

# The British Metals Recycling Association

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 December 2018



# **The British Metals Recycling Association**

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## **The British Metals Recycling Association**

### **Statement of Directors' Responsibilities**

The directors acknowledge their responsibilities for preparing the Annual 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 of the surplus or deficit of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements 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.

# The British Metals Recycling Association


(Registration number: 04583021)  
Balance Sheet as at 31 December 2018

	Note	2018 £	2017 £
<b>Fixed assets</b>			
Intangible assets	4	26,230	29,977
Tangible assets	5	<u>371,167</u>	<u>383,535</u>
		<u>397,397</u>	<u>413,512</u>
<b>Current assets</b>			
Debtors	6	30,664	29,496
Cash at bank and in hand		<u>526,086</u>	<u>618,748</u>
		556,750	648,244
<b>Creditors: Amounts falling due within one year</b>	7	<u>(38,768)</u>	<u>(107,991)</u>
<b>Net current assets</b>		<u>517,982</u>	<u>540,253</u>
<b>Net assets</b>		<u>915,379</u>	<u>953,765</u>
<b>Capital and reserves</b>			
Profit and loss account		<u>915,379</u>	<u>953,765</u>
<b>Total equity</b>		<u>915,379</u>	<u>953,765</u>

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the Board on 25/6/19 and signed on its behalf by:

  
S J Burrage (President)  
Director

# **The British Metals Recycling Association**

## **Notes to the Financial Statements for the Year Ended 31 December 2018**

### **1 General information**

The company is a company limited by guarantee, incorporated in United Kingdom, 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.

The address of its registered office is:

5 Ramsay Court  
Hinchingsbrooke Business Park  
Huntingdon  
Cambridgeshire  
PE29 6FY

These financial statements were authorised for issue by the Board on 25 June 2019.

### **2 Accounting policies**

#### **Summary of significant accounting policies and key accounting estimates**

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

#### **Statement of compliance**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. There were no material departures from the standard.

#### **Basis of preparation**

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

#### **Going concern**

The financial statements have been prepared on a going concern basis.

#### **Audit report**

The Independent Auditor's Report was unqualified. The name of the Senior Statutory Auditor who signed the audit report on 10 July 2019 was M A Burden, who signed for and on behalf of Bulley Davey Limited.

#### **Revenue recognition**

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;  
it is probable that future economic benefits will flow to the entity;  
and specific criteria have been met for each of the company's activities.

#### **Tax**

Deferred income tax is recognised on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements and on unused tax losses or tax credits in the company. Deferred income tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

The carrying amount of deferred tax assets are reviewed at each reporting date and a valuation allowance is set up against deferred tax assets so that the net carrying amount equals the highest amount that is more likely than not to be recovered based on current or future taxable profit.

# **The British Metals Recycling Association**

## **Notes to the Financial Statements for the Year Ended 31 December 2018**

### **Tangible assets**

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

### **Depreciation**

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

<b>Asset class</b>	<b>Depreciation method and rate</b>
Buildings	2% straight line per annum
Fixtures and fittings	25% - 33% straight line per annum
Land	Not depreciated
Leasehold improvements	Over term of lease

### **Amortisation**

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

<b>Asset class</b>	<b>Amortisation method and rate</b>
Website development	10 years straight line

### **Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

### **Trade debtors**

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

### **Trade creditors**

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

### **Leases**

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

### **Defined contribution pension obligation**

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

## **The British Metals Recycling Association**

### **Notes to the Financial Statements for the Year Ended 31 December 2018**

#### **3 Staff numbers**

The average number of persons employed by the company (including directors) during the year, was 6 (2017 - 6).

#### **4 Intangible assets**

	<b>Website Development £</b>	<b>Total £</b>
<b>Cost or valuation</b>		
At 1 January 2018	<u>37,471</u>	<u>37,471</u>
At 31 December 2018	<u>37,471</u>	<u>37,471</u>
<b>Amortisation</b>		
At 1 January 2018	7,494	7,494
Amortisation charge	<u>3,747</u>	<u>3,747</u>
At 31 December 2018	<u>11,241</u>	<u>11,241</u>
<b>Carrying amount</b>		
At 31 December 2018	<u>26,230</u>	<u>26,230</u>
At 31 December 2017	<u>29,977</u>	<u>29,977</u>

# The British Metals Recycling Association

## Notes to the Financial Statements for the Year Ended 31 December 2018

### 5 Tangible assets

	Land and buildings £	Fixtures and fittings £	Total £
<b>Cost or valuation</b>			
At 1 January 2018	377,903	37,996	415,899
Additions	-	605	605
At 31 December 2018	<u>377,903</u>	<u>38,601</u>	<u>416,504</u>
<b>Depreciation</b>			
At 1 January 2018	3,826	28,538	32,364
Charge for the year	<u>6,558</u>	<u>6,415</u>	<u>12,973</u>
At 31 December 2018	<u>10,384</u>	<u>34,953</u>	<u>45,337</u>
<b>Carrying amount</b>			
At 31 December 2018	<u>367,519</u>	<u>3,648</u>	<u>371,167</u>
At 31 December 2017	<u>374,077</u>	<u>9,458</u>	<u>383,535</u>

Included within the net book value of land and buildings above is £367,520 (2017 - £374,078) in respect of freehold land and buildings.

### 6 Debtors

	2018 £	2017 £
Trade debtors	5,805	1,408
Prepayments	16,088	17,185
Other debtors	<u>8,771</u>	<u>10,903</u>
	<u>30,664</u>	<u>29,496</u>



## The British Metals Recycling Association

### Notes to the Financial Statements for the Year Ended 31 December 2018

#### 7 Creditors

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

	2018 £	2017 £
<b>Due within one year</b>		
Trade creditors	15,031	58,863
Taxation and social security	5,195	9,371
Accruals and deferred income	18,542	39,757
	<u>38,768</u>	<u>107,991</u>

In 2010 the Association outlined a research proposal concerning the Industrial Emissions (IPPC) Directive that will apply to metal shredding facilities that process, or have the theoretical process capacity to process more than 75 tonnes of material per day.

As a result, invoices of £4,200 (net) were issued to each relevant BMRA member in order that the associated costs to be suffered between 2011 and 2012 could be met.

In the year end 31 December 2012 deferred income of £42,316 relating to the project was included within other creditors in the accounts. These funds have now been fully utilised, the balance sheet value in the previous year was £24,657.

During the year there were £24,657 (2017 - £10,000) of related costs for the project matched against income of the same amount.

#### 8 Control

The company is limited by guarantee and is ultimately controlled by its membership as a body. The board of directors' is ultimately responsible for the management of the company and comprises of persons representative of the members' companies.