

**IRWELL STREET METAL CO. LIMITED  
ANNUAL REPORT AND  
UNAUDITED FINANCIAL STATEMENTS  
31 AUGUST 2017**

**IRWELL STREET METAL CO. LIMITED**

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# IRWELL STREET METAL CO. LIMITED

## BALANCE SHEET 31 AUGUST 2017

	Note	2017 £	2016 £
<b>Fixed assets</b>			
Tangible assets	<u>4</u>	1,671,761	1,783,906
<b>Current assets</b>			
Stocks	<u>5</u>	45,154	39,545
Debtors	<u>6</u>	1,217,841	990,245
Cash at bank and in hand		761,714	696,426
		<u>2,024,709</u>	<u>1,726,216</u>
<b>Creditors: Amounts falling due within one year</b>	<u>7</u>	<u>(1,513,856)</u>	<u>(1,448,806)</u>
<b>Net current assets</b>		<u>510,853</u>	<u>277,410</u>
<b>Total assets less current liabilities</b>		2,182,614	2,061,316
<b>Creditors: Amounts falling due after more than one year</b>	<u>7</u>	<u>(370,428)</u>	<u>(539,212)</u>
<b>Provisions for liabilities</b>		<u>(186,865)</u>	<u>(196,800)</u>
<b>Net assets</b>		<u>1,625,321</u>	<u>1,325,304</u>
<b>Capital and reserves</b>			
Called up share capital		150,200	150,200
Profit and loss account		<u>1,475,121</u>	<u>1,175,104</u>
<b>Total equity</b>		<u>1,625,321</u>	<u>1,325,304</u>

For the financial year ending 31 August 2017 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

### Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

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.

The notes on pages 3 to 9 form an integral part of these financial statements.

**IRWELL STREET METAL CO. LIMITED**

**BALANCE SHEET**  
**31 AUGUST 2017**

Approved and authorised by the Board on 26 April 2018 and signed on its behalf by:

.....

P Allen

Director

Company Registration Number: 01215835

The notes on pages 3 to 9 form an integral part of these financial statements.

# **IRWELL STREET METAL CO. LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED 31 AUGUST 2017**

### **1 General information**

The company is a private company limited by share capital, incorporated in England.

The address of its registered office is:

Kenyon Street Works

Kenyon Street

Ramsbottom

Bury

Lancashire

BL0 0AB

### **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.

#### **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.

#### **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.

#### **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.

# **IRWELL STREET METAL CO. LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED 31 AUGUST 2017**

### **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>
Freehold property	5% per annum
Plant and machinery	20% reducing balance

### **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.

### **Stocks**

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

### **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.

# **IRWELL STREET METAL CO. LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED 31 AUGUST 2017**

### **Borrowings**

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

### **Leases**

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

### **Share capital**

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

### **Dividends**

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

### **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.

# **IRWELL STREET METAL CO. LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED 31 AUGUST 2017**

### **3 Staff numbers**

The average number of persons employed by the company (including directors) during the year, was 30 (2016 - 30).



# IRWELL STREET METAL CO. LIMITED

## NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED 31 AUGUST 2017

### 4 Tangible assets

	Land and buildings £	Plant and machinery £	Total £
<b>Cost or valuation</b>			
At 1 September 2016	164,319	4,164,993	4,329,312
Additions	15,031	246,993	262,024
Disposals	-	(77,104)	(77,104)
At 31 August 2017	179,350	4,334,882	4,514,232
<b>Depreciation</b>			
At 1 September 2016	82,191	2,463,215	2,545,406
Charge for the year	8,220	362,720	370,940
Eliminated on disposal	-	(73,875)	(73,875)
At 31 August 2017	90,411	2,752,060	2,842,471
<b>Carrying amount</b>			
At 31 August 2017	88,939	1,582,822	1,671,761
At 31 August 2016	82,128	1,701,778	1,783,906

Included within the net book value of land and buildings above is £88,939 (2016 - £82,128) in respect of freehold land and buildings.

### 5 Stocks

	2017 £	2016 £
Other inventories	45,154	39,545

### 6 Debtors

	2017 £	2016 £
Trade debtors	1,105,234	907,742
Other debtors	112,607	82,503
	1,217,841	990,245

# IRWELL STREET METAL CO. LIMITED

## NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED 31 AUGUST 2017

### 7 Creditors

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

	Note	2017 £	2016 £
<b>Due within one year</b>			
Bank loans and overdrafts	<u>8</u>	359,625	354,820
Trade creditors		425,484	479,141
Amounts owed to group undertakings and undertakings in which the company has a participating interest	<u>9</u>	42,457	109,075
Taxation and social security		143,848	120,092
Accruals and deferred income		466,723	385,042
Other creditors		75,719	636
		<u>1,513,856</u>	<u>1,448,806</u>

#### Creditors: amounts falling due after more than one year

	Note	2017 £	2016 £
<b>Due after one year</b>			
Loans and borrowings	<u>8</u>	<u>370,428</u>	<u>539,212</u>

# IRWELL STREET METAL CO. LIMITED

## NOTES TO THE FINANCIAL STATEMENTS YEAR ENDED 31 AUGUST 2017

### 8 Loans and borrowings

	2017 £	2016 £
<b>Non-current loans and borrowings</b>		
Finance lease liabilities	370,428	539,212

	2017 £	2016 £
<b>Current loans and borrowings</b>		
Finance lease liabilities	359,625	354,820

The obligations under finance lease liabilities amounting to £ 730,053 ( 2016 : £ 894,032 ) are secured on the assets to which they relate.

### 9 Related party transactions

#### Directors' remuneration

The directors are remunerated by the company. The directors consider that their remuneration meets the criteria of being under normal market conditions.

### 10 Parent and ultimate parent undertaking

The company is controlled by the family, who are all shareholders of the parent company, ISM Holdings Limited, who own 99.9% of the company's ordinary share capital. Mr P Allen is the managing director.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.