reducing balance
Fixtures & Fittings	15% - 40% reducing balance and 20% on cost
Motor Vehicles	25% on reducing balance

Stocks

Stock is valued at the lower of cost and net realisable value, after due regard for obsolete and slow moving stocks. Net realisable value is based on selling price less anticipated costs to completion and selling costs

Pension costs

The company operates a defined contribution pension scheme. Contributions are charged in the profit and loss account as they become payable in accordance with the rules of the scheme

Deferred taxation

Deferred tax is recognised, without discounting, in respect of all timing differences between the treatment of certain items for taxation and accounting purposes, which have arisen but not reversed by the balance sheet date, except as required by FRS19

Deferred tax is measured at the rates that are expected to apply in the periods in which timing differences are expected to reverse, based on tax rates and laws enacted at the balance sheet date

2. Operating profit

Operating profit is stated after charging/(crediting)

	2012	2011
	£	£
Depreciation of owned fixed assets	27,884	36,509
Loss/(profit) on disposal of fixed assets	203	(7,196)
Auditors remuneration	<u>7,000</u>	<u>7,935</u>

COLESHILL ALUMINIUM LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 31 AUGUST 2012

3. Particulars of employees

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

	2012	2011
	No	No
Number of production staff	23	24
Number of administrative staff	8	8
	<u>31</u>	<u>32</u>

The aggregate payroll costs of the above were

	2012	2011
	£	£
Wages and salaries	747,352	763,443
Social security costs	77,607	81,261
Other pension costs	92,270	87,270
	<u>917,229</u>	<u>931,974</u>

4 Directors' remuneration

The directors' aggregate remuneration in respect of qualifying services were

	2012	2011
	£	£
Remuneration receivable	212,039	234,515
Value of company pension contributions to money purchase schemes	92,270	87,270
	<u>304,309</u>	<u>321,785</u>

Remuneration of highest paid director

	2012	2011
	£	£
Total remuneration (excluding pension contributions)	64,215	63,000
Value of company pension contributions to money purchase schemes	30,180	28,513
	<u>94,395</u>	<u>91,513</u>

The number of directors on whose behalf the company made pension contributions was as follows

	2012	2011
	No	No
Money purchase schemes	<u>4</u>	<u>4</u>

COLESHILL ALUMINIUM LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 31 AUGUST 2012

5. Taxation on ordinary activities

(a) Analysis of charge in the year

	2012		2011	
	£	£	£	£
In respect of the year				
UK Corporation tax		16,000		47,000
(Over) / under provision in prior year		3,605		(169)
		<u>19,605</u>		<u>46,831</u>
Deferred tax				
Origination and reversal of timing differences	(1,400)		15,300	
Total deferred tax (note 9)		(1,400)		15,300
Tax on profit on ordinary activities		<u>18,205</u>		<u>62,131</u>

(b) Factors affecting current tax charge

	2012		2011	
	£		£	
Profit on ordinary activities before taxation		<u>55,168</u>		<u>254,172</u>
Profit on ordinary activities by rate of tax		11,034		69,037
Effects of				
Expenses not deductible for tax purposes		1,806		1,153
Capital allowances for period in excess of depreciation		2,050		(8,778)
Adjustments to tax charge in respect of previous periods		3,605		(169)
Marginal relief		-		(8,979)
Other short term timing differences		1,110		(5,433)
Total current tax (note 5(a))		<u>19,605</u>		<u>46,831</u>

COLESHILL ALUMINIUM LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 31 AUGUST 2012

6. Tangible fixed assets

	Freehold Property £	Plant & Machinery £	Fixtures & Fittings £	Motor Vehicles £	Total £
Cost					
At 1 September 2011	159,550	646,424	50,768	218,057	1,074,799
Additions	–	5,550	–	–	5,550
Disposals	–	(11,319)	–	(19,970)	(31,289)
At 31 August 2012	<u>159,550</u>	<u>640,655</u>	<u>50,768</u>	<u>198,087</u>	<u>1,049,060</u>
Depreciation					
At 1 September 2011	81,257	580,807	44,953	164,545	871,562
Charge for the year	2,500	11,181	1,723	12,480	27,884
On disposals	–	(9,951)	–	(9,985)	(19,936)
At 31 August 2012	<u>83,757</u>	<u>582,037</u>	<u>46,676</u>	<u>167,040</u>	<u>879,510</u>
Net book value					
At 31 August 2012	<u>75,793</u>	<u>58,618</u>	<u>4,092</u>	<u>31,047</u>	<u>169,550</u>
At 31 August 2011	<u>78,293</u>	<u>65,617</u>	<u>5,815</u>	<u>53,512</u>	<u>203,237</u>

Freehold land and buildings

The gross book value of freehold land and buildings includes £159,085 (2011 - £159,085) of depreciable assets

7. Stocks

	2012 £	2011 £
Raw materials	594,198	681,324
Finished goods	584,075	495,356
	<u>1,178,273</u>	<u>1,176,680</u>

8 Debtors

	2012 £	2011 £
Trade debtors	2,671,443	3,625,386
Prepayments and accrued income	52,025	47,317
Deferred taxation (note 9)	6,600	5,200
	<u>2,730,068</u>	<u>3,677,903</u>

COLESHILL ALUMINIUM LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 31 AUGUST 2012

9 Deferred taxation

The deferred tax included in the Balance sheet is as follows

	2012	2011
	£	£
Included in debtors (note 8)	<u>6,600</u>	<u>5,200</u>

The movement in the deferred taxation account during the year was

	2012	2011
	£	£
At 1 September 2011	5,200	20,500
Profit and loss account movement arising during the year	1,400	(15,300)
At 31 August 2012	<u>6,600</u>	<u>5,200</u>

The balance of the deferred taxation account consists of the tax effect of timing differences in respect of

	2012	2011
	£	£
Excess of taxation allowances over depreciation on fixed assets	(8,400)	(13,000)
Other timing differences	15,000	18,200
	<u>6,600</u>	<u>5,200</u>

10. Creditors: Amounts falling due within one year

	2012	2011
	£	£
Trade creditors	846,442	1,352,127
Amounts owed to related undertakings	1,223,996	1,505,820
Corporation tax	16,000	47,000
PAYE and social security	22,280	28,633
VAT	50,815	50,783
Other creditors	860	1,994
Directors current accounts	90,529	163,050
Accruals and deferred income	103,455	86,600
	<u>2,354,377</u>	<u>3,236,007</u>

COLESHILL ALUMINIUM LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 31 AUGUST 2012

11. Related party transactions

Coleshill Aluminium (Swarf) Limited and Coleshill Laboratories Limited are controlled by certain directors and their close family members

Coleshill Aluminium (Swarf) Limited

	2012 £	2011 £
Purchases	188,053	181,727
Management charges receivable	(15,000)	(15,000)

	2012 £	2011 £
Year End Creditor	1,176,377	1,164,934

Coleshill Laboratories Limited

	2012 £	2011 £
Management charges receivable	(36,000)	(36,000)

	2012 £	2011 £
Year End Creditor	47,619	46,316

Certain administration costs are incurred by Coleshill Aluminium Limited and recharged at cost to Coleshill Aluminium (Swarf) Limited and Coleshill Laboratories Limited

At 31 August 2011 Coleshill Aluminium Limited owed Coleshill Alloy Sales Limited £294,570. This amount was subsequently cleared and Coleshill Alloy Sales Limited was dissolved on 13 December 2011.

Directors' loan accounts

Amounts owed to directors at the year end amounted to £90,529 (2011 - £163,050)

12 Share capital

Allotted, called up and fully paid

	2012		2011	
	No	£	No	£
1,250 Ordinary shares of £1 each	<u>1,250</u>	<u>1,250</u>	<u>1,250</u>	<u>1,250</u>

13. Share premium account

There was no movement on the share premium account during the financial year

COLESHILL ALUMINIUM LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 31 AUGUST 2012

14. Profit and loss account

	2012 £	2011 £
Balance brought forward	2,275,788	2,083,747
Profit for the financial year	36,963	192,041
Balance carried forward	<u>2,312,751</u>	<u>2,275,788</u>

15. Reconciliation of movements in shareholders' funds

	2012 £	2011 £
Profit for the financial year	36,963	192,041
Opening shareholders' funds	2,713,288	2,521,247
Closing shareholders' funds	<u>2,750,251</u>	<u>2,713,288</u>

16. Pension scheme

Defined contribution pension scheme

The company operates a defined contribution pension scheme. The pension cost charge for the period represents contributions payable by the company to the scheme and amounted to £92,270 (2011 - £87,270)

There were outstanding contributions of £75,000 at the end of the financial year (2011 £70,000)

17. Notes to the cash flow statement

Reconciliation of operating profit to net cash inflow/(outflow) from operating activities

	2012 £	2011 £
Operating profit	53,426	252,717
Depreciation	27,884	36,509
Loss/(profit) on disposal of fixed assets	203	(7,196)
Increase in stocks	(1,593)	(367,745)
Decrease/(increase) in debtors	949,235	(428,645)
(Decrease)/increase in creditors	(850,630)	274,221
Net cash inflow/(outflow) from operating activities	<u>178,525</u>	<u>(240,139)</u>

Returns on investments and servicing of finance

	2012 £	2011 £
Interest received	1,742	1,455
Net cash inflow from returns on investments and servicing of finance	<u>1,742</u>	<u>1,455</u>

COLESHILL ALUMINIUM LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 31 AUGUST 2012

17. Notes to the cash flow statement (continued)

Taxation

	2012	2011
	£	£
Taxation	<u>(50,605)</u>	<u>(94,831)</u>

Reconciliation of net cash flow to movement in net funds

	2012	2011
	£	£
Increase/(decrease) in cash in the period	<u>135,262</u>	<u>(381,101)</u>
Movement in net funds in the period	<u>135,262</u>	<u>(381,101)</u>
Net funds at 1 September 2011	<u>891,475</u>	<u>1,272,576</u>
Net funds at 31 August 2012	<u>1,026,737</u>	<u>891,475</u>

Analysis of changes in net funds

	At		At
	1 September	Cash flows	31 August
	2011	£	2012
	£		£
Net cash			
Cash in hand and at bank	<u>891,475</u>	<u>135,262</u>	<u>1,026,737</u>
Net funds	<u>891,475</u>	<u>135,262</u>	<u>1,026,737</u>

18. Controlling entity

The company was controlled throughout the current and previous period by the directors by virtue of them holding a majority of the issued ordinary share capital