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# financial statements

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## **Cerro Precision Limited**

For the year ended: 31 December 2016

Company registration number: 03650686



**MHA MacIntyre Hudson**  
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**CERRO PRECISION LIMITED**

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**COMPANY INFORMATION**

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<b>Directors</b>	E Petchel (USA) G Bathija (resigned 24 October 2016) R M Lane
<b>Registered number</b>	03650686
<b>Registered office</b>	Liverpool Street Birmingham West Midlands B9 4DS
<b>Independent auditors</b>	MHA MacIntyre Hudson Chartered Accountants & Statutory Auditors Pennant House 1-2 Napier Court Reading RG1 8BW
<b>Bankers</b>	National Westminster Bank Plc 92 English Street Carlisle Cumbria CA3 8NF

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**CERRO PRECISION LIMITED**

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**CERRO PRECISION LIMITED**  
**REGISTERED NUMBER:03650686**

**BALANCE SHEET**  
**AS AT 31 DECEMBER 2016**

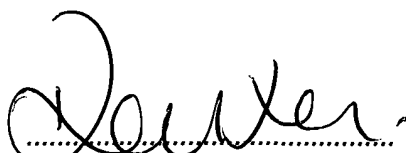
	Note	2016 £	2015 £
<b>Current assets</b>			
Debtors	4	12,525,276	12,490,106
Cash at bank and in hand	5	37,941	38,046
		<u>12,563,217</u>	<u>12,528,152</u>
Creditors: amounts falling due within one year	6	(32,555)	(2,875)
<b>Net current assets</b>		<u>12,530,662</u>	<u>12,525,277</u>
<b>Total assets less current liabilities</b>		<u>12,530,662</u>	<u>12,525,277</u>
<b>Provisions for liabilities</b>			
Other provisions	7	(49,500)	(49,500)
		<u>(49,500)</u>	<u>(49,500)</u>
<b>Net assets</b>		<u><u>12,481,162</u></u>	<u><u>12,475,777</u></u>
<b>Capital and reserves</b>			
Called up share capital		4,500,000	4,500,000
Profit and loss account		7,981,162	7,975,777
		<u><u>12,481,162</u></u>	<u><u>12,475,777</u></u>

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The Company has opted not to file the statement of income and retained earnings in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:

  
.....  
R-M Lane  
Director

Date: 12/19/17

The notes on pages 2 to 5 form part of these financial statements.

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**CERRO PRECISION LIMITED**

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2016**

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**1. General information**

Cerro Precision Limited is a private company, limited by shares, which is incorporated in England and Wales under the Companies Act. The address of the registered office is given on the Company Information page.

These financial statements have been presented in Pound Sterling as this is the currency of the primary economic environment in which the Company operates.

**2. Accounting policies****2.1 Basis of preparation of financial statements**

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied:

**2.2 Debtors**

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at transaction price, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

**2.3 Cash and cash equivalents**

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

**2.4 Creditors**

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at transaction price, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

**2.5 Interest income**

Interest income is recognised in the Statement of income and retained earnings using the effective interest method.

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2016**

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**2. Accounting policies (continued)****2.6 Provisions for liabilities**

Provisions are made where an event has taken place that gives the Company a legal or constructive obligation that probably requires settlement by a transfer of economic benefit, and a reliable estimate can be made of the amount of the obligation.

Provisions are charged as an expense to the Statement of income and retained earnings in the year that the Company becomes aware of the obligation, and are measured at the best estimate at the Balance sheet date of the expenditure required to settle the obligation, taking into account relevant risks and uncertainties.

When payments are eventually made, they are charged to the provision carried in the Balance sheet.

**2.7 Taxation**

Tax is recognised in the Statement of income and retained earnings, except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the balance sheet date in the countries where the Company operates and generates income.

**3. Employees**

The average monthly number of employees, including directors, during the year was 2 (2015 - 3).

**4. Debtors**

	2016 £	2015 £
<b>Due after more than one year</b>		
Amounts owed by group undertakings	9,560,170	9,522,250
<b>Due within one year</b>		
Amounts owed by group undertakings	2,965,106	2,967,856
	<u>12,525,276</u>	<u>12,490,106</u>

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**CERRO PRECISION LIMITED**

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2016**

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**5. Cash and cash equivalents**

	2016 £	2015 £
Cash at bank and in hand	37,941	38,046

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**6. Creditors: Amounts falling due within one year**

	2016 £	2015 £
Corporation tax	32,555	2,875

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**7. Provisions**

	Provisions £
At 1 January 2016 and 31 December 2016	49,500

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Following the decision to cease production, the directors have made provisions for warranty liabilities to be incurred in the future based on previous experience. The warranty periods vary from 1 to 25 years and therefore the provision will be utilised over that period.

**8. Contingent liabilities**

The company is party to an unlimited composite guarantee structure for banking arrangements between certain companies within The Marmon Group.

**9. Controlling party**

The immediate parent company is The Marmon Group Limited, a company incorporated in England and Wales, with its registered office at 2-20 Booth Drive, Park Farm Estate, Wellingborough, Northamptonshire, NN8 6GR.

The ultimate parent undertaking of the largest group of undertakings for which group financial statements are drawn up and of which the company is a member is Marmon Holdings, Inc., 181 W. Madison, 26th Floor, Chicago, Illinois 60602, a company incorporated in the United States of America.

On March 18, 2008, Berkshire Hathaway Inc. ("Berkshire") acquired a controlling interest in Marmon Holdings, Inc. ("Holdings" or the "Company") followed by subsequent purchases through 31 December 2016. As at 31 December 2016, Berkshire owns 99.8% of the outstanding stock of holdings.

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2016**

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**10. Related party transactions**

The Company has taken advantage of the exemption available under section 1A of FRS 102 from disclosing transactions entered into between two or more members of a group, provided that any subsidiary which is a party to the transaction is wholly owned by a member of that group.

**11. First time adoption of FRS 102**

The policies applied under the entity's previous accounting framework are not materially different to FRS 102 and have not impacted on equity or profit or loss.

**12. Auditors' information**

The directors have opted not to include the profit and loss account in accordance with section 444(5A) of Companies Act 2006 and therefore have not included the auditor's report. The auditor's report for the year ended 31 December 2016 was unqualified. The senior statutory auditor was Jason Mitchell and the auditor was MHA MacIntyre Hudson.