

Registered number: 00585158

**Coleshill Aluminium Limited**

Directors' report and financial statements

for the year ended 31 August 2014

TUESDAY



\*A3NBDWQG\*

A07

23/12/2014

#24

COMPANIES HOUSE

**DAINS**  
ACCOUNTANTS

**Coleshill Aluminium Limited**

**Company Information**

---

<b>Directors</b>	Mrs S D Evans P H Evans R B Evans A C Evans Mrs A E Miller
<b>Registered number</b>	00585158
<b>Registered office</b>	Gorse Lane Coleshill Warwickshire B46 1JU
<b>Independent auditors</b>	Dains LLP 15 Colmore Row Birmingham B3 2BH

**Coleshill Aluminium Limited**

**Contents**

---

	Page
<b>Strategic report</b>	1
<b>Directors' report</b>	2 - 3
<b>Independent auditors' report</b>	4 - 5
<b>Profit and loss account</b>	6
<b>Balance sheet</b>	7
<b>Cash flow statement</b>	8
<b>Notes to the financial statements</b>	9 - 16

**Coleshill Aluminium Limited**

**Strategic report  
for the year ended 31 August 2014**

---

**Principal activities**

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

**Business review**

Turnover increased by 3.4% during the year. Gross profit increased to £633k in 2014 from £619k in 2013.

Overhead costs for the current year are reduced in comparison to 2013, leading to an increased net profit margin after tax of £60,916 in 2014 compared to £3,099 in 2013.

The company's key performance indicator is gross profit percentage. The directors are pleased with the company's performance when measured against this indicator.

**Financial risk management objectives and policies**

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

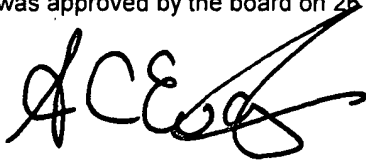
All of the cash balances are held in such a way that achieves a competitive rate of interest. The business makes use of money market facilities where funds are available.

Trade debtors are managed in respect of credit and cash flow risk by policies concerning of 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.

This report was approved by the board on 26 November 2014 and signed on its behalf.

A C Evans  
Director



**Coleshill Aluminium Limited**

**Directors' report  
for the year ended 31 August 2014**

---

The directors present their report and the financial statements for the year ended 31 August 2014.

**Directors**

The directors who served during the year were:

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

**Results and dividends**

The profit for the year, after taxation, amounted to £60,916 (2013 - £3,099).

The directors have not recommended a final dividend.

**Directors' responsibilities statement**

The directors are responsible for preparing the Strategic report, 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 judgments 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.

**Coleshill Aluminium Limited**

**Directors' report  
for the year ended 31 August 2014**

---

**Disclosure of information to auditors**

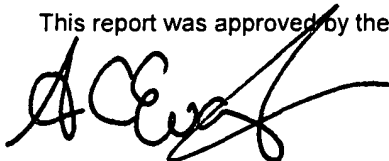
Each of the persons who are directors at the time when this Directors' report is approved has confirmed that:

- so far as that director is aware, there is no relevant audit information of which the company's auditors are unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the company's auditors are aware of that information.

**Auditors**

On 31 March 2014 Baker Tilly Audit Limited resigned as the company's auditors. Dains LLP were appointed to fill the resulting vacancy. Dains LLP have expressed their willingness to continue in office as auditors and will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

This report was approved by the board on 26 November 2014 and signed on its behalf.



**A C Evans**  
Director

## **Coleshill Aluminium Limited**

### **Independent auditors' report to the members of Coleshill Aluminium Limited**

---

We have audited the financial statements of Coleshill Aluminium Limited for the year ended 31 August 2014, set out on pages 6 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 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, 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 Strategic report and the Directors' report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. 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 August 2014 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 the Directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements.

#### **Other Matter**

The financial statements of the company for the year ended 31 August 2013 were audited by Baker Tilly Audit Limited who expressed an unmodified opinion on those statements on 19 December 2013.

**Coleshill Aluminium Limited**

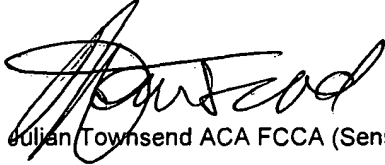
**Independent auditors' report to the members of Coleshill Aluminium Limited**

---

**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.



Julian Townsend ACA FCCA (Senior statutory auditor)

for and on behalf of  
**Dains LLP**

Statutory Auditor  
Chartered Accountants

Birmingham

26 November 2014



**Coleshill Aluminium Limited**

**Profit and loss account  
for the year ended 31 August 2014**

---

	<b>Note</b>	<b>2014 £</b>	<b>2013 £</b>
<b>Turnover</b>	1,2	<b>10,794,966</b>	10,436,437
Cost of sales		<u>(10,161,762)</u>	<u>(9,817,423)</u>
<b>Gross profit</b>		<b>633,204</b>	619,014
Distribution costs		<b>(89,138)</b>	(118,993)
Administrative expenses		<u>(464,286)</u>	<u>(494,770)</u>
<b>Operating profit</b>	3	<b>79,780</b>	5,251
Interest receivable and similar income		<u>1,056</u>	<u>1,339</u>
<b>Profit on ordinary activities before taxation</b>		<b>80,836</b>	6,590
Tax on profit on ordinary activities	6	<u>(19,920)</u>	<u>(3,491)</u>
<b>Profit for the financial year</b>	13	<u><b>60,916</b></u>	<u>3,099</u>

All amounts relate to continuing operations.

There were no recognised gains and losses for 2014 or 2013 other than those included in the Profit and loss account.

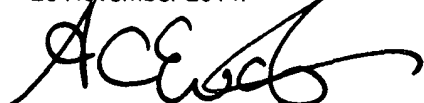
The notes on pages 9 to 16 form part of these financial statements.

**Coleshill Aluminium Limited**  
**Registered number: 00585158**

**Balance sheet**  
**as at 31 August 2014**

	Note	£	2014 £	£	2013 £
<b>Fixed assets</b>					
Tangible assets	7		156,258		168,559
<b>Current assets</b>					
Stocks	8	1,132,181		1,347,137	
Debtors	9	3,078,222		2,975,041	
Cash at bank		796,138		701,270	
		<u>5,006,541</u>		<u>5,023,448</u>	
<b>Creditors: amounts falling due within one year</b>	10	<u>(2,348,533)</u>		<u>(2,438,657)</u>	
<b>Net current assets</b>			<u>2,658,008</u>		<u>2,584,791</u>
<b>Net assets</b>			<u>2,814,266</u>		<u>2,753,350</u>
<b>Capital and reserves</b>					
Called up share capital	12		1,250		1,250
Share premium account	13		436,250		436,250
Profit and loss account	13		2,376,766		2,315,850
<b>Shareholders' funds</b>	14		<u>2,814,266</u>		<u>2,753,350</u>

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 26 November 2014.



**A C Evans**  
Director

The notes on pages 9 to 16 form part of these financial statements.

**Coleshill Aluminium Limited**

**Cash flow statement  
for the year ended 31 August 2014**

---

	Note	2014 £	2013 £
Net cash flow from operating activities	15	104,448	(283,420)
Returns on investments and servicing of finance	16	1,056	1,339
Taxation		-	(15,891)
Capital expenditure and financial investment	16	(10,636)	(27,495)
<b>Increase/(Decrease) in cash in the year</b>		<b>94,868</b>	<b>(325,467)</b>

---

**Reconciliation of net cash flow to movement in net funds/debt  
for the year ended 31 August 2014**

---

	2014 £	2013 £
Increase/(Decrease) in cash in the year	94,868	(325,467)
<b>Movement in net debt in the year</b>	<b>94,868</b>	<b>(325,467)</b>
Net funds at 1 September 2013	701,270	1,026,737
<b>Net funds at 31 August 2014</b>	<b>796,138</b>	<b>701,270</b>

---

The notes on pages 9 to 16 form part of these financial statements.

**Coleshill Aluminium Limited**

**Notes to the financial statements  
for the year ended 31 August 2014**

---

**1. Accounting policies**

**1.1 Basis of preparation of financial statements**

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

**1.2 Turnover**

Turnover comprises revenue recognised by the company in respect of goods and services supplied during the year, exclusive of Value Added Tax and trade discounts.

**1.3 Tangible fixed assets and depreciation**

Tangible fixed assets are stated at cost less depreciation. Depreciation is not charged on freehold land. Depreciation on other tangible fixed assets is provided at rates calculated to write off the cost of those assets, less their estimated residual value, over their expected useful lives on the following bases:

Freehold land	-	No depreciation
Freehold buildings	-	4% straight line
Plant & machinery	-	15% reducing balance
Motor vehicles	-	25% reducing balance
Fixtures & fittings	-	15-40% reducing balance and 20% straight line

**1.4 Stocks**

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

**1.5 Deferred taxation**

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Deferred tax assets and liabilities are discounted.

**1.6 Pensions**

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

**Coleshill Aluminium Limited**

**Notes to the financial statements  
for the year ended 31 August 2014**

---

**2. Turnover**

The whole of the turnover is attributable to the principal activity of the company.

All turnover arose within the United Kingdom.

**3. Operating profit**

The operating profit is stated after charging:

	2014	2013
	£	£
Depreciation of tangible fixed assets:		
- owned by the company	22,569	26,456
Auditors' remuneration	6,500	7,500
Loss on disposal of fixed assets	368	2,030
	<u>29,437</u>	<u>35,986</u>

**4. Staff costs**

Staff costs, including directors' remuneration, were as follows:

	2014	2013
	£	£
Wages and salaries	765,694	744,357
Social security costs	79,338	85,137
Other pension costs	46,730	64,000
	<u>891,762</u>	<u>893,494</u>

The average monthly number of employees, including the directors, during the year was as follows:

	2014	2013
	No.	No.
Production staff	24	24
Administrative staff	8	8
	<u>32</u>	<u>32</u>

**Coleshill Aluminium Limited**

**Notes to the financial statements  
for the year ended 31 August 2014**

---

**5. Directors' remuneration**

	2014 £	2013 £
Remuneration	<u>211,028</u>	<u>208,727</u>
Company pension contributions to defined contribution pension schemes	<u>46,730</u>	<u>64,000</u>

During the year retirement benefits were accruing to 4 directors (2013 - 4) in respect of defined contribution pension schemes.

The highest paid director received remuneration of £62,653 (2013 - £63,577).

The value of the company's contributions paid to a defined contribution pension scheme in respect of the highest paid director amounted to £15,000 (2013 - £20,180).

**6. Taxation**

	2014 £	2013 £
<b>Analysis of tax charge/(credit) in the year</b>		
<b>Current tax (see note below)</b>		
UK corporation tax charge/(credit) on profit for the year	27,457	(109)
<b>Deferred tax</b>		
Origination and reversal of timing differences	(8,351)	3,600
Effect of change in tax rates	814	-
<b>Total deferred tax (see note 11)</b>	<u>(7,537)</u>	<u>3,600</u>
<b>Tax on profit on ordinary activities</b>	<u>19,920</u>	<u>3,491</u>

**Coleshill Aluminium Limited**

**Notes to the financial statements  
for the year ended 31 August 2014**

**6. Taxation (continued)**

**Factors affecting tax charge for the year**

The tax assessed for the year is lower than (2013 - lower than) the standard rate of corporation tax in the UK of 20% (2013 - 23.58%). The differences are explained below:

	2014 £	2013 £
Profit on ordinary activities before tax	<u>80,836</u>	<u>6,590</u>
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 20% (2013 - 23.58%)	17,915	1,554
<b>Effects of:</b>		
Expenses not deductible for tax purposes, other than goodwill amortisation and impairment	3,254	2,025
Capital allowances for year in excess of depreciation	(1,265)	3,033
Utilisation of tax losses	(434)	-
Adjustments to tax charge in respect of prior periods	-	(109)
Short term timing difference leading to an increase (decrease) in taxation	9,972	(6,612)
Effects of other tax rates/credits	(1,985)	-
<b>Current tax charge/(credit) for the year (see note above)</b>	<u><u>27,457</u></u>	<u><u>(109)</u></u>

**7. Tangible fixed assets**

	Freehold property £	Plant & machinery £	Motor vehicles £	Fixtures & fittings £	Total £
<b>Cost</b>					
At 1 September 2013	159,550	625,705	181,432	50,768	1,017,455
Additions	-	-	12,636	-	12,636
Disposals	-	-	(23,652)	-	(23,652)
At 31 August 2014	<u>159,550</u>	<u>625,705</u>	<u>170,416</u>	<u>50,768</u>	<u>1,006,439</u>
<b>Depreciation</b>					
At 1 September 2013	86,257	577,761	136,999	47,879	848,896
Charge for the year	2,500	7,302	11,567	1,200	22,569
On disposals	-	-	(21,284)	-	(21,284)
At 31 August 2014	<u>88,757</u>	<u>585,063</u>	<u>127,282</u>	<u>49,079</u>	<u>850,181</u>
<b>Net book value</b>					
At 31 August 2014	<u><u>70,793</u></u>	<u><u>40,642</u></u>	<u><u>43,134</u></u>	<u><u>1,689</u></u>	<u><u>156,258</u></u>
At 31 August 2013	<u><u>73,293</u></u>	<u><u>47,944</u></u>	<u><u>44,433</u></u>	<u><u>2,889</u></u>	<u><u>168,559</u></u>

Included in land and buildings is freehold land at cost of £465 (2013 - £465), which is not depreciated.

**Coleshill Aluminium Limited**

**Notes to the financial statements  
for the year ended 31 August 2014**

---

**8. Stocks**

	2014 £	2013 £
Raw materials	845,763	891,633
Finished goods and goods for resale	286,418	455,504
	<u>1,132,181</u>	<u>1,347,137</u>

**9. Debtors**

	2014 £	2013 £
Trade debtors	3,045,603	2,916,121
Prepayments and accrued income	22,082	55,920
Deferred tax asset (see note 11)	10,537	3,000
	<u>3,078,222</u>	<u>2,975,041</u>

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

	2014 £	2013 £
Trade creditors	842,662	946,793
Amounts owed to related undertakings	1,242,631	1,224,504
Corporation tax	27,457	-
Other taxation and social security	31,639	98,667
Other creditors	86,494	94,764
Accruals and deferred income	117,650	73,929
	<u>2,348,533</u>	<u>2,438,657</u>



**Coleshill Aluminium Limited****Notes to the financial statements  
for the year ended 31 August 2014****11. Deferred tax asset**

	2014 £	2013 £
At beginning of year	3,000	6,600
Released during/(charged for) year (P&L)	7,537	(3,600)
At end of year	<u>10,537</u>	<u>3,000</u>

The deferred tax asset is made up as follows:

	2014 £	2013 £
Accelerated capital allowances	(7,463)	(6,000)
Other timing differences	18,000	9,000
	<u>10,537</u>	<u>3,000</u>

**12. Share capital**

	2014 £	2013 £
Allotted, called up and fully paid 1,250 Ordinary shares of £1 each	<u>1,250</u>	<u>1,250</u>

**13. Reserves**

	Share premium account £	Profit and loss account £
At 1 September 2013	436,250	2,315,850
Profit for the financial year		60,916
At 31 August 2014	<u>436,250</u>	<u>2,376,766</u>

**14. Reconciliation of movement in shareholders' funds**

	2014 £	2013 £
Opening shareholders' funds	2,753,350	2,750,251
Profit for the financial year	60,916	3,099
Closing shareholders' funds	<u>2,814,266</u>	<u>2,753,350</u>

**Coleshill Aluminium Limited**

**Notes to the financial statements  
for the year ended 31 August 2014**

**15. Net cash flow from operating activities**

	2014 £	2013 £
Operating profit	79,780	5,251
Depreciation of tangible fixed assets	22,569	26,456
Loss on disposal of tangible fixed assets	368	2,030
Decrease/(increase) in stocks	214,956	(168,864)
Increase in debtors	(95,644)	(248,573)
(Decrease)/increase in creditors	(135,708)	100,280
Increase in amounts owed to group undertakings	18,127	-
<b>Net cash inflow/(outflow) from operating activities</b>	<b>104,448</b>	<b>(283,420)</b>

**16. Analysis of cash flows for headings netted in cash flow statement**

	2014 £	2013 £
<b>Returns on investments and servicing of finance</b>		
Interest received	1,056	1,339
<b>Capital expenditure and financial investment</b>		
Purchase of tangible fixed assets	(12,636)	(28,995)
Sale of tangible fixed assets	2,000	1,500
<b>Net cash outflow from capital expenditure</b>	<b>(10,636)</b>	<b>(27,495)</b>

**17. Analysis of changes in net funds**

	1 September 2013 £	Cash flow £	Other non-cash changes £	31 August 2014 £
Cash at bank and in hand	701,270	94,868	-	796,138
<b>Net funds</b>	<b>701,270</b>	<b>94,868</b>	<b>-</b>	<b>796,138</b>

**18. Pension commitments**

The company operates a defined contribution pension scheme. the pension cost charge for the year represents contributions payable by the company to the scheme and amounted to £46,730 (2013 - £64,000).

There were outstanding contributions of £90,000 at the end of the financial year (2013 - £45,000)

**Coleshill Aluminium Limited**

**Notes to the financial statements  
for the year ended 31 August 2014**

---

**19. Related party transactions**

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

	2014	2013
	£	£
<b>Coleshill Aluminium (Swarf) Limited</b>	-	-
Purchases	144,535	189,774
Management charges receivable	(15,000)	(15,000)
Year end creditor	1,202,180	1,176,793
	-	-
<b>Coleshill Laboratories Limited</b>	-	-
Management charges receivable	(36,000)	(36,000)
Year end creditor	40,451	47,711

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

**20. Controlling party**

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.