

Registration number 05524804

**Construction Recyclate Management Limited**

**Report and financial statements  
for the year ended 31 December 2013**

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# Construction Recyclate Management Limited

## Company information

Directors	R.G. Jones T.A. Lowe M. Jackson W. Owens
Secretary	T.A. Lowe
Company number	05524804
Registered office and business address	Unit 7, Dyffryn Court Riverside Business Park Swansea Vale Swansea SA7 0AP
Independent auditors	PricewaterhouseCoopers LLP Llys Tawe Kings Road SA1 Swansea Waterfront Swansea SA1 8PG

# **Construction Recyclate Management Limited**

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# **Construction Recyclate Management Limited**

## **Strategic report for the year ended 31 December 2013**

The directors present their strategic report on the company for the year ended 31 December 2013.

### **Business review**

The profit and loss account is set out on page 6.

The company has increased its turnover significantly over the prior period. The directors are confident that the company will improve its trading performance in the next accounting period.

### **Future developments**

The company will continue to operate as a skip hire and recycling company.

The company's key performance indicators are considered to be financial turnover and operating profit. These are set out in the profit and loss account.

### **Results and dividends**

The trading results for the year are set out on page 6.

The directors do not recommend the payment of a final dividend on ordinary shares (2012: £Nil).

By order of the Board



**R.G. Jones**  
**Director**

# Construction Recyclate Management Limited

## Directors' report for the year ended 31 December 2013

The directors present their annual report and the audited financial statements of the company for the year ended 31 December 2013.

### Principal activity

The principal activity of the company is skip hire and recycling building waste material. The company is a wholly owned subsidiary of Dawnus Developments Limited.

### Directors

The directors who served during the year and up to the date of approval of the financial statements are as stated below:

R.G. Jones  
W. Owens  
M. Jackson  
T.A. Lowe  
R. Hughes (Resigned 15 October 2013)  
R.T. Evans (Resigned 15 October 2013)

### Statement of directors' responsibilities

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 prepared 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 UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- 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.

# Construction Recyclate Management Limited

## Directors' report for the year ended 31 December 2013

### Statement of disclosure of information to auditors

As far as the directors are aware:

- there is no relevant audit information of which the company's auditors are unaware; and
- the directors have taken all the steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.


### Exemptions

The above report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

### Independent auditors

A resolution to reappoint PricewaterhouseCoopers LLP as auditors to the company will be proposed at the Annual General Meeting. PricewaterhouseCoopers LLP have indicated their willingness to continue in office.

By order of the board



R.G. Jones  
Director

# Construction Recyclate Management Limited

## Independent auditors' report to the members of Construction Recyclate Management Limited

### Report on the financial statements

#### Our opinion

In our opinion the financial statements, defined below:

- give a true and fair view of the state of the company's affairs as at 31 December 2013 and of its loss 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.

This opinion is to be read in the context of what we say in the remainder of this report.

#### What we have audited

The financial statements, which are prepared by Construction Recyclate Management Limited, comprise:

- the balance sheet as at 31 December 2013;
- the profit and loss account for the year then ended;
- the notes to the financial statements, which include a summary of significant accounting policies and other explanatory information.

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).

In applying the financial reporting framework, the directors have made a number of subjective judgements, for example in respect of significant accounting estimates. In making such estimates, they have made assumptions and considered future events.

#### What an audit of financial statements involves

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) ("ISAs (UK & Ireland)"). 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 and Financial Statements (the "Annual 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 other matter prescribed by the Companies Act 2006

In our opinion the information given in the Strategic Report and Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

#### Other matters on which we are required to report by exception

##### Adequacy of accounting records and information and explanations received

Under the Companies Act 2006 we are required to report to you if, in our opinion:

- we have not received all the information and explanations we require for our audit; or
- 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.

We have no exceptions to report arising from this responsibility.

# Construction Recyclate Management Limited

## Independent auditors' report to the members of Construction Recyclate Management Limited (continued)

### Directors' remuneration

Under the Companies Act 2006 we are required to report to you if, in our opinion, certain disclosures of directors' remuneration specified by law are not made. We have no exceptions to report arising from this responsibility.

### Entitlement to exemptions

Under the Companies Act 2006 we are required to report to you if, in our opinion, the directors were not entitled to: prepare financial statements in accordance with the small companies' regime; and take advantage of the small companies exemption in preparing the Directors' Report. We have no exceptions to report arising from this responsibility.

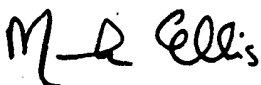
### Responsibilities for the financial statements and the audit

#### Our responsibilities and those of the directors

As explained more fully in the Statement of Directors' Responsibilities set out on page 2, 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 ISAs (UK & Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.



Mark Ellis (Senior Statutory Auditor)  
for and on behalf of PricewaterhouseCoopers LLP  
Chartered Accountants and Statutory Auditors  
Swansea, 22 May 2014



# Construction Recyclate Management Limited

## Profit and loss account for the year ended 31 December 2013

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	Notes	2013 £	2012 £
Turnover		629,568	215,930
Cost of sales		(626,097)	(157,040)
<b>Gross profit</b>		<b>3,471</b>	<b>58,890</b>
Administrative expenses		(201,035)	(221,299)
<b>Operating loss and loss on ordinary activities before taxation</b>	2	<b>(197,564)</b>	<b>(162,409)</b>
Tax on loss on ordinary activities	7	(1,319)	-
<b>Loss for the financial year</b>	9	<b>(198,883)</b>	<b>(162,409)</b>

All results derive from continuing operations.

There is no difference between the loss on ordinary activities before taxation and the loss for the financial year and their historical cost equivalents.

The company has no recognised gains and losses other than those included in the results above, and therefore no separate statement of total recognised gains and losses has been presented.

The notes on pages 8 to 10 form part of these financial statements.

# Construction Recyclate Management Limited

## Balance sheet as at 31 December 2013

	Notes	2013 £	2012 £
<b>Fixed assets</b>			
Tangible assets	4	171,997	157,459
<b>Current assets</b>			
Debtors	5	90,276	36,499
Cash at bank and in hand		3,975	15,960
		94,251	52,459
<b>Creditors: amounts falling due within one year</b>	6	(913,974)	(660,080)
<b>Net current liabilities</b>		(819,723)	(607,621)
<b>Total assets less current liabilities</b>		(647,726)	(450,162)
<b>Provisions for liabilities and charges</b>	7	(3,906)	(2,587)
<b>Net liabilities</b>		(651,632)	(452,749)
<b>Capital and reserves</b>			
Called up share capital	8	100	100
Profit and loss account	9	(651,732)	(452,849)
<b>Total shareholders' deficit</b>	10	(651,632)	(452,749)

These financial statements have been prepared in accordance with the special provisions applicable to companies subject to the Small Companies' regime.

The financial statements were approved by the board on 22 May 2014 and signed on its behalf by:

  
R. G. Jones  
Director

The notes on pages 8 to 10 form part of these financial statements.

# Construction Recyclate Management Limited

## Notes to the financial statements for the year ended 31 December 2013

### 1 Accounting policies

The financial statements have been prepared on the going concern basis, under the historical cost convention and in accordance with the Companies Act 2006 and applicable Accounting Standards in the United Kingdom. The principal accounting policies are summarised below. They have been consistently applied throughout the year and preceding period.

#### Basis of accounting – going concern

At 31 December 2013 the company had net liabilities of £651,632 and is reliant on the financial support of a group company. The directors have received confirmation of financial support from that company. Consequently the directors have prepared the accounts on the going concern basis.

#### Cash flow statement and related party disclosures

The cash flows of the business are included in the consolidated financial statements of Dawnus Group Limited which are publicly available. Consequently, the company has taken advantage of the exemption from preparing a cash flow statement. The company is also exempt from disclosing related party transactions with entities that are part of the Dawnus group.

#### Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Leasehold properties	-	Straight line over the life of the lease (25 years)
Plant and machinery	-	Straight line over the life of the asset (10 years)

#### Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

#### Deferred taxation

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 that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at that date.

A net deferred tax asset is recognised only when, on the basis of all available evidence, it can be regarded as more likely than not that there will be sustainable taxable profits against which to recover carried forward tax losses and/or from which the future reversal of underlying timing differences can be deducted.

Deferred tax is measured at the average tax rates that are expected to apply in the periods in which the timing differences are expected to reverse based on tax rates and laws that have been enacted or substantially enacted by the balance sheet date. Deferred tax is measured on a non-discounted basis.

### 2 Operating loss

	2013 £	2012 £
Operating loss is stated after charging:		
Depreciation	15,420	10,529
Auditors' remuneration	3,150	3,150

# Construction Recyclate Management Limited

## Notes to the financial statements for the year ended 31 December 2013 (continued)

### 3 Directors' remuneration

	2013 £000	2012 £000
Aggregate emoluments	79	79
Pension contributions	5	5
	<b>84</b>	<b>84</b>

	2013 Number	2012 Number
Number of directors to whom retirement benefits are accruing under a money purchase scheme	1	1

### 4 Tangible fixed assets

	Short leasehold property £	Plant and Machinery £	Total £
<b>Cost</b>			
At 1 January 2013	68,786	100,578	169,364
Additions	-	29,958	29,958
<b>At 31 December 2013</b>	<b>68,786</b>	<b>130,536</b>	<b>199,322</b>
<b>Depreciation</b>			
At 1 January 2013	4,127	7,778	11,905
Charge for the year	2,751	12,669	15,420
<b>At 31 December 2013</b>	<b>6,878</b>	<b>20,447</b>	<b>27,325</b>
<b>Net book values</b>			
<b>At 31 December 2013</b>	<b>61,908</b>	<b>110,089</b>	<b>171,997</b>
At 31 December 2012	64,659	92,800	157,459

### 5 Debtors

	2013 £	2012 £
Trade debtors	69,811	28,564
Amounts owed by group undertakings	100	100
Prepayments	20,365	7,835
	<b>90,276</b>	<b>36,499</b>

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

	2013 £	2012 £
Amounts owed to related group undertakings	845,642	641,115
Accruals	46,514	8,189
Other creditors	21,818	10,776
	<b>913,974</b>	<b>660,080</b>

# Construction Recyclate Management Limited

## Notes to the financial statements for the year ended 31 December 2013 (continued)

### 7 Provisions for liabilities and charges

		Deferred taxation £
At 1 January 2013		2,587
Charged to the profit and loss account in the year		1,319
<b>At 31 December 2013</b>		<b>3,906</b>
The deferred tax balance comprises:	<b>2013</b>	<b>2012</b>
	£	
Accelerated capital allowances	<b>3,906</b>	2,587
<b>Deferred tax liability</b>	<b>3,906</b>	<b>2,587</b>

### 8 Called up share capital

	<b>2013</b>	<b>2012</b>
	£	£
<b>Allotted</b>		
100 (2012: 100) Ordinary shares of £1 each	<b>100</b>	100

### 9 Profit and loss account

	£
At 1 January 2013	(452,849)
Loss for the financial year	(198,883)
<b>At 31 December 2013</b>	<b>(651,732)</b>

### 10 Statement of movement in shareholders' deficit

	<b>2013</b>	<b>2012</b>
	£	£
Opening shareholders' deficit	<b>(452,749)</b>	(290,340)
Loss for the year	<b>(198,883)</b>	(162,409)
<b>Closing shareholders' deficit</b>	<b>(651,632)</b>	<b>(452,749)</b>

### 11 Ultimate parent undertaking and controlling party

The immediate parent company is Dawnus Developments Limited, which is 100% owned by Dawnus Group Limited. The ultimate parent company and controlling party is Dawnus Group Limited which is the parent company of the largest and smallest group to consolidate these financial statements. Copies of the Dawnus Group Limited consolidated financial statements can be obtained from the Company Secretary at Unit 7, Dyffryn Court, Riverside Business Park, Swansea Vale, Swansea, SA7 0AP.