

COMPANIES HOUSE COPY

Cookson Precious Metals Limited

Report and Financial Statements

Year Ended

31 December 2015

Company Number 02775187

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Cookson Precious Metals Limited

Company Information

Directors	S J Bate Dr J Brenk P W Evans R S Oldroyd T Frey (appointed 22 June 2015)
Company secretary	P W Evans
Registered number	02775187
Registered office	59 - 83 Vittoria Street Birmingham B1 3NZ
Independent auditors	BDO LLP Two Snowhill Birmingham B4 6GA

Cookson Precious Metals Limited

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Cookson Precious Metals Limited

Strategic report For the year ended 31 December 2015

The directors present their strategic report for the year ended 31 December 2015.

Business review

As shown on the company's statement of comprehensive income on page 7, the company's turnover reduced from £272.6m to £261.2m due to a reduction in sales of fine gold products which results in a high turnover impact for the net margin earned. This reduction has been offset by increases in sales in other channels at substantially higher margins, but lower turnover impact. The overall effect on gross profit has resulted in a 9% increase, from £11.1m to £12.1m.

Increases in distribution costs are the result of increased variable costs in line with the underlying increasing sales, as well as continued investment in marketing and internet development. Administrative expenses have remained generally consistent with prior year.

Principal risks and uncertainties

Competitive pressure in Europe, India and the Far East, by way of imports into the UK market and globalisation through E Commerce, is a continuing risk for the company, which could result in losing key sales to competitors. To manage this risk, the company strives to provide added value products and services to its customers; prompt response times in the supply of products and services and the handling of customer queries; and through the maintenance of strong relationships with customers.

The company purchases from and sells into international markets and it is therefore exposed to currency movements on such transactions. Where appropriate, the company manages this risk by applying practices which seek to mitigate currency fluctuations.

The company's business may be affected by fluctuations in the price and supply of key raw materials, particularly precious metals which are subject to fluctuating prices as market commodities. The company employs financing and purchasing policies and practices to mitigate these risks where practicable.

The group risks to which L. Possehl & Co mbH is exposed to are discussed in L. Possehl's Annual Report which does not form part of this report.

Financial key performance indicators

The key performance indicators used by the business to measure operating performance are as follows:

	2015	2014
Turnover (£'000)	261,230	272,622
Gross profit (£'000)	12,052	11,059
Gross profit margin	4.6%	4.1%
Net profit margin	0.8%	0.7%

Research and development

L Possehl & Co mbH invests in research and development activities appropriate to the size and nature of its operations with the aim of supporting the future development of the Company. This research and development activity may result from time to time in updates to existing products or services as appropriate.

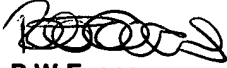
Environment

The company recognise the importance of its environmental responsibilities, monitors its impact on the environment, and designs and implements policies to mitigate any adverse impact that might be caused by its activities.

Cookson Precious Metals Limited

Strategic report (continued)
For the year ended 31 December 2015

This report was approved by the board and signed on its behalf by:



P W Evans
Director

27 September 2016

Cookson Precious Metals Limited

Directors' report For the year ended 31 December 2015

The directors present their report and the financial statements for the year ended 31 December 2015.

Results and dividends

The profit for the year, after taxation, amounted to £2,102,000 (2014 - £1,813,000).

A £1,000,000 dividend has been paid during the year (2014 - £Nil). The directors have proposed the payment of a final dividend of £1,500,000 (2014 - £1,000,000), which was paid on 31 May 2016.

Directors

The directors who served during the year and to the date of approval of these financial statements were:

S J Bate
Dr J Brenk
Dr P R Dorner (resigned 22 June 2015)
P W Evans
R S Oldroyd
T Frey (appointed 22 June 2015)

Financial instruments

The company is financed by share capital and group guaranteed precious metal consignment and monetary bank facilities. The company has no long term third party debts. Details of the use of metal consignment stocks are contained in note 10 of the financial statements.

Disclosure of information to auditors

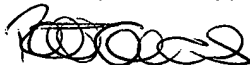
Each of the persons who are directors at the time when this Directors' report is approved has confirmed that:

- so far as that director is aware, there is no relevant audit information of which the Company's auditors are unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

Auditors

The auditors, BDO LLP, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

This report was approved by the board on 27 September 2016 and signed on its behalf.



P W Evans
Director

Cookson Precious Metals Limited

Directors' responsibilities statement For the year ended 31 December 2015

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), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. 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 for the Company financial statements and then apply them consistently;
- make judgments 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 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.

Cookson Precious Metals Limited

Independent Auditor's report to Cookson Precious Metals Limited

We have audited the financial statements of Cookson Precious Metals Limited for the year ended 31 December 2015 which comprise the Statement of Comprehensive Income, the Statement of Financial Position, the Statement of Changes in Equity and the related notes. 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 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 auditors

As explained more fully in the statement of directors' responsibilities, 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 Financial Reporting Council's (FRC'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 FRC'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 31 December 2015 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 matters prescribed by the Companies Act 2006

In our opinion the information given in the strategic report and directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Cookson Precious Metals Limited

Independent Auditor's report to Cookson Precious Metals 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.



Thomas Lawton (Senior statutory auditor)
for and on behalf of BDO LLP, Statutory auditor
Birmingham
United Kingdom

28 September 2016

BDO LLP is a limited liability partnership registered in England and Wales (with registered number OC305127).

Cookson Precious Metals Limited

Statement of comprehensive income For the year ended 31 December 2015

	Note	2015 £'000	2014 £'000
Turnover	3	261,230	272,622
Cost of sales		(249,178)	(261,563)
Gross profit		12,052	11,059
Distribution costs		(6,055)	(5,659)
Administrative expenses		(3,251)	(2,841)
Operating profit	4	2,746	2,559
Interest payable and similar charges	7	(644)	(746)
Profit before tax		2,102	1,813
Tax on profit	8	-	-
Profit for the year		2,102	1,813
Total comprehensive income for the year		2,102	1,813

There were no recognised gains and losses for 2015 or 2014 other than those included in the statement of comprehensive income.

The notes on pages 10 to 20 form part of these financial statements.

Cookson Precious Metals Limited

Registered number: 02775187

Statement of financial position As at 31 December 2015

	Note	2015 £'000	2014 £'000
Fixed assets			
Tangible assets	9	3,758	3,600
Current assets			
Stocks	10	2,300	1,637
Debtors: amounts falling due within one year	11	3,998	4,939
Cash at bank and in hand		5,303	4,237
		<u>11,601</u>	<u>10,813</u>
Creditors: amounts falling due within one year	12	(5,052)	(5,208)
Net current assets		<u>6,549</u>	<u>5,605</u>
Total assets less current liabilities		<u>10,307</u>	<u>9,205</u>
Capital and reserves			
Called up share capital	13	7,000	7,000
Profit and loss account		3,307	2,205
Shareholders' funds		<u>10,307</u>	<u>9,205</u>

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 27 September 2016.



P W Evans
Director

The notes on pages 10 to 20 form part of these financial statements.

Cookson Precious Metals Limited

Statement of changes in equity For the year ended 31 December 2015

	Share capital £'000	Retained earnings £'000	Total equity £'000
At 1 January 2015	7,000	2,205	9,205
Comprehensive income for the year			
Profit for the year	-	2,102	2,102
Total comprehensive income for the year	-	2,102	2,102
Dividends paid	-	(1,000)	(1,000)
Total transactions with owners	-	(1,000)	(1,000)
At 31 December 2015	7,000	3,307	10,307

Statement of changes in equity For the year ended 31 December 2014

	Share capital £'000	Retained earnings £'000	Total equity £'000
At 1 January 2014	30,000	(16,608)	13,392
Comprehensive income for the year			
Profit for the year	-	1,813	1,813
Total comprehensive income for the year	-	1,813	1,813
Shares extinguished / redeemed	-	17,000	17,000
Shares extinguished	(23,000)	-	(23,000)
Total transactions with owners	(23,000)	17,000	(6,000)
At 31 December 2014	7,000	2,205	9,205

The notes on pages 10 to 20 form part of these financial statements.

Cookson Precious Metals Limited

Notes to the financial statements For the year ended 31 December 2015

1. Accounting policies

1.1 Basis of preparation of financial statements

The financial statements for the year ended 31 December 2015 have been prepared under the historical cost convention and in accordance with Financial Reporting Standard 102, the Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland and the Companies Act 2006.

FRS 102 is mandatory for accounting periods beginning on or after 1 January 2015. Information on the impact first-time adoption of FRS 102 is given in note 18.

The accounts have been prepared using the reduced disclosure exemptions permitted by FRS 102. The accounts therefore do not include:

- The requirements of Section 4; Statement of Financial Position paragraph 4.12 (a) (iv);
- The requirements of Section 7; Statement of cash flows;
- The requirements of Section 3; Financial Statement Presentation paragraph 3.17(d);
- The requirements of Section 11; Financial Instruments paragraphs 11.41(b), 11.41(c), 11.41(e), 11.41(f), 11.42, 11.44, 11.45, 11.47, 11.48(a)(iii), 11.48(a)(iv), 11.48(b) and 11.48(c);
- The requirements of Section 33; Related Party Disclosures paragraph 33.7.

The preparation of financial statements for the year ended 31 December 2015 in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires company management to exercise judgment in applying the Company's accounting policies (see note 2).

The accounts have been prepared in the company's functional currency, pounds sterling.

The following principal accounting policies have been applied consistently:

1.2 Going concern

After making enquiries into future trading forecasts and cash requirements the directors have formed a judgement at the time of approving the financial statements that there is a reasonable expectation that the company has adequate resources to meet its obligations and continue in operational existence for the foreseeable future. For these reasons, the directors continue to adopt the going concern basis in preparing the directors report and accounts.

1.3 Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Revenue is recognised when the principal risks and rewards of ownership transfers to the customer which is normally at the point of dispatch.

Cookson Precious Metals Limited

Notes to the financial statements For the year ended 31 December 2015

1. Accounting policies (continued)

1.4. Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Land is not depreciated. Depreciation on other assets is charged so as to allocate the cost of assets less their residual value over their useful economic lives, using the straight line method.

The estimated useful lives range as follows:

Freehold property	-	2% per annum
Plant and machinery	-	7% - 20% per annum

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised within 'administrative expenses' in the statement of comprehensive income.

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 value less costs to sell and its value in use. An impairment loss is recognised where the carrying amount exceeds the recoverable amount

1.5 Operating leases

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

1.6 Stocks

Stocks are valued at the lower of cost and net realisable value. Cost comprises expenditure directly incurred in purchasing or manufacturing stocks together with, where appropriate, attributable overheads based on normal activity levels. Net realisable value is based on estimated selling prices less any further costs expected to be incurred to completion and disposal.

Inventories of gold, silver and platinum group metals are valued according to the source from which the metal is obtained. Metal which has been purchased and committed to future sales to customers on the metal markets is valued at a price at which it is contractually committed. Other precious metal inventories owned by the company which are uncommitted, are valued at the lower of cost and net realisable value using the prevailing precious metal fix prices at the statement of financial position date.

At each reporting date, stocks are assessed for impairment. If stock is impaired, the carrying amount is reduced to its selling price less costs to complete and sell. The impairment loss is recognised immediately in profit or loss.

Cookson Precious Metals Limited

Notes to the financial statements For the year ended 31 December 2015

1. Accounting policies (continued)

1.7 Financial instruments

Financial assets

Financial assets comprise cash at bank and in hand, trade and other debtors and amounts owed by group undertakings; these are initially recorded at cost on the date they originate and are subsequently recorded at amortised cost under the effective interest method. The company considers evidence of impairment for all individual trade and other debtors and amounts owed by group undertakings, and any subsequent impairment is recognised in profit or loss.

Impairment of financial assets carried at amortised cost

Impairment provisions are recognised when there is objective evidence that a financial asset or group of financial assets is impaired. Objective evidence includes significant financial difficulties of the counterparty, default or significant delays in payment.

Impairment provisions represent the difference between the net carrying amount of a financial asset and the present value of the expected future cash receipts from that asset.

Financial liabilities

Financial liabilities comprise trade creditors, accruals and deferred income, and amounts due to group undertakings; these are initially recorded at cost on the date they originate, and are subsequently carried at amortised cost under the effective interest method.

1.8 Debtors

Short term debtors are measured at transaction price, less any impairment.

1.9 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

1.10 Creditors

Short term creditors are measured at the transaction price.

1.11 Foreign currency translation

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

Cookson Precious Metals Limited

Notes to the financial statements For the year ended 31 December 2015

1. Accounting policies (continued)

1.12 Finance costs

Finance costs are charged to the Income statement over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

1.13 Pensions

Defined contribution pension plan

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payments obligations.

The contributions are recognised as an expense in the Income statement when they fall due. Amounts not paid are shown in accruals as a liability in the Statement of financial position. The assets of the plan are held separately from the Company in independently administered funds.

1.14 Current and deferred taxation

Tax is recognised in the Income statement, except that a change attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date.

Deferred balances are recognised in respect of all timing differences that have originated but not reversed by the Statement of Financial Position date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted at the Statement of Financial Position date.

1.15 Related party transactions

The group has taken advantage of the exemption conferred by Section 33 of FRS102 not to disclose transactions with members of the group headed by "L. Possehl & Co. mbH" provided that any subsidiary undertaking which is party to the transaction is a wholly owned member of that group.

Cookson Precious Metals Limited

Notes to the financial statements For the year ended 31 December 2015

2. Judgements in applying accounting policies and key sources of estimation uncertainty

In preparing these financial statements, the directors have had to make judgements, estimates and assumptions that effect the application of policies and reported amounts of assets, liabilities, income and expenses.

The estimates and associated assumptions are based on historic experiences and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities and are not readily apparent from other sources. Actual results may differ from these estimates. The judgements, estimates and assumptions which have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities are:

Bad debt provisions

The company has recognised provisions for bad debts. This is based on an assessment of ageing and due date of receivables and other risk indicators. The judgement of management is then applied to provide for debts which are no longer considered recoverable.

3. Analysis of turnover

Analysis of turnover by country of destination:

	2015 £'000	2014 £'000
United Kingdom	255,482	267,969
Rest of Europe	3,969	3,240
Rest of the world	1,779	1,413
	<u>261,230</u>	<u>272,622</u>

Turnover is wholly attributable to the principal activity of the company.

4. Operating profit

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

	2015 £'000	2014 £'000
Depreciation of tangible fixed assets	374	374
Exchange differences	(93)	(91)
Fees payable to the Company's auditor and its associates for the audit of the company's annual financial statements	30	30
- The audit of the Company's subsidiaries pursuant to legislation	6	6
Defined contribution pension scheme (note 5)	626	641
Operating lease cost	<u>321</u>	<u>325</u>

Cookson Precious Metals Limited

Notes to the financial statements For the year ended 31 December 2015

5. Employees

Staff costs, including directors' remuneration, were as follows:

	2015 £'000	2014 £'000
Wages and salaries	5,886	5,758
Social security costs	482	474
Cost of defined contribution scheme	626	641
	<u>6,994</u>	<u>6,873</u>

The average monthly number of employees, including the directors, during the year was as follows:

	2015 No.	2014 No.
Production	53	53
Administration and Selling	139	132
	<u>192</u>	<u>185</u>

6. Directors' remuneration

	2015 £'000	2014 £'000
Directors' emoluments	394	331
Company contributions to defined contribution pension schemes	58	48
	<u>452</u>	<u>379</u>

During the year retirement benefits were accruing to 3 directors (2014 - 3) in respect of defined contribution pension schemes.

The highest paid director received remuneration of £177,479 (2014 - £124,681).

The value of the company's contributions paid to a defined contribution pension scheme in respect of the highest paid director amounted to £23,174 (2014 - £19,766).

7. Interest payable and similar charges

	2015 £'000	2014 £'000
Precious metal consignment interest	<u>644</u>	<u>746</u>

Cookson Precious Metals Limited

Notes to the financial statements For the year ended 31 December 2015

8. Taxation

	2015 £'000	2014 £'000
Total current tax	-	-

Factors affecting tax charge for the year

The tax assessed for the year is different to the standard rate of corporation tax in the UK of 20.25% (2014 - 21.5%). The differences are explained below:

	2015 £'000	2014 £'000
Profit on ordinary activities before tax	2,102	1,813
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 20.25% (2014 - 21.5%)	426	390
Effects of:		
Expenses not deductible for tax purposes	15	14
Losses brought forward utilised	(441)	(404)
Total tax charge for the year	-	-

Factors that may affect future tax charges

In 2015, reductions to the rate of corporation tax to 19% (effective 1 April 2017) and 18% (effective 1 April 2020) were substantively enacted. This will reduce the company's future current tax accordingly.

In his budget of 2016, the Chancellor of the Exchequer proposed a further reduction to the rate of corporation tax to 17% effective 1 April 2020, however, this reduction has not yet been substantively enacted.

There are unrecognised deferred tax assets of £0.3m (2014 - £0.9m), available for offset against future taxable profits.

Cookson Precious Metals Limited

Notes to the financial statements For the year ended 31 December 2015

9. Tangible fixed assets

	Freehold property £'000	Plant and machinery £'000	Total £'000
Cost			
At 1 January 2015	2,903	3,557	6,460
Additions	-	543	543
Disposals	-	(52)	(52)
At 31 December 2015	2,903	4,048	6,951
Depreciation			
At 1 January 2015	1,314	1,546	2,860
Charge for the period	64	310	374
Disposals	-	(40)	(40)
At 31 December 2015	1,378	1,816	3,194
Net book value			
At 31 December 2015	1,525	2,232	3,757
At 31 December 2014	1,589	2,011	3,600

Cookson Precious Metals Limited

Notes to the financial statements For the year ended 31 December 2015

10. Stocks

	2015 £'000	2014 £'000
Raw materials and consumables	5	19
Work in progress	143	134
Finished goods and goods for resale	2,152	1,484
	<u>2,300</u>	<u>1,637</u>

Consignment stock

In addition to the stocks recorded in the balance sheet, the Company held precious metals on consignment terms with a total value at 31 December 2015 of £38.8m (2014 £47.4 million), as explained further below. The Company also held precious metals on consignment terms on behalf of customers for processing, the total value of which at 31 December 2015 was £2.6m (2014 £1.3 million).

The company has entered into various precious metal consignment arrangements with precious metal consigning entities ("the Consignors") until the stock is purchased by the company. As the Consignors retain title and associated risks and rewards of ownership under these arrangements, the value of the physical metal held is not recognised in the Company balance sheet. The utilisation of consigned precious metal is established practice in the precious metals industry.

There is no material difference between the replacement cost of stocks and the amounts stated above.

The cost of inventories expensed in the period and included within cost of sales was £8,331,000 (2014 - £7,451,000). Impairment provision at the year end relating to damaged or obsolete inventories amounted to £184,000 (2014 - £237,000).

11. Debtors

	2015 £'000	2014 £'000
Trade debtors	3,435	4,472
Amounts owed by group undertakings	315	277
Prepayments and accrued income	248	190
	<u>3,998</u>	<u>4,939</u>

All amounts shown under debtors fall due for payment within one year.

Cookson Precious Metals Limited

Notes to the financial statements For the year ended 31 December 2015

12. Creditors: Amounts falling due within one year

	2015 £'000	2014 £'000
Trade creditors	1,975	3,161
Amounts owed to group undertakings	662	581
Other taxation and social security	956	184
Accruals and deferred income	1,459	1,282
	<u>5,052</u>	<u>5,208</u>

13. Share capital

	2015 £000	2014 £000
Allotted, called up and fully paid		
7,000,000 Ordinary shares of £1 each	<u>7,000</u>	<u>7,000</u>

14. Reserves

Share capital

This reserve relates to the share capital issued to shareholders at nominal value.

Profit and loss account

This reserve relates to the cumulative net gains and losses recognised in the Statement of Comprehensive Income.

15. Pension commitments

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £626,000 (2014 - £641,000). There were no outstanding or prepaid contributions at either the beginning or end of the financial year.

Cookson Precious Metals Limited

Notes to the financial statements For the year ended 31 December 2015

16. Commitments under operating leases

At 31 December 2015 the Company had future minimum lease payments under non-cancellable operating leases as follows:

	2015 £000	2014 £000
Not later than 1 year	222	240
Later than 1 year and not later than 5 years	594	628
Later than 5 years	747	868
Total	1,563	1,736

17. Controlling party

The company is a subsidiary of L. Possehl & Co. mbH which is the ultimate parent company incorporated in Germany.

The largest group in which the results of the company are considered is that headed by L. Possehl & Co. mbH, incorporated in Germany. The smallest group in which they are consolidated is that headed by Heimerie & Meule GmbH, incorporated in Germany. The consolidated accounts are available to the public and may be obtained from Beckergrube 38-52, 23552 Lübeck, Germany.

18. First time adoption of FRS 102

The policies applied under the entity's previous accounting framework are not materially different to FRS 102 and have not impacted on equity or profit or loss.