



Brumcan Recycling Limited

Directors' Report and Financial Statements

for the Year Ended 30 September 2005

Registration number: 3630566

Brumcan Recycling Limited
Officers and Advisers

Directors	A R Key
	M J Williams
	J B Hughes
	S A Giles
	R Duggan
Secretary	J B Hughes (appointed 12 October 2005)
Registered office	Unit 1 Mount Street Business Park Mount Street Nechells Birmingham B7 5QU
Auditors	Bentley Jennison Chartered Accountants & Registered Auditors Charterhouse Legge Street Birmingham B4 7EU

Brumcan Recycling Limited
Directors' Report for the Year Ended 30 September 2005

The directors present their report and the audited financial statements for the year ended 30 September 2005.

Directors' responsibilities

Directors are required by company law to prepare financial statements which give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit or loss of the company for the period ending on that date. In preparing those financial statements, directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on a 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 which disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure the financial statements comply with the Companies Act 1985. 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.

Principal activity

The principal activity of the company is the collection and recycling of commercial waste. It is the trading subsidiary of the registered charity, Brumcan.

Charitable and political donations

During the year the company made charitable donations of £2,000 to Brumcan Limited.

Directors and their interests

The directors who held office during the year were as follows:

- A R Key
- M J Williams
- J B Hughes
- S A Giles
- R Duggan

None of the directors had an interest in the shares of the company at any time during the year.

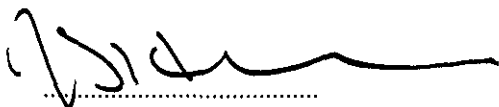
Auditors

The auditors, Bentley Jennison, will be proposed for re-appointment in accordance with section 385 of the Companies Act 1985.

Small company provisions

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Approved by the Board on 21 March 2006 and signed on its behalf by:



J B Hughes
Company Secretary

Independent Auditors' Report to the Members of Brumcan Recycling Limited

We have audited the financial statements of Brumcan Recycling Limited for the year ended 30 September 2005 set out on pages 4 to 8. These financial statements have been prepared in accordance with the Financial Reporting Standards for Smaller Entities (effective June 2002) under the historical cost convention and the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our 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 described in the statement of Directors' responsibilities on page 2, the company's directors are responsible for the preparation of 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.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it. Our responsibilities do not extend to any other information.

Basis of opinion

We conducted our audit in accordance with United Kingdom Auditing Standards issued by the Auditing Practices Board. An audit includes an 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 affairs of the company as at 30 September 2005 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.


Bentley Jennison
Chartered Accountants & Registered Auditors

Charterhouse
Legge Street
Birmingham
B4 7EU

21 March 2006

Brumcan Recycling Limited
Profit and Loss Account for the Year Ended 30 September 2005

	Note	2005 £	2004 £
Turnover		64,439	47,165
Cost of sales		(19,808)	(22,049)
Gross profit		<u>44,631</u>	<u>25,116</u>
Administrative expenses		(44,305)	(35,166)
Operating profit/(loss)	2	<u>326</u>	<u>(10,050)</u>
Interest receivable and similar income		190	109
Profit/(loss) on ordinary activities before taxation		<u>516</u>	<u>(9,941)</u>
Retained profit brought forward		3,251	13,192
Retained profit carried forward		<u><u>3,767</u></u>	<u><u>3,251</u></u>

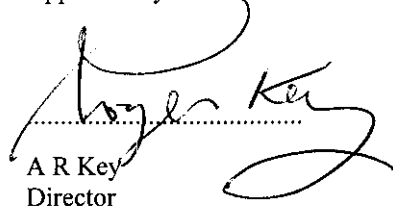
The notes on pages 6 to 8 form an integral part of these financial statements.

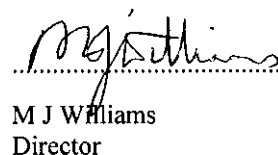
Brumcan Recycling Limited
Balance Sheet as at 30 September 2005

		2005		2004	
	Note	£	£	£	£
Fixed assets					
Tangible assets	4		3,583		2,315
Current assets					
Stocks		2,129		-	
Debtors	5	10,161		9,226	
Cash at bank and in hand		<u>7,610</u>		<u>4,607</u>	
		19,900		13,833	
Creditors: Amounts falling due within one year	6	<u>(19,716)</u>		<u>(12,897)</u>	
Net current assets			<u>184</u>		<u>936</u>
Net assets			<u>3,767</u>		<u>3,251</u>
Capital and reserves					
Profit and loss account	8		<u>3,767</u>		<u>3,251</u>
Equity shareholders' funds			<u>3,767</u>		<u>3,251</u>

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Approved by the Board on 21 March 2006 and signed on its behalf by:


A R Key
Director


M J Williams
Director

Brumcan Recycling Limited

Notes to the Financial Statements for the Year Ended 30 September 2005

1 Accounting policies

Basis of preparation

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Cash flow statement

The accounts do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirements to prepare such a statement.

Turnover

Turnover represents amounts invoiced in respect of the sale of goods and services to customers.

Depreciation

Depreciation is provided on tangible fixed assets so as to write off the cost, less any estimated residual value, over their expected useful economic life as follows:

Motor vehicles	25% reducing balance basis
Office furniture	20% reducing balance basis
Office equipment	25% reducing balance basis

Stock

Stock is valued at the lower of cost and net realisable value, after due regard for obsolete and slow moving stocks. Net realisable value is based on selling price less anticipated costs to completion and selling costs.

2 Operating profit/(loss)

Operating profit is stated after charging/(crediting):

	2005	2004
	£	£
Auditors' remuneration - audit services	1,700	1,100
Depreciation of tangible fixed assets	<u>1,196</u>	<u>903</u>

3 Directors' emoluments

No emoluments were paid to the directors during the year (2004 - £nil).

Brumcan Recycling Limited

Notes to the Financial Statements for the Year Ended 30 September 2005

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4 Tangible fixed assets

	Plant and machinery £	Motor vehicles £	Office equipment £	Total £
Cost				
As at 1 October 2004	-	8,200	2,721	10,921
Additions	2,463	-	-	2,463
As at 30 September 2005	<u>2,463</u>	<u>8,200</u>	<u>2,721</u>	<u>13,384</u>
Depreciation				
As at 1 October 2004	-	6,742	1,864	8,606
Charge for the year	616	364	215	1,195
As at 30 September 2005	<u>616</u>	<u>7,106</u>	<u>2,079</u>	<u>9,801</u>
Net book value				
As at 30 September 2005	<u>1,847</u>	<u>1,094</u>	<u>642</u>	<u>3,583</u>
As at 30 September 2004	<u>-</u>	<u>1,458</u>	<u>857</u>	<u>2,315</u>

5 Debtors

	2005 £	2004 £
Trade debtors	9,159	8,595
Other debtors	1,002	-
Prepayments and accrued income	-	631
	<u>10,161</u>	<u>9,226</u>

6 Creditors: Amounts falling due within one year

	2005 £	2004 £
Trade creditors	4,044	934
Amounts owed to group undertakings	9,518	10,082
Other creditors	4,000	-
Accruals and deferred income	2,154	1,881
	<u>19,716</u>	<u>12,897</u>

7 Company status

The company is a private company limited by guarantee and consequently does not have share capital. Each of the members is liable to contribute an amount not exceeding £1 towards the assets of the company in the event of liquidation.

Brumcan Recycling Limited

Notes to the Financial Statements for the Year Ended 30 September 2005

..... continued

8 Reserves

	Profit and loss account £
Balance at 1 October 2004	3,251
Transfer from profit and loss account for the year	516
Balance at 30 September 2005	<u>3,767</u>

9 Related parties

Controlling entity

The parent undertaking is Brumcan, a company limited by guarantee and a registered charity.

There is no controlling party in Brumcan as defined by FRS 8.

Related party transactions

Brumcan incurs expenses on behalf of the company which are recharged. The total value of recharges for this year was £50,080 (2004: £54,427).

The company made a donation to Brumcan during the year of £2,000 (2004: £nil)

The balance owed to Brumcan at the year end was £9,518 (2004: £10,082).