

REGISTERED NUMBER: 04741468 (England and Wales)

Financial Statements
for the Year Ended 30 June 2018
for
Scott Bros. Recycling Limited

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for the Year Ended 30 June 2018

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Scott Bros. Recycling Limited
Company Information
for the Year Ended 30 June 2018

DIRECTORS:	D J Scott R J Borthwick
SECRETARY:	Jacksons Company Secretarial Limited
REGISTERED OFFICE:	Scott Business Park Haverton Hill Road Billingham TS23 1PY
REGISTERED NUMBER:	04741468 (England and Wales)
AUDITORS:	Anderson Barrowcliff LLP Statutory Auditors Chartered Accountants 3 Kingfisher Court Bowesfield Park Stockton on Tees TS18 3EX
SOLICITORS:	Jacksons Law 17 Falcon Court Preston Farm Industrial Estate Stockton On Tees TS18 3TU

Scott Bros. Recycling Limited (Registered number: 04741468)

Balance Sheet
30 June 2018

	Notes	2018 £	£	2017 £	£
FIXED ASSETS					
Tangible assets	4		915,775		612,690
CURRENT ASSETS					
Debtors	5	870,698		1,012,694	
Cash at bank and in hand		<u>94,597</u>		<u>221,264</u>	
		965,295		1,233,958	
CREDITORS					
Amounts falling due within one year	6	<u>1,847,163</u>		<u>1,925,809</u>	
NET CURRENT LIABILITIES			<u>(881,868)</u>		<u>(691,851)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			33,907		(79,161)
PROVISIONS FOR LIABILITIES			<u>1,000</u>		-
NET ASSETS/(LIABILITIES)			<u><u>32,907</u></u>		<u><u>(79,161)</u></u>
CAPITAL AND RESERVES					
Called up share capital	8		100		100
Retained earnings	9		<u>32,807</u>		<u>(79,261)</u>
SHAREHOLDERS' FUNDS			<u><u>32,907</u></u>		<u><u>(79,161)</u></u>

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors on 7 March 2019 and were signed on its behalf by:

R J Borthwick - Director

Notes to the Financial Statements
for the Year Ended 30 June 2018

1. STATUTORY INFORMATION

Scott Bros. Recycling Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years unless otherwise stated.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Notwithstanding the company's net current liabilities of £881,868 at 30 June 2018 (2017: £691,851) the financial statements have been prepared on a going concern basis. This basis assumed the continuing support of the group companies. The directors have received confirmation of such support.

Related party exemption

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

Turnover

Turnover represents income receivable in respect of goods and services supplied by the company, and is measured at the fair value of the consideration received or receivable net of VAT.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off the cost less estimated residual value of each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Long leasehold	- 2% on cost
Assets in course of construction	- not provided
Plant and machinery	- 25% on cost
Fixtures and fittings	- 25% on cost
Motor vehicles	- 25% on cost

Taxation

Current tax represents the amount of tax payable or receivable in respect of the taxable profit (or loss) for the current or past reporting periods. It is measured at the amount expected to be paid or recovered using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax represents the future tax consequences of transactions and events recognised in the financial statements of current and previous periods. It is recognised in respect of all timing differences, with certain exceptions. Timing differences are differences between taxable profits and total comprehensive income as stated in the financial statements that arise from the inclusion of income and expense in tax assessments in periods different from those in which they are recognised in the financial statements. Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date that are expected to apply to the reversal of timing differences.

Notes to the Financial Statements - continued
for the Year Ended 30 June 2018

2. ACCOUNTING POLICIES - continued

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

Debtors and creditors receivable / payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the profit and loss account in other administrative expenses.

Impairment

Assets not measured at fair value are reviewed for any indication that the asset may be impaired at each balance sheet date. If such indication exists, the recoverable amount of the asset, or the asset's cash generating unit, is estimated and compared to the carrying amount. Where the carrying amount exceeds its recoverable amount, an impairment loss is recognised in profit or loss unless the asset is carried at a revalued amount where the impairment loss is a revaluation decrease.

Provisions

Provisions are recognised when the company has an obligation at the balance sheet date as a result of a past event, it is probable that an outflow of economic benefits will be required in settlement and the amount can be reliably estimated.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 35 (2017 - 32) .

4. TANGIBLE FIXED ASSETS

	Long leasehold £	Assets in course of construction £	Plant and machinery £
COST			
At 1 July 2017	246,024	-	794,905
Additions	-	131,764	198,132
Disposals	-	-	(155,332)
At 30 June 2018	<u>246,024</u>	<u>131,764</u>	<u>837,705</u>
DEPRECIATION			
At 1 July 2017	66,572	-	440,991
Charge for year	6,175	-	128,321
Eliminated on disposal	-	-	(92,337)
At 30 June 2018	<u>72,747</u>	<u>-</u>	<u>476,975</u>
NET BOOK VALUE			
At 30 June 2018	<u>173,277</u>	<u>131,764</u>	<u>360,730</u>
At 30 June 2017	<u>179,452</u>	<u>-</u>	<u>353,914</u>

Notes to the Financial Statements - continued
for the Year Ended 30 June 2018

4. **TANGIBLE FIXED ASSETS - continued**

	Fixtures and fittings £	Motor vehicles £	Totals £
COST			
At 1 July 2017	9,722	252,471	1,303,122
Additions	-	192,300	522,196
Disposals	-	(7,222)	(162,554)
At 30 June 2018	<u>9,722</u>	<u>437,549</u>	<u>1,662,764</u>
DEPRECIATION			
At 1 July 2017	6,278	176,591	690,432
Charge for year	1,665	19,955	156,116
Eliminated on disposal	-	(7,222)	(99,559)
At 30 June 2018	<u>7,943</u>	<u>189,324</u>	<u>746,989</u>
NET BOOK VALUE			
At 30 June 2018	<u>1,779</u>	<u>248,225</u>	<u>915,775</u>
At 30 June 2017	<u>3,444</u>	<u>75,880</u>	<u>612,690</u>

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Assets in course of construction £	Plant and machinery £	Totals £
COST			
At 1 July 2017	-	110,500	110,500
Additions	131,764	-	131,764
Transfer to ownership	-	(110,500)	(110,500)
At 30 June 2018	<u>131,764</u>	<u>-</u>	<u>131,764</u>
DEPRECIATION			
At 1 July 2017	-	53,408	53,408
Charge for year	-	22,100	22,100
Transfer to ownership	-	(75,508)	(75,508)
At 30 June 2018	<u>-</u>	<u>-</u>	<u>-</u>
NET BOOK VALUE			
At 30 June 2018	<u>131,764</u>	<u>-</u>	<u>131,764</u>
At 30 June 2017	<u>-</u>	<u>57,092</u>	<u>57,092</u>

Notes to the Financial Statements - continued
for the Year Ended 30 June 2018

5. DEBTORS

	2018	2017
	£	£
Amounts falling due within one year:		
Trade debtors	510,846	599,517
Amounts owed by related parties	-	14,028
Other debtors	25,099	-
Prepayments	84,753	99,149
	<u>620,698</u>	<u>712,694</u>
Amounts falling due after more than one year:		
Prepayments and accrued income	<u>250,000</u>	<u>300,000</u>
Aggregate amounts	<u>870,698</u>	<u>1,012,694</u>

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018	2017
	£	£
Hire purchase contracts (see note 7)	-	23,033
Trade creditors	169,910	190,562
Amounts owed to group undertakings	1,544,275	1,512,928
Taxation	27,000	37,000
VAT	22,962	79,067
Other creditors	2,262	2,262
Accrued expenses	80,754	80,957
	<u>1,847,163</u>	<u>1,925,809</u>

7. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

	Hire purchase contracts	
	2018	2017
	£	£
Net obligations repayable:		
Within one year	<u>-</u>	<u>23,033</u>
	Non-cancellable operating leases	
	2018	2017
	£	£
Within one year	10,500	10,500
Between one and five years	42,000	42,000
In more than five years	672,000	682,500
	<u>724,500</u>	<u>735,000</u>

Notes to the Financial Statements - continued
for the Year Ended 30 June 2018

8. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:		Nominal value:	2018 £	2017 £
Number:	Class:			
100	Ordinary	£1	<u>100</u>	<u>100</u>

9. RESERVES

	Retained earnings £
At 1 July 2017	(79,261)
Profit for the year	<u>112,068</u>
At 30 June 2018	<u>32,807</u>

10. DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006

The Report of the Auditors was unqualified.

Jerome Bury FCA (Senior Statutory Auditor)
for and on behalf of Anderson Barrowcliff LLP

11. CAPITAL COMMITMENTS

	2018 £	2017 £
Contracted but not provided for in the financial statements	<u>483,438</u>	<u>-</u>

During the year the company entered into an agreement to purchase a Commercial and Demolition waste recycling line and a wheeled loader.

12. PARENT/SUBSIDIARY RELATIONS

The immediate and ultimate parent company is Scott Bros. Holdings Limited. The parent's registered office address is the same as that of the company. These financial statements are included in the consolidated financial statements of Scott Bros. Holdings Limited.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.