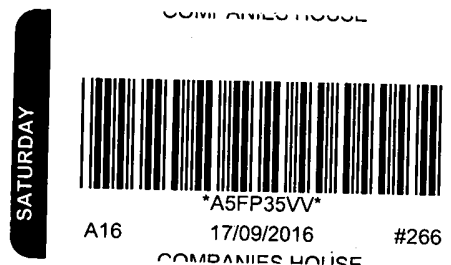


COMPANY REGISTRATION NUMBER: 03722788

**Alloy Wire International Limited**  
**Financial Statements**  
**31 March 2016**



**BSN ASSOCIATES LIMITED**

Chartered Accountants & statutory auditor  
3B Swallowfield Courtyard  
Wolverhampton Road  
Oldbury  
West Midlands  
B69 2JG

# **Alloy Wire International Limited**

## **Financial Statements**

**Year ended 31 March 2016**

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# **Alloy Wire International Limited**

## **Officers and Professional Advisers**

### **The board of directors**

Mr M Venables  
Mr A W Hogarth  
Mr I Fitzgerald  
Mr P Lambe

### **Registered office**

Narrowboat Way  
Hurst Business Park  
Brierley Hill  
West Midlands  
DY5 1UF

### **Auditor**

BSN Associates Limited  
Chartered Accountants & statutory auditor  
3B Swallowfield Courtyard  
Wolverhampton Road  
Oldbury  
West Midlands  
B69 2JG

# **Alloy Wire International Limited**

## **Strategic Report**

**Year ended 31 March 2016**

The principal activity of the company has not changed since the previous year.

The directors are pleased with the continued success of the business and the trading results achieved in the year and are satisfied with the overall position of the company at the year end. Turnover has reduced by approximately £90,000 on the prior year due mainly to the downturn in the oil industry. The company has continued to trade with existing customers as well as gaining new ones. The company has been able to achieve favourable gross profit margins and to make an operating profit as in previous years.

The directors measure the business's financial performance against certain key performance indicators (KPIs). These KPIs include sales levels, gross margins and added value, which are measured against break even levels, are deemed to be acceptable. Gross profit margin for 2016 was 53.16% (2015: 50.2%). The directors are satisfied with the results achieved in the year in comparison to prior periods.

The company has continued to pursue new research and development opportunities by capitalising on their extensive knowledge of the industry as a way of entering into potential new markets.

There are currently no risks or uncertainties facing the company.

Going forward the directors are confident that the company will be able to trade at the same capacity as it has done in recent years and will continue to be profitable. The company will strive towards maintaining productivity levels and efficiency of its operations to produce orders to the highest quality.

This report was approved by the board of directors on 21 July 2016 and signed on behalf of the board by:

Mr M Venables

Director



Registered office:  
Narrowboat Way  
Hurst Business Park  
Brierley Hill  
West Midlands  
DY5 1UF

# **Alloy Wire International Limited**

## **Directors Report**

**Year ended 31 March 2016**

The directors present their report and the financial statements of the company for the year ended 31 March 2016.

### **Directors**

The directors who served the company during the year were as follows:

Mr M Venables  
Mr A W Hogarth  
Mr I Fitzgerald  
Mr P Lambe

### **Dividends**

Particulars of recommended dividends are detailed in note 10 to the financial statements.

### **Future developments**

The directors are confident that the company will continue to be profitable and that this current level of turnover will be maintained.

### **Employment of disabled persons**

The company is an equal opportunities employer and believes that everyone should have full and fair consideration for all vacancies, promotions, training and development. Should an employee become disabled during their employment at Alloy Wire International Limited, where possible, the company will actively retrain and adjust the environment to allow them to maximise the employee's potential.

### **Euro**

The impact of the Euro has been considered generally by the company. The initial adoption of the Euro has not had a significant effect on the company and the directors do not consider that this position will change in the future. However, the directors continue to monitor the position.

### **Research and development**

The company has carried out research and development activities in the year.

### **Financial risk management objectives and policies**

#### **Credit risk**

The company monitors credit risk closely and considers that its current policies of credit checks meets its objectives of managing exposure to credit risk.

The company has no significant concentrations of credit risk. Amounts shown in the balance sheet best represent the maximum credit risk exposure in the event other parties fail to perform their obligations under financial instruments.

#### **Currency risk**

The company monitors currency risk closely and considers that its current policies meets its objectives of managing exposure to currency risk.

# **Alloy Wire International Limited**

## **Directors Report** *(continued)*

**Year ended 31 March 2016**

### **Disclosure of information in the strategic report**

The strategic report is detailed on page 2 of the financial statements.

### **Directors responsibilities statement**

The directors are responsible for preparing the strategic report, 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 and applicable law). 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 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 accounting estimates that are reasonable and prudent;
- 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.

### **Auditor**

Each of the persons who is a director at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the company's auditor is unaware; and
- they have taken all steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information.

The auditor is deemed to have been re-appointed in accordance with section 487 of the Companies Act 2006.

# **Alloy Wire International Limited**

## **Directors Report** *(continued)*

**Year ended 31 March 2016**

This report was approved by the board of directors on 21 July 2016 and signed on behalf of the board by:

Mr M Venables

Director



Registered office:  
Narrowboat Way  
Hurst Business Park  
Brierley Hill  
West Midlands  
DY5 1UF

# **Alloy Wire International Limited**

## **Independent Auditor's Report to the Shareholders of Alloy Wire International Limited**

**Year ended 31 March 2016**

We have audited the financial statements of Alloy Wire International Limited for the year ended 31 March 2016 which comprise the statement of income and retained earnings, statement of financial position 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).

This report is made solely to the company's shareholders, 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 shareholders those matters we are required to state to them 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 shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

### **Respective responsibilities of directors and auditor**

As explained more fully in the directors responsibilities statement, 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 Auditing Practices Board's Ethical Standards for Auditors.

### **Scope of the audit of the financial statements**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the strategic report and the directors report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

### **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 March 2016 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 matter prescribed by the Companies Act 2006**

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



# **Alloy Wire International Limited**

## **Independent Auditor's Report to the Shareholders of Alloy Wire International Limited** *(continued)*

**Year ended 31 March 2016**

### **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.

*BSN Associates Limited*

Steven Richards BA FCA (Senior Statutory Auditor)

For and on behalf of  
BSN Associates Limited  
Chartered Accountants & statutory auditor

3B Swallowfield Courtyard  
Wolverhampton Road  
Oldbury  
West Midlands  
B69 2JG

21 July 2016

**Alloy Wire International Limited**  
**Statement of Income and Retained Earnings**  
**Year ended 31 March 2016**

	Note	2016 £	2015 £
<b>Turnover</b>	<b>4</b>	<b>8,191,022</b>	8,280,947
Cost of sales		<u>3,836,445</u>	<u>4,116,985</u>
<b>Gross profit</b>		<b>4,354,577</b>	4,163,962
Distribution costs		<u>397,399</u>	400,554
Administrative expenses		<u>2,563,629</u>	<u>2,095,975</u>
<b>Operating profit</b>	<b>5</b>	<b>1,393,549</b>	1,667,433
Interest receivable		<u>1,659</u>	680
<b>Profit on ordinary activities before taxation</b>		<b>1,395,208</b>	1,668,113
Taxation on ordinary activities	<b>9</b>	<u>(24,692)</u>	<u>245,489</u>
<b>Profit for the financial year and total comprehensive income</b>		<b><u>1,419,900</u></b>	<b><u>1,422,624</u></b>
Dividends paid and payable	<b>10</b>	–	(500,000)
<b>Retained earnings at the start of the year</b>		<b>4,470,107</b>	3,547,483
<b>Retained earnings at the end of the year</b>		<b><u>5,890,007</u></b>	<b><u>4,470,107</u></b>

All the activities of the company are from continuing operations.

The notes on pages 11 to 21 form part of these financial statements.

# Alloy Wire International Limited

## Statement of Financial Position

31 March 2016

	Note	2016 £	2015 £
<b>Fixed assets</b>			
Intangible assets	11	45,000	60,000
Tangible assets	12	674,566	692,327
Investments	13	200	200
		<u>719,766</u>	<u>752,527</u>
<b>Current assets</b>			
Stocks	14	884,948	949,246
Debtors	15	5,077,656	3,310,172
Cash at bank and in hand		1,401,029	1,600,967
		<u>7,363,633</u>	<u>5,860,385</u>
<b>Creditors: amounts falling due within one year</b>	16	<u>1,638,350</u>	<u>1,584,249</u>
<b>Net current assets</b>		<u>5,725,283</u>	<u>4,276,136</u>
<b>Total assets less current liabilities</b>		<u>6,445,049</u>	<u>5,028,663</u>
<b>Provisions</b>			
Taxation including deferred tax	18	67,390	70,904
<b>Net assets</b>		<u>6,377,659</u>	<u>4,957,759</u>

The statement of financial position  
continues on the following page.

The notes on pages 11 to 21 form part of these financial statements.

# Alloy Wire International Limited

## Statement of Financial Position *(continued)*

31 March 2016

	Note	2016 £	2015 £
<b>Capital and reserves</b>			
Called up share capital	20	274,549	274,549
Share premium account	21	179,903	179,903
Capital redemption reserve	21	33,200	33,200
Profit and loss account	21	5,890,007	4,470,107
<b>Shareholders funds</b>		<u>6,377,659</u>	<u>4,957,759</u>

These financial statements were approved by the board of directors and authorised for issue on 21 July 2016, and are signed on behalf of the board by:



Mr M Venables  
Director

Company registration number: 03722788

The notes on pages 11 to 21 form part of these financial statements.

# **Alloy Wire International Limited**

## **Notes to the Financial Statements**

**Year ended 31 March 2016**

### **1. Statement of compliance**

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

### **2. Accounting policies**

#### **Basis of preparation**

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

The financial statements are prepared in sterling, which is the functional currency of the entity.

#### **Transition to FRS 102**

The entity transitioned from previous UK GAAP to FRS 102 as at 1 April 2014. Details of how FRS 102 has affected the reported financial position and financial performance is given in note 26.

#### **Disclosure exemptions**

The entity satisfies the criteria of being a qualifying entity as defined in FRS 102. Its financial statements are consolidated into the financial statements of Alloy Wire Holdings Limited which can be obtained from Companies House. As such, advantage has been taken of the following disclosure exemptions available under paragraph 1.12 of FRS 102: No cash flow statement has been presented for the company.

#### **Consolidation**

The entity has taken advantage of the exemption from preparing consolidated financial statements contained in Section 400 of the Companies Act 2006 on the basis that it is a subsidiary undertaking and its immediate parent undertaking is established under the law of an EEA State.

#### **Revenue recognition**

The turnover shown in the profit and loss account represents amounts invoiced during the year excluding Value Added Tax. Turnover is recognised when the goods are physically delivered to the customer.

#### **Income tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax. Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

# **Alloy Wire International Limited**

## **Notes to the Financial Statements *(continued)***

**Year ended 31 March 2016**

### **2. Accounting policies *(continued)***

#### **Foreign currencies**

Foreign currency transactions are initially recorded in the functional currency, by applying the spot exchange rate as at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate ruling at the reporting date, with any gains or losses being taken to the profit and loss account.

#### **Amortisation**

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful life of that asset as follows:

Goodwill - 20 years Straight Line

If there is an indication that there has been a significant change in amortisation rate, useful life or residual value of an intangible asset, the amortisation is revised prospectively to reflect the new estimates.

#### **Tangible assets**

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

#### **Depreciation**

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Leasehold property improvement	- 20% straight line
Plant and machinery	- 10%-20% Straight Line
Motor vehicles	- 20% straight line

Freehold property is not depreciated as it is the policy of the board to maintain the property in a good condition with costs being charged to revenue as they are incurred. The estimated residual value of the premises would result in any depreciation charge being of little significance.

#### **Investments**

Fixed asset investments are initially recorded at cost, and subsequently stated at cost less any accumulated impairment losses.

# **Alloy Wire International Limited**

## **Notes to the Financial Statements *(continued)***

**Year ended 31 March 2016**

### **2. Accounting policies *(continued)***

#### **Impairment of fixed assets**

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the company are assigned to those units.

#### **Stocks**

Stocks are valued at the lower of cost and net realisable value. Cost is determined on latest cost price basis and includes labour and overhead where relevant. Net realisable value represents estimated selling price less costs to complete and sell. Provision is made for slow moving, obsolete or damaged stock where the net realisable value is less than cost.

#### **Provisions**

Provisions are recognised when the entity has an obligation at the reporting date as a result of a past event, it is probable that the entity will be required to transfer economic benefits in settlement and the amount of the obligation can be estimated reliably. Provisions are recognised as a liability in the statement of financial position and the amount of the provision as an expense.

Provisions are initially measured at the best estimate of the amount required to settle the obligation at the reporting date and subsequently reviewed at each reporting date and adjusted to reflect the current best estimate of the amount that would be required to settle the obligation. Any adjustments to the amounts previously recognised are recognised in profit or loss unless the provision was originally recognised as part of the cost of an asset. When a provision is measured at the present value of the amount expected to be required to settle the obligation, the unwinding of the discount is recognised as a finance cost in profit or loss in the period it arises.

#### **Defined contribution plans**

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as a finance cost in profit or loss in the period in which it arises.

# Alloy Wire International Limited

## Notes to the Financial Statements *(continued)*

Year ended 31 March 2016

### 2. Accounting policies *(continued)*

#### Financial instruments

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities.

Where the contractual obligations of financial instruments (including share capital) are equivalent to a similar debt instrument, those financial instruments are classed as financial liabilities. Financial liabilities are presented as such in the balance sheet. Finance costs and gains or losses relating to financial liabilities are included in the profit and loss account. Finance costs are calculated so as to produce a constant rate of return on the outstanding liability.

### 3. General information

The company is a limited company incorporated in England and Wales.

The company registered office is:

Narrowboat Way  
Hurst Business Park  
Brierley Hill  
West Midlands  
DY5 1UF

The principal activity of the company during the year was that of the manufacturing of round, shaped wire from high nickel alloys.

### 4. Turnover

Turnover arises from:

	2016 £	2015 £
Sale of goods	<u>8,191,022</u>	<u>8,280,947</u>

The turnover is attributable to the one principal activity of the company. An analysis of turnover by the geographical markets that substantially differ from each other is given below:

	2016 £	2015 £
United Kingdom	4,649,192	4,363,447
Europe	2,377,310	2,471,786
Asia	303,187	337,767
America	776,118	971,822
Australasia	45,433	78,171
Africa	4,393	20,252
Middle East	35,389	37,702
	<u>8,191,022</u>	<u>8,280,947</u>



# Alloy Wire International Limited

## Notes to the Financial Statements *(continued)*

Year ended 31 March 2016

### 5. Operating profit

Operating profit or loss is stated after charging:

	2016	2015
	£	£
Amortisation of intangible assets	15,000	15,000
Depreciation of tangible assets	96,106	91,172
Loss on disposal of tangible assets	–	2,106
Foreign exchange differences	74,897	62,540
Defined contribution plans expense	<u>61,039</u>	<u>58,500</u>

### 6. Auditor's remuneration

	2016	2015
	£	£
Fees payable for the audit of the financial statements	<u>5,500</u>	<u>5,500</u>
Fees payable to the company's auditor and its associates for other services:		
Audit-related assurance services	6,000	6,115
Taxation advisory services	10,026	6,148
Other non-audit services	4,200	3,998
	<u>20,226</u>	<u>16,261</u>

### 7. Particulars of employees

The average number of persons employed by the company during the year, including the directors, amounted to:

	2016	2015
	No	No
Production staff	15	15
Administrative staff	12	13
	<u>27</u>	<u>28</u>

The aggregate payroll costs incurred during the year, relating to the above, were:

	2016	2015
	£	£
Wages and salaries	2,448,087	2,090,987
Social security costs	296,694	251,345
Other pension costs	61,039	58,500
	<u>2,805,820</u>	<u>2,400,832</u>

### 8. Directors remuneration

The directors aggregate remuneration in respect of qualifying services was:

	2016	2015
	£	£
Remuneration	1,079,030	746,919
Company contributions to defined contribution pension plans	20,550	18,368
	<u>1,099,580</u>	<u>765,287</u>

# Alloy Wire International Limited

## Notes to the Financial Statements *(continued)*

Year ended 31 March 2016

### 8. Directors remuneration *(continued)*

The number of directors who accrued benefits under company pension plans was as follows:

	2016 No	2015 No
Defined contribution plans	<u>4</u>	<u>4</u>

Remuneration of the highest paid director in respect of qualifying services:

	2016 £	2015 £
Aggregate remuneration	290,118	207,703
Company contributions to defined contribution pension plans	<u>6,300</u>	<u>5,855</u>
	<u>296,418</u>	<u>213,558</u>

No shares were received or receivable by the highest paid director in respect of qualifying services under a long term incentive scheme.

### 9. Taxation on ordinary activities

#### Major components of tax (income)/expense

	2016 £	2015 £
<b>Current tax:</b>		
UK current tax expense	161,991	220,296
Adjustments in respect of prior periods	<u>(183,169)</u>	<u>420</u>
Total current tax	<u>(21,178)</u>	<u>220,716</u>
<b>Deferred tax:</b>		
Origination and reversal of timing differences	<u>(3,514)</u>	<u>24,773</u>
<b>Taxation on ordinary activities</b>	<u>(24,692)</u>	<u>245,489</u>

#### Reconciliation of tax (income)/expense

The tax assessed on the profit on ordinary activities for the year is lower than (2015: lower than) the standard rate of corporation tax in the UK of 20% (2015: 21%).

	2016 £	2015 £
Profit on ordinary activities before taxation	<u>1,395,208</u>	<u>1,668,113</u>
Profit on ordinary activities by rate of tax	279,042	350,304
Adjustment to tax charge in respect of prior periods	<u>(183,169)</u>	<u>420</u>
Effect of expenses not deductible for tax purposes	5,030	7,241
Effect of capital allowances and depreciation	<u>(2,836)</u>	<u>—</u>
Utilisation of tax losses	<u>(4,121)</u>	<u>—</u>
Research and development claims	<u>(118,638)</u>	<u>(112,476)</u>
Tax on profit on ordinary activities	<u>(24,692)</u>	<u>245,489</u>

# Alloy Wire International Limited

## Notes to the Financial Statements (continued)

Year ended 31 March 2016

### 10. Dividends

Dividends paid during the year (excluding those for which a liability existed at the end of the prior year):

	2016 £	2015 £
Dividends on equity shares	<u>—</u>	<u>500,000</u>

Dividends of £Nil (2015: 182p) per share have been paid during the year.

### 11. Intangible assets

	Goodwill £
<b>Cost</b>	
At 1 Apr 2015 and 31 Mar 2016	<u>300,000</u>
<b>Amortisation</b>	
At 1 April 2015	<u>240,000</u>
Charge for the year	<u>15,000</u>
At 31 March 2016	<u>255,000</u>
<b>Carrying amount</b>	
At 31 March 2016	<u>45,000</u>
At 31 March 2015	<u>60,000</u>

### 12. Tangible assets

	Freehold property £	Leasehold property improvements £	Plant and machinery £	Motor vehicles £	Total £
<b>Cost</b>					
At 1 Apr 2015	269,446	38,971	1,005,400	44,799	1,358,616
Additions	<u>—</u>	<u>—</u>	<u>78,345</u>	<u>—</u>	<u>78,345</u>
At 31 Mar 2016	<u>269,446</u>	<u>38,971</u>	<u>1,083,745</u>	<u>44,799</u>	<u>1,436,961</u>
<b>Depreciation</b>					
At 1 Apr 2015	—	32,560	620,239	13,490	666,289
Charge for the year	<u>—</u>	<u>3,206</u>	<u>85,337</u>	<u>7,563</u>	<u>96,106</u>
At 31 Mar 2016	<u>—</u>	<u>35,766</u>	<u>705,576</u>	<u>21,053</u>	<u>762,395</u>
<b>Carrying amount</b>					
At 31 Mar 2016	<u>269,446</u>	<u>3,205</u>	<u>378,169</u>	<u>23,746</u>	<u>674,566</u>
At 31 Mar 2015	<u>269,446</u>	<u>6,411</u>	<u>385,161</u>	<u>31,309</u>	<u>692,327</u>

# Alloy Wire International Limited

## Notes to the Financial Statements *(continued)*

Year ended 31 March 2016

### 13. Investments

	Shares in group undertaking s £
<b>Cost</b>	
At 1 Apr 2015 and 31 Mar 2016	<u>70,100</u>
<b>Impairment</b>	
At 1 Apr 2015 and 31 Mar 2016	<u>69,900</u>
<b>Carrying amount</b>	
At 31 March 2016	<u>200</u>

The company purchased 100% of the issued share capital of Resistance Wires Limited during the previous year in which it holds 100 £1 ordinary shares. The company owns 100% of the issued share capital of Precision Shaped Wires Limited in which it holds 100 £1 ordinary shares.

The net asset values, profits and activities of the subsidiaries for the year are as listed below;

#### Aggregate capital and reserves

	2016 £	2015 £
Resistance Wires Limited (dormant)	100	100
Precision Shaped Wires Limited (dormant)	100	100

#### Profit and (loss) for the year

	2016 £	2015 £
Resistance Wires Limited (dormant)	-	-
Precision Shaped Wires Limited (dormant)	-	-

Precision Shaped Wires Limited and Resistance Wires Limited are both registered in England & Wales.

Under the provision of section 405 of the Companies Act 2006 the company is exempt from preparing consolidated accounts and has not done so on the grounds that all of its subsidiaries are collectively not material for the purposes of giving a true and fair view. Therefore, the accounts show information about the company as an individual entity only.

### 14. Stocks

	2016 £	2015 £
Raw materials	<u>884,948</u>	<u>949,246</u>

# Alloy Wire International Limited

## Notes to the Financial Statements *(continued)*

Year ended 31 March 2016

### 15. Debtors

	2016	2015
	£	£
Trade debtors	1,254,297	1,044,261
Amounts owed by group undertakings	3,762,424	2,243,608
Prepayments and accrued income	59,112	14,065
Other debtors	1,823	8,238
	<u>5,077,656</u>	<u>3,310,172</u>

The debtors above include the following amounts falling due after more than one year:

	2016	2015
	£	£
Other debtors	<u>-</u>	<u>1,816</u>

### 16. Creditors: amounts falling due within one year

	2016	2015
	£	£
Trade creditors	460,042	652,272
Amounts owed to group undertakings	200	200
Accruals and deferred income	814,061	545,222
Corporation tax	56,635	75,296
Social security and other taxes	232,318	240,585
Director loan accounts	48,099	46,097
Other creditors	26,995	24,577
	<u>1,638,350</u>	<u>1,584,249</u>

There is an unlimited multilateral guarantee in place between the company and its parent Alloy Wire Holdings Limited.

### 17. Deferred tax

The deferred tax included in the statement of financial position is as follows:

	2016	2015
	£	£
Included in provisions (note 18)	<u>67,390</u>	<u>70,904</u>

The deferred tax account consists of the tax effect of timing differences in respect of:

	2016	2015
	£	£
Accelerated capital allowances	<u>67,390</u>	<u>70,904</u>

# Alloy Wire International Limited

## Notes to the Financial Statements *(continued)*

Year ended 31 March 2016

### 18. Provisions

	Deferred tax (note 17) £
At 1 April 2015	70,904
Charge against provision	(3,514)
At 31 March 2016	<u>67,390</u>

### 19. Employee benefits

#### Defined contribution plans

The amount recognised in profit or loss as an expense in relation to defined contribution plans was £61,039 (2015: £58,500).

### 20. Called up share capital

#### Issued, called up and fully paid

	2016		2015	
	No	£	No	£
Ordinary Class A shares of £1 each	181,400	181,400	181,400	181,400
Ordinary Class B shares of £1 each	93,149	93,149	93,149	93,149
	<u>274,549</u>	<u>274,549</u>	<u>274,549</u>	<u>274,549</u>

All shares rank pari pasu with regards to voting rights, dividends and capital in a winding up.

### 21. Reserves

Share premium account - This reserve records the amount above the nominal value received for shares sold, less transaction costs.

Capital redemption reserve - This reserve records the nominal value of shares repurchased by the company.

Profit and loss account - This reserve records retained earnings and accumulated losses.

### 22. Commitments under operating leases

The total future minimum lease payments under non-cancellable operating leases are as follows:

	2016 £	2015 £
Not later than 1 year	66,838	65,256
Later than 1 year and not later than 5 years	259,705	249,798
Later than 5 years	—	70,000
	<u>326,543</u>	<u>385,054</u>

# **Alloy Wire International Limited**

## **Notes to the Financial Statements *(continued)***

**Year ended 31 March 2016**

### **23. Directors advances, credits and guarantees**

At the year end the company owed Mr M Venables £18,056 (2015: £16,486), Mr P Lambe £13,839 (2015: £14,896), and Mr I Fitzgerald £16,204 (2015: £14,715).

### **24. Related party transactions**

The directors consider that ultimately Mr M. Venables, Mr A. Hogarth, Mr I. Fitzgerald and Mr P. Lambe controlled the company at the year end.

Related party transactions with Alloy Wire Holdings Limited, Resistance Wires Limited and Precision Shaped Wires Limited are not required to be disclosed under Financial Reporting Standard 8 as consolidated group accounts are prepared that are publicly available.

### **25. Controlling party**

The ultimate parent company is Alloy Wire Holdings Limited, a company registered in England and Wales.

### **26. Transition to FRS 102**

These are the first financial statements that comply with FRS 102. The company transitioned to FRS 102 on 1 April 2014.

No transitional adjustments were required in equity or profit or loss for the year.