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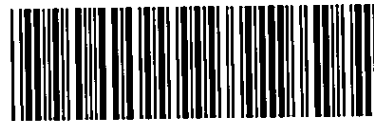
Company Registration No. 2566316 (England and Wales)

HUMPHRIES LIMITED

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 30 APRIL 2007

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HUMPHRIES LIMITED

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HUMPHRIES LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 30 APRIL 2007

The directors present their report and financial statements for the year ended 30 April 2007

Principal activities

The principal activity of the company continued to be that of retailers of recycled ferrous and non ferrous metals

Principal risks and uncertainties facing the company

The principal risks and uncertainties facing the company arise from fluctuations in both currency exchange rates and open-market prices of recycled ferrous and non-ferrous metals. We make a judgement on the prices offered to suppliers of various metals and other material, having regard to online market price information and our anticipation of the time and cost that will be incurred in processing the delivery and despatch, and the currency of payment likely to be received. The company does not have control over the timing or amount of metals it is offered to purchase

We endeavour to minimise the company's risk of exposure to foreign currency transactions by forward contracting for delivery of future currency at fixed rates

Use of financial instruments

Our financial risk management objectives are to ensure sufficient working capital for the company. This is achieved by the use of hire purchase contracts and finance leases to fund capital expenditure. Other than this and forward contracting to minimise currency risk, our use of financial instruments is not material for the assessment of the assets, liabilities, financial position and profit of the company

Review of the business

The metal recycling industry remained a challenging marketplace during the year and the company's main focus during the year has been to continue growing the business

The company's development during the year

It will be noted that the company's stock levels at the end of the year are materially higher than at the start of the year. This was primarily caused by the lack of availability of shipping vessels towards the end of the year which resulted in delays in being able to despatch processed materials

HUMPHRIES LIMITED

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2007

The company's performance

During the year, our turnover decreased by 7% to £6,615k (2006 £7,104k). The delayed shipping of stock held as at 30 April 2007 was a material reason for this decrease without which we are confident that we would have reported a continuing annual increase. Turnover is a key performance indicator for our business as it measures the total output of the business at the prices we are able to charge our customers.

Other key performance indicators are the gross and net margins we achieve on our sales. During the year, our gross margin decreased to 10.8% (2006 19.9%) and our net profit margin decreased to 5.7% (2006 14.7%). These decreases resulted from fluctuations in market prices as well as the effect of not being able to realise the inherent gross profit on stock holdings at the balance sheet date.

Our return on investment (calculated as operating profit divided by the sum of fixed and current assets) declined to 8.5% (2006 23.1%). This is a key performance indicator as it enables us to measure the return on assets in the company.

In all cases these KPIs have been calculated on a consistent basis with the 2006 figures and are based directly on the amounts shown in the financial statements.

The company's position

The company's cash position was satisfactory at the end of the year with balances of £1,008k (2006 £2,075k), particularly when considered in conjunction with the unusually high stock-holding level as at 30 April 2007.

The company has an ongoing policy to maintain, develop and expand its plant and equipment for processing and recycling metals to enable it to comply with all current health and safety and environment regulations.

Apart from the company successfully securing its premises by an extension of one of its principal operating leases by some 20 years, no events have occurred since the balance sheet date that would significantly affect the company.

Results and dividends

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

The directors proposed to defer recommending a dividend payment of £200,000 on the ordinary shares (2006 £200,000), the same level as last year, until the sale proceeds of excess stock levels at the balance sheet date had been realised.

Directors

The following directors have held office since 1 May 2006:

W E Stennett
L K Stennett
A W Humphries

HUMPHRIES LIMITED

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2007

Auditors

The company has by elective resolution dispensed with the obligation to appoint auditors annually in accordance with section 386(1) of the Companies Act 1985. On 30 April 2007 the company's auditors, UHY Hacker Young, transferred their business to a limited liability partnership, UHY Hacker Young LLP ("the LLP"), and the office of auditor has passed to the LLP. Therefore, the auditors, UHY Hacker Young LLP, will be deemed to be reappointed for each succeeding financial year.

Directors' responsibilities

The directors are responsible for preparing 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). The financial statements are required by law to 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 those financial statements, the directors are required to

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

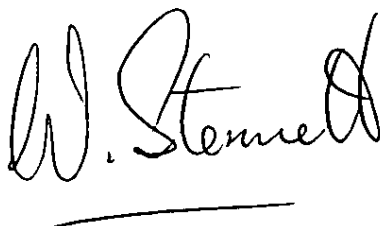
The directors are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Statement of disclosure to auditor

So far as the directors are aware, there is no relevant audit information of which the company's auditors are unaware. Additionally, the directors have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the company's auditors are aware of that information.

On behalf of the board

W E Stennett
Director
26 February 2008



**INDEPENDENT AUDITORS' REPORT TO HUMPHRIES LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated accounts set out on pages 5 to 16, together with the financial statements of Humphries Limited for the year ended 30 April 2007 prepared under section 226 of the Companies Act 1985

This report is made solely to the company in accordance with Section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to them in an auditor's report on abbreviated accounts and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company, for our work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with section 246A(3) of the Act to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with that provision and to report our opinion to you.

Basis of opinion

We conducted our work in accordance with Bulletin 2006/3 "The special auditor's report on abbreviated accounts in the United Kingdom" issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with section 246A(3) of the Companies Act 1985, and the abbreviated accounts have been properly prepared in accordance with that provision.



UHY Hacker Young LLP

26 February 2008

Chartered Accountants
Registered Auditor

HUMPHRIES LIMITED**ABBREVIATED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30 APRIL 2007**

	Notes	2007 £	2006 £
Gross profit		715,215	1,415,680
Administrative expenses		(335,523)	(356,793)
Operating profit	2	379,692	1,058,887
Other interest receivable and similar income		40,760	17,922
Interest payable and similar charges	4	(54,721)	(34,089)
Profit on ordinary activities before taxation		365,731	1,042,720
Tax on profit on ordinary activities	5	(79,328)	(300,077)
Profit for the year	14	286,403	742,643

The profit and loss account has been prepared on the basis that all operations are continuing operations

There are no recognised gains and losses other than those passing through the profit and loss account

HUMPHRIES LIMITED

ABBREVIATED BALANCE SHEET

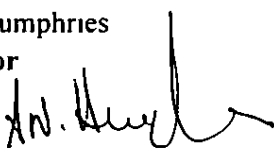
AS AT 30 APRIL 2007

	Notes	2007 £	£	2006 £	£
Fixed assets					
Tangible assets	7	1,382,149		1,487,034	
Current assets					
Stocks	8	1,582,200		230,384	
Debtors	9	408,486		719,334	
Cash at bank and in hand		1,008,307		2,075,539	
		<u>2,998,993</u>		<u>3,025,257</u>	
Creditors: amounts falling due within one year	10	<u>(1,296,079)</u>		<u>(1,499,120)</u>	
Net current assets		<u>1,702,914</u>		<u>1,526,137</u>	
Total assets less current liabilities		<u>3,085,063</u>		<u>3,013,171</u>	
Creditors: amounts falling due after more than one year	11	(492,999)		(707,547)	
Provisions for liabilities	12	<u>(197,217)</u>		<u>(197,180)</u>	
		<u>2,394,847</u>		<u>2,108,444</u>	
Capital and reserves					
Called up share capital	13	100		100	
Profit and loss account	14	<u>2,394,747</u>		<u>2,108,344</u>	
Shareholders' funds	15	<u>2,394,847</u>		<u>2,108,444</u>	

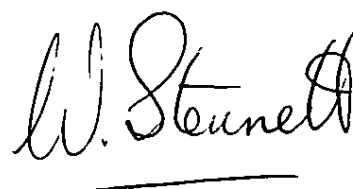
These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies

Approved by the Board and authorised for issue on 26 February 2008

A W Humphries
Director



W E Stennett
Director



HUMPHRIES LIMITED**CASH FLOW STATEMENT****FOR THE YEAR ENDED 30 APRIL 2007**

	2007	2006
	£	£
Net cash inflow from operating activities	22,851	2,393,516
Returns on investments and servicing of finance		
Interest received	40,760	17,839
Interest paid	(54,721)	(34,089)
Net cash outflow for returns on investments and servicing of finance	(13,961)	(16,250)
Taxation	(295,908)	(54,487)
Capital expenditure		
Payments to acquire tangible assets	(276,290)	(106,113)
Receipts from sales of tangible assets	252,000	62,500
Net cash outflow for capital expenditure	(24,290)	(43,613)
Equity dividends paid	-	(200,000)
Net cash (outflow)/inflow before management of liquid resources and financing	(311,308)	2,079,166
Financing		
Capital element of hire purchase contracts	(460,732)	(421,017)
Net cash outflow from financing	(460,732)	(421,017)
(Decrease)/increase in cash in the year	(772,040)	1,658,149

HUMPHRIES LIMITED

NOTES TO THE CASH FLOW STATEMENT

FOR THE YEAR ENDED 30 APRIL 2007

1 Reconciliation of operating profit to net cash inflow from operating activities	2007	2006
	£	£
Operating profit	379,692	1,058,887
Depreciation of tangible assets	401,492	319,060
(Profit)/loss on disposal of tangible assets	(100,774)	4,730
(Increase)/decrease in stocks	(1,351,816)	1,161,774
Decrease/(increase) in debtors	310,848	(199,059)
Increase in creditors within one year	383,409	48,124
Net cash inflow from operating activities	22,851	2,393,516

2 Analysis of net funds	1 May 2006	Cash flow	Other non-cash changes	30 April 2007
	£	£	£	£
Net cash				
Cash at bank and in hand	2,075,539	(1,067,232)	-	1,008,307
Bank overdrafts	(295,192)	295,192	-	-
	<u>1,780,347</u>	<u>(772,040)</u>	<u>-</u>	<u>1,008,307</u>
Bank deposits	-	-	-	-
Debt				
Finance leases	(1,123,262)	460,732	(171,543)	(834,073)
Net funds	<u>657,085</u>	<u>(311,308)</u>	<u>(171,543)</u>	<u>174,234</u>

3 Reconciliation of net cash flow to movement in net funds	2007	2006
	£	£
(Decrease)/increase in cash in the year	(772,040)	1,658,149
Cash outflow from decrease in debt and lease financing	460,732	421,100
Change in net debt resulting from cash flows	(311,308)	2,079,249
New finance lease	(171,543)	(403,950)
Movement in net funds in the year	(482,851)	1,675,299
Opening net funds/(debt)	657,085	(1,018,214)
Closing net funds	<u>174,234</u>	<u>657,085</u>

HUMPHRIES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 APRIL 2007

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention

1.2 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows

Leasehold land and buildings	over the term of the lease
Plant and machinery	15% - 25% reducing balance
Fixtures, fittings & equipment	25% reducing balance
Motor vehicles	25% reducing balance

All assets are depreciated from the date they are brought into use

1.4 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.5 Stock

Stock is valued at the lower of cost and net realisable value.

1.6 Deferred taxation

Deferred tax is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

1.7 Foreign currency translation

Transactions in foreign currency are translated at rate ruling at date of transaction.

HUMPHRIES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 30 APRIL 2007

2	Operating profit	2007	2006
		£	£
	Operating profit is stated after charging		
	Depreciation of tangible assets	401,492	319,060
	Loss on disposal of tangible assets	-	4,730
	Loss on foreign exchange transactions	12,599	-
	Operating lease rentals	151,150	118,600
	Fees payable to the company's auditor for the audit of the company's annual accounts	16,240	10,555
	and after crediting		
	Profit on disposal of tangible assets	(100,774)	-
	Profit on foreign exchange transactions	-	(4,111)
		<u><u> </u></u>	<u><u> </u></u>
3	Investment income	2007	2006
		£	£
	Bank interest	40,713	17,839
	Other interest	47	83
		<u> </u>	<u> </u>
		<u><u>40,760</u></u>	<u><u>17,922</u></u>
4	Interest payable	2007	2006
		£	£
	Hire purchase interest	54,707	34,089
	On overdue tax	14	-
		<u> </u>	<u> </u>
		<u><u>54,721</u></u>	<u><u>34,089</u></u>

HUMPHRIES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 30 APRIL 2007

5	Taxation	2007	2006
		£	£
	Domestic current year tax		
	U K corporation tax	79,291	295,908
	Current tax charge	79,291	295,908
	Deferred tax		
	Deferred tax charge/credit current year	37	4,169
		79,328	300,077
	Factors affecting the tax charge for the year		
	Profit on ordinary activities before taxation	365,731	1,042,720
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 30.00% (2006 - 30.00%)	109,719	312,816
	Effects of		
	Non deductible expenses	248	-
	Depreciation add back	90,215	95,718
	Capital allowances	(89,976)	(101,031)
	Other tax adjustments	(30,915)	(11,595)
		(30,428)	(16,908)
	Current tax charge	79,291	295,908
6	Dividends	2007	2006
		£	£
	Ordinary interim paid	-	200,000

HUMPHRIES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2007

7 Tangible fixed assets

	Leasehold land and buildings £	Plant and machinery £	Fixtures, fittings & equipment £	Motor vehicles £	Total £
Cost					
At 1 May 2006	7,829	1,930,847	15,292	372,318	2,326,286
Additions	-	447,833	-	-	447,833
Disposals	-	(424,200)	-	(13,894)	(438,094)
At 30 April 2007	7,829	1,954,480	15,292	358,424	2,336,025
Depreciation					
At 1 May 2006	4,675	722,072	8,605	103,900	839,252
On disposals	-	(273,503)	-	(13,365)	(286,868)
Charge for the year	919	331,929	1,672	66,972	401,492
At 30 April 2007	5,594	780,498	10,277	157,507	953,876
Net book value					
At 30 April 2007	2,235	1,173,982	5,015	200,917	1,382,149
At 30 April 2006	3,154	1,208,775	6,687	268,418	1,487,034

Included above are assets held under finance leases or hire purchase contracts as follows

	Plant and machinery £	Motor vehicles £	Total £
Net book values			
At 30 April 2007	966,355	69,107	1,035,462
At 30 April 2006	1,143,074	178,205	1,321,279
Depreciation charge for the year			
At 30 April 2007	299,139	23,036	322,175
At 30 April 2006	246,070	40,746	286,816

HUMPHRIES LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)**
FOR THE YEAR ENDED 30 APRIL 2007

8	Stocks	2007	2006
		£	£
	Finished goods and goods for resale	<u>1,582,200</u>	<u>230,384</u>
9	Debtors	2007	2006
		£	£
	Trade debtors	220,497	668,517
	Other debtors	128,236	-
	Prepayments and accrued income	59,753	50,817
		<u>408,486</u>	<u>719,334</u>
10	Creditors: amounts falling due within one year	2007	2006
		£	£
	Bank loans and overdrafts	-	295,192
	Net obligations under hire purchase contracts	341,074	415,715
	Trade creditors	646,596	151,591
	Corporation tax	79,291	295,908
	Other taxes and social security costs	11,802	236,624
	Other creditors	5,441	12,931
	Accruals and deferred income	211,875	91,159
		<u>1,296,079</u>	<u>1,499,120</u>

Finance lease and hire purchase contracts are secured over the related assets

HUMPHRIES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 30 APRIL 2007

11 Creditors: amounts falling due after more than one year	2007 £	2006 £
Net obligations under hire purchase contracts	<u>492,999</u>	<u>707,547</u>
Net obligations under hire purchase contracts		
Repayable within one year	378,048	469,567
Repayable between one and five years	<u>520,532</u>	<u>757,324</u>
	898,580	1,226,891
Finance charges and interest allocated to future accounting periods	<u>(64,507)</u>	<u>(103,629)</u>
	834,073	1,123,262
Included in liabilities falling due within one year	<u>(341,074)</u>	<u>(415,715)</u>
	<u>492,999</u>	<u>707,547</u>

12 Provisions for liabilities and charges

	Deferred tax liability £
Balance at 1 May 2006	197,180
Profit and loss account	<u>37</u>
Balance at 30 April 2007	<u>197,217</u>

The deferred tax liability is made up as follows:

	2007 £	2006 £
Accelerated capital allowances	<u>197,217</u>	<u>197,180</u>

HUMPHRIES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 30 APRIL 2007

13	Share capital	2007	2006
		£	£
	Authorised		
	1,000 Ordinary shares of £1 each	1,000	1,000
	Allotted, called up and fully paid		
	100 Ordinary shares of £1 each	100	100
14	Statement of movements on profit and loss account		Profit and loss account £
	Balance at 1 May 2006		2,108,344
	Profit for the year		286,403
	Balance at 30 April 2007		2,394,747
15	Reconciliation of movements in shareholders' funds	2007	2006
		£	£
	Profit for the financial year	286,403	742,643
	Dividends	-	(200,000)
	Net addition to shareholders' funds	286,403	542,643
	Opening shareholders' funds	2,108,444	1,565,801
	Closing shareholders' funds	2,394,847	2,108,444

HUMPHRIES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 30 APRIL 2007

16 Financial commitments

At 30 April 2007 the company was committed to making the following payments under non-cancellable operating leases in the year to 30 April 2008

	Land and buildings	
	2007	2006
	£	£
Operating leases which expire		
Between two and five years	18,432	108,432
In over five years	90,000	-
	<u>108,432</u>	<u>108,432</u>

17 Directors' emoluments

	2007	2006
	£	£
Emoluments for qualifying services	<u>159,494</u>	<u>140,876</u>

18 Employees

Number of employees

The average monthly number of employees (including directors) during the year was

	2007	2006
	Number	Number
Management	3	3
Production	9	9
	<u>12</u>	<u>12</u>

Employment costs

	2007	2006
	£	£
Wages and salaries	303,879	295,020
Social security costs	43,326	30,905
	<u>347,205</u>	<u>325,925</u>