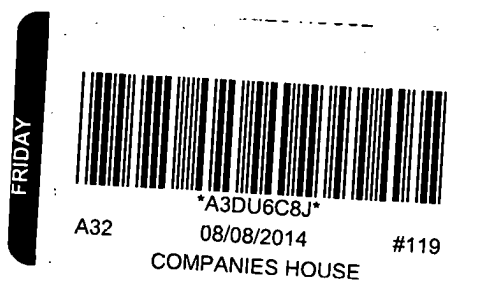


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Report of the Directors and
Audited Financial Statements for the Period 1 April 2012 to 29 March 2013
for
Eterniti Steels Limited



Eterniti Steels Limited

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for the Period 1 April 2012 to 29 March 2013

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Eterniti Steels Limited

Company Information

for the Period 1 April 2012 to 29 March 2013

DIRECTORS:

R E Hill
B J Sanders

SECRETARY:

REGISTERED OFFICE:

Unit 7, Langthwaite Business Park
Langthwaite Road
Soth Kirkby
Pontefract
West Yorkshire
WF9 3AP

REGISTERED NUMBER:

04455835 (England and Wales)

**SENIOR STATUTORY
AUDITOR:**

Andrew Parker

AUDITORS:

Andrew S Parker
2 Meadow Court
Allerton
Bradford
West Yorkshire
BD15 9JZ

Eterniti Steels Limited

Report of the Directors for the Period 1 April 2012 to 29 March 2013

The directors present their report with the financial statements of the company for the period 1 April 2012 to 29 March 2013.

PRINCIPAL ACTIVITY

The principal activity of the company in the period under review was that of steel merchanting.

REVIEW OF BUSINESS

The company's principal activity continues to be that of steel merchanting. The results for the year are set out on page 5. The directors consider the profit generated on ordinary activities before taxation to be acceptable based on the level of activity and the difficult market trading conditions that the business has experienced during the last year.

The market in the second half of the year was difficult with falling steel prices in a weak economy. Prices remain uncertain but activity levels are encouraging.

DIVIDENDS

The total distribution of dividends for the period ended 29 March 2013 will be £114,080.

FIXED ASSETS

The director considers that the balance sheet value of the freehold properties is not materially different from the market value.

EVENTS SINCE THE END OF THE PERIOD

Information relating to events since the end of the period is given in the notes to the financial statements.

DIRECTORS

M J Styler - appointed 3 July 2012

R E Hill and B J Sanders were appointed as directors after 29 March 2013 but prior to the date of this report.

P M Daniels and M J Styler ceased to be directors after 29 March 2013 but prior to the date of this report.

FINANCIAL INSTRUMENT RISK

The company seeks to operate within its agreed overdraft facility with the bank. Most sales are to UK customers and most purchases are in sterling. The company has therefore not entered into any hedging arrangements in respect of risks relating to trade debtors or creditors.

The company is exposed to interest rate risk on its borrowings with the bank but does have a base rate cap in place to limit its maximum exposure to a base rate of 4.5% on £5,000,000 of borrowings until February 2016. Based on the level of borrowings at the year end, an increase of 1% in interest rates increases the company's borrowing costs by £98,928.

The company is currently reliant on overdraft facilities from the bank and therefore has a cash flow and liquidity risk. The company has tightened up controls over collection of trade debtors and has also negotiated favourable payment terms with its suppliers. The bank is currently satisfied with the company's financial performance and the director does not think there is any risk of facilities being withdrawn.

The company continues to factor most of its trade debtors a move which has enabled the company to grow turnover over the last few years. The factored debts are fully insured with the company being responsible for the first £5,000 of any one claim.

POLITICAL AND CHARITABLE CONTRIBUTIONS

The company made charitable donations during the year amounting to £42,606. The amounts were mainly given to churches and related organisations in connection with the furtherance of the Christian Gospel.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Report of the Directors 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 of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

ON BEHALF OF THE BOARD:



B J Sanders - Director

6 August 2014

Report of the Independent Auditors to the Members of
Eterniti Steels Limited

We have audited the financial statements of Eterniti Steels Limited for the period ended 29 March 2013 on pages five to nineteen. 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 members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in a Report of the Auditors 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 set out on page three, 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 Report of the Directors to identify material inconsistencies with the audited financial statements. 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 29 March 2013 and of its loss for the period 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 Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements.

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.



Andrew Parker Senior Statutory Auditor
For and on behalf of Andrew S Parker
2 Meadow Court
Allerton
Bradford
West Yorkshire
BD15 9JZ

6 August 2014

Eterniti Steels Limited

Profit and Loss Account

for the Period 1 April 2012 to 29 March 2013

	Notes	Period 1.4.12 to 29.3.13 £	Year Ended 31.3.12 £
TURNOVER		40,903,989	46,324,184
Cost of sales		<u>38,139,337</u>	<u>42,090,870</u>
GROSS PROFIT		2,764,652	4,233,314
Administrative expenses		<u>5,572,918</u>	<u>3,475,257</u>
		(2,808,266)	758,057
Other operating income		<u>20,351</u>	-
OPERATING (LOSS)/PROFIT	3	(2,787,915)	758,057
Profit on sale of Scottish Division		<u>1,096,753</u>	-
		(1,691,162)	758,057
Interest payable and similar charges	4	<u>103,683</u>	<u>135,375</u>
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		(1,794,845)	622,682
Tax on (loss)/profit on ordinary activities	5	<u>38,832</u>	<u>167,228</u>
(LOSS)/PROFIT FOR THE FINANCIAL PERIOD		<u>(1,833,677)</u>	<u>455,454</u>

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current period or previous year.

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the loss for the current period and the profit for the previous year.

The notes form part of these financial statements

Balance Sheet
29 March 2013

	Notes	29.3.13 £	£	31.3.12 £	£
FIXED ASSETS					
Tangible assets	7		5,435,231		5,588,286
CURRENT ASSETS					
Stocks	8	6,839,742		9,841,791	
Debts subject to financing arrangements					
Debts factored without recourse		10,078,842		14,163,426	
Non-returnable deposits		<u>(7,294,064)</u>		<u>(7,261,312)</u>	
	9	<u>2,784,778</u>		<u>6,902,114</u>	
Debtors	9	685,326		1,166,519	
Cash in hand		<u>590</u>		<u>521</u>	
		10,310,436		17,910,945	
CREDITORS					
Amounts falling due within one year	10	<u>13,082,485</u>		<u>18,609,848</u>	
NET CURRENT LIABILITIES			<u>(2,772,049)</u>		<u>(698,903)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			2,663,182		4,889,383
CREDITORS					
Amounts falling due after more than one year	11		(2,018,930)		(2,286,548)
PROVISIONS FOR LIABILITIES	15		<u>(161,760)</u>		<u>(172,586)</u>
NET ASSETS			<u>482,492</u>		<u>2,430,249</u>
CAPITAL AND RESERVES					
Called up share capital	16		206		206
Profit and loss account	17		<u>482,286</u>		<u>2,430,043</u>
SHAREHOLDERS' FUNDS	24		<u>482,492</u>		<u>2,430,249</u>

The financial statements were approved by the Board of Directors on 6 August 2014 and were signed on its behalf by:



B J Sanders - Director

The notes form part of these financial statements

Eterniti Steels Limited

Cash Flow Statement

for the Period 1 April 2012 to 29 March 2013

	Notes	Period 1.4.12 to 29.3.13 £	Year Ended 31.3.12 £
Net cash (outflow)/inflow from operating activities	1	(762,661)	719,740
Returns on investments and servicing of finance	2	(103,683)	(135,375)
Taxation		(30,000)	(254,875)
Capital expenditure and financial investment	2	1,223,195	(110,246)
Equity dividends paid		<u>(114,080)</u>	<u>(118,156)</u>
		212,771	101,088
Financing	2	<u>(775,584)</u>	<u>(401,015)</u>
Decrease in cash in the period		<u>(562,813)</u>	<u>(299,927)</u>
<hr/>			
Reconciliation of net cash flow to movement in net debt	3		
Decrease in cash in the period		(562,813)	(299,927)
Cash outflow from decrease in debt and lease financing		<u>775,584</u>	<u>401,015</u>
Change in net debt resulting from cash flows		212,771	101,088
New finance leases		<u>(475,634)</u>	<u>(175,950)</u>
Movement in net debt in the period		(262,863)	(74,862)
Net debt at 1 April		<u>(3,126,038)</u>	<u>(3,051,176)</u>
Net debt at 29 March		<u>(3,388,901)</u>	<u>(3,126,038)</u>

The notes form part of these financial statements

Notes to the Cash Flow Statement
for the Period 1 April 2012 to 29 March 2013

1. RECONCILIATION OF OPERATING (LOSS)/PROFIT TO NET CASH (OUTFLOW)/INFLOW FROM OPERATING ACTIVITIES

	Period 1.4.12 to 29.3.13 £	Year Ended 31.3.12 £
Operating (loss)/profit	(2,787,915)	758,057
Depreciation charges	431,012	447,651
Loss on disposal of fixed assets	71,235	5,211
(Increase/Decrease in factored debts	4,117,336	(2,135,993)
Decrease/(increase) in stocks	3,002,049	(3,830,705)
Decrease/(increase) in debtors	481,193	(476,855)
(Decrease)/increase in creditors	(6,077,571)	5,952,374
Net cash (outflow)/inflow from operating activities	(762,661)	719,740

2. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	Period 1.4.12 to 29.3.13 £	Year Ended 31.3.12 £
Returns on investments and servicing of finance		
Interest paid	(56,891)	(92,171)
Interest element of hire purchase payments	(46,792)	(43,204)
Net cash outflow for returns on investments and servicing of finance	(103,683)	(135,375)
Capital expenditure and financial investment		
Purchase of tangible fixed assets	(511,900)	(123,245)
Sale of tangible fixed assets	638,342	12,999
Sale of Scottish Division	1,096,753	-
Net cash inflow/(outflow) for capital expenditure and financial investment	1,223,195	(110,246)
Financing		
Loan repayments in year	(328,335)	(192,559)
Capital repayments in year	(447,249)	(208,456)
Net cash outflow from financing	(775,584)	(401,015)

The notes form part of these financial statements

Eterniti Steels Limited

Notes to the Cash Flow Statement
for the Period 1 April 2012 to 29 March 2013

3. ANALYSIS OF CHANGES IN NET DEBT

	At 1.4.12 £	Cash flow £	Other non-cash changes £	At 29.3.13 £
Net cash:				
Cash at bank and in hand	521	69		590
Bank overdraft	<u>(442,142)</u>	<u>(562,882)</u>		<u>(1,005,024)</u>
	<u>(441,621)</u>	<u>(562,813)</u>		<u>(1,004,434)</u>
Debt:				
Hire purchase	(762,339)	447,249	(475,634)	(790,724)
Debts falling due within one year	(154,942)	55,824	-	(99,118)
Debts falling due after one year	<u>(1,767,136)</u>	<u>272,511</u>	<u>-</u>	<u>(1,494,625)</u>
	<u>(2,684,417)</u>	<u>775,584</u>	<u>(475,634)</u>	<u>(2,384,467)</u>
Total	<u>(3,126,038)</u>	<u>212,771</u>	<u>(475,634)</u>	<u>(3,388,901)</u>

The notes form part of these financial statements

1. ACCOUNTING POLICIES

Accounting convention

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

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off the cost less estimated residual value of each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Freehold property	- 2% on cost
Plant and machinery	- 20% on cost and 10% on cost
Motor vehicles	- 25% on cost
Computer equipment	- 33% on cost

Abortive purchases are written off in full in the year of acquisition.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

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

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to the profit and loss account in the period to which they relate.

Debt financing

The company factors a significant proportion of its' debts and these have been shown gross after providing for bad debts, credit protection charges and any accrued interest. Any amounts received from a factor in respect of these debts to the extent that these are not returnable have been shown as a deduction from the debts due. The company is not required to support bad debts in respect of factored debts and the factors have stated in writing that they will not seek recourse other than out of factored debts. The factored debts are fully insured with the company being responsible for the first £5,000 of any one claim.

The interest element of the factor's charges, are recognised as they accrue and are included in the profit and loss account with other interest charges.

Notes to the Financial Statements - continued
for the Period 1 April 2012 to 29 March 2013

1. **ACCOUNTING POLICIES - continued**

Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired under finance leases are depreciated over the shorter of the lease term and their useful lives. Assets acquired under hire purchase contracts are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

Rentals applicable to operating lease where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account as incurred.

2. **STAFF COSTS**

	Period 1.4.12 to 29.3.13 £	Year Ended 31.3.12 £
Wages and salaries	1,541,515	1,656,938
Social security costs	201,287	173,036
Other pension costs	46,818	52,915
	<u>1,789,620</u>	<u>1,882,889</u>

The average monthly number of employees during the period was as follows:

	Period 1.4.12 to 29.3.13	Year Ended 31.3.12
Office and administration	12	12
Sales and marketing	13	17
Production	<u>26</u>	<u>30</u>
	<u>51</u>	<u>59</u>

3. **OPERATING (LOSS)/PROFIT**

The operating loss (2012 - operating profit) is stated after charging/(crediting):

	Period 1.4.12 to 29.3.13 £	Year Ended 31.3.12 £
Hire of plant and machinery	40,229	29,215
Other operating leases	32,639	47,000
Depreciation - owned assets	142,838	162,458
Depreciation - assets on hire purchase contracts	288,174	285,193
Loss on disposal of fixed assets	71,235	5,211
Auditors' remuneration	29,044	14,227
Taxation compliance services	2,023	2,000
Other non-audit services	9,562	1,603
Foreign exchange differences	<u>44,392</u>	<u>(2,739)</u>

Notes to the Financial Statements - continued
for the Period 1 April 2012 to 29 March 2013

3. **OPERATING (LOSS)/PROFIT - continued**

Directors' remuneration	197,363	172,647
Directors' pension contributions to money purchase schemes	<u>6,356</u>	<u>6,355</u>

The number of directors to whom retirement benefits were accruing was as follows:

Money purchase schemes	<u>1</u>	<u>1</u>
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4. **INTEREST PAYABLE AND SIMILAR CHARGES**

	Period 1.4.12 to 29.3.13 £	Year Ended 31.3.12 £
Bank interest	14,941	43,188
Bank loan interest	41,950	48,983
Hire purchase	<u>46,792</u>	<u>43,204</u>
	<u>103,683</u>	<u>135,375</u>

5. **TAXATION**

Analysis of the tax charge

The tax charge on the loss on ordinary activities for the period was as follows:

	Period 1.4.12 to 29.3.13 £	Year Ended 31.3.12 £
Current tax:		
UK corporation tax	51,760	187,627
Corporation tax re prior year	<u>(2,102)</u>	<u>(10,312)</u>
Total current tax	<u>49,658</u>	<u>177,315</u>
Deferred tax:		
Deferred tax current year	(12,671)	2,961
Deferred tax due to rate change	-	(13,048)
Deferred tax prior year	<u>1,845</u>	<u>-</u>
Total deferred tax	<u>(10,826)</u>	<u>(10,087)</u>
Tax on (loss)/profit on ordinary activities	<u>38,832</u>	<u>167,228</u>

UK corporation tax has been charged at 26% (2012 - 26%).

5. TAXATION - continued

Factors affecting the tax charge

The tax assessed for the period is higher than the standard rate of corporation tax in the UK. The difference is explained below:

	Period 1.4.12 to 29.3.13 £	Year Ended 31.3.12 £
(Loss)/profit on ordinary activities before tax	<u>(1,794,845)</u>	<u>622,682</u>
(Loss)/profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 26% (2012 - 26%)	(466,660)	161,897
Effects of:		
Expenses not deductible for tax purposes	505,749	28,691
Capital allowances in excess of depreciation	-	(2,961)
Depreciation in excess of capital allowances	10,826	-
Adjustments to tax charge in respect of previous periods	<u>(257)</u>	<u>(10,312)</u>
Current tax charge	<u>49,658</u>	<u>177,315</u>

6. DIVIDENDS

	Period 1.4.12 to 29.3.13 £	Year Ended 31.3.12 £
'B' ordinary shares shares of £1 each		
Interim	24,000	21,772
'C' ordinary share of £1		
Interim	16,080	16,080
'D' ordinary share of £1		
Interim	38,000	42,076
'E' ordinary share of £1		
Interim	<u>36,000</u>	<u>38,228</u>
	<u>114,080</u>	<u>118,156</u>

Notes to the Financial Statements - continued
for the Period 1 April 2012 to 29 March 2013

7. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Motor vehicles £	Computer equipment £	Totals £
COST					
At 1 April 2012	3,973,325	2,486,217	609,288	127,797	7,196,627
Additions	239,680	515,548	204,334	27,972	987,534
Disposals	<u>(369,115)</u>	<u>(372,938)</u>	<u>(145,750)</u>	<u>(83,250)</u>	<u>(971,053)</u>
At 29 March 2013	<u>3,843,890</u>	<u>2,628,827</u>	<u>667,872</u>	<u>72,519</u>	<u>7,213,108</u>
DEPRECIATION					
At 1 April 2012	247,709	889,012	355,951	115,669	1,608,341
Charge for period	63,398	240,167	117,812	9,635	431,012
Eliminated on disposal	<u>-</u>	<u>(108,718)</u>	<u>(70,681)</u>	<u>(82,077)</u>	<u>(261,476)</u>
At 29 March 2013	<u>311,107</u>	<u>1,020,461</u>	<u>403,082</u>	<u>43,227</u>	<u>1,777,877</u>
NET BOOK VALUE					
At 29 March 2013	<u>3,532,783</u>	<u>1,608,366</u>	<u>264,790</u>	<u>29,292</u>	<u>5,435,231</u>
At 31 March 2012	<u>3,725,616</u>	<u>1,597,205</u>	<u>253,337</u>	<u>12,128</u>	<u>5,588,286</u>

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Plant and machinery £	Motor vehicles £	Totals £
COST			
At 1 April 2012	1,614,997	317,484	1,932,481
Additions	277,400	198,234	475,634
Disposals	<u>(149,578)</u>	<u>(90,950)</u>	<u>(240,528)</u>
Transfer to ownership	<u>-</u>	<u>(16,544)</u>	<u>(16,544)</u>
At 29 March 2013	<u>1,742,819</u>	<u>408,224</u>	<u>2,151,043</u>
DEPRECIATION			
At 1 April 2012	535,122	138,042	673,164
Charge for period	198,840	89,334	288,174
Eliminated on disposal	<u>(76,411)</u>	<u>(24,819)</u>	<u>(101,230)</u>
Transfer to ownership	<u>-</u>	<u>(10,864)</u>	<u>(10,864)</u>
At 29 March 2013	<u>657,551</u>	<u>191,693</u>	<u>849,244</u>
NET BOOK VALUE			
At 29 March 2013	<u>1,085,268</u>	<u>216,531</u>	<u>1,301,799</u>
At 31 March 2012	<u>1,079,875</u>	<u>179,442</u>	<u>1,259,317</u>

8. STOCKS

	29.3.13 £	31.3.12 £
Stocks	<u>6,839,742</u>	<u>9,841,791</u>

Notes to the Financial Statements - continued
for the Period 1 April 2012 to 29 March 2013

9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	29.3.13	31.3.12
	£	£
Trade debtors	476,229	530,116
Other debtors	209,097	636,403
	<u>685,326</u>	<u>1,166,519</u>

Linked presentation:

The directors hereby state that the entity is not obliged to support any losses, nor does it intend to do so.

The company will support losses to the extent of the first £5,000 of any one claim. The non-returnable amounts received are secured on the factored trade debtors and personal guarantees have also been provided by the director.

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	29.3.13	31.3.12
	£	£
Bank loans and overdrafts (see note 12)	1,104,142	597,084
Hire purchase contracts (see note 13)	266,419	242,927
Trade creditors	10,565,062	16,810,704
Corporation tax	207,285	187,627
Social security and other taxes	504,843	232,014
Other creditors	-	8,765
Accrued expenses	434,734	530,727
	<u>13,082,485</u>	<u>18,609,848</u>

11. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	29.3.13	31.3.12
	£	£
Bank loans (see note 12)	1,494,625	1,767,136
Hire purchase contracts (see note 13)	524,305	519,412
	<u>2,018,930</u>	<u>2,286,548</u>

12. LOANS

An analysis of the maturity of loans is given below:

	29.3.13	31.3.12
	£	£
Amounts falling due within one year or on demand:		
Bank overdrafts	1,005,024	442,142
Bank loans	99,118	154,942
	<u>1,104,142</u>	<u>597,084</u>

Amounts falling due between one and two years:

Bank loans - 1-2 years	<u>101,967</u>	<u>156,214</u>
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Eterniti Steels Limited

Notes to the Financial Statements - continued
for the Period 1 April 2012 to 29 March 2013

12. **LOANS - continued**

	29.3.13	31.3.12
	£	£
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>309,415</u>	<u>428,376</u>
Amounts falling due in more than five years:		
Repayable by instalments		
Bank loans more 5 yr by instal	<u>1,083,243</u>	<u>1,182,546</u>

13. **OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS AND LEASES**

	Hire purchase contracts	
	29.3.13	31.3.12
	£	£
Gross obligations repayable:		
Within one year	297,127	268,628
Between one and five years	<u>568,682</u>	<u>552,768</u>
	<u>865,809</u>	<u>821,396</u>
Finance charges repayable:		
Within one year	30,708	25,701
Between one and five years	<u>44,377</u>	<u>33,356</u>
	<u>75,085</u>	<u>59,057</u>
Net obligations repayable:		
Within one year	266,419	242,927
Between one and five years	<u>524,305</u>	<u>519,412</u>
	<u>790,724</u>	<u>762,339</u>

The following operating lease payments are committed to be paid within one year:

	Land and buildings		Other operating leases	
	29.3.13	31.3.12	29.3.13	31.3.12
	£	£	£	£
Expiring:				
Within one year	-	1,288	5,150	13,202
Between one and five years	<u>53,430</u>	<u>53,430</u>	<u>23,030</u>	<u>26,281</u>
	<u>53,430</u>	<u>54,718</u>	<u>28,180</u>	<u>39,483</u>

Eterniti Steels Limited

Notes to the Financial Statements - continued
for the Period 1 April 2012 to 29 March 2013

14. SECURED DEBTS

The following secured debts are included within creditors:

	29.3.13	31.3.12
	£	£
Bank overdrafts	1,005,024	442,142
Bank loans	1,593,743	1,922,078
Hire purchase contracts	<u>790,724</u>	<u>762,339</u>
	<u><u>3,389,491</u></u>	<u><u>3,126,559</u></u>

The bank loans and overdraft are secured by a fixed and floating charge over the company's assets. The finance leases and hire purchase contracts are secured on the assets concerned.

15. PROVISIONS FOR LIABILITIES

	29.3.13	31.3.12
	£	£
Deferred tax	<u>161,760</u>	<u>172,586</u>
		Deferred tax
		£
Balance at 1 April 2012		172,586
Provided during period		<u>(10,826)</u>
Balance at 29 March 2013		<u><u>161,760</u></u>

16. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	29.3.13	31.3.12
			£	£
163	'A' ordinary	£1	163	170
40	'B' ordinary shares	£1	40	33
1	'C' ordinary	£1	1	1
1	'D' ordinary	£1	1	1
1	'E' ordinary	£1	<u>1</u>	<u>1</u>
			<u><u>206</u></u>	<u><u>206</u></u>

17. RESERVES

	Profit and loss account
	£
At 1 April 2012	2,430,043
Deficit for the period	(1,833,677)
Dividends	<u>(114,080)</u>
At 29 March 2013	<u><u>482,286</u></u>

18. PENSION COMMITMENTS

The company contributes to a personal pension scheme for its sole director and some of its employees. The pension charge of £46,818 (2012: £52,916) represents the amounts payable by the company to the fund in respect of the year. The assets of the scheme are held separately from those of the company in an independently administered fund. There were no unpaid contributions at the balance sheet date (2012: £nil).

19. CAPITAL COMMITMENTS

	29.3.13	31.3.12
	£	£
Contracted but not provided for in the financial statements	-	210,203

20. TRANSACTIONS WITH DIRECTORS

No dividends were paid to P M Daniels during the period but dividends amounting to £38,000 were paid to his spouse, Mrs E Daniels.

Dividends amounting to £24,000 were paid to M Styler and £36,000 were paid to his spouse Mrs N Styler during the period.

21. RELATED PARTY DISCLOSURES

During the period the company provided financial support to Eterniti Caravans Limited, a company in which P M Daniels was a director and owned 100% of the share capital, to assist with its development. During the period an amount of £1,795,041 was written off as irrecoverable. The balance due to Eterniti Steels Limited from this company at the balance sheet date amounted to £nil. This loan was interest free.

22. POST BALANCE SHEET EVENTS

The company was acquired by Brand New Co (453) Ltd in January 2014 and the trade, plant and equipment was integrated with that of Sebden Steel Service Centres Limited with effect from 2 May 2014.

The company's other fixed assets and associated liabilities remain within Eterniti Steels Limited and the appropriate bank facilities have been arranged on a continuing basis.

The directors and shareholders of Brand New Co (453) Ltd are B J Sanders and R E Hill. B J Sanders and R E Hill are now the directors of Eterniti Steels Limited

Brand New Co Ltd (453) Ltd is now the ultimate controlling party by virtue of its ownership of 100% of the issued share capital in the company.

23. ULTIMATE CONTROLLING PARTY

The controlling party at the balance sheet date was P M Daniels by virtue of his ownership of 83% of the issued share capital in the company. However, due to the company's share capital being acquired by Brand New Co (453) Limited in January 2014 that company is now its controlling party.

Eterniti Steels Limited

Notes to the Financial Statements - continued
for the Period 1 April 2012 to 29 March 2013

24. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	29.3.13	31.3.12
	£	£
(Loss)/profit for the financial period	(1,833,677)	455,454
Dividends	<u>(114,080)</u>	<u>(118,156)</u>
Net (reduction)/addition to shareholders' funds	(1,947,757)	337,298
Opening shareholders' funds	<u>2,430,249</u>	<u>2,092,951</u>
Closing shareholders' funds	<u>482,492</u>	<u>2,430,249</u>