

Registered Number: SC271115

VIRIDOR ELECTRICAL RECYCLING (HOLDINGS) LIMITED

**ANNUAL REPORT
AND
FINANCIAL STATEMENTS FOR THE
YEAR ENDED 31 MARCH 2013**



VIRIDOR ELECTRICAL RECYCLING (HOLDINGS) LIMITED

ANNUAL REPORT AND FINANCIAL STATEMENTS

for the year ended 31 March 2013

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VIRIDOR ELECTRICAL RECYCLING (HOLDINGS) LIMITED

DIRECTORS' REPORT

The Directors present their Annual Report and the financial statements for the year ended 31 March 2013.

PRINCIPAL ACTIVITIES

The Company's principal activity during the year continued to be that of a holding company.

BUSINESS REVIEW

The Company did not trade and received no investment income during the year (2012 nil).

The prior year loss of £407,000 arose from the writing off of irrecoverable balances. There are no plans for the Company to resume trading in the foreseeable future, therefore the Company faces no risks or uncertainties.

Going concern

The financial statements have been prepared on the going concern basis due to the continued financial support of the intermediate parent company, Viridor Limited. The directors of Viridor Limited confirm that it is their intention to support the Company in meeting all its financial obligations as they fall due for a period of at least 12 months from the date of signing the balance sheet.

DIRECTORS

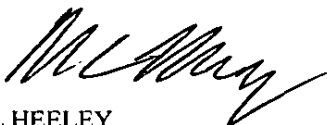
The Directors who served on the Board during the year and up to the date of signing the financial statements were:

M Hellings	(resigned 30 September 2012)
A M D Kirkman	
T H M Liddell	
C A Paterson	
M Burrows Smith	(appointed 1 October 2012)

AUDITORS

In accordance with the Companies Act 2006 ("the Act"), the Company, as a dormant company and entitled to certain exemptions conferred by the Act, is exempt from audit.

By Order of the Board



M L HEELEY
Company Secretary

11/12/2013

VIRIDOR ELECTRICAL RECYCLING (HOLDINGS) LIMITED

Income statement for the year ended 31 March 2013

	Notes	2013 £000	2012 £000
Operating costs	4		
Other operating expenses		-	(54)
Operating loss		-	(54)
Loss before tax		-	(54)
Taxation	7	-	(353)
Loss for the year		-	(407)
Loss attributable to equity shareholders		-	(407)

The notes on pages 5 to 9 form part of these financial statements

Statement of comprehensive income for the year ended 31 March 2013

	2013 £000	2012 £000
Comprehensive loss attributable to equity shareholders	-	(407)

There was no comprehensive income or expense other than the loss for the year.

The notes on pages 5 to 9 form part of these financial statements.

VIRIDOR ELECTRICAL RECYCLING (HOLDINGS) LIMITED

Balance sheet at 31 March 2013

	Notes	2013 £000	2012 £000
Assets			
Non-current assets			
Investment in subsidiary undertaking	8	<u>6,855</u>	<u>6,855</u>
Liabilities			
Current liabilities			
Borrowings	11	<u>(11,086)</u>	<u>(11,086)</u>
Trade and other payables	10	<u>(6,398)</u>	<u>(6,398)</u>
		<u>(17,484)</u>	<u>(17,484)</u>
Net current liabilities		<u>(17,484)</u>	<u>(17,484)</u>
Net liabilities		<u>(10,629)</u>	<u>(10,629)</u>
Shareholders' equity			
Share capital	12	<u>1</u>	<u>1</u>
Share premium account	13	<u>799</u>	<u>799</u>
Accumulated losses	14	<u>(11,429)</u>	<u>(11,429)</u>
Deficit of shareholders' equity		<u>(10,629)</u>	<u>(10,629)</u>

The notes on pages 5 to 9 form part of these financial statements.

- (a) For the year ended 31 March 2013 the Company was entitled to the exemption under Section 480 of the Companies Act 2006.
- (b) Members have not required the Company to obtain an audit of its financial statements for the year ended 31 March 2013 in accordance with Section 476 of the Companies Act 2006.
- (c) The Directors acknowledge their responsibilities for :
 - (i) ensuring the Company keeps accounting records as required by legislation; and
 - (ii) the preparation of financial statements that give a true and fair view of the state of affairs of the Company as at the end of the financial year, and of its profit or loss for the financial year, in accordance with the requirements of Section 393 of the Companies Act 2006, and which otherwise comply with the requirements of the Companies Act relating to financial statements, so far as applicable to the Company.

The financial statements on pages 2 to 9 were approved by the Board of Directors and authorised for issue on 11 December 2013 and were signed on its behalf by :



A M D KIRKMAN
Director

Registered number: SC271115

VIRIDOR ELECTRICAL RECYCLING (HOLDINGS) LIMITED

Statement of changes in equity for the year ended 31 March 2013

	Share capital £000	Share premium account £000	Accumulated losses £000	Total equity £000
As at 1 April 2011	1	799	(11,022)	(10,222)
Loss for the year	-	-	(407)	(407)
Total comprehensive loss for the year	-	-	(407)	(407)
As at 31 March 2012	1	799	(11,429)	(10,629)
As at 31 March 2013	1	799	(11,429)	(10,629)

The notes on pages 5 to 9 form part of these financial statements.

Cash flow statement for the year ended 31 March 2013

There were no cash flows in either year.

The notes on pages 5 to 9 form part of these financial statements.

VIRIDOR ELECTRICAL RECYCLING (HOLDINGS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

1. General information

Viridor Electrical Recycling (Holdings) Limited is a company registered in the United Kingdom under the Companies Act 2006. The address of the registered office is Edinburgh Quay, 133 Fountainbridge, Edinburgh, Midlothian, EH3 9AG. The nature of the Company's operations and its principal activities are set out in the Directors' Report on page 1.

2. Principal accounting policies

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

(a) Basis of preparation

These financial statements have been prepared on the historical cost accounting basis and in accordance with International Financial Reporting Standards ('IFRS'), and International Financial Reporting Interpretations Committee ('IFRIC') interpretations as adopted by the European Union, and with those parts of the Companies Act 2006 applicable to companies reporting under IFRS. A summary of the principal accounting policies is set out below, together with an explanation where changes have been made to previous policies on the adoption of new accounting standards and interpretations in the year.

The going concern basis has been adopted in preparing these financial statements as stated by the Directors on page 1.

New or revised standards or interpretations which were mandatory for the first time in the year beginning 1 April 2012 did not have a material impact on the net liabilities or results of the Company.

The preparation of financial statements in conformity with IFRS requires the use of estimates and assumptions which affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Although these estimates are based on management's best assessment of the amounts, actual events or actions and results may ultimately differ from those estimates.

(b) Basis of consolidation

The Company is exempt under the provisions of Section 400 of the Companies Act 2006 from the requirement to produce group financial statements as it is a wholly owned subsidiary of Viridor Limited, which is registered in the European Economic Area and which itself produces consolidated financial statements. Accordingly the financial statements are presented for the Company as an individual undertaking. Group financial statements are included in the Annual Report of Viridor Limited, which is available from Peninsula House, Rydon Lane, Exeter, Devon EX2 7HR.

(c) Investment in subsidiary undertakings

Investments in subsidiary undertakings are initially recorded at cost, being the fair value of the consideration paid. Subsequently, investments are reviewed for impairment on an individual basis annually, or if the events or changes in circumstances indicate that the carrying value may not be fully recoverable.

(d) Financial instruments

The Company classifies its financial instruments in the following category:

Trade and other payables

Trade and other payables are not interest bearing and are initially recognised at fair value and subsequently measured at amortised cost using the effective interest method.

VIRIDOR ELECTRICAL RECYCLING (HOLDINGS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (Continued)

2. Principal accounting policies (continued)

(e) Impairment of non-financial assets

Assets which have an indefinite useful life are not subject to amortisation and are tested annually for impairment, or whenever events or changes in circumstances indicate that the carrying amount may not be recoverable.

An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value, less costs to sell and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows (cash-generating units). Value in use represents the present value of projected future cash flows expected to be derived from a cash-generating unit, discounted using a pre-tax discount rate which reflects an assessment of the market cost of capital of the cash-generating unit.

Impairments are charged to the income statement in the year in which they arise.

(f) Taxation including deferred tax

The tax charge comprises current and deferred tax. Tax is recognised in the income statement, except to the extent that it relates to items recognised in the statement of comprehensive income or directly in equity. In this case the tax is also recognised in the statement of comprehensive income or directly in equity. Current tax is calculated on the basis of tax laws enacted or substantively enacted at the balance sheet date. Management periodically evaluates tax items subject to interpretation and establishes full provisions on individual tax items where in the judgement of management the position is uncertain.

Deferred tax is provided in full on temporary differences between the carrying amount of assets and liabilities in the financial statements and the tax base. Deferred tax assets are recognised only to the extent that it is probable that future taxable profits will be available against which the assets can be realised. Deferred tax is determined using the tax rates enacted or substantively enacted at the balance sheet date, and expected to apply when the deferred tax liability is settled or the deferred tax asset is realised.

Where a wholly owned subsidiary within the Viridor Group incurs a loss for tax purposes, that loss is surrendered to tax paying companies within the group at nil value. Where the surrendering or claimant company is not wholly owned the surrender takes place at a consideration based on the discounted value of the tax losses available.

(g) Share capital

Ordinary shares are classified as equity.

3. Critical accounting judgements and estimates

The Company's principal accounting policies are set out in note 2. Management is required to exercise significant judgement and make use of estimates and assumptions in the application of these policies.

Carrying value of investment in subsidiaries

The Company's accounting policy for investment in subsidiaries is detailed in note 2. The carrying value of investments at 31 March 2013 was £6,855,000 (2012 £6,855,000).

4. Operating costs	2013	2012
	£000	£000
Other operating expenses		
Other external charges	-	54
5. Audit fees		

In the year ended 31 March 2012 audit fees of £614 payable to the auditors were paid by the immediate parent company, Viridor Waste Management Limited, and not recharged. The Company does not require an audit in the current year.

VIRIDOR ELECTRICAL RECYCLING (HOLDINGS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. Directors' emoluments

No emoluments were paid to Directors in respect of their services to the Company during the year ended 31 March 2013 (2012 nil).

There are no personnel other than Directors, who as key management exercise authority and responsibility for planning, directing and controlling the activities of the Company.

7. Taxation

	2013 £000	2012 £000
Analysis of charge in year		
Current tax	-	353
Tax charge for year	-	353

UK corporation tax is calculated at 24% (2012 26%) of the estimated assessable loss for the year.

The tax for the year differs from the theoretical amount that would arise using the standard rate of corporation tax in the UK (24%) (2012 26%) from:

	2013 £000	2012 £000
Loss on ordinary activities	-	(54)
Loss on ordinary activities multiplied by standard rate of corporation tax in the UK 24% (2012 26%)	-	(14)
Effects of:		
Expenses not deductible for tax purposes	-	14
Adjustments to tax charge in respect of previous years	-	353
Tax charge for year	-	353

8. Investment in subsidiary undertaking

	Shares £000
Cost	
At 1 April 2011, 31 March 2012 and 31 March 2013	10,500
Impairment	
At 1 April 2011, 31 March 2012 and 31 March 2013	(3,645)
Net book value	
At 1 April 2011	6,855
At 31 March 2012	6,855
At 31 March 2013	6,855

The investment is in shares.

Details of the investment held by the Company at 31 March 2013:

<i>Name of company</i>	<i>Country of incorporation</i>	<i>Percentage of ordinary shares held</i>	<i>Nature of business</i>
Viridor Electrical Recycling Limited	Scotland	100%	Dormant

At 31 March 2013 Viridor Electrical Recycling Limited had net assets of £8,389,000 (2012 £8,389,000). The company did not trade during the year.

VIRIDOR ELECTRICAL RECYCLING (HOLDINGS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (Continued)

9. Financial instruments by category

	Note	Loans and receivables £000	Amortised cost Trade receivables and payables £000	Total £000
31 March 2013				
Financial liabilities				
Borrowings	11	(11,086)	-	(11,086)
Trade and other payables	10	-	(6,398)	(6,398)
Total		<u>(11,086)</u>	<u>(6,398)</u>	<u>(17,484)</u>
31 March 2012				
Financial liabilities				
Borrowings	11	(11,086)	-	(11,086)
Trade and other payables	10	-	(6,398)	(6,398)
Total		<u>(11,086)</u>	<u>(6,045)</u>	<u>(17,484)</u>

10. Trade and other payables – current

	2013 £000	2012 £000
Amounts due to fellow subsidiary undertakings	<u>6,398</u>	<u>6,398</u>

The Directors consider that the carrying amount of trade and other payables approximates to their fair value.

11. Borrowings

	2013 £000	2012 £000
Current		
Amounts due to immediate parent undertaking	<u>11,086</u>	<u>11,086</u>

The Directors consider that the carrying amounts of current borrowings approximate to their fair value.

12. Share capital

	Allotted, called up and fully paid £
At 1 April 2011	
800 ordinary shares of £1 each	800
At 31 March 2012	<u>800</u>
At 31 March 2013	<u>800</u>

13. Share premium account

	£000
At 1 April 2011	799
At 31 March 2012	<u>799</u>
At 31 March 2013	<u>799</u>

VIRIDOR ELECTRICAL RECYCLING (HOLDINGS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (Continued)

14. Accumulated losses

	£000
At 1 April 2011	11,022
Loss for the year	407
At 31 March 2012	<u>11,429</u>
At 31 March 2013	<u><u>11,429</u></u>

15. Related party transactions

During the year, the Company entered into the following transactions with related parties :

	2013 £000	2012 £000
<i>With fellow subsidiary undertakings</i>		
Write-off of intercompany balance	-	54
Write-back of intercompany tax balance	-	353
Year end balances	2013 £000	2012 £000
<i>Payables</i>		
Amount due to immediate parent undertaking (borrowings)	11,086	11,086
Amount due to fellow subsidiary undertaking (trade and other payables)	6,398	6,398

The balances are interest free, unsecured and repayable on demand.

16. Ultimate parent undertaking

The Company is a wholly owned subsidiary of Viridor Waste Management Limited, a company registered in England.

The parent company of the smallest group into which the Company's results are consolidated is Viridor Limited, which is registered in England. Group financial statements are included in the Annual Report of Viridor Limited, which is available from Peninsula House, Rydon Lane, Exeter, Devon, EX2 7HR.

The ultimate parent company and controlling party is Pennon Group Plc, which is registered in England. This is the largest group into which the Company's results are consolidated. Group financial statements are included in the Annual Report of Pennon Group Plc, which is available from Peninsula House, Rydon Lane, Exeter, Devon, EX2 7HR.