

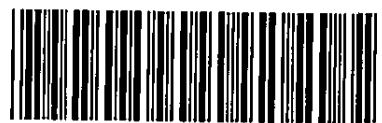
# **Harvey Steel Lintels Limited**

## **Directors' report and financial statements**

**Registered number 2729505**

**31 December 2009**

THURSDAY



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30/09/2010

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COMPANIES HOUSE

## Company Information

<b>Directors</b>	D L Harvey C Ó Nualláin M McCabe L Martin B O'Hara
<b>Secretary</b>	Grafton Group Secretarial Services Limited
<b>Company Number</b>	2729505
<b>Registered Office</b>	PO Box 1224 Pelham House Canwick Road Lincoln LN5 5NH
<b>Auditors</b>	KPMG LLP Chartered Accountants Arlington Business Park Theale Reading RG7 4SD

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## Directors' report

The directors present their annual report and the audited financial statements for the year ended 31 December 2009

### Principal activity

The company's principal activity is the design, manufacture and sale of steel lintels

### Review of trading

The results for the year are set out on page 5

An enhanced business review has not been performed as the company is exempt on the grounds of size

### Proposed dividend

The directors paid a dividend of £nil during the year (2008 £nil) The retained profit for the year after taxation of £133,556 (2008 £325,715) has been transferred to reserves

### Directors

The directors who held office during the year were as follows

D L Harvey  
C Ó Nualláin  
M McCabe  
L Martin  
B O'Hara

### Political and charitable contributions

The company made no political contributions during the year (2008 £nil) Donations to UK charities amounted to £nil (2008 £nil)

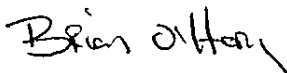
### Disclosure of information to auditors

The directors who held office at the date of approval of this Directors' report confirm that, so far as they are each aware, there is no relevant audit information of which the company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information

### Auditors

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

By order of the board



**B. O'Hara**  
Director

Dated 27 September 2010

PO Box 1224  
Pelham House  
Canwick Road  
Lincoln  
LN5 5NH

## **Statement of directors' responsibilities in respect of the Directors' report and the financial statements**

The directors are responsible for preparing 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 UK Accounting Standards.

The financial statements are required by law to 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 judgments and 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 proper accounting records that disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that its 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.

ABCD

KPMG LLP

Arlington Business Park

Theale

Reading

RG7 4SD

United Kingdom

## **Independent auditor's report to the members of Harvey Steel Lintels Limited**

We have audited the financial statements of Harvey Steel Lintels Limited for the year ended 31 December 2009, set out on pages 5 to 14. The financial reporting framework that has been applied in their preparation is applicable law and UK Accounting Standards (UK Generally Accepted Accounting Practice).

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 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 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 auditors**

As explained more fully in the Directors' Responsibilities Statement set out on page 2, 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 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 (APB'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 APB's web-site at [www.frc.org.uk/apb/scope/UKNP](http://www.frc.org.uk/apb/scope/UKNP).

### **Opinion on the financial statements**

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31 December 2009 and of its profit for the year then ended,
- have been properly prepared in accordance with UK Generally Accepted Accounting Practice and,
- have been prepared in accordance with the requirements of the Companies Act 2006.

### **Opinion on other matters prescribed by the Companies Act 2006**

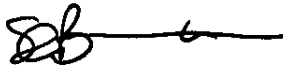
In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

## **Independent auditor's report to the members of Harvey Steel Lintels Limited** *(continued)*

### **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



**S C Barker (Senior Statutory Auditor)**  
**for and on behalf of KPMG LLP, Statutory Auditor**  
Chartered Accountants  
Arlington Business Park  
Theale  
Reading  
RG7 4SD

*29th September 2010*

**Profit and loss account**  
*for the year ended 31 December 2009*

	<i>Note</i>	<b>2009</b> £	<b>2008</b> £
<b>Turnover</b>	<i>1</i>	<b>925,535</b>	1,301,202
Cost of sales		<b>(313,547)</b>	(444,517)
<b>Gross profit</b>		<b>611,988</b>	856,685
Distribution costs		<b>(203,102)</b>	(252,520)
Administrative expenses		<b>(317,861)</b>	(323,896)
<b>Operating profit</b>	<i>2-4</i>	<b>91,025</b>	280,269
Interest receivable and similar income	<i>5</i>	<b>34,450</b>	46,608
<b>Profit on ordinary activities before taxation</b>	<i>2</i>	<b>125,475</b>	326,877
Taxation on profit on ordinary activities	<i>6</i>	<b>8,081</b>	(1,162)
<b>Profit for the year</b>	<i>13</i>	<b>133,556</b>	325,715

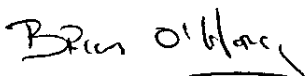
The profit and loss account contains all recognised gains and losses of the company for the current and prior year  
All turnover and operating profit is derived from continuing activities



**Balance sheet**  
*at 31 December 2009*

	<i>Note</i>	<b>2009</b> £	<b>2009</b> £	<b>2008</b> £	<b>2008</b> £
<b>Fixed assets</b>					
Tangible assets	7		1,224		225
<b>Current assets</b>					
Stocks	8	56,303		78,982	
Debtors	9	1,843,312		1,880,279	
Cash at bank and in hand		559,611		929,652	
		<u>2,459,226</u>		<u>2,888,913</u>	
<b>Creditors: amounts falling due within one year</b>	10	<u>(756,750)</u>		<u>(1,318,994)</u>	
<b>Net current assets</b>			<b>1,702,476</b>		<b>1,569,919</b>
<b>Total assets less current liabilities</b>			<b>1,703,700</b>		<b>1,570,144</b>
<b>Net assets</b>			<b>1,703,700</b>		<b>1,570,144</b>
<b>Capital and reserves</b>					
Called up share capital	12		2		2
Profit and loss account	13		1,703,698		1,570,142
<b>Equity shareholders' funds</b>	14		<b>1,703,700</b>		<b>1,570,144</b>

These financial statements were approved and authorised for issue by the board of directors on 27 September 2010 and were signed on its behalf by

  
**B. O'Hara**  
Director

## Notes

*(forming part of the financial statements)*

### 1 Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements

#### ***Basis of preparation***

The financial statements have been prepared in accordance with applicable accounting standards and under the historical cost accounting rules

Under Financial Reporting Standard (FRS) 1 the company is exempt from the requirement to prepare a cash flow statement on the grounds that a parent undertaking includes the company in its own published consolidated financial statements

As the company is consolidated within Grafton Group plc, the company has taken advantage of the exemption contained in FRS 8 and has therefore not disclosed transactions or balances with entities which form part of the group. The consolidated financial statements of Grafton Group plc, within which this company is included, can be obtained from Heron House, Corrig Road, Sandyford Industrial Estate, Dublin 18, Ireland

#### ***Going concern***

Whilst the Company does not currently draw on any of the group funding facilities, as noted in note 15, the Company acts as guarantor in respect of group borrowing facilities. The directors of the Company have discussed with Group management the funding position of the Group and consider it unlikely the guarantees given by the Company will be invoked. Accordingly, the Directors' are of the opinion that it remains appropriate for the Company to prepare the financial statements on a going concern basis

#### ***Fixed assets and depreciation***

Depreciation is provided by the company to write off the cost less the estimated residual value of tangible fixed assets by equal instalments over their estimated useful economic lives as follows

Freehold buildings	-	50 - 100 years
Leasehold land and buildings	-	Lease term or up to 100 years
Plant, equipment and computer systems	-	3 - 20 years
Fixtures and fittings	-	10 years
Plant hire equipment	-	2 - 8 years
Motor vehicles	-	3 - 6 years

Freehold land is not depreciated by the company

#### ***Foreign currencies***

Transactions in foreign currencies are recorded using the rate of exchange ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated using the rate of exchange ruling at the balance sheet date. Gains or losses on translation are included in the profit and loss account for the year

## **Notes (continued)**

### **1 Accounting policies (continued)**

#### ***Leases***

Where the company enters into a lease which entails taking substantially all the risks and rewards of ownership of an asset, the lease is treated as a finance lease. The asset is capitalised in the balance sheet as a tangible fixed asset and is depreciated over its estimated useful life or the term of the lease, whichever is shorter. Future instalments under such leases, net of finance charges, are included within creditors. Rentals payable are apportioned between the finance element, which is charged to the profit and loss account, and the capital element which reduces the outstanding obligation for future instalments.

All other leases are accounted for as operating leases and the rental charges are charged to the profit and loss account on a straight line basis over the life of the lease.

#### ***Stocks***

Stocks are stated at the lower of cost and net realisable value, after deduction of provisions for slow-moving or obsolete stock.

#### ***Pension costs***

Full details of the pension arrangements for the company's employees are set out in note 17. Amounts charged in respect of contributions to money purchase defined contribution schemes equate to the contributions payable in the period.

#### ***Turnover***

Turnover, operating profit, and profit or losses on ordinary activities before taxation derive from the provision of goods and services to customers during the year. Turnover is derived from the one principal activity of the company, and wholly from within the UK.

Turnover represents the fair value of goods, excluding value added tax, delivered to or collected by third party customers in the year. Goods are deemed to have been delivered to customers, when the customer has access to the significant benefits inherent in the goods and exposure to the risks inherent in those benefits.

Rebates are recognised as they become receivable and are reflected within cost of sales.

#### ***Taxation***

Deferred tax is recognised, without discounting, in respect of all timing differences between the treatment of certain items for taxation and accounting purposes which have arisen but not reversed by the balance sheet date, except as otherwise required by FRS 19.

## Notes (continued)

### 2 Profit on ordinary activities before taxation

	2009 £	2008 £
<i>Profit on ordinary activities before taxation is stated after charging</i>		
Auditor's remuneration		
Audit fee (borne by the parent company)	8,400	4,000
Depreciation and other amounts written off tangible fixed assets		
Owned	361	1,423
Hire of plant and machinery - rentals payable under operating leases	6,431	8,617
Hire of other assets - rentals payable under operating leases	21,600	21,600
	<u>21,600</u>	<u>21,600</u>

### 3 Remuneration of directors

	2009 £	2008 £
Directors' remuneration	97,503	96,318
Directors' pension contributions	8,550	8,507
	<u>106,053</u>	<u>104,825</u>

Retirement benefits are accruing to 1 (2008 1) director under money purchase pension schemes

### 4 Staff numbers and costs

The average number of persons employed by the company was as follows

	2009 Number of employees	2008 Number of employees
Administration	3	3
Manufacturing	6	6
	<u>9</u>	<u>9</u>
Total number of employees	<u>9</u>	<u>9</u>

The aggregate payroll costs of these persons were as follows

	2009 £	2008 £
Wages and salaries	280,228	300,395
Social security costs	29,475	32,279
Other pension costs	14,835	15,620
	<u>324,538</u>	<u>348,294</u>

**Notes (continued)**

**5 Interest receivable and similar income**

	2009 £	2008 £
Bank interest	16,200	28,308
On inter-company loans	18,250	18,300
	<u>34,450</u>	<u>46,608</u>

**6 Taxation**

	2009 £	2009 £	2008 £	2008 £
<b>Current tax</b>				
UK corporation tax	-		-	
Adjustment in respect of a previous year	(10,804)		-	
	<u></u>		<u></u>	
Total current taxation		(10,804)		-
<b>Deferred tax (note 11)</b>				
Origination and reversal of timing differences	2,723		500	
Adjustment in respect of a previous year	-		662	
	<u></u>		<u></u>	
Total deferred tax		2,723		1,162
		<u></u>		<u></u>
Tax (credit)/charge on profit on ordinary activities		8,081		1,162
		<u></u>		<u></u>

The tax assessed in the period is different from the standard rate of corporation tax in the UK of 28.0% (2008 28.5%). The differences are explained below

	2009 £	2008 £
Profit on ordinary activities before tax	125,475	325,715
	<u></u>	<u></u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 28.0% (2008 28.5%)	35,133	92,829
<i>Effects of</i>		
Tax group relief received for nil consideration	(35,133)	(92,329)
Other short-term timing differences	-	(500)
	<u></u>	<u></u>
Current tax credit for the year	-	-
	<u></u>	<u></u>

No payment has been made nor liability incurred for group relief received

## Notes (continued)

### 7 Tangible fixed assets

	Plant and machinery £	Computer equipment £	Total £
<b>Cost</b>			
At beginning of year	74,804	3,637	78,441
Additions	-	1,359	1,359
	<hr/>	<hr/>	<hr/>
At end of year	74,804	4,996	79,800
	<hr/>	<hr/>	<hr/>
<b>Depreciation</b>			
At beginning of year	74,591	3,625	78,216
Charge for the year	213	147	360
	<hr/>	<hr/>	<hr/>
At end of year	74,804	3,772	78,576
	<hr/>	<hr/>	<hr/>
<b>Net book value</b>			
At 31 December 2009	-	1,224	1,224
	<hr/>	<hr/>	<hr/>
At 31 December 2008	213	12	225
	<hr/>	<hr/>	<hr/>

### 8 Stocks

	2009 £	2008 £
Raw materials	56,303	78,982
	<hr/>	<hr/>

In the opinion of the directors, there is no material difference between the replacement cost of stocks and their balance sheet amounts

### 9 Debtors

	2009 £	2008 £
Trade debtors	102,199	134,605
Amounts owed by group undertakings	1,700,000	1,719,056
Prepayments and accrued income	39,204	21,986
Deferred tax (note 11)	1,909	4,632
	<hr/>	<hr/>
	1,843,312	1,880,279
	<hr/>	<hr/>

**Notes (continued)**

**10 Creditors: amounts falling due within one year**

	2009 £	2008 £
Trade creditors	66,532	61,503
Amounts owed to group undertakings	657,414	1,226,025
Corporation tax	-	10,804
Taxation and social security	4,589	3,087
Accruals and deferred income	28,215	17,575
	<u>756,750</u>	<u>1,318,994</u>

**11 Deferred taxation**

	2009 £	2008 £
Deferred tax asset (included within debtors – note 9)	1,909	4,632

Deferred taxation provided in the financial statements is as follows

	Amount provided	
	2009 £	2008 £
Accelerated capital allowances	1,568	1,204
Other timing differences	341	3,428
	<u>1,909</u>	<u>4,632</u>

The movement in deferred tax in the year is

	Deferred tax £
At beginning of year	4,632
Charge to the profit and loss for the year	(2,723)
	<u>1,909</u>

## Notes (continued)

### 12 Called up share capital

	2009 £	2008 £
<b>Authorised</b>		
1,000 ordinary shares of £1 each	1,000	1,000
	<u>          </u>	<u>          </u>
<b>Allotted, called up and fully paid</b>		
2 ordinary shares of £1 each	2	2
	<u>          </u>	<u>          </u>

### 13 Movement on reserves

	Profit and loss account
At 1 January 2009	1,570,142
Retained profit for the year	133,556
	<u>          </u>
At 31 December 2009	1,703,698
	<u>          </u>

### 14 Reconciliation of movements in shareholders' funds

	2009 £	2008 £
Profit for year	133,556	325,715
Opening shareholders' funds	1,570,144	1,244,429
	<u>          </u>	<u>          </u>
Closing shareholders' funds	1,703,700	1,570,144
	<u>          </u>	<u>          </u>

### 15 Contingent liabilities

Harvey Steel Lintels Limited acts as a guarantor to Lloyds TSB Bank plc in respect of facilities made available to other group companies which at the balance sheet date amounted to £25,000,000 (2008 £25,000,000). In addition Harvey Steel Lintels Limited, along with other UK subsidiaries of Grafton Group plc, acts as guarantor for the group sterling bank borrowings which at the balance sheet date amounted to £561,445,000 (2008 £619,960,000).



## Notes (continued)

### 16 Commitments

- (a) There were no capital commitments at 31 December 2009 (2008 £nil)
- (b) Annual commitments under non-cancellable operating leases are as follows

	Land and buildings		Other operating leases	
	2009	2008	2009	2008
	£	£	£	£
Operating leases which expire				
Between two and five years	-	-	6,552	6,552
Over five years	21,600	21,600	-	-
	<u>21,600</u>	<u>21,600</u>	<u>6,552</u>	<u>6,552</u>

### 17 Pension scheme

The company is a member of a group defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the company to the fund and amounted to £15,308 (2008 £15,260). There were no outstanding charges or prepaid contributions at the end of the year (2008 £nil).

Additional contributions were paid by the company into private pension schemes of individual employees. Contributions payable to these schemes during the year came to £nil (2008 £nil).

### 18 Ultimate parent company and parent undertaking of which the company is a member

The company's immediate parent company is Grafton Group (UK) plc, incorporated in the United Kingdom.

The largest group in which the results of the company are consolidated is that headed by Grafton Group plc, incorporated in the Republic of Ireland. The consolidated accounts of this company are available to the public and may be obtained from Grafton Group plc, Heron House, Corrig Road, Sandyford Industrial Estate, Dublin 18, Ireland.

