

Arthur Brook Limited

Registered number 00585297

Abbreviated accounts

For the year ended 31 March 2013



ARTHUR BROOK LIMITED

COMPANY INFORMATION

Director W Griffiths

Company secretary D Griffiths

Registered number 00585297

Registered office Low Mill Lane
Ravensthorpe Industrial Estate
Dewsbury
West Yorkshire
WF13 3LN

Independent auditors Mazars LLP
Chartered Accountants & Statutory Auditor
Mazars House
Gelderd Road
Gildersome
Leeds
LS27 7JN

Bankers Barclays Bank PLC
Market Place
Dewsbury
WF13 1PS

Santander
44 Merrion Street
Leeds
LS2 8JQ

ARTHUR BROOK LIMITED

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ARTHUR BROOK LIMITED

DIRECTOR'S REPORT FOR THE YEAR ENDED 31 MARCH 2013

The director presents his report and the financial statements for the year ended 31 March 2013

Director's responsibilities statement

The director is responsible for preparing the Director's Report and the financial statements in accordance with applicable law and regulations

Company law requires the director to prepare financial statements for each financial year. Under that law the director has 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 director must not approve the financial statements unless he is 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 director is 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 director is 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 him to ensure that the financial statements comply with the Companies Act 2006. He is 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.

Principal activities

The principal activity of the company continued to be that of iron, steel and metal merchants.

Business review

In extremely difficult, challenging and changing market conditions the Director is pleased to report that turnover has increased by 70% to £27.5m.

Margins have fallen due to the significant reduction in the market price of scrap metal and due to the competitive market place. The company has increased its trading in commodities during the financial year which is at a lower margin.

There have been some one-off costs in the year which has resulted in the company making a loss.

The use of the going concern basis of accounting is appropriate because there are no material uncertainties related to events or conditions that may cast significant doubt about the ability of the company to continue as a going concern.

ARTHUR BROOK LIMITED

DIRECTOR'S REPORT FOR THE YEAR ENDED 31 MARCH 2013

Results

The loss for the year, after taxation, amounted to £144,345 (2012 - profit £612,074)

Director

The director who served during the year was

W Griffiths

Disclosure of information to auditors

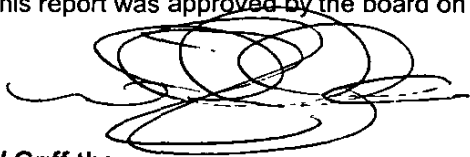
The director at the time when this Director's Report is approved has confirmed that

- so far as he is aware, there is no relevant audit information of which the company's auditors are unaware, and
- he 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

The auditors, Mazars LLP, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006

This report was approved by the board on *23 December 2013* and signed on its behalf



W Griffiths
Director

ARTHUR BROOK LIMITED

INDEPENDENT AUDITORS' REPORT TO ARTHUR BROOK LIMITED UNDER SECTION 449 OF THE COMPANIES ACT 2006

We have examined the abbreviated accounts set out on pages 4 to 15 together with the financial statements of Arthur Brook Limited for the year ended 31 March 2013 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 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, for our work, for this report, or for the opinions we have formed.

Respective responsibilities of director and auditors

The director is 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. This report, including our opinion, has been prepared for and only for the company's members as a body. Our work has been undertaken so that we might state to the company's members those matters we are required to state to them in this 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 work, for this report, or for the opinions we have formed.

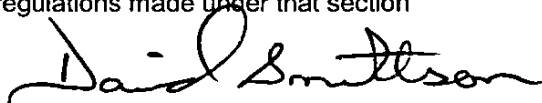
Basis of opinion

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 are properly prepared.

The scope of our work for the purpose of this report does not include examining events occurring after the date of our Auditors' Report on the full financial statements.

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.



David Smithson (Senior Statutory Auditor)

for and on behalf of Mazars LLP

Chartered Accountants and Statutory Auditor

Mazars House
Gelderd Road
Gildersome
Leeds
LS27 7JN

Date 23 December 2013

ARTHUR BROOK LIMITED

ABBREVIATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 2013

	Note	2013 £	2012 £
Turnover	1	27,802,022	16,360,680
Gross profit		971,988	1,897,301
Administrative expenses		(1,085,046)	(1,143,864)
Operating (loss)/profit	2	(113,058)	753,437
Interest receivable and similar income		1,298	3,891
Interest payable and similar charges	5	(41,872)	(16,106)
(Loss)/profit on ordinary activities before taxation		(153,632)	741,222
Tax on (loss)/profit on ordinary activities		9,287	(129,148)
(Loss)/profit for the financial year	12	(144,345)	612,074

All amounts relate to continuing operations

The notes on pages 8 to 15 form part of these financial statements

ARTHUR BROOK LIMITED

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES FOR THE YEAR ENDED 31 MARCH 2013

	2013 £	2012 £
(Loss)/profit for the financial year	(144,345)	612,074
Impairment on revaluation of tangible fixed assets	(396,953)	-
	<hr/>	<hr/>
Total recognised gains and losses relating to the year	(541,298)	612,074
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NOTE OF HISTORICAL COST PROFITS AND LOSSES FOR THE YEAR ENDED 31 MARCH 2013

	2013 £	2012 £
Reported (loss)/profit on ordinary activities before taxation	(153,632)	741,222
Historical cost (loss)/profit on ordinary activities before taxation	(153,632)	741,222
	<hr/>	<hr/>
Historical (loss)/profit for the year after taxation	(144,345)	612,074
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The notes on pages 8 to 15 form part of these financial statements

ARTHUR BROOK LIMITED


Registered number 00585297

**ABBREVIATED BALANCE SHEET
AS AT 31 MARCH 2013**

	Note	£	2013 £	£	2012 £
Fixed assets					
Tangible assets			1,711,779		2,309,548
Current assets					
Stocks	6	100,000		400,000	
Debtors amounts falling due after more than one year	7	-		819,373	
Debtors amounts falling due within one year	7	982,909		1,637,678	
Cash at bank and in hand		204,042		56,075	
		<u>1,286,951</u>		<u>2,913,126</u>	
Creditors amounts falling due within one year	8	<u>(1,277,178)</u>		<u>(1,793,635)</u>	
Net current assets			9,773		1,119,491
Total assets less current liabilities			<u>1,721,552</u>		<u>3,429,039</u>
Creditors amounts falling due after more than one year	9		(417,851)		(454,705)
Provisions for liabilities					
Deferred tax	10		<u>(78,843)</u>		<u>(87,550)</u>
Net assets			<u>1,224,858</u>		<u>2,886,784</u>
Capital and reserves					
Called up share capital	11		3,800		3,800
Revaluation reserve	12		270,048		667,001
Other reserves	12		1,200		1,200
Profit and loss account	12		<u>949,810</u>		<u>2,214,783</u>
Shareholders' funds	13		<u>1,224,858</u>		<u>2,886,784</u>

The abbreviated accounts, which have been prepared in accordance with the special provisions of section 445(3) of the Companies Act 2006 relating to medium-sized companies, were approved and authorised for issue by the board and were signed on its behalf on 23 December 2013

W Griffiths
Director



The notes on pages 8 to 15 form part of these financial statements

ARTHUR BROOK LIMITED

ABBREVIATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2013

	Note	2013 £	2012 £
Net cash flow from operating activities	15	973,045	363,593
Returns on investments and servicing of finance	16	(40,574)	(12,215)
Taxation		(95,739)	(635,060)
Capital expenditure and financial investment	16	(53,088)	(1,376,955)
Cash inflow/(outflow) before financing		783,644	(1,660,637)
Financing	16	36,262	660,731
Increase/(Decrease) in cash in the year		819,906	(999,906)

RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET FUNDS/DEBT FOR THE YEAR ENDED 31 MARCH 2013

	2013 £	2012 £
Increase/(Decrease) in cash in the year	819,906	(999,906)
Cash inflow from increase in debt and lease financing	(36,262)	(660,731)
Movement in net debt in the year	783,644	(1,660,637)
Net (debt)/funds at 1 April 2012	(1,276,595)	384,042
Net debt at 31 March 2013	(492,951)	(1,276,595)

The notes on pages 8 to 15 form part of these financial statements

ARTHUR BROOK LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2013

1. Accounting Policies

1.1 Basis of preparation of financial statements

The full financial statements, from which these abbreviated accounts have been extracted, have been prepared under the historical cost convention as modified by the revaluation of land and buildings and in accordance with applicable accounting standards

1.2 Going concern

The financial statements have been prepared on a going concern basis

The directors have reasonable expectation that the company has adequate resources to continue in operation for the foreseeable future. Thus they continue to adopt the going concern basis of accounting in preparing the annual financial statements

The directors believe that the company is well placed to manage its business risks successfully

1.3 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

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost or valuation less depreciation. Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following bases

Freehold property	-	2% straight line
Plant & machinery	-	25% reducing balance
Motor vehicles	-	25% reducing balance
Office equipment	-	20% reducing balance

1.5 Revaluation of tangible fixed assets

Individual freehold and leasehold properties are carried at current year value at the balance sheet date. A full valuation is obtained from a qualified valuer for each property every five years, with an interim valuation three years after the previous full valuation, and in any year where it is likely that there has been a material change in value

Revaluation gains and losses are recognised in the statement of total recognised gains and losses unless losses exceed the previously recognised gains or reflect a clear consumption of economic benefits, in which case the losses are recognised in the Profit and Loss Account

1.6 Leasing and hire purchase

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the Profit and Loss Account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period

ARTHUR BROOK LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2013

1 Accounting Policies (continued)

1 7 Stocks

Stock quantities are estimated by the directors on the basis of year end physical inspection and are valued on the basis of prevailing scrap metal prices during the estimated stock holding period

1 8 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

Deferred tax is not provided on timing differences arising from the revaluation of fixed assets in the financial statements

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 9 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

2 Operating (loss)/profit

The operating (loss)/profit is stated after charging/(crediting)

	2013 £	2012 £
Depreciation of tangible fixed assets		
- owned by the company	183,699	129,933
- held under finance leases	121,984	98,435
Auditors' remuneration	7,200	7,200
Profit/loss on sale of tangible assets	(51,779)	-
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ARTHUR BROOK LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2013

3 Staff costs

Staff costs, including director's remuneration, were as follows

	2013 £	2012 £
Wages and salaries	363,294	283,540
Social security costs	37,355	25,895
Other pension costs	132	132
	<u>400,781</u>	<u>309,567</u>

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

	2013 No.	2012 No.
Director	1	1
Administration	6	3
Production	10	11
	<u>17</u>	<u>15</u>

4. Director's remuneration

	2013 £	2012 £
Remuneration	<u>23,878</u>	<u>1,043</u>

5 Interest payable

	2013 £	2012 £
On bank loans and overdrafts	26,865	903
On finance leases and hire purchase contracts	15,007	14,380
Other interest payable	-	823
	<u>41,872</u>	<u>16,106</u>

6 Stocks

	2013 £	2012 £
Finished goods and goods for resale	<u>100,000</u>	<u>400,000</u>

ARTHUR BROOK LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2013

7 Debtors

	2013 £	2012 £
Due after more than one year		
Amounts owed by group undertakings	-	819,373
	2013 £	2012 £
Due within one year		
Trade debtors	592,198	1,188,558
Amounts owed by group undertakings	70,149	339,692
Other debtors	319,931	107,370
Prepayments and accrued income	631	2,058
	982,909	1,637,678

8 Creditors.

Amounts falling due within one year

	2013 £	2012 £
Bank loan/overdraft	73,116	671,939
Net obligations under hire purchase contracts	206,026	206,026
Trade creditors	348,475	278,013
Amounts owed to group undertakings	368,958	289,883
Corporation tax	-	96,319
Other taxation and social security	6,820	7,160
Other creditors	13,929	20,193
Accruals and deferred income	259,854	224,102
	1,277,178	1,793,635

Amounts owed under hire purchase agreements are secured on the assets to which they relate

9 Creditors:

Amounts falling due after more than one year

	2013 £	2012 £
Bank loans	169,172	-
Net obligations under finance leases and hire purchase contracts	248,679	454,705
	417,851	454,705

ARTHUR BROOK LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2013

9. Creditors: Amounts falling due after more than one year (continued)

Obligations under finance leases and hire purchase contracts, included above, are payable as follows

	2013 £	2012 £
Between one and five years	248,679	454,705

Amounts owed under hire purchase agreements are secured on the assets to which they relate

10 Deferred taxation

	2013 £	2012 £
At beginning of year	87,550	56,051
(Released during)/charge for year	(8,707)	31,499
At end of year	78,843	87,550

The provision for deferred taxation is made up as follows

	2013 £	2012 £
Accelerated capital allowances	78,843	87,550

11 Share capital

	2013 £	2012 £
Allotted, called up and fully paid		
3,800 Ordinary Shares shares of £1 each	3,800	3,800

12 Reserves

	Revaluation reserve £	Other reserves £	Profit and loss account £
At 1 April 2012	667,001	1,200	2,214,783
Loss for the financial year	-	-	(144,345)
Dividends Equity capital	-	-	(1,120,628)
Deficit on revaluation of freehold property	(396,953)	-	-
At 31 March 2013	270,048	1,200	949,810

ARTHUR BROOK LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2013

13 Reconciliation of movement in shareholders' funds

	2013 £	2012 £
Opening shareholders' funds	2,886,784	2,274,710
(Loss)/profit for the financial year	(144,345)	612,074
Dividends (Note 14)	(1,120,628)	-
Other recognised gains and losses during the year	(396,953)	-
Closing shareholders' funds	1,224,858	2,886,784

14 Dividends

	2013 £	2012 £
Dividends paid on equity capital	1,120,628	-

15 Net cash flow from operating activities

	2013 £	2012 £
Operating (loss)/profit	(113,058)	753,437
Depreciation of tangible fixed assets	305,683	228,368
Profit on disposal of tangible fixed assets	(51,779)	-
Decrease in stocks	300,000	-
Decrease/(increase) in debtors	385,227	(469,559)
Increase in amounts owed by group undertakings	(31,712)	(339,692)
Increase/(decrease) in creditors	99,609	(44,001)
Increase in amounts owed to group undertakings	79,075	235,040
Net cash inflow from operating activities	973,045	363,593

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

	2013 £	2012 £
Returns on investments and servicing of finance		
Interest received	1,298	3,891
Interest paid	(26,865)	(1,726)
Hire purchase interest	(15,007)	(14,380)
Net cash outflow from returns on investments and servicing of finance	(40,574)	(12,215)

ARTHUR BROOK LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2013

16 Analysis of cash flows for headings netted in cash flow statement (continued)

	2013 £	2012 £
Capital expenditure and financial investment		
Purchase of tangible fixed assets	(126,378)	(1,376,955)
Sale of tangible fixed assets	73,290	-
Net cash outflow from capital expenditure	(53,088)	(1,376,955)
	2013 £	2012 £
Financing		
New secured loans	242,288	-
(Repayment of)/new finance leases	(206,026)	660,731
Net cash inflow from financing	36,262	660,731

17. Analysis of changes in net debt

	1 April 2012 £	Cash flow £	Other non-cash changes £	31 March 2013 £
Cash at bank and in hand	56,075	147,967	-	204,042
Bank overdraft	(671,939)	671,939	-	-
	(615,864)	819,906	-	204,042
Debt				
Debts due within one year	(206,026)	(36,262)	(36,854)	(279,142)
Debts falling due after more than one year	(454,705)	-	36,854	(417,851)
Net debt	(1,276,595)	783,644	-	(492,951)

18. Pension commitments

The company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £132 (2012 - £132).

ARTHUR BROOK LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2013

19 Related party transactions

The company is exempt under FRS 8 from disclosing transactions with other group companies. The consolidated financial statements for the group can be obtained from the ultimate parent company's registered office at Low Mill Lane, Ravensthorpe Industrial Estate, Dewsbury, WF13 3LN

W Griffiths is the director of the company and has a loan balance with the company

Amounts owed to at 31 March 2013 are as follows,

	2013 £	2012 £
W Griffiths	769	7,903

20 Ultimate parent undertaking and controlling party

The ultimate parent company is W G Commercial (Holdings) Limited, a company incorporated in England and Wales

The ultimate controlling party is W Griffiths, a director of the company