

REGISTERED NUMBER: 01651205 (England and Wales)

ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 SEPTEMBER 2012

FOR

SOUTHWARK METALS LIMITED

MONDAY



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FOR THE YEAR ENDED 30 SEPTEMBER 2012

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SOUTHWARK METALS LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 30 SEPTEMBER 2012

DIRECTORS:

T W Pratt
D Pratt

REGISTERED OFFICE:

The Old Barn
Off Wood Street
Swanley Village
Kent
BR8 7PA

REGISTERED NUMBER:

01651205 (England and Wales)

AUDITORS:

McCabe Ford Williams
Statutory Auditors and Chartered Accountants
Bank Chambers
1 Central Avenue
Sittingbourne
Kent
ME10 4AE

SOUTHWARK METALS LIMITED (REGISTERED NUMBER: 01651205)

REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30 SEPTEMBER 2012

The directors present their report with the accounts of the company for the year ended 30 September 2012

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of scrap metal merchants.

REVIEW OF BUSINESS

The results for the year and financial position of the company are as shown in the annexed financial statements

Financial results for the year are slightly lower than the year-on-year growth that can be historically seen, mainly due to the impact of the Olympics and the downturn in trade over this period. Since the end of the financial year however, levels of trade have increased and have been boosted by the introduction of legislation restricting the issuing of cash for metal. Southwark Metals Limited is extremely conscious of the customers it deals with. The directors and staff take stringent measures to ensure they know the details of all of their customers and the source of the metals that are brought into their yard. The company has a close relationship with the local community and authorities, and has been given a 'Green Light' by the local police with whom they work closely to monitor possible risks of illegal activities in the vicinity.

The directors believe that the company is well placed to manage its business risks successfully, and have a reasonable expectation that the company has adequate resources to continue to improve its operations for the foreseeable future. They are also looking forward to very prosperous coming years, helped by the increasing positive relationships the company and its directors have with their customers and suppliers. The directors therefore continue to adopt the going concern basis of accounting in preparing the financial statements.

DIVIDENDS

An interim dividend of £80,000 per share was paid on 20 April 2012. The directors recommend a final dividend of £20,000 per share, making a total of £100,000 per share for the year ended 30 September 2012.

The total distribution of dividends for the year ended 30 September 2012 will be £200,000.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 October 2011 to the date of this report.

T W Pratt

D Pratt

POLITICAL AND CHARITABLE CONTRIBUTIONS

During the year, donations totalling £6,800 (2011 - £nil) were made to various local charities.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Report of the Directors 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,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

SOUTHWARK METALS LIMITED (REGISTERED NUMBER: 01651205)

REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30 SEPTEMBER 2012

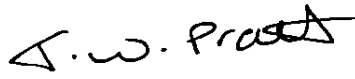
STATEMENT OF DIRECTORS' RESPONSIBILITIES - continued

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.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

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 auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

ON BEHALF OF THE BOARD:



T W Pratt - Director

Date 27/6/2013

REPORT OF THE INDEPENDENT AUDITORS TO
SOUTHWARK METALS LIMITED
UNDER SECTION 449 OF THE COMPANIES ACT 2006

We have examined the abbreviated accounts set out on pages five to seventeen, together with the full financial statements of Southwark Metals Limited for the year ended 30 September 2012 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 directors and auditors

The directors are 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.

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 to be delivered are properly prepared.

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.

Bryan Kemsley FCCA MAAT (Senior Statutory Auditor)
for and on behalf of McCabe Ford Williams
Statutory Auditors and Chartered Accountants
Bank Chambers
1 Central Avenue
Sittingbourne
Kent
ME10 4AE

Date 27 June 2013

SOUTHWARK METALS LIMITED (REGISTERED NUMBER: 01651205)

ABBREVIATED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30 SEPTEMBER 2012

	Notes	2012 £	2011 £
TURNOVER		11,842,530	12,711,755
Cost of sales		(9,223,738)	(9,507,924)
		<hr/>	<hr/>
		2,618,792	3,203,831
Administrative expenses		1,407,100	2,444,762
		<hr/>	<hr/>
OPERATING PROFIT	4	1,211,692	759,069
Interest receivable and similar income		311	20
		<hr/>	<hr/>
		1,212,003	759,089
Interest payable and similar charges	5	84,963	68,537
		<hr/>	<hr/>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		1,127,040	690,552
Tax on profit on ordinary activities	6	203,431	197,556
		<hr/>	<hr/>
PROFIT FOR THE FINANCIAL YEAR		<hr/> <hr/> 923,609	<hr/> <hr/> 492,996

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current year or previous year

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profits for the current year or previous year

The notes form part of these abbreviated accounts

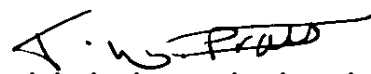
SOUTHWARK METALS LIMITED (REGISTERED NUMBER: 01651205)

ABBREVIATED BALANCE SHEET
30 SEPTEMBER 2012

	Notes	2012 £	2011 £
FIXED ASSETS			
Tangible assets	8	2,317,536	2,416,631
Investment property	9	-	313,962
		<u>2,317,536</u>	<u>2,730,593</u>
CURRENT ASSETS			
Stocks	10	80,069	35,123
Debtors	11	1,172,867	887,243
Cash at bank and in hand		1,425,186	1,037,858
		<u>2,678,122</u>	<u>1,960,224</u>
CREDITORS			
Amounts falling due within one year	12	1,092,623	1,308,498
NET CURRENT ASSETS		<u>1,585,499</u>	<u>651,726</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>3,903,035</u>	<u>3,382,319</u>
CREDITORS			
Amounts falling due after more than one year	13	(1,416,087)	(1,548,265)
PROVISIONS FOR LIABILITIES	16	-	(70,715)
NET ASSETS		<u>2,486,948</u>	<u>1,763,339</u>
CAPITAL AND RESERVES			
Called up share capital	17	2	2
Capital redemption reserve	18	98	98
Profit and loss account	18	2,486,848	1,763,239
SHAREHOLDERS' FUNDS	20	<u>2,486,948</u>	<u>1,763,339</u>

The abbreviated accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to medium-sized companies

The financial statements were approved by the Board of Directors on 27/06/13 . . . and were signed on its behalf by



T W Pratt - Director

The notes form part of these abbreviated accounts

SOUTHWARK METALS LIMITED (REGISTERED NUMBER: 01651205)**CASH FLOW STATEMENT**
FOR THE YEAR ENDED 30 SEPTEMBER 2012

	Notes	2012 £	2011 £
Net cash inflow from operating activities	1	744,445	1,917,681
Returns on investments and servicing of finance	2	(84,652)	(3,658)
Taxation		(274,146)	(175,773)
Capital expenditure and financial investment	2	313,383	(1,088,585)
Equity dividends paid		(200,000)	(200,000)
		<u>499,030</u>	<u>449,665</u>
Financing	2	(111,825)	272,501
Increase in cash in the period		<u>387,205</u>	<u>722,166</u>
Reconciliation of net cash flow to movement in net debt	3		
Increase in cash in the period		387,205	722,166
Cash outflow/(inflow) from decrease/(increase) in debt and lease financing		<u>233,418</u>	<u>(388,289)</u>
Change in net debt resulting from cash flows		<u>620,623</u>	<u>333,877</u>
Movement in net debt in the period		<u>620,623</u>	<u>333,877</u>
Net debt at 1 October		<u>(113,795)</u>	<u>(447,672)</u>
Net funds/(debt) at 30 September		<u>506,828</u>	<u>(113,795)</u>

The notes form part of these abbreviated accounts

SOUTHWARK METALS LIMITED (REGISTERED NUMBER: 01651205)

NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 SEPTEMBER 2012

1 RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	2012	2011
	£	£
Operating profit	1,211,692	759,069
Depreciation charges	175,792	180,040
(Profit)/loss on disposal of fixed assets	(43,108)	39,981
(Increase)/decrease in stocks	(44,946)	6,717
Increase in debtors	(440,227)	(263,478)
(Decrease)/increase in creditors	(114,758)	1,195,352
Net cash inflow from operating activities	744,445	1,917,681

2 ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	2012	2011
	£	£
Returns on investments and servicing of finance		
Interest received	311	20
Interest paid	(44,148)	(46,958)
Interest element of hire purchase payments	(40,815)	(21,579)
Finance costs	-	64,859
Net cash outflow for returns on investments and servicing of finance	(84,652)	(3,658)
Capital expenditure and financial investment		
Purchase of tangible fixed assets	(516,245)	(799,491)
Purchase of investment property	-	(353,194)
Sale of tangible fixed assets	515,666	64,100
Sale of investment property	313,962	-
Net cash inflow/(outflow) for capital expenditure and financial investment	313,383	(1,088,585)
Financing		
Capital repayments in year	(233,418)	388,289
Amount introduced by directors	121,593	-
Amount withdrawn by directors	-	(115,788)
Net cash (outflow)/inflow from financing	(111,825)	272,501

The notes form part of these abbreviated accounts

SOUTHWARK METALS LIMITED (REGISTERED NUMBER: 01651205)

NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 SEPTEMBER 2012

3 ANALYSIS OF CHANGES IN NET DEBT

	At 1/10/11 £	Cash flow £	At 30/9/12 £
Net cash			
Cash at bank and in hand	1,037,858	387,328	1,425,186
Bank overdraft	-	(123)	(123)
	<u>1,037,858</u>	<u>387,205</u>	<u>1,425,063</u>
Debt			
Hire purchase	(451,653)	233,418	(218,235)
Debts falling due after one year	(700,000)	-	(700,000)
	<u>(1,151,653)</u>	<u>233,418</u>	<u>(918,235)</u>
Total	<u>(113,795)</u>	<u>620,623</u>	<u>506,828</u>

The notes form part of these abbreviated accounts

SOUTHWARK METALS LIMITED (REGISTERED NUMBER: 01651205)

NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30 SEPTEMBER 2012

1 ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax

Tangible fixed assets

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

Freehold property	- not provided
Plant and machinery	- 15% on reducing balance
Fixtures and fittings	- 15% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 25% on reducing balance

Investment property

Investment property is shown at valuation with any deficit arising from changes in market value considered to be permanent being transferred to the profit and loss account.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet and are depreciated over their estimated useful lives. The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability

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

Pension costs and other post-retirement benefits

Pension contributions are paid to an SSAS on behalf of the directors, and are charged to the profit and loss account in the period to which they relate

Going concern

The company is expected to continue as a going concern and the accounts have been prepared on this basis

2 STAFF COSTS

	2012	2011
	£	£
Wages and salaries	119,609	1,320,868
Social security costs	6,044	5,261
	<u>125,653</u>	<u>1,326,129</u>

SOUTHWARK METALS LIMITED (REGISTERED NUMBER: 01651205)

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2012

2 STAFF COSTS - continued

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

	2012	2011
Directors	2	2
Staff	9	7
	<u>11</u>	<u>9</u>

3 DIRECTORS' EMOLUMENTS

	2012	2011
	£	£
Directors' remuneration	<u>14,400</u>	<u>24,810</u>

Pension contributions were made on behalf of the directors during the year totalling £nil (2011 - £1,225,500)
Retirement benefits are accruing for two (2011 - two) directors

4 OPERATING PROFIT

The operating profit is stated after charging/(crediting)

	2012	2011
	£	£
Hire of plant and machinery	3,582	14,717
Depreciation - owned assets	109,793	79,310
Depreciation - assets on hire purchase contracts	65,999	100,730
(Profit)/loss on disposal of fixed assets	(43,108)	39,981
Auditors' remuneration	6,500	5,000
Pension contributions	-	1,225,500

Included within loss/(profit) on disposal of fixed assets in 2011 is an amount of £39,232 being the permanent reduction in the value of investment property sold in December 2011

5 INTEREST PAYABLE AND SIMILAR CHARGES

	2012	2011
	£	£
Bank loan interest	12,216	33,399
Other Loan Interest	27,000	13,500
Interest on overdue tax	4,932	59
Hire purchase interest	<u>40,815</u>	<u>21,579</u>
	<u>84,963</u>	<u>68,537</u>

SOUTHWARK METALS LIMITED (REGISTERED NUMBER: 01651205)

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2012

6 TAXATION

Analysis of the tax charge

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

	2012	2011
	£	£
Current tax		
UK corporation tax	274,146	175,773
Deferred tax	(70,715)	21,783
Tax on profit on ordinary activities	<u>203,431</u>	<u>197,556</u>

Factors affecting the tax charge

The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below

	2012	2011
	£	£
Profit on ordinary activities before tax	<u>1,127,040</u>	<u>690,552</u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 26% (2011 - 28%)	293,030	193,355
Effects of		
Expenses not deductible for tax purposes	22,553	13,238
Capital allowances in excess of depreciation	(30,472)	(21,783)
Loss on disposal on investment asset	-	10,984
Marginal relief	-	(14,013)
Reduction in the standard rate of corporation tax	<u>(10,965)</u>	<u>(6,008)</u>
Current tax charge	<u>274,146</u>	<u>175,773</u>

7 DIVIDENDS

	2012	2011
	£	£
Final	40,000	70,000
Interim	160,000	130,000
	<u>200,000</u>	<u>200,000</u>

SOUTHWARK METALS LIMITED (REGISTERED NUMBER: 01651205)

**NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2012**

8 TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Fixtures and fittings £
COST			
At 1 October 2011	1,466,139	1,200,354	27,316
Additions	-	264,476	21,938
Disposals	-	(436,933)	-
Reclassification/transfer	-	(48,630)	-
At 30 September 2012	1,466,139	979,267	49,254
DEPRECIATION			
At 1 October 2011	-	342,268	13,348
Charge for year	-	116,125	5,386
Eliminated on disposal	-	(88,543)	-
Reclassification/transfer	-	(12,158)	-
At 30 September 2012	-	357,692	18,734
NET BOOK VALUE			
At 30 September 2012	1,466,139	621,575	30,520
At 30 September 2011	1,466,139	858,086	13,968
	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1 October 2011	157,218	7,219	2,858,246
Additions	262,067	774	549,255
Disposals	(169,471)	-	(606,404)
Reclassification/transfer	48,630	-	-
At 30 September 2012	298,444	7,993	2,801,097
DEPRECIATION			
At 1 October 2011	82,565	3,434	441,615
Charge for year	53,140	1,141	175,792
Eliminated on disposal	(45,303)	-	(133,846)
Reclassification/transfer	12,158	-	-
At 30 September 2012	102,560	4,575	483,561
NET BOOK VALUE			
At 30 September 2012	195,884	3,418	2,317,536
At 30 September 2011	74,653	3,785	2,416,631

Included in cost of land and buildings is freehold land of £1,466,139 (2011 - £1,466,139) which is not depreciated

SOUTHWARK METALS LIMITED (REGISTERED NUMBER: 01651205)

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2012

8 TANGIBLE FIXED ASSETS - continued

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

	Plant and machinery £	Motor vehicles £	Totals £
COST			
At 1 October 2011	791,310	-	791,310
Additions	139,220	120,752	259,972
Disposals	(343,758)	(105,909)	(449,667)
Transfer to ownership	(146,000)	-	(146,000)
At 30 September 2012	440,772	14,843	455,615
DEPRECIATION			
At 1 October 2011	130,929	-	130,929
Charge for year	50,130	15,869	65,999
Eliminated on disposal	(51,564)	(12,158)	(63,722)
Transfer to ownership	(9,261)	-	(9,261)
At 30 September 2012	120,234	3,711	123,945
NET BOOK VALUE			
At 30 September 2012	320,538	11,132	331,670
At 30 September 2011	660,381	-	660,381

9 INVESTMENT PROPERTY

	Total £
COST	
At 1 October 2011	313,962
Disposals	(313,962)
At 30 September 2012	-
NET BOOK VALUE	
At 30 September 2012	-
At 30 September 2011	313,962

The investment property disposal in the year relates to a residential property that was sold at a loss, however the permanent reduction in value was accounted for in the 2011 year

10 STOCKS

	2012 £	2011 £
Stock	80,069	35,123

SOUTHWARK METALS LIMITED (REGISTERED NUMBER: 01651205)

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2012

11 DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2012	2011
	£	£
Trade debtors	95,902	214,566
Other debtors	688,717	356,389
Directors' current accounts	115,461	237,054
Prepayments and accrued income	272,787	79,234
	<u>1,172,867</u>	<u>887,243</u>

12 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2012	2011
	£	£
Bank loans and overdrafts (see note 14)	123	-
Hire purchase contracts (see note 15)	57,505	104,745
Trade creditors	90,265	59,555
Social security and other taxes	1,760	-
VAT	516,796	789,698
Other creditors	116,846	153,727
Taxation	274,146	175,773
Accruals and deferred income	35,182	25,000
	<u>1,092,623</u>	<u>1,308,498</u>

13 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2012	2011
	£	£
Bank loans (see note 14)	700,000	700,000
Hire purchase contracts (see note 15)	160,730	346,908
Other creditors	555,357	501,357
	<u>1,416,087</u>	<u>1,548,265</u>

14 LOANS

An analysis of the maturity of loans is given below

	2012	2011
	£	£
Amounts falling due within one year or on demand		
Bank overdrafts	<u>123</u>	<u>-</u>
Amounts falling due between one and two years		
Bank loans - 1-2 years	<u>700,000</u>	<u>700,000</u>

SOUTHWARK METALS LIMITED (REGISTERED NUMBER: 01651205)

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2012

15 OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS AND LEASES

	Hire purchase contracts	
	2012	2011
	£	£
Net obligations repayable		
Within one year	57,505	104,745
Between one and five years	160,730	346,908
	<u>218,235</u>	<u>451,653</u>

The following operating lease payments are committed to be paid within one year

	Land and buildings	
	2012	2011
	£	£
Expiring		
Within one year	898	-
Between one and five years	177,650	-
In more than five years	-	171,450
	<u>178,548</u>	<u>171,450</u>

16 PROVISIONS FOR LIABILITIES

	2012	2011
	£	£
Deferred tax	-	70,715
	<u>-</u>	<u>70,715</u>
		Deferred tax
		£
Balance at 1 October 2011		70,715
Accelerated Capital Allowances		(70,715)
		<u>-</u>
Balance at 30 September 2012		<u>-</u>

17 CALLED UP SHARE CAPITAL

Allotted, issued and fully paid			2012	2011
Number:	Class	Nominal value	£	£
		£1	2	2
2	Ordinary		<u>2</u>	<u>2</u>

SOUTHWARK METALS LIMITED (REGISTERED NUMBER: 01651205)

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2012

18 RESERVES

	Profit and loss account £	Capital redemption reserve £	Totals £
At 1 October 2011	1,763,239	98	1,763,337
Profit for the year	923,609		923,609
Dividends	(200,000)		(200,000)
	<hr/>	<hr/>	<hr/>
At 30 September 2012	2,486,848	98	2,486,946
	<hr/>	<hr/>	<hr/>

19 RELATED PARTY DISCLOSURES

During the year the company paid dividends to the directors amounting to £200,000 (2011 - £200,000)

At 30th September 2012, an amount of £115,461 (2011 £237,054) was owed by the directors to the company. The maximum amount outstanding during the year was £237,054 (2011 £307,054)

At the end of the year an amount of £60,909 was owed from SCCD Developments Limited, a connected company owned by T and D Pratt. An amount of £464,644 was also loaned to The Southwark Metals Limited Executive Pension Scheme, which has been set up to benefit the directors, and is still outstanding at 30 September 2012.

Pension contributions of £nil (2011 £1,225,500) were paid into a Small Self Administered Scheme during the year on behalf of the directors.

20 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2012 £	2011 £
Profit for the financial year	923,609	492,996
Dividends	(200,000)	(200,000)
	<hr/>	<hr/>
Net addition to shareholders' funds	723,609	292,996
Opening shareholders' funds	1,763,339	1,470,343
	<hr/>	<hr/>
Closing shareholders' funds	2,486,948	1,763,339
	<hr/>	<hr/>

21 SECURED DEBTS

The bank loan of £700,000 from Natwest Bank PLC to the company is secured by a charge dated 29th October 2008 over the land owned by the company, valued in the accounts at £1,466,139.