



Registration number 2660628

**CYNON VALLEY WASTE DISPOSAL COMPANY LIMITED
T/A AMGEN CYMRU**

**Abbreviated accounts
for the year ended 31 May 2002**



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COMPANIES HOUSE 20/03/03



CYNON VALLEY WASTE DISPOSAL COMPANY LIMITED
T/A AMGEN CYMRU

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**Independent auditors' report to CYNON VALLEY WASTE DISPOSAL COMPANY LIMITED
T/A AMGEN CYMRU
under Section 247B of the Companies Act 1985**

We have examined the abbreviated accounts set out on pages 3 to 7 together with the financial statements of CYNON VALLEY WASTE DISPOSAL COMPANY LIMITED for the year ended 31 May 2002 prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing abbreviated accounts in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of opinion

We have carried out the procedures we considered 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 did not include examining or dealing with events after the date of our report on the financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Companies Act 1985 in respect of the year ended 31 May 2002, and the abbreviated accounts on pages 3 to 7 are properly prepared in accordance with those provisions.

Other information

On 18 November 2002 we reported as auditors of CYNON VALLEY WASTE DISPOSAL COMPANY LIMITED to the members on the financial statements prepared under Section 226 of the Companies Act 1985 for the year ended 31 May 2002 and our audit report was as follows:

' We have audited the financial statements of CYNON VALLEY WASTE DISPOSAL COMPANY LIMITED for the year ended 31 May 2002 which comprise the profit and loss account, the Balance Sheet and the related notes. These financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000), under the historical cost convention and the accounting policies set out therein.

Respective responsibilities of directors and auditors

As described in the statement of directors' responsibilities the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Directors' Report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.



**Independent auditors' report to CYNON VALLEY WASTE DISPOSAL COMPANY LIMITED
T/A AMGEN CYMRU
under Section 247B of the Companies Act 1985**

We read the directors report and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit opinion

We conducted our audit in accordance with United Kingdom Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 May 2002 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

A handwritten signature in black ink, consisting of a stylized 'K' followed by a horizontal line.

**KTS
Chartered Accountants and
Registered Auditor
18a Whitcombe Street
Aberdare
CF44 7AU**

18 November 2002

CYNON VALLEY WASTE DISPOSAL COMPANY LIMITED
T/A AMGEN CYMRU

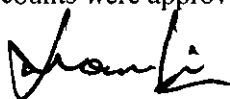
Abbreviated balance sheet
as at 31 May 2002

		2002		2001	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	3		3,168,736		3,674,342
Investments	3		100		100
			<u>3,168,836</u>		<u>3,674,442</u>
Current assets					
Debtors		621,091		687,945	
Cash at bank and in hand		1,110,953		763,841	
		<u>1,732,044</u>		<u>1,451,786</u>	
Creditors: amounts falling due within one year	4	(691,816)		(734,966)	
Net current assets			<u>1,040,228</u>		<u>716,820</u>
Total assets less current liabilities			4,209,064		4,391,262
Creditors: amounts falling due after more than one year			(183,000)		(2,179)
Provisions for liabilities and charges			(684,045)		(763,531)
Net assets			<u>3,342,019</u>		<u>3,625,552</u>
Capital and reserves					
Called up share capital	5		2,806,000		2,806,000
Profit and loss account			536,019		819,552
Shareholders' funds			<u>3,342,019</u>		<u>3,625,552</u>

In preparing these abbreviated accounts we have relied on the exemptions for individual financial statements conferred by section Section A of Part 1 of the Companies Act 1985 on the grounds that the company is entitled to the benefit of those exemptions as a small sized company.

The abbreviated accounts are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies .

The abbreviated accounts were approved by the Board on 18 November 2002 and signed on its behalf by



R J Mansfield
Director

The notes on pages 4 to 7 form an integral part of these financial statements.

**Notes to the abbreviated financial statements
for the year ended 31 May 2002**

1. Accounting policies

1.1. Accounting convention

The accounts are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

The company has taken advantage of the exemption in FRS1 from the requirement to produce a cashflow statement because it is a small company.

1.2. Turnover

Turnover represents the total invoice value, excluding value added tax and landfill tax, of sales made during the year.

1.3. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Freehold land	-	Straight line over 40 years
Leasehold land & buildings	-	Straight line over the life of the lease
Site infrastructure	-	Straight line over 10 years
Landfill phase construction	-	Airspace used for landfill
Plant and machinery	-	Straight line between 2 and 10 years
Fixtures & fittings	-	Straight line between 3 and 10 years
Computer equipment	-	Straight line over 3 years

1.4. Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. 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 constant periodic rates of charge on the net obligations outstanding in each period.

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.5. Investments

Fixed asset investments are stated at cost less provision for impairment.

1.6. Pensions

The pension costs charged in the financial statements represent the contribution payable by the company during the year.

The regular cost of providing retirement pensions and related benefits is charged to the profit and loss account over the employees' service lives on the basis of a constant percentage of earnings.

Notes to the abbreviated financial statements
for the year ended 31 May 2002

1.7. Deferred taxation

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes except to the extent that the directors consider that a liability to taxation is unlikely to materialise.

1.8. Group accounts

The company is entitled to the exemption under Section 248 of the Companies Act 1985 from the obligation to prepare group accounts.

2. Interest payable and similar charges

2002	2001
£	£

Included in this category is the following:

Hire purchase interest	455	5,232
	455	5,232

3. Fixed assets

**Tangible
fixed
assets**

Investments

Total

Cost

	£	£	£
At 1 June 2001	4,283,964	100	4,284,064
Additions	86,565	-	86,565
	4,370,529	100	4,370,629

At 31 May 2002

Depreciation and

At 1 June 2001	609,622	-	609,622
Charge for year	592,171	-	592,171
	1,201,793	-	1,201,793

At 31 May 2002

Net book values

At 31 May 2002	3,168,736	100	3,168,836
At 31 May 2001	3,674,342	100	3,674,442

3.1. Investment details

2002	2001
£	£

Subsidiary undertaking	100	100
	100	100

CYNON VALLEY WASTE DISPOSAL COMPANY LIMITED
T/A AMGEN CYMRU



Notes to the abbreviated financial statements
for the year ended 31 May 2002

Holdings of 20% or more

The company holds 100% of the ordinary share capital of the following company:

Company	Country of registration or incorporation	Nature of business	Class	%
Subsidiary undertaking				
Amgen Rhondda Limited	United Kingdom	Waste management	Ordinary	100

The aggregate amount of capital and reserves and the results of these undertakings for the last relevant financial year were as follows:

	Capital and reserves	Profit for the year
	£	£
Amgen Rhondda Limited	196,191	(134,566)

4. Creditors: amounts falling due within one year	2002	2001
	£	£

Creditors include the following:

Secured creditors	<u>2,179</u>	<u>140,421</u>
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5. Share capital	2002	2001
	£	£

Authorised

2,806,000 Ordinary shares of £1 each	<u>2,806,000</u>	<u>2,806,000</u>
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Allotted, called up and fully paid

2,806,000 Ordinary shares of £1 each	<u>2,806,000</u>	<u>2,806,000</u>
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Notes to the abbreviated financial statements
for the year ended 31 May 2002

6. Capital commitments	2002	2001
	£	£
Details of capital commitments at the balance sheet date were as follows:		
Contracted for but not provided in the financial statements	<u>547,295</u>	<u>-</u>

This expenditure of £547,295 covered two contracts:

- a) The completion of capping of Phase 1 landfill and,
- b) The lining of Phase 2b in readiness for landfill use.

Both of these contracts were completed by the end of September 2002.

7. Related party transactions

1. Rhondda Cynon Taff County Borough Council (RCTCBC) own the entire share capital of the company.

a) During the year, the charge for royalties was £168,462 (2001-£156,484). The amount owed by the company to RCTCBC at the year end was £272,519 (2001-£123,469).

b) During the year, RCTCBC used the landfill site for waste disposal, totalling £1,030,244 (2001-£827,285). The amounts owed to the company at the year end was £33,744 (2001-£73,198).

c) The amounts owed by the company to RCTCBC in respect of general rates at the year end was £73,944 (2001-£76,252).

2. The company owns 100% of the ordinary shares of Amgen Rhondda Limited.

a) During the year, management fees were charged to Amgen Rhondda Limited totalling £205,392 (2001-£183,014). The amount owed by Amgen Rhondda Limited to the company at the year end was £10,184 (2001-£45,136).

b) During the year, the company made sundry purchases from Amgen Rhondda Limited amounting to £1,000 which was outstanding to them at the year end.