

C. & S. (NEATH) STEEL SERVICES LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021

Carr, Jenkins & Hood
Oystermouth House
Charter Court, Phoenix Way
Swansea Enterprise Park
Swansea
SA7 9FS

C. & S. (NEATH) STEEL SERVICES LIMITED (REGISTERED NUMBER: 01433695)

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FOR THE YEAR ENDED 31 AUGUST 2021**

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C. & S. (NEATH) STEEL SERVICES LIMITED

COMPANY INFORMATION FOR THE YEAR ENDED 31 AUGUST 2021

DIRECTOR: J J Payne

SECRETARY: P Payne

REGISTERED OFFICE: Excelsior Works
Canal Road
Neath
West Glamorgan
SA11 1LJ

REGISTERED NUMBER: 01433695 (England and Wales)

ACCOUNTANTS: Carr, Jenkins & Hood
Oystermouth House
Charter Court, Phoenix Way
Swansea Enterprise Park
Swansea
SA7 9FS

C. & S. (NEATH) STEEL SERVICES LIMITED (REGISTERED NUMBER: 01433695)

BALANCE SHEET 31 AUGUST 2021

	Notes	2021 £	£	2020 £	£
FIXED ASSETS					
Intangible assets	4		-		-
Tangible assets	5		<u>264,213</u>		<u>250,281</u>
			264,213		250,281
CURRENT ASSETS					
Stocks	6	650,339		277,695	
Debtors	7	1,749,387		666,463	
Investments	8	10,000		10,000	
Cash at bank		<u>1,446,585</u>		<u>1,285,902</u>	
		3,856,311		2,240,060	
CREDITORS					
Amounts falling due within one year	9	<u>1,554,073</u>		<u>504,121</u>	
NET CURRENT ASSETS			<u>2,302,238</u>		<u>1,735,939</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			2,566,451		1,986,220
PROVISIONS FOR LIABILITIES	10		(59,797)		(41,755)
ACCRUALS AND DEFERRED INCOME			<u>(3,700)</u>		<u>(7,400)</u>
NET ASSETS			<u>2,502,954</u>		<u>1,937,065</u>
CAPITAL AND RESERVES					
Called up share capital			100		100
Retained earnings			<u>2,502,854</u>		<u>1,936,965</u>
			<u>2,502,954</u>		<u>1,937,065</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 August 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 August 2021 in accordance with Section 476 of the Companies Act 2006.

The director acknowledges his responsibilities for:

- ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The notes form part of these financial statements

C. & S. (NEATH) STEEL SERVICES LIMITED (REGISTERED NUMBER: 01433695)

BALANCE SHEET - continued
31 AUGUST 2021

The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

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

The financial statements were approved by the director and authorised for issue on 17 May 2022 and were signed by:

J J Payne - Director

The notes form part of these financial statements

C. & S. (NEATH) STEEL SERVICES LIMITED (REGISTERED NUMBER: 01433695)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2021

1. STATUTORY INFORMATION

C. & S. (Neath) Steel Services 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.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

Turnover

Turnover is recognised at the fair value of the consideration received or receivable for goods and services provided in the normal course of business, and is shown net of VAT and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer (usually on dispatch of the goods), the amount of revenue can be measured reliably, it is probable that the economic benefits associated with the transaction will flow to the entity and the costs incurred or to be incurred in respect of the transaction can be measured reliably.

Tangible fixed assets

Tangible assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Land and buildings freehold - 2% straight line
Plant and machinery - 15% to 25% reducing balance
Fixtures, fittings and equipment - 25% reducing balance
Motor vehicles - 25% reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

Impairment of fixed assets

At each reporting period end date, the company reviews the carrying amounts of its tangible and intangible assets to determine whether there is an indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

2. ACCOUNTING POLICIES - continued

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition.

Stocks held for distribution at no or nominal consideration are measured at the lower of cost and replacement cost, adjusted where applicable for any loss of service potential.

At each reporting date, an assessment is made for impairment. Any excess of the carrying amount of stocks over its estimated selling price less costs to complete and sell is recognised as an impairment loss in profit or loss. Reversals of impairment losses are also recognised in profit or loss.

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.

The carrying amount of deferred tax assets is reviewed at each reporting end date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the profit and loss account, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset when the company has a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

C. & S. (NEATH) STEEL SERVICES LIMITED (REGISTERED NUMBER: 01433695)

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2021

2. ACCOUNTING POLICIES - continued

Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessees. All other leases are classified as operating leases.

Assets held under finance leases are recognised as assets at the lower of the assets fair value at the date of inception and the present value of the minimum lease payments. The related liability is included in the balance sheet as a finance lease obligation. Lease payments are treated as consisting of capital and interest elements. The interest is charged to profit or loss so as to produce a constant periodic rate of interest on the remaining balance of the liability.

Government grants

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

A grant that specifies performance conditions is recognised in income when the performance conditions are met. Where a grant does not specify performance conditions it is recognised in income when the proceeds are received or receivable. A grant received before the recognition criteria are satisfied is recognised as a liability.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 9 (2020 - 9) .

4. INTANGIBLE FIXED ASSETS

	Goodwill £
COST	
At 1 September 2020 and 31 August 2021	<u>8,200</u>
AMORTISATION	
At 1 September 2020 and 31 August 2021	<u>8,200</u>
NET BOOK VALUE	
At 31 August 2021	<u>-</u>
At 31 August 2020	<u>-</u>

C. & S. (NEATH) STEEL SERVICES LIMITED (REGISTERED NUMBER: 01433695)

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2021

5. TANGIBLE FIXED ASSETS

	Plant and machinery etc £
COST	
At 1 September 2020	1,450,024
Additions	45,400
At 31 August 2021	<u>1,495,424</u>
DEPRECIATION	
At 1 September 2020	1,199,743
Charge for year	31,468
At 31 August 2021	<u>1,231,211</u>
NET BOOK VALUE	
At 31 August 2021	<u>264,213</u>
At 31 August 2020	<u>250,281</u>

6. STOCKS

	2021 £	2020 £
Stocks	<u>650,339</u>	<u>277,695</u>

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Trade debtors	1,618,760	580,108
Amounts owed by group undertakings	123,753	-
Amounts owed by participating interests	-	84,028
Other debtors	6,874	2,327
	<u>1,749,387</u>	<u>666,463</u>

8. CURRENT ASSET INVESTMENTS

	2021 £	2020 £
Listed investments	<u>10,000</u>	<u>10,000</u>

C. & S. (NEATH) STEEL SERVICES LIMITED (REGISTERED NUMBER: 01433695)**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2021****9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2021	2020
	£	£
Trade creditors	1,371,897	397,409
Amounts owed to group undertakings	-	7,670
Taxation and social security	167,435	89,008
Other creditors	14,741	10,034
	<u>1,554,073</u>	<u>504,121</u>

10. PROVISIONS FOR LIABILITIES

	2021	2020
	£	£
Deferred tax	<u>59,797</u>	<u>41,755</u>

	Deferred tax
	£
Balance at 1 September 2020	41,755
Charge to Statement of Income and Retained Earnings during year	<u>18,042</u>
Balance at 31 August 2021	<u>59,797</u>

11. RELATED PARTY DISCLOSURES

The company is associated with C&S (Port Talbot) Limited, a company under common control and ownership. During the year the company incurred expenses on behalf of C&S (Port Talbot) Limited and a charge was made to recover them. These charges amounted to £46,446 (2020: £50,135).

12. PARENT COMPANY

The company is a wholly owned subsidiary of C&S Holdings South Wales 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.