

REGISTERED NUMBER: 02984129 (England and Wales)

GOITRE TOWER ANTHRACITE LIMITED

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 30 JUNE 2016



GOITRE TOWER ANTHRACITE LIMITED (REGISTERED NUMBER: 02984129)

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GOITRE TOWER ANTHRACITE LIMITED

COMPANY INFORMATION FOR THE YEAR ENDED 30 JUNE 2016

DIRECTORS:

T O'Sullivan OBE
G N Davies OBE
A Shott
G J Roberts
W Thomas

SECRETARY:

G N Davies OBE

REGISTERED OFFICE:

Treherbert Road
Hirwaun
Aberdare
CF44 9UF

REGISTERED NUMBER:

02984129 (England and Wales)

SENIOR STATUTORY AUDITOR: Brian Garland

AUDITORS:

Gerald Thomas
Chartered Accountants and Statutory Auditor
3 New Mill Court
Swansea Enterprise Park
Swansea
SA7 9FG

BANKERS:

Barclays Bank Plc
National Westminster Bank Plc

**REPORT OF THE INDEPENDENT AUDITORS TO
GOITRE TOWER ANTHRACITE LIMITED
UNDER SECTION 449 OF THE COMPANIES ACT 2006**

We have examined the abbreviated accounts set out on pages three to seven, together with the full financial statements of Goitre Tower Anthracite Limited for the year ended 30 June 2016 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 444 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 444(3) of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with the Regulations made under that Section.

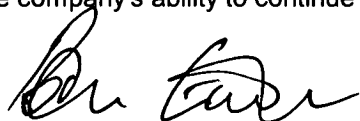
Other information

On 2/3/17 we reported as auditors to the shareholders of the company on the full financial statements for the year ended 30 June 2016 prepared under Section 396 of the Companies Act 2006, and our report included the following extract:

"Emphasis of matter - going concern

Without qualifying our opinion, we draw attention to the disclosure in note 1 to the financial statements concerning the company's ability to continue as a going concern, in light of the decision by the joint-venture company to cease mining activities subsequent to the balance sheet date."

These conditions as described in note 1 indicate the existence of an uncertainty which may cast doubt about the company's ability to continue as a going concern.



Brian Garland (Senior Statutory Auditor)
for and on behalf of Gerald Thomas
Chartered Accountants and Statutory Auditor
3 New Mill Court
Swansea Enterprise Park
Swansea
SA7 9FG

Date: 2/3/17

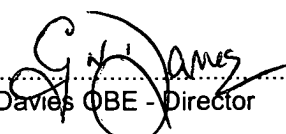
GOITRE TOWER ANTHRACITE LIMITED (REGISTERED NUMBER: 02984129)

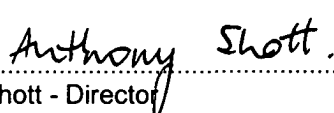
ABBREVIATED BALANCE SHEET 30 JUNE 2016

	Notes	2016 £	2015 £
FIXED ASSETS			
Investments	2	4,095,576	9,200,000
CURRENT ASSETS			
Debtors	3	899,787	899,787
Cash at bank		30,245	30,245
		<u>930,032</u>	<u>930,032</u>
NET CURRENT ASSETS		<u>930,032</u>	<u>930,032</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>5,025,608</u>	<u>10,130,032</u>
CREDITORS			
Amounts falling due after more than one year		-	7,732,000
NET ASSETS		<u>5,025,608</u>	<u>2,398,032</u>
CAPITAL AND RESERVES			
Called up share capital	4	2,162,000	2,162,000
Share premium		223,000	223,000
Profit and loss account		2,640,608	13,032
SHAREHOLDERS' FUNDS		<u>5,025,608</u>	<u>2,398,032</u>

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

The financial statements were approved by the Board of Directors on 2nd March 2017 and were signed on its behalf by:


G N Davies OBE - Director


A Shott - Director

The notes form part of these abbreviated accounts

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2016**

1. ACCOUNTING POLICIES

Basis of preparation of the financial statements

The particular accounting policies adopted, which have been applied consistently throughout the current and the prior financial year, are described below.

Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standards for Smaller Entities (effective January 2015).

Taxation

Current tax is provided at amounts expected to be paid (or recovered) using tax rates and laws that have been enacted or substantively enacted at the balance sheet date.

Deferred taxation is provided in full on timing differences that result in an obligation at the balance sheet date to pay more tax, or a right to pay less tax, at a future date, at rates expected to apply when they crystallise based on current tax rates and law. Timing differences arise from the inclusion of items of income and expenditure in taxation computations in periods different from those in which they are included in the financial statements.

Deferred tax assets are recognised to the extent that it is regarded as more than likely than not that they will be recovered. Deferred tax assets and liabilities are not discounted.

Investments

Investments held as fixed assets are stated at cost less provision for any impairment.

Going concern

In preparing the financial statements, the directors have considered the current financial position of the company and the likely future cash flows.

At the date of signing the financial statements, the directors of the joint-venture undertaking Tower Regeneration Limited have taken the decision to cease mining activities following the announcement by their main existing customer to cease taking delivery of Welsh Coal at Aberthaw power station after March 2017.

Tower Regeneration Limited will commence restoration activities at the Hirwaun site in March 2017 and have obtained confirmation from Hargreaves Services Plc that it will support Tower Regeneration Limited and its subsidiary financially for the next twelve months. Furthermore discussions are on-going to maximise the potential for future regeneration and development of the site.

Therefore after making appropriate enquiries, the directors have a reasonable expectation that the company will have access to adequate resources to continue in existence for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the financial statements.

GOITRE TOWER ANTHRACITE LIMITED (REGISTERED NUMBER: 02984129)

NOTES TO THE ABBREVIATED ACCOUNTS - continued FOR THE YEAR ENDED 30 JUNE 2016

2. FIXED ASSET INVESTMENTS

	Investments other than loans £
COST	
At 1 July 2015	9,200,100
Impairments	(5,104,424)
	<u>4,095,676</u>
At 30 June 2016	
PROVISIONS	
At 1 July 2015	
and 30 June 2016	100
	<u>100</u>
NET BOOK VALUE	
At 30 June 2016	<u>4,095,576</u>
At 30 June 2015	<u>9,200,000</u>

The company's investments at the Balance Sheet date in the share capital of companies include the following:

Subsidiaries

Tower Colliery Limited

Country of incorporation: England & Wales
Nature of business: Coal mining related activities

	% holding	2016 £	2015 £
Class of shares:			
Ordinary	100.00		
Aggregate capital and reserves		4,095,576	12,381,137
(Loss)/profit for the year		<u>(403,561)</u>	<u>398,441</u>

Welsh Dragon Coal Limited

Country of incorporation: England & Wales
Nature of business: Not trading

	% holding	2016 £	2015 £
Class of shares:			
Ordinary	100.00		
Aggregate capital and reserves		<u>(135,389)</u>	<u>(135,389)</u>

Investment in 100% subsidiary has been fully provided for given the net liability position at the balance sheet date.

GOITRE TOWER ANTHRACITE LIMITED (REGISTERED NUMBER: 02984129)

NOTES TO THE ABBREVIATED ACCOUNTS - continued FOR THE YEAR ENDED 30 JUNE 2016

2. FIXED ASSET INVESTMENTS - continued

Tower Energy Resources Limited

Country of incorporation: England & Wales

Nature of business: Not trading

	% holding	2016 £	2015 £
Class of shares:			
Ordinary	100.00		
Aggregate capital and reserves		<u>162,616</u>	<u>162,616</u>

Tower Energy Resources Limited is a 100% subsidiary of Tower Colliery Limited, which is a wholly owned subsidiary of Goitre Tower Anthracite Limited.

Goitre Tower Anthracite Trustees Limited

Nature of business: Non-trading

	% holding
Class of shares:	
Ordinary	99.00

Aggregate capital and reserves £101 as at 30 November 2015 (2014 - £101).

The investment has been fully provided for at the balance sheet date.

Joint venture

Tower Regeneration Limited

Nature of business: Surface mine development and regeneration

	% holding	31/5/16 £	31/5/15 £
Class of shares:			
Ordinary	50.00		
Aggregate capital and reserves		6,874,000	14,793,000
(Loss)/profit for the year		<u>(7,919,000)</u>	<u>3,948,000</u>

Tower Regeneration Limited is a joint venture of Tower Colliery Limited, a wholly owned subsidiary of Goitre Tower Anthracite Limited.

The company has 50 ordinary and 65 A shares in Tower Regeneration Limited. The A shares do not have any voting rights and therefore it is a joint venture.

The financial position and results of Tower Regeneration Limited, as above are from the consolidated financial statements, including Tower Regeneration Leasing Limited, a 100% subsidiary of Tower Regeneration Limited.

The group's share of Tower Regeneration Limited is disclosed in the consolidated financial statements of Goitre Tower Anthracite Limited for the year ended 30 June 2016.

3. DEBTORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

The aggregate total of debtors falling due after more than one year is £899,787 (2015 - £899,787).

GOITRE TOWER ANTHRACITE LIMITED (REGISTERED NUMBER: 02984129)

NOTES TO THE ABBREVIATED ACCOUNTS - continued FOR THE YEAR ENDED 30 JUNE 2016

4. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2016 £	2015 £
1,247,204	A Ordinary	£1	1,248,000	1,248,000
846,076	C Ordinary	£1	846,000	846,000
68,355	D Ordinary	£1	68,000	68,000
			<u>2,162,000</u>	<u>2,162,000</u>

All ordinary shares have equal rights to dividends and repayment of capital. 'C' and 'D' ordinary shares have no voting rights.

5. ULTIMATE CONTROLLING PARTY

There is no single controlling party.