



MET-CLAD CONTRACTS (UK) LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2012

Company Registration Number 04118321

MET-CLAD CONTRACTS (UK) LIMITED
FINANCIAL STATEMENTS
YEAR ENDED 30 NOVEMBER 2012

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MET-CLAD CONTRACTS (UK) LIMITED
OFFICERS AND PROFESSIONAL ADVISERS
YEAR ENDED 30 NOVEMBER 2012

The director	M S Village
Business address	Hazelford Way Newstead Village Nottingham NG15 0DQ
Registered office	Hazelford Way Newstead Village Nottingham NG15 0DQ
Auditor	RSM Tenon Audit Limited Rivermead House 7 Lewis Court Grove Park Enderby Leicestershire LE19 1SD

MET-CLAD CONTRACTS (UK) LIMITED

THE DIRECTOR'S REPORT

YEAR ENDED 30 NOVEMBER 2012

The director presents his report and the financial statements of the company for the year ended 30 November 2012

Principal activity and business review

The principal activity of the company during the year was a property investment company. The company commenced trading on 2 April 2012.

At 30 November 2012, the company had shareholders deficit of £3,442,602 (2011 £3,750,931)

On 2 April 2012, following a group re-organisation, the company acquired the group's freehold property from Met-Clad Contracts (Holdings) Limited. The property was acquired at open market value by dividend in specie at which point the company became an investment holding company. On this same date, the company effected a capital reduction, and cancelled its share premium account of £1,977,800.

The director has assessed the main risk facing the company as adverse market or financial conditions facing its subsidiary undertakings. The trading subsidiary undertaking Met-Clad Contracts Limited principal risk relates to the challenging market place in which it operates due to the uncertainty in the general macro - economic climate. However, as a result of a planned ongoing strategy of investment in the successful development of the company's customer base and its dedication to the high service levels, the directors are optimistic for the company's future prospects.

Results and dividends

The profit for the year amounted to £308,329. The director has not recommended a dividend.

Director

The director who served the company during the year was as follows:

M S Village

Director's responsibilities

The director is responsible for preparing the Director's Report and the financial statements in accordance with applicable law and regulations.

Company law requires the director to prepare financial statements for each financial year. Under that law the director has elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the director 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 those financial statements, the director is required to

- select suitable accounting policies and then apply them consistently,
- make judgements and estimates that are reasonable and prudent, and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

MET-CLAD CONTRACTS (UK) LIMITED

THE DIRECTOR'S REPORT *(continued)*

YEAR ENDED 30 NOVEMBER 2012

The director is 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 him to ensure that the financial statements comply with the Companies Act 2006. He is 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.

In so far as the director is aware

- there is no relevant audit information of which the company's auditor is unaware, and
- the director has taken all steps that he ought to have taken to make himself aware of any relevant audit information and to establish that the auditor is aware of that information.

Auditor

RSM Tenon Audit Limited are deemed to be reappointed under section 487(2) of the Companies Act 2006.

Signed by



M S Village
Director

Approved by the director on 18 March 2013

MET-CLAD CONTRACTS (UK) LIMITED
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
MET-CLAD CONTRACTS (UK) LIMITED
YEAR ENDED 30 NOVEMBER 2012

We have audited the financial statements of Met-Clad Contracts (UK) Limited for the year ended 30 November 2012 on pages 6 to 12. 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).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report 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 and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of director and auditor

As explained more fully in the Director's Responsibilities Statement set out on pages 2 to 3, the director is 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 International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

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 directors, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the annual report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 30 November 2012 and of its profit 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.

Opinion on other matters prescribed by the Companies Act 2006

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

MET-CLAD CONTRACTS (UK) LIMITED
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
MET-CLAD CONTRACTS (UK) LIMITED *(continued)*

YEAR ENDED 30 NOVEMBER 2012

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- 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, or
- certain disclosures of director's remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit

RSM Tenon Audit Limited

Kelly Boorman, Senior Statutory Auditor
For and on behalf of

RSM Tenon Audit Limited
Statutory Auditor
Rivermead House
7 Lewis Court
Grove Park
Enderby
Leicestershire
LE19 1SD

18 March 2013

MET-CLAD CONTRACTS (UK) LIMITED
PROFIT AND LOSS ACCOUNT
YEAR ENDED 30 NOVEMBER 2012

	Note	2012 £	2011 £
Turnover	2	21,336	–
Administrative expenses		(4,370)	(4,528,800)
Operating profit/(loss)	3	<u>16,966</u>	<u>(4,528,800)</u>
Attributable to			
Operating profit before exceptional items		16,966	–
Exceptional items	3	<u>–</u>	<u>(4,528,800)</u>
		16,966	(4,528,800)
Income from shares in group undertakings	5	291,363	–
Profit/(loss) on ordinary activities before taxation		<u>308,329</u>	<u>(4,528,800)</u>
Tax on profit/(loss) on ordinary activities	6	–	–
Profit/(loss) for the financial year		<u><u>308,329</u></u>	<u><u>(4,528,800)</u></u>

All of the activities of the company are classed as continuing

The company has no recognised gains or losses other than the results for the year as set out above

The notes on pages 8 to 12 form part of these financial statements

MET-CLAD CONTRACTS (UK) LIMITED*Registered Number 04118321***BALANCE SHEET****30 NOVEMBER 2012**

	Note	2012 £	2011 £
Fixed assets			
Tangible assets	7	286,993	—
Creditors: amounts falling due within one year	8	<u>(3,729,595)</u>	<u>(3,750,931)</u>
Total assets less current liabilities		<u>(3,442,602)</u>	<u>(3,750,931)</u>
Capital and reserves			
Called-up share capital	11	1,018	1,018
Share premium account	12	—	1,977,800
Profit and loss account	13	(3,443,620)	(5,729,749)
Shareholders' funds	14	<u>(3,442,602)</u>	<u>(3,750,931)</u>

These financial statements were approved by the director and authorised for issue on 18 March 2013



M S Village
Director

The notes on pages 8 to 12 form part of these financial statements

MET-CLAD CONTRACTS (UK) LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 NOVEMBER 2012

1 Accounting policies

Basis of accounting

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

Going concern

The financial statements have been prepared on a going concern basis notwithstanding net liabilities of £3,442,602 at the balance sheet date. This is on the basis that group support relating to repayment of the intercompany debt will be available and will not be requested to be repaid until the company is in a financial position to do so.

Consolidation

The company is a wholly owned subsidiary of Met-Clad Contracts Group Limited, which has produced consolidated financial statements and therefore in accordance with Section 400 of the Companies Act 2006 the company is not required to produce, and has not produced, consolidated financial statements. These financial statements present information about the company, and not the group headed by Met-Clad Contracts (UK) Limited.

Cash flow statement

The director has taken advantage of the exemption in Financial Reporting Standard No 1 (Revised 1996) from including a cash flow statement in the financial statements on the grounds that the company is wholly owned and its parent company publishes a consolidated cash flow statement.

Turnover

The turnover shown in the profit and loss account represents the value of rents charged during the period.

Tangible fixed assets

Tangible fixed assets are stated at cost less depreciation. Cost represents purchase price together with any incidental costs of acquisition.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, net of anticipated disposal proceeds, over the useful economic life of that asset as follows:

Freehold Property - 2% straight line basis

MET-CLAD CONTRACTS (UK) LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 NOVEMBER 2012

1 Accounting policies (continued)

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 have occurred at that date that will result in an obligation to pay more or a right to pay less tax in the future have occurred by the balance sheet date, with certain limited exceptions

Deferred tax is calculated on an undiscounted basis at the tax rates that are expected to apply in the periods in which the timing difference are expected to reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date

Deferred tax assets are recognised only to the extent that the directors consider it more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities

Fixed asset investments

Investments are stated at cost less any provision for impairment

2. Turnover

The turnover and profit before tax are attributable to the one principal activity of the company

An analysis of turnover is given below

	2012	2011
	£	£
United Kingdom	21,336	-
	<u> </u>	<u> </u>

3. Operating profit/(loss)

Operating profit/(loss) is stated after charging

	2012	2011
	£	£
Depreciation of owned fixed assets	4,370	-
Exceptional costs	-	4,528,800
	<u> </u>	<u> </u>

Exceptional costs in the prior year relate to a provision against fixed asset investments

4. Particulars of employees

No salaries or wages have been paid to employees, including the director, during the year

MET-CLAD CONTRACTS (UK) LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 NOVEMBER 2012

5. Income from shares in group undertakings

	2012	2011
	£	£
Income from group undertakings	<u>291,363</u>	<u>-</u>

6. Taxation on ordinary activities

Factors affecting current tax charge

The tax assessed on the profit/(loss) on ordinary activities for the year is lower than the standard rate of corporation tax in the UK of 20% (2011 - 20%)

	2012	2011
	£	£
Profit/(loss) on ordinary activities before taxation	<u>308,329</u>	<u>(4,528,800)</u>
Profit/(loss) on ordinary activities multiplied by the appropriate rate of tax	61,666	(905,760)
Effects of		
Group income	(58,273)	-
Difference between capital allowances and depreciation	874	-
Utilisation of tax losses	(4,267)	-
Provision against fixed asset investment	-	905,760
Total current tax	<u>-</u>	<u>-</u>

Factors that may affect future tax charges

The company has non-trading tax losses of approximately £790,000 (2011 £812,000) available to offset against future non-trading profits

7. Investments

	Subsidiary undertaking
	£
Cost	
At 1 December 2011 and 30 November 2012	<u>4,528,800</u>
Amounts provided	
At 1 December 2011 and 30 November 2012	<u>4,528,800</u>
Net book value	
At 1 December 2011 and 30 November 2012	<u>-</u>

As at 30 November 2012 the company held 100% of the ordinary issued equity share capital of Met-Clad Contracts (Holdings) Limited, a property company, incorporated in England and Wales

MET-CLAD CONTRACTS (UK) LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 NOVEMBER 2012

8. Tangible fixed assets

	Freehold Property £
Cost	
Additions	291,363
At 30 November 2012	<u>291,363</u>
Depreciation	
Charge for the year	4,370
At 30 November 2012	<u>4,370</u>
Net book value	
At 30 November 2012	<u>286,993</u>
At 30 November 2011	<u>-</u>

9. Creditors: amounts falling due within one year

	2012 £	2011 £
Amounts owed to group undertakings	<u>3,729,595</u>	<u>3,750,931</u>

10. Contingent liability

The company is party to a cross guarantee relating to the Met-Clad Contracts Group Limited group total bank borrowing. At 30 November 2012, the net bank borrowing relating to the cross guarantee was £631,980 (2011 £770,021)

11. Related party transactions

The company has taken advantage of the exemption conferred by Financial Reporting Standard 8 "Related Party Disclosures" not to disclose transactions with other group entities whose voting rights are 100% controlled within the group

12. Share capital

Allotted, called up and fully paid:

	2012		2011	
	No	£	No	£
10,000 Ordinary shares of £0.10 each	10,000	1,000	10,000	1,000
1,765 Preference shares of £0.01 each	1,765	18	1,765	18
	<u>11,765</u>	<u>1,018</u>	<u>11,765</u>	<u>1,018</u>

The preference shares rank *pari passu* in all respects with the ordinary shares

The rights attaching to each class of share are included in the Articles of Association, filed at Companies House

MET-CLAD CONTRACTS (UK) LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 NOVEMBER 2012

13. Share premium account

	2012 £	2011 £
Balance brought forward	1,977,800	1,977,800
Transfer to profit and loss account	(1,977,800)	—
Balance carried forward	<u>—</u>	<u>1,977,800</u>

On April 2 2012 the company effected a capital reduction and cancelled its share premium account

14. Profit and loss account

	2012 £	2011 £
Balance brought forward	(5,729,749)	(1,200,949)
Profit/(loss) for the financial year	308,329	(4,528,800)
Transfer from share premium account	1,977,800	—
Balance carried forward	<u>(3,443,620)</u>	<u>(5,729,749)</u>

15. Reconciliation of movements in shareholders' funds

	2012 £	2011 £
Profit/(loss) for the financial year	308,329	(4,528,800)
Opening shareholders' (deficit)/funds	(3,750,931)	777,869
Closing shareholders' deficit	<u>(3,442,602)</u>	<u>(3,750,931)</u>

16. Immediate and ultimate parent undertaking

The immediate and ultimate parent undertaking is Met-Clad Contracts Group Limited, a company registered in England and Wales

The smallest and largest group in which these accounts are consolidated is the group headed by Met-Clad Contracts Group Limited, copies of whose financial statements may be obtained from the Registrar of Companies, Companies House, Crown Way, Mandy, Cardiff

17. Ultimate controlling party

The company is controlled by M S Village by virtue of his controlling interest in the issued equity share capital of the immediate and ultimate parent company Met-Clad Contracts Group Limited