

**Steel Supply Company (Western) Limited**

**Directors' report and financial  
statements**

**Registered number 0486993**

**31 March 2012**



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## Directors' report

The directors present their annual report and the financial statements for the year ended 31 March 2012

### Principal activities

The company is engaged in property investment. In addition it provides management services to its subsidiaries. The principal activity of the company's major subsidiary is the provision of bulk handling services.

### Business review

The results of the company for the year are shown on page 3. On 27 May 2011 the company disposed of its 90% interest in the ordinary share capital of Move It Transport Limited to Mr C Matthews, a director of that company.

### Dividend

The directors recommend a dividend of £150,000 (2011: £150,000).

### Directors and directors' interests

The directors who served during the year were:

R S R Jones  
I A Jones  
A R Jones

The interests of the directors in the share capital of the company were as follows:

|             | £1 ordinary shares |         |
|-------------|--------------------|---------|
|             | 2012               | 2011    |
| R S R Jones | 111,213            | 111,213 |
| A R Jones   | 55,272             | 55,272  |

## Directors' report *(continued)*

### Statement of directors' responsibilities

The directors are responsible for preparing the annual report and the financial statements in accordance with applicable law and regulations

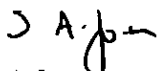
Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice)

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 the 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,
- 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 a 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 have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

By order of the board

  
I A Jones  
Secretary

10 St James Crescent  
Uplands  
Swansea

3 October 2012

**Profit and loss account**  
*for the year ended 31 March 2012*

|                                                      | <i>Note</i> | <b>2012</b><br><b>£</b> | <b>2011</b><br><b>£</b> |
|------------------------------------------------------|-------------|-------------------------|-------------------------|
| <b>Turnover</b>                                      | <i>1</i>    | <b>324,179</b>          | <b>299,083</b>          |
| Cost of sales                                        |             | <b>(74,947)</b>         | <b>(89,259)</b>         |
| <b>Gross profit</b>                                  |             | <b>249,232</b>          | <b>209,824</b>          |
| Administrative expenses                              | <i>7</i>    | <b>(229,307)</b>        | <b>(340,793)</b>        |
| Other operating income                               | <i>7</i>    | <b>109,876</b>          | <b>331,287</b>          |
| <b>Operating profit</b>                              |             | <b>129,801</b>          | <b>200,318</b>          |
| Interest receivable and similar income               | <i>2</i>    | <b>9</b>                | <b>23,679</b>           |
| Interest payable and similar charges                 | <i>3</i>    | <b>(15,845)</b>         | <b>(18,363)</b>         |
| <b>Profit on ordinary activities before taxation</b> | <i>4-7</i>  | <b>113,965</b>          | <b>205,634</b>          |
| Tax on profit on ordinary activities                 | <i>8</i>    | <b>40,249</b>           | <b>-</b>                |
| <b>Profit on ordinary activities after taxation</b>  |             | <b>154,214</b>          | <b>205,634</b>          |
| Dividends                                            |             | <b>(150,000)</b>        | <b>(150,000)</b>        |
| <b>Retained profit for the financial year</b>        | <i>17</i>   | <b>4,214</b>            | <b>55,634</b>           |

Turnover and operating profit relate entirely to continuing operations

The above results represent the company's total recognised gains and losses in both financial years

**Balance sheet**  
*at 31 March 2012*

|                                                                | <i>Note</i> | 2012             | 2011             |
|----------------------------------------------------------------|-------------|------------------|------------------|
|                                                                |             | £                | £                |
| <b>Fixed assets</b>                                            |             |                  |                  |
| Tangible assets                                                | 9           | 1,554,874        | 1 589 807        |
| Investments                                                    | 10          | 12,902           | 12 902           |
|                                                                |             | <u>1,567,776</u> | <u>1,602 709</u> |
| <b>Current assets</b>                                          |             |                  |                  |
| Debtors                                                        | 11          | 321,815          | 316 075          |
| Cash at bank and in hand                                       |             | 25,347           | 103,220          |
|                                                                |             | <u>347,162</u>   | <u>419 295</u>   |
| <b>Creditors: amounts falling due within one year</b>          | 13          | <u>(240,111)</u> | <u>(303 408)</u> |
| <b>Net current assets</b>                                      |             | <u>107,051</u>   | <u>115 887</u>   |
| <b>Total assets less current liabilities</b>                   |             | <u>1,674,827</u> | <u>1 718,596</u> |
| <b>Creditors: amounts falling due after more than one year</b> | 14          | <u>(141,354)</u> | <u>(189,337)</u> |
| <b>Net assets</b>                                              |             | <u>1,533,473</u> | <u>1 529,259</u> |
| <b>Capital and reserves</b>                                    |             |                  |                  |
| Called up share capital                                        | 16          | 221,757          | 221 757          |
| Capital redemption reserve                                     | 17          | 415,243          | 415 243          |
| Profit and loss account                                        | 17          | 896,473          | 892,259          |
| <b>Shareholders' funds</b>                                     | 18          | <u>1,533,473</u> | <u>1 529 259</u> |

**Balance sheet** *(continued)*

STATEMENT BY THE DIRECTORS UNDER SECTION 475(2) AND (3) OF THE COMPANIES ACT 2006

In approving these financial statements as directors of the company we hereby confirm

- (a) that the company was entitled to exemption under section 477 of the Companies Act 2006 from the requirement to have its accounts for the year ended 31 March 2012 audited,
- (b) that members have not required the company to obtain an audit of its accounts for the financial year in accordance with section 476 of that Act,
- (c) that we acknowledge our responsibilities for
  - 1) ensuring that the company keeps accounting records which comply with section 386 of the Companies Act 2006, and
  - 2) preparing accounts which 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 that Act, and which otherwise comply with the requirements of that Act relating to accounts, so far as applicable to the company

These financial statements were approved by the board of directors on 3 October 2012 and were signed on its behalf by

  
**I A Jones**  
*Director*

## Notes

*(forming part of the financial statements)*

### 1 Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements

#### *Basis of preparation*

The financial statements have been prepared in accordance with applicable accounting standards and under the historical cost accounting rules

#### *Cash flow statement*

The company is exempt from the requirement of Financial Reporting Standard 1 to prepare a cash flow statement on the grounds of its size

#### *Consolidation*

The company, being the parent of a small group, is exempt by virtue of section 383 of the Companies Act 2006 from the requirement to prepare group accounts. These financial statements present information about the company as an individual undertaking and not about its group.

#### *Fixed assets and depreciation*

Depreciation is provided to write off the cost less the estimated residual value of tangible fixed assets by equal instalments over their estimated useful economic lives as follows

|                                             |   |            |
|---------------------------------------------|---|------------|
| Freehold wharves, buildings and fixed plant | - | 5-20 years |
| Motor vehicles                              | - | 4 years    |
| Computer equipment                          | - | 4 years    |
| Other assets                                | - | 10 years   |

No depreciation is provided on freehold land

#### *Investment properties*

In accordance with Statement of Standard Accounting Practice No 19 (as amended)

- investment properties are revalued annually at open market values. Surpluses and deficits arising are taken to the revaluation reserve. Any permanent diminution is taken to the profit and loss account for the year,
- no depreciation or amortisation is provided in respect of freehold investment properties and leasehold investment properties with over 20 years to run

This treatment, as regards certain of the company's investment properties, may be a departure from the requirements of the Companies Act concerning depreciation of fixed assets. However, these properties are not held for consumption but for investment and the directors consider that systematic annual depreciation would be inappropriate. The accounting policy adopted is therefore necessary for the accounts to give a true and fair view. Depreciation or amortisation is only one of the many factors reflected in the annual valuation and the amount which might otherwise have been shown cannot be separately identified or quantified.

## **Notes (continued)**

### **1 Accounting policies (continued)**

#### ***Taxation***

The charge for taxation is based on the profit for the year and takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes

Deferred tax is recognised, without discounting, in respect of all timing differences between the treatment of certain items for taxation and accounting purposes which have arisen but not reversed by the balance sheet date, except as otherwise required by FRS 19

Deferred tax assets are recognised to the extent that they are regarded as recoverable. They are regarded as recoverable to the extent that, on the basis of all available evidence it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted

#### ***Turnover***

Turnover represents the amounts (excluding value added tax) derived from the provision of goods and services to customers

#### ***Foreign currencies***

Transactions in foreign currencies are recorded using the rate of exchange ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated using the rate of exchange ruling at the balance sheet date and the gains or losses on translation are included in the profit and loss account

#### ***Finance leases and similar hire purchase contracts***

Where the company enters into a lease or similar hire purchase contract which entails taking substantially all the risks and rewards of ownership of an asset, the lease is treated as a 'finance lease'. The asset is recorded in the balance sheet as a tangible fixed asset and is depreciated over its estimated useful life or the term of the lease, whichever is shorter. In the case of hire purchase contracts which have the characteristics of a finance lease, the asset is depreciated over its estimated useful life. Future instalments under such leases net of finance charges, are included within creditors. Rentals payable are apportioned between the finance element, which is charged to the profit and loss account, and the capital element which reduces the outstanding obligation for future instalments

All other leases are accounted for as 'operating leases' and the rentals charged to the profit and loss account on a straight line basis over the lives of the leases

#### ***Pension costs***

The company makes payments to defined contribution schemes for eligible staff, all of which are money purchase plans, which are charged to the profit and loss account as they become due

**Notes (continued)**

**2 Interest receivable and similar income**

|                                            | 2012<br>£ | 2011<br>£     |
|--------------------------------------------|-----------|---------------|
| Interest on loan to subsidiary undertaking | -         | 23,679        |
| Other interest receivable                  | 9         | -             |
|                                            | <u>9</u>  | <u>23,679</u> |

**3 Interest payable and similar charges**

|                                     | 2012<br>£     | 2011<br>£     |
|-------------------------------------|---------------|---------------|
| Bank loan interest                  | 5,217         | 5,394         |
| Bank overdraft interest             | 3,686         | 2,106         |
| Interest on hire purchase contracts | 6,942         | 10,863        |
|                                     | <u>15,845</u> | <u>18,363</u> |

**4 Profit on ordinary activities before taxation**

|                                                                                           | 2012<br>£ | 2011<br>£ |
|-------------------------------------------------------------------------------------------|-----------|-----------|
| <i>Profit on ordinary activities before taxation is stated after charging/(crediting)</i> |           |           |
| Depreciation on owned assets                                                              | 13,086    | 14,771    |
| Depreciation on assets under hire purchase contracts                                      | 24,400    | 24,400    |
| Profit on disposal of tangible fixed assets                                               | -         | (4,807)   |
|                                                                                           | <u></u>   | <u></u>   |

**5 Staff numbers and costs**

The average number of persons (including directors) employed by the company during the year, analysed by category, was as follows

|                | Number of employees |          |
|----------------|---------------------|----------|
|                | 2012                | 2011     |
| Management     | 3                   | 3        |
| Administrative | 2                   | 2        |
|                | <u>5</u>            | <u>5</u> |

## Notes (continued)

### 5 Staff numbers and costs (continued)

The aggregate payroll costs of these persons were as follows

|                       | 2012<br>£      | 2011<br>£      |
|-----------------------|----------------|----------------|
| Wages and salaries    | 90,692         | 114,017        |
| Social security costs | 8,069          | 8,478          |
| Other pension costs   | 4,500          | 4,500          |
|                       | <u>103,261</u> | <u>126,995</u> |

### 6 Remuneration of directors

|                                  | 2012<br>£      | 2011<br>£      |
|----------------------------------|----------------|----------------|
| Directors' remuneration          | 105,683        | 122,833        |
| Contributions to pension schemes | 4,500          | 4,500          |
|                                  | <u>110,183</u> | <u>127,333</u> |

Retirement benefits are accruing to 2 directors (2011: 2) under money purchase schemes. The remuneration of the highest paid director was £64,859 (2011: £68,708) and the contributions paid into his pension scheme amounted to £1,500 (2011: £1,500).

### 7 Exceptional items

|                                                                                                                                                                         | 2012<br>£ | 2011<br>£       |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------|-----------------|
| Management charges to subsidiary undertaking for management and administration services provided during current and previous years (included in other operating income) | -         | 216,574         |
| Waiver of loan to subsidiary undertaking (included in administrative expenses)                                                                                          | -         | (72,250)        |
|                                                                                                                                                                         | <u>-</u>  | <u>(72,250)</u> |

### 8 Taxation

Analysis of tax (credit)/charge in the period

|                                            | 2012<br>£       | 2011<br>£ |
|--------------------------------------------|-----------------|-----------|
| Current tax                                | -               | -         |
| Deferred tax                               |                 |           |
| Origination/reversal of timing differences | (40,249)        | -         |
|                                            | <u>(40,249)</u> | <u>-</u>  |
| Tax on profit on ordinary activities       | <u>(40,249)</u> | <u>-</u>  |

## Notes (continued)

### 8 Taxation (continued)

The current tax charge for the period is lower (2011 lower) than the small companies rate of corporation tax in the UK of 20% (2011 21%). The differences are explained below

|                                                | 2012<br>£ | 2011<br>£ |
|------------------------------------------------|-----------|-----------|
| <b>Current tax reconciliation</b>              |           |           |
| Profit on ordinary activities before tax       | 113,965   | 205,634   |
| Current tax at 20 % (2011 21%)                 | 22,793    | 43,183    |
| <b>Effects of</b>                              |           |           |
| Expenses not deductible for tax purposes       | 844       | 17,666    |
| Capital allowances in excess of depreciation   | (2,482)   | (2,031)   |
| Unutilised charges on income                   | 131       | 145       |
| Utilisation of tax losses and other deductions | (25,363)  | (61,207)  |
| Other timing differences                       | 4,077     | 2,244     |
| Total current tax charge (see above)           | -         | -         |

### 9 Tangible fixed assets

|                       | Freehold<br>land | Investment<br>properties | Freehold<br>wharves,<br>buildings and<br>fixed plant | Plant and<br>machinery | Fixtures,<br>fittings,<br>tools<br>and<br>equipment | Total     |
|-----------------------|------------------|--------------------------|------------------------------------------------------|------------------------|-----------------------------------------------------|-----------|
|                       | £                | £                        | £                                                    | £                      | £                                                   | £         |
| <b>Cost</b>           |                  |                          |                                                      |                        |                                                     |           |
| At beginning of year  | 65,550           | 1,307,519                | 1,164,921                                            | 340,978                | 24,228                                              | 2,903,196 |
| Additions             | -                | -                        | -                                                    | -                      | 2,553                                               | 2,553     |
| Disposals             | -                | -                        | -                                                    | (44,277)               | -                                                   | (44,277)  |
| At end of year        | 65,550           | 1,307,519                | 1,164,921                                            | 296,701                | 26,781                                              | 2,861,472 |
| <b>Depreciation</b>   |                  |                          |                                                      |                        |                                                     |           |
| At beginning of year  | -                | -                        | 1,137,627                                            | 154,153                | 21,609                                              | 1,313,389 |
| Charge for the year   | -                | -                        | 7,172                                                | 29,093                 | 1,221                                               | 37,486    |
| On disposals          | -                | -                        | -                                                    | (44,277)               | -                                                   | (44,277)  |
| At end of year        | -                | -                        | 1,144,799                                            | 138,969                | 22,830                                              | 1,306,598 |
| <b>Net book value</b> |                  |                          |                                                      |                        |                                                     |           |
| At 31 March 2012      | 65,550           | 1,307,519                | 20,122                                               | 157,732                | 3,951                                               | 1,554,874 |
| At 31 March 2011      | 65,550           | 1,307,519                | 27,294                                               | 186,825                | 2,619                                               | 1,589,807 |

## Notes (continued)

### 10 Investments (held as fixed assets)

|                       | Shares in<br>group<br>undertakings<br>£ | Other<br>investments<br>£ | Total<br>£ |
|-----------------------|-----------------------------------------|---------------------------|------------|
| <b>Cost</b>           |                                         |                           |            |
| At beginning of year  | 276                                     | 12,900                    | 13,176     |
| Disposals             | (94)                                    | -                         | (94)       |
| At end of year        | 182                                     | 12,900                    | 13,082     |
| <b>Provisions</b>     |                                         |                           |            |
| At beginning of year  | 274                                     | -                         | 274        |
| Disposals             | (94)                                    | -                         | (94)       |
| At end of year        | 180                                     | -                         | 180        |
| <b>Net book value</b> |                                         |                           |            |
| At 31 March 2012      | 2                                       | 12,900                    | 12,902     |
| At 31 March 2011      | 2                                       | 12,900                    | 12,902     |

During the year the company disposed of its 90% interest in the ordinary share capital of one subsidiary and two dormant subsidiaries were dissolved

The undertakings in which the company's interest is equal to or more than 20% are as follows

|                                      | Principal activity | Class and percentage of shares held<br>Class % held |
|--------------------------------------|--------------------|-----------------------------------------------------|
| <b>Subsidiary undertakings</b>       |                    |                                                     |
| Steel Supply (Property) Limited      | Dormant            | Ordinary £1 shares 100                              |
| Neath Abbey Freight Services Limited | Bulk Handling      | Ordinary £1 shares 100                              |
| Charterflow Limited                  | Dormant            | Ordinary £1 shares 80                               |

The following information is relevant to the material undertakings in which the company's interest was more than 20%

|                                      | 2012<br>Capital and<br>reserves at the<br>year end<br>£ | Profit/(loss)<br>for the year<br>after taxation<br>£ | 2011<br>Capital and<br>reserves at the<br>year end<br>£ | Profit/(loss) for<br>the year after<br>taxation<br>£ |
|--------------------------------------|---------------------------------------------------------|------------------------------------------------------|---------------------------------------------------------|------------------------------------------------------|
| <b>Subsidiary undertakings</b>       |                                                         |                                                      |                                                         |                                                      |
| Steel Supply (Property) Limited      | (331,058)                                               | -                                                    | (331,058)                                               | -                                                    |
| Neath Abbey Freight Services Limited | 25,878                                                  | (10,011)                                             | 35,889                                                  | 45                                                   |
| Charterflow Limited                  | (29,201)                                                | -                                                    | (29,201)                                                | -                                                    |

**Notes (continued)**

**11 Debtors**

|                                         | 2012<br>£      | 2011<br>£      |
|-----------------------------------------|----------------|----------------|
| Trade debtors                           | 33,222         | 38,863         |
| Amounts owed by subsidiary undertakings | 98,345         | 214,855        |
| Other debtors                           | 136,152        | 53,258         |
| Deferred tax (see note 15)              | 40,249         | -              |
| Prepayments and accrued income          | 13,847         | 9,099          |
|                                         | <u>321,815</u> | <u>316,075</u> |

**12 Transactions with directors**

During the course of the year, there were the following transactions with directors

|                                              | R S R Jones<br>£     |
|----------------------------------------------|----------------------|
| Balance at beginning of year due to company  | 37,460               |
| Loan advances during the year                | 203,374              |
| Repayments during the year                   | (150,346)            |
| <b>Balance at end of year due to company</b> | <u><b>90,488</b></u> |

No interest was charged on the loans and the maximum amount outstanding during the year was £91,875

**13 Creditors: amounts falling due within one year**

|                                           | 2012<br>£      | 2011<br>£      |
|-------------------------------------------|----------------|----------------|
| Bank loan                                 | 5,953          | 5,663          |
| Amounts owed to subsidiary undertakings   | -              | 4              |
| Trade creditors                           | 9,070          | 13,258         |
| Other taxes and social security           | 27,230         | 34,652         |
| Accruals and deferred income              | 153,905        | 209,026        |
| Obligations under hire purchase contracts | 43,953         | 40,805         |
|                                           | <u>240,111</u> | <u>303,408</u> |

## Notes (continued)

### 13 Creditors' amounts falling due within one year (continued)

The bank loan is secured by a fixed and floating charge over the assets of the company

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

|                                           | 2012<br>£      | 2011<br>£      |
|-------------------------------------------|----------------|----------------|
| Bank loan                                 | 96,176         | 102,156        |
| Obligations under hire purchase contracts | 45,178         | 87,181         |
|                                           | <u>141,354</u> | <u>189,337</u> |

The bank loan is repayable as follows

|                            | 2012<br>£      | 2011<br>£      |
|----------------------------|----------------|----------------|
| Within one year            | 5,953          | 5,663          |
| Between one and two years  | 6,257          | 5,951          |
| Between two and five years | 20,749         | 19,738         |
| Over five years            | 69,170         | 76,467         |
|                            | <u>102,129</u> | <u>107,819</u> |

Obligations under hire purchase contracts are repayable as follows

|                            | 2012<br>£     | 2011<br>£      |
|----------------------------|---------------|----------------|
| Within one year            | 43,953        | 40,805         |
| Between one and two years  | 22,568        | 42,003         |
| Between two and five years | 22,610        | 45,178         |
|                            | <u>89,131</u> | <u>127,986</u> |

### 15 Deferred taxation

|                                                     | £               |
|-----------------------------------------------------|-----------------|
| At beginning of year                                | -               |
| Credited to the profit and loss account in the year | (40,249)        |
| At end of year                                      | <u>(40,249)</u> |

The deferred tax credit has arisen as a result of recognising a deferred tax asset in respect of the company's tax losses held at 31 March 2012 which are now expected to be recoverable

## Notes (continued)

### 15 Deferred taxation (continued)

The potential deferred taxation asset comprises tax at 20% (2011 20%) as follows

|                                | 2012            |                 | 2011          |                 |
|--------------------------------|-----------------|-----------------|---------------|-----------------|
|                                | Provided<br>£   | Unprovided<br>£ | Provided<br>£ | Unprovided<br>£ |
| Accelerated capital allowances | 13,649          | -               | 11,167        | -               |
| Other timing differences       | (4,000)         | -               | (4,769)       | -               |
| Losses and other deductions    | (49,898)        | -               | (6,398)       | (64,017)        |
|                                | <u>(40,249)</u> | <u>-</u>        | <u>-</u>      | <u>(64,017)</u> |

### 16 Called up share capital

|                                           | 2012<br>£        | 2011<br>£        |
|-------------------------------------------|------------------|------------------|
| <i>Authorised</i>                         |                  |                  |
| 1,000,000 ordinary shares of £1 each      | <u>1,000,000</u> | <u>1,000,000</u> |
| <i>Allotted, called up and fully paid</i> |                  |                  |
| Ordinary shares of £1 each                | <u>221,757</u>   | <u>221,757</u>   |

### 17 Reserves

|                               | Capital<br>redemption<br>reserve<br>£ | Profit and loss<br>account<br>£ | Total<br>£              |
|-------------------------------|---------------------------------------|---------------------------------|-------------------------|
| At beginning of year          | 415,243                               | 892,259                         | 1,307,502               |
| Profit for the financial year | -                                     | 4,214                           | 4,214                   |
| <b>At end of year</b>         | <u><b>415,243</b></u>                 | <u><b>896,473</b></u>           | <u><b>1,311,716</b></u> |

## Notes (continued)

### 18 Reconciliation of movements in shareholders' funds

|                                        | 2012<br>£        | 2011<br>£        |
|----------------------------------------|------------------|------------------|
| Profit for the financial year          | 4,214            | 55,634           |
| <b>Movement in shareholders' funds</b> | <b>4,214</b>     | <b>55,634</b>    |
| Opening shareholders' funds            | 1,529,259        | 1,473,625        |
| <b>Closing shareholders' funds</b>     | <b>1,533,473</b> | <b>1,529,259</b> |

### 19 Pensions

The company operates defined contribution pension schemes which are administered by trustees and are independent of the company's finances. The pension costs charged in the year amounted to £4,500 (2011 £4,500)

### 20 Related party transactions

The directors consider the material transactions undertaken by the company during the year with parties related to the company were as follows

| Name of party                        | Relationship                  | Type of transaction                     | Transaction amount            |                               |
|--------------------------------------|-------------------------------|-----------------------------------------|-------------------------------|-------------------------------|
|                                      |                               |                                         | Year to 31<br>March 2012<br>£ | Year to 31<br>March 2011<br>£ |
| Move It Transport Limited            | Former subsidiary undertaking | Loan granted/(repaid)                   | (167,134)                     | (162,036)                     |
| Move It Transport Limited            | Former subsidiary undertaking | Loan waived                             | -                             | (72,250)                      |
| Move It Transport Limited            | Former subsidiary undertaking | Management and other charges            | -                             | 283,568                       |
| Neath Abbey Freight Services Limited | Subsidiary undertaking        | Payments on behalf of the related party | 84,261                        | 96,540                        |
| Neath Abbey Freight Services Limited | Subsidiary undertaking        | Net cash receipts from related party    | (123,637)                     | (177,100)                     |
| Neath Abbey Freight Services Limited | Subsidiary undertaking        | Management time recharge                | 90,000                        | 80,000                        |

In addition, the company provides certain assets and finance, management, administration and payroll services to its subsidiaries for which no charges are levied

## Notes (continued)

### 20 Related party transactions (continued)

The amounts due to and from the company's related parties at the year end and the related provisions are

| Name of party                        | Relationship                  | Amount due (to)/from<br>related party at<br>31 March 2012 |           | Amount due (to)/from<br>related party at<br>31 March 2011 |           |
|--------------------------------------|-------------------------------|-----------------------------------------------------------|-----------|-----------------------------------------------------------|-----------|
|                                      |                               | Gross<br>balance                                          | Provision | Gross<br>balance                                          | Provision |
|                                      |                               | £                                                         | £         | £                                                         | £         |
| Steel Supply (Property) Limited      | Subsidiary undertaking        | 331,058                                                   | (331,058) | 331,058                                                   | (331,058) |
| Neath Abbey Freight Services Limited | Subsidiary undertaking        | 98,345                                                    | -         | 47,721                                                    | -         |
| Charterflow Limited                  | Subsidiary undertaking        | 29,201                                                    | (29,201)  | 29,201                                                    | (29,201)  |
| Move It Transport Limited            | Former subsidiary undertaking | -                                                         | -         | 167,134                                                   | -         |

Details of transactions and balances with directors are shown in note 12

Other than those shown above, there were no provisions at 31 March 2012 in respect of amounts due to or from related parties and no amounts were written off in the year in respect of amounts due to or from related parties, other than those disclosed above

### 21 Immediate and ultimate controlling party

The company's immediate and ultimate controlling party is R S R Jones, a director and shareholder of the company