

# The British Metals Recycling Association

Annual Report and Financial Statements

for the Year Ended 31 December 2016

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# **The British Metals Recycling Association**

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# **The British Metals Recycling Association**

## **Company Information**

|                          |                               |
|--------------------------|-------------------------------|
| <b>Directors</b>         | SJ Burrage (President)        |
|                          | G Carus                       |
|                          | JF Rice                       |
|                          | JA Gomarsall                  |
|                          | G Davy                        |
|                          | S Whittaker                   |
|                          | M Vaughan                     |
|                          | S Mellor                      |
|                          | JS Adam                       |
|                          | AB Jackson                    |
|                          | JS Boyd                       |
|                          | AA Dodds                      |
|                          | WT Bird                       |
| <b>Company secretary</b> | RA Fell                       |
| <b>Registered office</b> | 5 Ramsay Court                |
|                          | Hinchingsbrooke Business Park |
|                          | Huntingdon                    |
|                          | Cambridgeshire                |
|                          | PE29 6FY                      |
| <b>Bankers</b>           | Barclays Bank Plc             |
|                          | Market Hill                   |
|                          | Huntingdon                    |
|                          | Cambridgeshire                |
|                          | PE29 3AE                      |
| <b>Auditors</b>          | Bulley Davey Limited          |
|                          | Registered Auditors           |
|                          | 4 Cyrus Way                   |
|                          | Cygnets Park                  |
|                          | Hampton                       |
|                          | Peterborough                  |
|                          | PE7 8HP                       |

## **The British Metals Recycling Association**

### **Statement of Directors' Responsibilities**

The directors acknowledge their responsibilities 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 United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the surplus or deficit of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and accounting 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 adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

# The British Metals Recycling Association

(Registration number: 04583021)  
Balance Sheet as at 31 December 2016

|                                                       | Note | 2016<br>£        | 2015<br>£        |
|-------------------------------------------------------|------|------------------|------------------|
| <b>Fixed assets</b>                                   |      |                  |                  |
| Intangible assets                                     | 4    | 33,724           | 10,100           |
| Tangible assets                                       | 5    | <u>23,390</u>    | <u>47,997</u>    |
|                                                       |      | <u>57,114</u>    | <u>58,097</u>    |
| <b>Current assets</b>                                 |      |                  |                  |
| Debtors                                               | 6    | 28,754           | 42,730           |
| Cash at bank and in hand                              |      | <u>1,118,228</u> | <u>1,214,115</u> |
|                                                       |      | 1,146,982        | 1,256,845        |
| <b>Creditors: Amounts falling due within one year</b> | 7    | <u>(170,079)</u> | <u>(112,581)</u> |
| <b>Net current assets</b>                             |      | <u>976,903</u>   | <u>1,144,264</u> |
| <b>Total assets less current liabilities</b>          |      | 1,034,017        | 1,202,361        |
| <b>Provisions for liabilities</b>                     |      | -                | (5,062)          |
| <b>Net assets</b>                                     |      | <u>1,034,017</u> | <u>1,197,299</u> |
| <b>Capital and reserves</b>                           |      |                  |                  |
| Profit and loss account                               |      | <u>1,034,017</u> | <u>1,197,299</u> |
| <b>Total equity</b>                                   |      | <u>1,034,017</u> | <u>1,197,299</u> |

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.

Approved and authorised by the Board on 5/7/17 and signed on its behalf by:

  
SJ Burrage (President)

Director

# **The British Metals Recycling Association**

## **Notes to the Financial Statements for the Year Ended 31 December 2016**

### **1 General information**

The company is a company limited by guarantee incorporated in United Kingdom.

The address of its registered office is:

5 Ramsay Court  
Hinchbrook Business Park  
Huntingdon  
Cambridgeshire  
PE29 6FY

These financial statements were authorised for issue by the Board on 5 July 2017.

### **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. There were no material departures from the standard.

These financial statements for the period ended 31 December 2016 are the first financial statements that comply with FRS 102 Section 1A small entities. The date of transition is 1 January 2015.

#### **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.

#### **Going concern**

The financial statements have been prepared on a going concern basis.

#### **Audit report**

The Independent Auditors' Report was unqualified. The name of the Senior Statutory Auditor who signed the audit report on 14 July 2017 was Miss R E L Ward, who signed for and on behalf of Bulley Davey Limited.

#### **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.

#### **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> |
|------------------------|-------------------------------------|
| Fixtures and fittings  | 25% - 33% straight line per annum   |
| Leasehold improvements | Over term of lease                  |

#### **Amortisation**

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

| <b>Asset class</b>  | <b>Amortisation method and rate</b> |
|---------------------|-------------------------------------|
| Website development | 10 years straight line              |

# **The British Metals Recycling Association**

## **Notes to the Financial Statements for the Year Ended 31 December 2016**

### **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.

### **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.

### **Leases**

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

### **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.

## **3 Staff numbers**

The average number of persons employed by the company (including directors) during the year, was 6 (2015 - 6).

# The British Metals Recycling Association

## Notes to the Financial Statements for the Year Ended 31 December 2016

### 4 Intangible assets

|                               | Website<br>development<br>£ | Total<br>£ |
|-------------------------------|-----------------------------|------------|
| <b>Cost or valuation</b>      |                             |            |
| At 1 January 2016             | 10,100                      | 10,100     |
| Additions acquired separately | 27,371                      | 27,371     |
| At 31 December 2016           | 37,471                      | 37,471     |
| <b>Amortisation</b>           |                             |            |
| Amortisation charge           | 3,747                       | 3,747      |
| At 31 December 2016           | 3,747                       | 3,747      |
| <b>Carrying amount</b>        |                             |            |
| At 31 December 2016           | 33,724                      | 33,724     |
| At 31 December 2015           | 10,100                      | 10,100     |

### 5 Tangible assets

|                          | Land and<br>buildings<br>£ | Furniture,<br>fittings and<br>equipment<br>£ | Total<br>£ |
|--------------------------|----------------------------|----------------------------------------------|------------|
| <b>Cost or valuation</b> |                            |                                              |            |
| At 1 January 2016        | 34,826                     | 28,232                                       | 63,058     |
| Additions                | -                          | 5,289                                        | 5,289      |
| Disposals                | (10,000)                   | -                                            | (10,000)   |
| At 31 December 2016      | 24,826                     | 33,521                                       | 58,347     |
| <b>Depreciation</b>      |                            |                                              |            |
| At 1 January 2016        | 3,672                      | 11,389                                       | 15,061     |
| Charge for the year      | 11,163                     | 8,733                                        | 19,896     |
| At 31 December 2016      | 14,835                     | 20,122                                       | 34,957     |
| <b>Carrying amount</b>   |                            |                                              |            |
| At 31 December 2016      | 9,991                      | 13,399                                       | 23,390     |
| At 31 December 2015      | 31,154                     | 16,843                                       | 47,997     |

Included within the net book value of land and buildings above is £Nil (2015 - £Nil) in respect of freehold land and buildings and £9,991 (2015 - £31,154) in respect of short leasehold land and buildings.

# The British Metals Recycling Association

## Notes to the Financial Statements for the Year Ended 31 December 2016

### 6 Debtors

|                                       | 2016<br>£            | 2015<br>£            |
|---------------------------------------|----------------------|----------------------|
| Trade debtors                         | 8,644                | 1,916                |
| Other debtors                         | <u>20,110</u>        | <u>40,814</u>        |
| Total current trade and other debtors | <u><u>28,754</u></u> | <u><u>42,730</u></u> |

### 7 Creditors

|                                 | Note | 2016<br>£             | 2015<br>£             |
|---------------------------------|------|-----------------------|-----------------------|
| <b>Due within one year</b>      |      |                       |                       |
| Trade creditors                 |      | 46,128                | 58,486                |
| Social security and other taxes |      | 8,764                 | 8,881                 |
| Other creditors                 |      | <u>115,187</u>        | <u>45,214</u>         |
|                                 |      | <u><u>170,079</u></u> | <u><u>112,581</u></u> |

In 2010 the Association outlined a research proposal concerning the Industrial Emissions (IPPC) Directive that will apply to metal shredding facilities that process, or have the theoretical process capacity to process more than 75 tonnes of material per day.

As a result, invoices of £4,200 (net) were issued to each relevant BMRA member in order that the associated costs to be suffered between 2011 and 2012 could be met.

In the year end 31 December 2012 deferred income of £42,316 relating to the project was included within other creditors in the accounts. As at the balance sheet date £34,657 (2015 - £34,657) is included within other creditors as funds held to support future costs.

There are no related costs of the project during the year (2015 - £nil) to be matched against income of the same amount.

The Association anticipate that the project will be completed in 2017 and that should costs exceed the current funds held, the relevant members will be invoiced for the difference.

### 8 Provisions

|                                            | Deferred tax<br>£ | Total<br>£      |
|--------------------------------------------|-------------------|-----------------|
| At 1 January 2016                          | 5,062             | 5,062           |
| Increase (decrease) in existing provisions | <u>(5,062)</u>    | <u>(5,062)</u>  |
| At 31 December 2016                        | <u><u>-</u></u>   | <u><u>-</u></u> |

### 9 Company status

The company is a private company limited by guarantee and consequently does not have share capital. Each of the members is liable to contribute an amount not exceeding £1 towards the assets of the company in the event of liquidation.

# **The British Metals Recycling Association**

## **Notes to the Financial Statements for the Year Ended 31 December 2016**

### **10 Reserves**

Profit and loss account

Includes all current and prior year retained profits and losses.

### **11 Pension schemes**

The company operates a defined contributions benefit scheme. Contributions totalling £Nil (2015 - £685) were payable to the scheme at the end of the year and are included in other creditors.

### **12 Obligations under leases and hire purchase contracts**

#### **Operating leases**

The total of future minimum lease payments is as follows:

|                                                   | <b>2016</b>   | <b>2015</b>   |
|---------------------------------------------------|---------------|---------------|
|                                                   | <b>£</b>      | <b>£</b>      |
| Not later than one year                           | 25,313        | 33,750        |
| Later than one year and not later than five years | -             | 25,313        |
|                                                   | <u>25,313</u> | <u>59,063</u> |

The amount of non-cancellable operating lease payments recognised as an expense during the year was £33,750 (2015 - £8,900).

### **13 Related party transactions**

#### **Key management compensation**

|                                                 | <b>2016</b>   | <b>2015</b>    |
|-------------------------------------------------|---------------|----------------|
|                                                 | <b>£</b>      | <b>£</b>       |
| Salaries and other short term employee benefits | <u>95,159</u> | <u>100,235</u> |

### **14 Control**

The company is limited by guarantee and is ultimately controlled by its membership as a body. The board of directors' is ultimately responsible for the management of the company and comprises of persons representative of the members' companies.

### **15 Non adjusting events after the financial period**

After the end of the reporting period, the Association completed the purchase of a property at a cost of £409,233.

### **16 Transition to FRS 102**

This is the first year that the company has adopted FRS 102 Section 1A. The transition took place on 1 January 2015, no adjustments were required on transition.