

REGISTERED NUMBER: 00359586 (England and Wales)

**STRATEGIC REPORT, DIRECTORS' REPORT AND
FINANCIAL STATEMENTS FOR THE PERIOD 28 JUNE 2015 TO 2 JULY 2016
FOR
WILLIAM COOK STANHOPE LIMITED**

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for the Period 28 June 2015 to 2 July 2016**

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WILLIAM COOK STANHOPE LIMITED

COMPANY INFORMATION
for the Period 28 June 2015 to 2 July 2016

DIRECTORS:	Sir Andrew Cook CBE W J Cook C D Seymour
SECRETARY:	M K Hodgson FCA
REGISTERED OFFICE:	Parkway Avenue Sheffield South Yorkshire S9 4UL
REGISTERED NUMBER:	00359586 (England and Wales)
INDEPENDENT AUDITOR:	KPMG LLP 1 Sovereign Square Sovereign Street Leeds LS1 4DA
BANKERS:	The Royal Bank of Scotland plc 2 Whitehall Quay Leeds LS1 4HR

STRATEGIC REPORT
for the Period 28 June 2015 to 2 July 2016

The directors present their strategic report for the period 28 June 2015 to 2 July 2016.

REVIEW OF BUSINESS

The operating performance during the period has been generally satisfactory, particularly in view of the economic climate and collapse in the prices of most industrial commodities, the extraction of which constitutes a significant market sector.

Turnover increased to £18,547,541 in the year ended 2 July 2016 from £14,359,929 in the fifteen months ended 27 June 2015.

Gross profit was £2,975,663 in 2016 against £4,475,886 in 2015. Normal operating expenses (excluding exceptional items) were £2,127,141 compared with £2,395,251 in the prior period.

The profit for the financial period amounted to £631,140 (2015: £2,053,083). The profit for the prior period included an exceptional profit of £500,000 arising from the sale of part of the business to a fellow Group company.

Balance sheet

The directors present financial statements showing shareholder's funds of £6,795,849 as at 2 July 2016 compared to £10,164,710 as at 27 June 2015.

PRINCIPAL RISKS AND UNCERTAINTIES

The most significant risks to the Company's profitability are:

- Reduced demand from the Company's main markets
- Bad management
- Collapsed mineral prices
- Hostile trade union interference

The board has strategies to manage these risks and remains confident of the continued success of the Company.

Key Performance Indicators (KPIs)

Management monitor the performance of the operations compared to budget and forecast.

KPIs monitored daily are:

- Production volume and value
- Sales volume and value
- Plant availability (production downtime)
- Quality (scrap and rework)
- Order intake

STRATEGIC REPORT
for the Period 28 June 2015 to 2 July 2016

PRINCIPAL RISKS AND UNCERTAINTIES - continued

KPIs monitored weekly and monthly are:

- Profit and cash generation
- Man hours per tonne
- Labour cost per tonne
- Overtime and absenteeism
- Health and safety rate (accidents per 100,000 hours)
- Delivery performance
- Forward order outlook

ON BEHALF OF THE BOARD:



M K Hodgson FCA - Secretary

Date: 28 March 2017

DIRECTORS' REPORT
for the Period 28 June 2015 to 2 July 2016

The directors present their report with the financial statements of the company for the period 28 June 2015 to 2 July 2016.

PRINCIPAL ACTIVITY

The principal activity of the company in the period under review was the design, manufacture and supply of steel products and complex engineered assemblies in high strength steels, other metals and polymers.

DIVIDENDS

An interim dividend of £4,000,000 was paid to the parent company on 22 June 2016. The directors recommend that no final dividend be paid.

The total distribution of dividends for the year ended 2 July 2016 will be £4,000,000.

FUTURE DEVELOPMENTS

The directors are confident about the long-term prospects for the Company, which is well established and focussed on specialist markets, where quality and service have an intrinsic value and significant added value is also provided.

Careful investment continues to be made where necessary to support or improve the Company's operating efficiency.

DIRECTORS

Sir Andrew Cook CBE has held office during the whole of the period from 28 June 2015 to the date of this report.

Other changes in directors holding office are as follows:

K J Grayley - resigned 1 July 2015
W J Cook - appointed 1 July 2015
S J Alexander - appointed 1 July 2015

C D Seymour was appointed as a director after 2 July 2016 but prior to the date of this report.

S J Alexander ceased to be a director after 2 July 2016 but prior to the date of this report.

DIRECTORS' INDEMNITY PROVISIONS

The directors benefit from qualifying third party indemnity provisions in place during the financial period and at the date of this report.

EMPLOYEES

It is the policy of the Group to employ disabled persons wherever circumstances permit and provide normal opportunities for their training, promotion and career developments.

The company considers it important that employees are well informed on all aspects of its affairs as far as the needs of communication and financial confidentiality will allow.

DIRECTORS' REPORT
for the Period 28 June 2015 to 2 July 2016

STATEMENT OF DIRECTORS' RESPONSIBILITIES IN RESPECT OF THE STRATEGIC REPORT, THE DIRECTORS' REPORT AND THE FINANCIAL STATEMENTS

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 judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; 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 have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITOR

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditor is unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditor is aware of that information.

AUDITOR

Pursuant to Section 487 of the Companies Act 2006, the auditor will be deemed to be reappointed and KPMG LLP will therefore continue in office.

ON BEHALF OF THE BOARD:



M K Hodgson FCA - Secretary

Date: 28 March 2017

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF WILLIAM COOK STANHOPE LIMITED

We have audited the financial statements of William Cook Stanhope Limited for the year ended 2 July 2016 on pages eight to twenty three. 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), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

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 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 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 auditor

As explained more fully in the Directors' Responsibilities Statement set out on page five, 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

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's website at www.frc.org.uk/auditscopeukprivate.

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 2 July 2016 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.

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
WILLIAM COOK STANHOPE 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.

Adrian Stone (Senior Statutory Auditor)
for and on behalf of KPMG LLP, Statutory Auditor
Chartered Accountants
1 Sovereign Square
Sovereign Street
Leeds
LS1 4DA

Date: 31 March 2017

INCOME STATEMENT
for the Period 28 June 2015 to 2 July 2016

	Notes	Period 28.6.15 to 2.7.16 £	Period 30.3.14 to 27.6.15 £
TURNOVER	2	18,547,541	14,359,929
Cost of sales		<u>(15,571,878)</u>	<u>(9,884,043)</u>
GROSS PROFIT		2,975,663	4,475,886
Distribution costs		(329,508)	(189,590)
Administrative expenses		<u>(1,797,633)</u>	<u>(2,235,525)</u>
OPERATING PROFIT	5	848,522	2,050,771
Profit on sale of intangible fixed assets	6	<u>-</u>	<u>500,000</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		848,522	2,550,771
Tax on profit on ordinary activities	7	<u>(217,382)</u>	<u>(497,688)</u>
PROFIT FOR THE FINANCIAL PERIOD		<u><u>631,140</u></u>	<u><u>2,053,083</u></u>

The notes on pages 12 to 20 form part of these financial statements

OTHER COMPREHENSIVE INCOME
for the Period 28 June 2015 to 2 July 2016

	Period 28.6.15 to 2.7.16 £	Period 30.3.14 to 27.6.15 £
Notes		
PROFIT FOR THE PERIOD	631,140	2,053,083
OTHER COMPREHENSIVE INCOME	<u>-</u>	<u>-</u>
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>631,140</u>	<u>2,053,083</u>

The notes on pages 12 to 20 form part of these financial statements

BALANCE SHEET
2 July 2016

	Notes	2.7.16 £	27.6.15 £
FIXED ASSETS			
Intangible assets	9	1,270,000	1,388,000
Tangible assets	10	<u>3,363,817</u>	<u>3,703,916</u>
		<u>4,633,817</u>	<u>5,091,916</u>
CURRENT ASSETS			
Stocks	11	2,314,270	3,817,834
Debtors	12	2,075,044	2,092,369
Cash at bank and in hand		<u>903,284</u>	<u>1,747,534</u>
		5,292,598	7,657,737
CREDITORS			
Amounts falling due within one year	13	<u>(3,130,566)</u>	<u>(2,554,905)</u>
NET CURRENT ASSETS		<u>2,162,032</u>	<u>5,102,832</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		6,795,849	10,194,748
PROVISIONS FOR LIABILITIES	15	<u>-</u>	<u>(30,038)</u>
NET ASSETS		<u>6,795,849</u>	<u>10,164,710</u>
CAPITAL AND RESERVES			
Called up share capital	16	461,308	461,308
Share premium	17	48,300	48,300
Revaluation reserve	17	2,277,082	2,277,082
Retained earnings	17	<u>4,009,159</u>	<u>7,378,020</u>
SHAREHOLDER'S FUNDS		<u>6,795,849</u>	<u>10,164,710</u>

The financial statements were approved by the Board of Directors on  March 2017 and were signed on its behalf by:



Sir Andrew Cook CBE - Director

STATEMENT OF CHANGES IN EQUITY
for the Period 28 June 2015 to 2 July 2016

	Called up share capital £	Retained earnings £	Share premium £	Revaluation reserve £	Total equity £
Balance at 30 March 2014	461,308	5,324,937	48,300	2,277,082	8,111,627
Changes in equity					
Total comprehensive income	-	2,053,083	-	-	2,053,083
Balance at 27 June 2015	<u>461,308</u>	<u>7,378,020</u>	<u>48,300</u>	<u>2,277,082</u>	<u>10,164,710</u>
Changes in equity					
Dividends	-	(4,000,000)	-	-	(4,000,000)
Total comprehensive income	-	631,140	-	-	631,140
Balance at 2 July 2016	<u>461,308</u>	<u>4,009,160</u>	<u>48,300</u>	<u>2,277,082</u>	<u>6,795,850</u>

The notes on pages 12 to 20 form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
for the Period 28 June 2015 to 2 July 2016

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with 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, modified to include the revaluation of certain tangible fixed assets, and in accordance with applicable accounting standards. Under Company law, the Directors are required to consider whether it is appropriate to prepare financial statements on the basis that the Company is a going concern. As part of its normal business practice, budgets, cash flow forecasts and longer term financial projections are prepared and in reviewing this information, the Directors are satisfied that the Company have adequate resources to enable them to continue in business for the foreseeable future. The Directors have therefore adopted the going concern basis in the preparation of the financial statements.

Financial reporting standard 102 - reduced disclosure exemptions

The company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland":

- the requirements of Section 7 Statement of Cash Flows;
- the requirement of Section 33 Related Party Disclosures paragraph 33.7.

Turnover

Turnover is the net invoiced value of goods sold and services rendered excluding value added tax.

Intangible fixed assets and amortisation

Intangible fixed assets being the amount paid for Customer Relationships and purchased in 2007 are capitalised at cost and amortised by equal instalments over their estimated useful economic life of 20 years. These intangible assets are subject to annual impairment reviews.

Tangible fixed assets

Tangible fixed assets are depreciated by equal annual instalments over their estimated useful lives as follows:

Plant and machinery	- 10% - 20% on cost or revalued amount
Fixtures and fittings	- 20% on cost
Motor vehicles	- 33.3% on reducing balance

At each reporting date the company assesses whether there is any indication of impairment. If such indication exists, the recoverable amount of the asset is determined, which is the higher of its fair valueless costs to sell, and its value in use. An impairment loss is recognised where the carrying amount exceeds the recoverable amount.

Stocks

Stocks are stated at the lower of cost and net realisable value using the first in/ first out method.

Cost comprises the direct costs of production and the attributable proportion of all overheads appropriate to location and condition. Net realisable value is the estimated selling price reduced by all costs of completion, marketing, selling and distribution.

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Period 28 June 2015 to 2 July 2016

1. **ACCOUNTING POLICIES - continued**

Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

Deferred tax

Deferred tax liabilities are generally recognised for all timing differences and deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

Research and development

Expenditure on research and development is charged to the profit and loss account in the year in which it is incurred.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The company participates in an active defined contribution group personal pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The amount charged to the profit and loss account represents the contributions payable to the scheme in respect of the accounting period.

Government grants

Government grants in respect of capital expenditure are recognised over the expected useful economic lives of the related assets. Any amounts not recognised immediately in the profit and loss account are included in the balance sheet as deferred income.

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Period 28 June 2015 to 2 July 2016

2. TURNOVER

The turnover and profit before taxation are attributable to the one principal activity of the company.

An analysis of turnover by geographical market is given below:

	Period 28.6.15 to 2.7.16 £	Period 30.3.14 to 27.6.15 £
United Kingdom	15,595,131	9,255,675
Europe	1,996,476	2,785,222
United States of America	898,457	2,181,738
Rest of World	<u>57,477</u>	<u>137,294</u>
	<u>18,547,541</u>	<u>14,359,929</u>

3. STAFF COSTS

	Period 28.6.15 to 2.7.16 £	Period 30.3.14 to 27.6.15 £
Wages and salaries	3,186,403	3,492,096
Social security costs	278,470	278,478
Other pension costs	<u>34,589</u>	<u>38,330</u>
	<u>3,499,462</u>	<u>3,808,904</u>

The average monthly number of employees during the period was as follows:

	Period 28.6.15 to 2.7.16	Period 30.3.14 to 27.6.15
Manufacturing	87	84
Sales and administration	<u>27</u>	<u>30</u>
	<u>114</u>	<u>114</u>

4. DIRECTORS' EMOLUMENTS

Total remuneration received by qualifying directors for services to the Company and the Group in the financial year was £321,380. The directors were remunerated through the ultimate parent company, William Cook Holdings Limited, and immediate parent company William Cook Cast Products Limited.

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Period 28 June 2015 to 2 July 2016

5. OPERATING PROFIT

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

	Period 28.6.15 to 2.7.16 £	Period 30.3.14 to 27.6.15 £
Hire of plant and machinery	89,814	46,852
Other operating leases	219,105	309,142
Depreciation - owned assets	542,502	625,473
Profit on disposal of fixed assets	(1,500)	(15,000)
Customer relationships amortisation	118,000	195,000
Auditor's remuneration for the audit of the company's financial statements	16,000	16,000
Auditor's remuneration for taxation compliance services	5,996	2,350
Foreign exchange differences	63	(21,124)
Research & development	<u>32,868</u>	<u>4,971</u>

Exceptional Items

Administrative expenses include the following exceptional costs:

	Period 28.6.15 to 2.7.16 £	Period 30.3.14 to 27.6.15 £
Staff costs and redundancy	<u>-</u>	<u>29,864</u>

6. PROFIT ON SALE OF INTANGIBLE FIXED ASSETS

	Period 28.6.15 to 2.7.16 £	Period 30.3.14 to 27.6.15 £
Profit on disposal of business	<u>-</u>	<u>500,000</u>

During the prior period, the company sold part of the business relating to the design and manufacture of intermodal freight components for commercial applications, along with the intellectual property rights associated with the design and manufacture of these products. The sale was to William Cook Intermodal Limited, a fellow Group company, generating a profit on sale of £500,000.

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Period 28 June 2015 to 2 July 2016

7. TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the period was as follows:

	Period 28.6.15 to 2.7.16 £	Period 30.3.14 to 27.6.15 £
Current tax:		
UK corporation tax	230,173	405,868
Adjustment in respect of prior period	<u>71,848</u>	<u>14,589</u>
Total current tax	<u>302,021</u>	<u>420,457</u>
Deferred tax:		
Current period	(19,679)	84,807
Adjustments relating to prior period	(68,840)	(7,576)
Effect of rate change	<u>3,880</u>	<u>-</u>
Total deferred tax	<u>(84,639)</u>	<u>77,231</u>
Tax on profit on ordinary activities	<u>217,382</u>	<u>497,688</u>

UK corporation tax has been charged at 20% (2015 - 20.80%).

Reconciliation of total tax charge included in profit and loss

The tax assessed for the period is higher (2015 – lower) than the standard rate of corporation tax in the UK. The difference is explained below:

	Period 28.6.15 to 2.7.16 £	Period 30.3.14 to 27.6.15 £
Profit on ordinary activities before tax	<u>848,522</u>	<u>2,550,771</u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 20% (2015 - 20.80%)	169,704	530,560
Effects of:		
Expenses not deductible for tax purposes	52,498	67,511
Adjustments to tax charge in respect of previous periods	6,888	7,013
Effect of rate change	(11,708)	(3,394)
Profit on sale of non qualifying assets	<u>-</u>	<u>(104,002)</u>
Total tax charge	<u>217,382</u>	<u>497,688</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Period 28 June 2015 to 2 July 2016

8. DIVIDENDS

	Period 28.6.15 to 2.7.16 £	Period 30.3.14 to 27.6.15 £
Ordinary shares of £0.25 each		
Interim dividend for the current financial period	<u>4,000,000</u>	<u>-</u>

9. INTANGIBLE FIXED ASSETS

	Customer relationships £
COST	
At 28 June 2015 and 2 July 2016	<u>2,480,000</u>
AMORTISATION	
At 28 June 2015	1,092,000
Amortisation for period	<u>118,000</u>
At 2 July 2016	<u>1,210,000</u>
NET BOOK VALUE	
At 2 July 2016	<u>1,270,000</u>
At 27 June 2015	<u>1,388,000</u>

In the opinion of the directors, there was no material difference between the carrying amount and fair value of Intangible Fixed assets at 2 July 2016.

10. TANGIBLE FIXED ASSETS

	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
COST				
At 28 June 2015	4,481,813	559,125	34,600	5,075,538
Additions	214,052	-	26,279	240,331
Disposals	<u>(37,928)</u>	<u>-</u>	<u>-</u>	<u>(37,928)</u>
At 2 July 2016	<u>4,657,937</u>	<u>559,125</u>	<u>60,879</u>	<u>5,277,941</u>
DEPRECIATION				
At 28 June 2015	794,695	542,327	34,600	1,371,622
Charge for period	<u>531,454</u>	<u>5,266</u>	<u>5,782</u>	<u>542,502</u>
At 2 July 2016	<u>1,326,149</u>	<u>547,593</u>	<u>40,382</u>	<u>1,914,124</u>
NET BOOK VALUE				
At 2 July 2016	<u>3,331,788</u>	<u>11,532</u>	<u>20,497</u>	<u>3,363,817</u>
At 27 June 2015	<u>3,687,118</u>	<u>16,798</u>	<u>-</u>	<u>3,703,916</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Period 28 June 2015 to 2 July 2016

10. TANGIBLE FIXED ASSETS - continued

At the date of transition to FRS 102, the revalued plant and machinery has been valued at deemed cost as a result of a previous GAAP revaluation dated 29 March 2014, and in accordance with section 35 of FRS 102.

11. STOCKS

	2.7.16	27.6.15
	£	£
Raw materials and consumables	1,309,310	1,906,122
Work-in-progress	<u>1,004,960</u>	<u>1,911,712</u>
	<u>2,314,270</u>	<u>3,817,834</u>

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2.7.16	27.6.15
	£	£
Trade debtors	804,263	1,008,722
Amounts owed by group undertakings	1,070,624	648,928
Other debtors	-	300
VAT	-	209,426
Deferred tax asset (see note 15)	54,601	-
Prepayments and accrued income	<u>145,556</u>	<u>224,993</u>
	<u>2,075,044</u>	<u>2,092,369</u>

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2.7.16	27.6.15
	£	£
Trade creditors	2,263,570	1,646,651
Amounts owed to group undertakings	-	51,540
Corporation tax	98,823	369,424
Social security and other taxes	106,742	74,318
VAT	298,855	-
Other creditors	23,840	40,889
Accruals and deferred income	<u>338,736</u>	<u>372,083</u>
	<u>3,130,566</u>	<u>2,554,905</u>

14. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2.7.16	27.6.15
	£	£
Within one year	243,752	243,000
Between one and five years	<u>205,966</u>	<u>449,718</u>
	<u>449,718</u>	<u>692,718</u>

15. PROVISIONS FOR LIABILITIES

	27.6.15
	£
Deferred tax	<u>30,038</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Period 28 June 2015 to 2 July 2016

15. PROVISIONS FOR LIABILITIES - continued

	Deferred tax £
Balance at 28 June 2015	30,038
Credit to Income Statement during period	<u>(84,639)</u>
Balance at 2 July 2016	<u>(54,601)</u>

The deferred tax debtor is included within debtors at note 12.

The elements of deferred taxation are as follows:

	2.7.16 £	27.6.15 £
Difference between accumulated depreciation and amortisation of capital allowances	(51,004)	12,068
Other timing differences	<u>(3,597)</u>	<u>17,970</u>
	<u>(54,601)</u>	<u>30,038</u>

16. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:		Nominal	2.7.16	27.6.15
Number:	Class:	value:	£	£
1,845,232	Ordinary	£0.25	<u>461,308</u>	<u>461,308</u>

17. RESERVES

	Retained earnings £	Share premium £	Revaluation reserve £	Totals £
At 28 June 2015	7,378,020	48,300	2,277,082	9,703,402
Profit for the period	631,140	-	-	631,140
Dividends	<u>(4,000,000)</u>	<u>-</u>	<u>-</u>	<u>(4,000,000)</u>
At 2 July 2016	<u>4,009,160</u>	<u>48,300</u>	<u>2,277,082</u>	<u>6,334,542</u>

Revaluation reserve

This reserve represents the pre FRS 102 cumulative revaluation gains and losses on revaluation of plant and machinery held as tangible assets.

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Period 28 June 2015 to 2 July 2016

18. PENSION COMMITMENTS

The company makes contributions to a group personal pension scheme.

The assets of the defined contribution pension scheme are held separately from those of the company, in an independently administered fund. The company's contribution to the scheme for the period was £34,589 (2015: £38,330).

There were no outstanding or prepaid contributions at the end of the financial period. Accrued contributions at 27 June 2015 were £3,284.

19. ULTIMATE PARENT COMPANY

The ultimate holding company is William Cook Holdings Limited, a company registered in England and Wales.

20. CONTINGENT LIABILITIES

Group contingent liabilities relating to guarantees, performance bonds and other items of a normal trading nature amounted to £899,000 (2015: £1,026,000).

William Cook Stanhope Limited has given guarantees in respect of bank indebtedness of fellow group undertakings, which amounted to £4,411,000 (2015: £2,155,000).

21. CAPITAL COMMITMENTS

There were no contracted capital commitments at the period end (2015: £nil).

22. RELATED PARTY DISCLOSURES

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.

23. FIRST YEAR ADOPTION

Transitional relief

On transition to FRS 102, the company has taken advantage of the following transitional relief:

- to use a previous GAAP revaluation as deemed cost on an item of property, plant and equipment.

RECONCILIATION OF EQUITY
30 March 2014
(DATE OF TRANSITION TO FRS 102)

	Notes	UK GAAP £	Effect of transition to FRS 102 £	FRS 102 £
FIXED ASSETS				
Intangible assets		1,583,000	-	1,583,000
Tangible assets		3,843,508	-	3,843,508
Investments		<u>100,000</u>	<u>-</u>	<u>100,000</u>
		<u>5,526,508</u>	<u>-</u>	<u>5,526,508</u>
CURRENT ASSETS				
Stocks		1,584,445	-	1,584,445
Debtors		3,060,356	-	3,060,356
Cash at bank and in hand		<u>543,192</u>	<u>-</u>	<u>543,192</u>
		<u>5,187,993</u>	<u>-</u>	<u>5,187,993</u>
CREDITORS				
Amounts falling due within one year		<u>(2,602,874)</u>	<u>-</u>	<u>(2,602,874)</u>
NET CURRENT ASSETS		<u>2,585,119</u>	<u>-</u>	<u>2,585,119</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>8,111,627</u>	<u>-</u>	<u>8,111,627</u>
NET ASSETS		<u>8,111,627</u>	<u>-</u>	<u>8,111,627</u>
CAPITAL AND RESERVES				
Called up share capital		461,308	-	461,308
Share premium		48,300	-	48,300
Revaluation reserve	(a)	2,277,082	-	2,277,082
Retained earnings	(a)	<u>5,324,937</u>	<u>-</u>	<u>5,324,937</u>
SHAREHOLDERS' FUNDS		<u>8,111,627</u>	<u>-</u>	<u>8,111,627</u>

The notes on pages 12 to 20 form part of these financial statements

RECONCILIATION OF EQUITY - continued
27 June 2015

	Notes	UK GAAP £	Effect of transition to FRS 102 £	FRS 102 £
FIXED ASSETS				
Intangible assets		1,388,000	-	1,388,000
Tangible assets		<u>3,703,916</u>	<u>-</u>	<u>3,703,916</u>
		<u>5,091,916</u>	<u>-</u>	<u>5,091,916</u>
CURRENT ASSETS				
Stocks		3,817,834	-	3,817,834
Debtors		2,092,369	-	2,092,369
Cash at bank and in hand		<u>1,747,534</u>	<u>-</u>	<u>1,747,534</u>
		<u>7,657,737</u>	<u>-</u>	<u>7,657,737</u>
CREDITORS				
Amounts falling due within one year		<u>(2,554,905)</u>	<u>-</u>	<u>(2,554,905)</u>
NET CURRENT ASSETS		<u>5,102,832</u>	<u>-</u>	<u>5,102,832</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		10,194,748	-	10,194,748
PROVISIONS FOR LIABILITIES		<u>(30,038)</u>	<u>-</u>	<u>(30,038)</u>
NET ASSETS		<u>10,164,710</u>	<u>-</u>	<u>10,164,710</u>
CAPITAL AND RESERVES				
Called up share capital		461,308	-	461,308
Share premium		48,300	-	48,300
Revaluation reserve	(a)	2,042,085	234,997	2,277,082
Retained earnings	(a)	<u>7,613,017</u>	<u>(234,997)</u>	<u>7,378,020</u>
SHAREHOLDERS' FUNDS		<u>10,164,710</u>	<u>-</u>	<u>10,164,710</u>

Notes to the reconciliation of equity

(a) The revaluation reserve arising on the revaluation of plant and machinery at 29 March 2014 has been frozen at that date, and the deemed cost of the plant and machinery taken as the valuation at that date. Consequently, the elimination of revaluation reserve released through the Statement of Total Recognised Gains and Losses has been backed out of the financial statements at the date of transition to FRS 102.

RECONCILIATION OF PROFIT
for the Period 30 March 2014 to 27 June 2015

	UK GAAP £	Effect of transition to FRS 102 £	FRS 102 £
TURNOVER	14,359,929	-	14,359,929
Cost of sales	<u>(9,884,043)</u>	<u>-</u>	<u>(9,884,043)</u>
GROSS PROFIT	4,475,886	-	4,475,886
Distribution costs	(189,590)	-	(189,590)
Administrative expenses	<u>(2,235,525)</u>	<u>-</u>	<u>(2,235,525)</u>
OPERATING PROFIT	2,050,771	-	2,050,771
Profit on sale of intangible fixed assets	<u>500,000</u>	<u>-</u>	<u>500,000</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	2,550,771	-	2,550,771
Tax on profit on ordinary activities	<u>(497,688)</u>	<u>-</u>	<u>(497,688)</u>
PROFIT FOR THE FINANCIAL PERIOD	<u><u>2,053,083</u></u>	<u><u>-</u></u>	<u><u>2,053,083</u></u>

The notes on pages 12 to 20 form part of these financial statements