

Strategic Report, Report of the Director and

Audited Financial Statements

for the Period 2 July 2016 to 30 June 2017

for

Sims Foundry Limited f.k.a. Sims FE
Mottram Ltd

Sims Foundry Limited f.k.a. Sims FE
Mottram Ltd (Registered number: 07732913)

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for the Period 2 July 2016 to 30 June 2017

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Sims Foundry Limited f.k.a. Sims FE
Mottram Ltd

Company Information
for the Period 2 July 2016 to 30 June 2017

DIRECTOR: M I Saunders

REGISTERED OFFICE: Oakes Green
Stevenson Road
Sheffield
South Yorkshire
S9 3WS

REGISTERED NUMBER: 07732913 (England and Wales)

AUDITORS: Cox & Co
Chartered Certified Accountants
& Registered Auditors
3 Hagley Court North
The Waterfront
Dudley
West Midlands
DY5 1XF

BANKERS: HSBC
City of London Branch
60 Queen Victoria Street
London
EC4N 4TR

SOLICITORS: Eversheds LLP
115 Colmore Row
Birmingham
B3 3AL

Sims Foundry Limited f.k.a. Sims FE
Mottram Ltd (Registered number: 07732913)

Strategic Report
for the Period 2 July 2016 to 30 June 2017

The director presents his strategic report for the period 2 July 2016 to 30 June 2017.

REVIEW OF BUSINESS

The company didn't trade during this period.

FUTURE DEVELOPMENTS

The director expects the Company to remain dormant for the foreseeable future.

ON BEHALF OF THE BOARD:

M I Saunders - Director

29 March 2018

Sims Foundry Limited f.k.a. Sims FE
Mottram Ltd (Registered number: 07732913)

Report of the Director
for the Period 2 July 2016 to 30 June 2017

The director presents his report with the financial statements of the company for the period 2 July 2016 to 30 June 2017.

CESSATION OF TRADING

The company ceased trading on 1 July 2016.

DIVIDENDS

No dividends will be distributed for the period ended 30 June 2017.

DIRECTOR

F S Knechtel held office from 2 July 2016 until after 30 June 2017 but prior to the date of this report.

M I Saunders was appointed as a director after 30 June 2017 but prior to the date of this report.

STATEMENT OF DIRECTOR'S RESPONSIBILITIES

The director is responsible for preparing the Strategic Report, the Report of the Director 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 he is 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 these financial statements, the director is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

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.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the director is aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and he has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

Sims Foundry Limited f.k.a. Sims FE
Mottram Ltd (Registered number: 07732913)

Report of the Director
for the Period 2 July 2016 to 30 June 2017

AUDITORS

The auditors, Cox & Co, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:

M I Saunders - Director

29 March 2018

Report of the Independent Auditors to the Members of
Sims Foundry Limited f.k.a. Sims FE
Mottram Ltd

Opinion

We have audited the financial statements of Sims Foundry Limited f.k.a. Sims FE Mottram Ltd (the 'company') for the period ended 30 June 2017 on pages eight to eighteen. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (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 a Report of the Auditors 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.

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 30 June 2017 and of its loss for the period 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.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the director's use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the director has not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The director is responsible for the other information. The other information comprises the information in the Strategic Report and the Report of the Director, but does not include the financial statements and our Report of the Auditors thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Report of the Independent Auditors to the Members of
Sims Foundry Limited f.k.a. Sims FE
Mottram Ltd

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Strategic Report and the Report of the Director for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and the Report of the Director have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report or the Report of the Director.

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.

Responsibilities of director

As explained more fully in the Statement of Director's Responsibilities set out on page three, the director is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the director determines necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the director is responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the director either intends to liquidate the company or to cease operations, or has no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Auditors.

Report of the Independent Auditors to the Members of
Sims Foundry Limited f.k.a. Sims FE
Mottram Ltd

Benjamin Cox (Senior Statutory Auditor)
for and on behalf of Cox & Co
Chartered Certified Accountants
& Registered Auditors
3 Hagley Court North
The Waterfront
Dudley
West Midlands
DY5 1XF

29 March 2018

Sims Foundry Limited f.k.a. Sims FE
Mottram Ltd (Registered number: 07732913)

Income Statement
for the Period 2 July 2016 to 30 June 2017

		30.6.17	30.6.17	30.6.17
	Notes	Continuing £	Discontinued £	Total £
TURNOVER		-	-	-
Administrative expenses		-	(1,585)	(1,585)
OPERATING LOSS and LOSS BEFORE TAXATION		-	(1,585)	(1,585)
Tax on loss	6	-	-	-
LOSS FOR THE FINANCIAL PERIOD		-	(1,585)	(1,585)

The notes form part of these financial statements

Sims Foundry Limited f.k.a. Sims FE
Mottram Ltd (Registered number: 07732913)

Income Statement
for the Period 2 July 2016 to 30 June 2017

		1.7.16 Continuing £	1.7.16 Discontinued £	1.7.16 Total £
	Notes			
TURNOVER		-	10,150,414	10,150,414
Cost of sales		-	(9,893,940)	(9,893,940)
GROSS PROFIT		-	256,474	256,474
Administrative expenses		-	(2,472,557)	(2,472,557)
		-	(2,216,083)	(2,216,083)
Other operating income		-	278,510	278,510
OPERATING LOSS	4	-	(1,937,573)	(1,937,573)
Interest payable and similar expenses	5	-	(80,397)	(80,397)
LOSS BEFORE TAXATION		-	(2,017,970)	(2,017,970)
Tax on loss	6	-	-	-
LOSS FOR THE FINANCIAL PERIOD		-	(2,017,970)	(2,017,970)

The notes form part of these financial statements

Sims Foundry Limited f.k.a. Sims FE
Mottram Ltd (Registered number: 07732913)

Other Comprehensive Income
for the Period 2 July 2016 to 30 June 2017

	Period 2.7.16 to 30.6.17 £	Period 1.7.15 to 1.7.16 £
Notes		
LOSS FOR THE PERIOD	(1,585)	(2,017,970)
OTHER COMPREHENSIVE INCOME	-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>(1,585)</u>	<u>(2,017,970)</u>

The notes form part of these financial statements

Sims Foundry Limited f.k.a. Sims FE
Mottram Ltd (Registered number: 07732913)

Balance Sheet
30 June 2017

	Notes	30.6.17 £	1.7.16 £
CURRENT ASSETS			
Debtors	8	-	1,140,127
Cash at bank		-	319,314
		-	1,459,441
CREDITORS			
Amounts falling due within one year	9	(171,805)	(1,629,661)
NET CURRENT LIABILITIES		(171,805)	(170,220)
TOTAL ASSETS LESS CURRENT LIABILITIES		(171,805)	(170,220)
CAPITAL AND RESERVES			
Called up share capital	10	1	1
Share premium	11	2,889,735	2,889,735
Retained earnings	11	(3,061,541)	(3,059,956)
SHAREHOLDERS' FUNDS		(171,805)	(170,220)

The financial statements were approved by the director on 29 March 2018 and were signed by:

M I Saunders - Director

Sims Foundry Limited f.k.a. Sims FE
Mottram Ltd (Registered number: 07732913)

Statement of Changes in Equity
for the Period 2 July 2016 to 30 June 2017

	Called up share capital £	Retained earnings £	Share premium £	Total equity £
Balance at 1 July 2015	1	(1,041,986)	2,889,735	1,847,750
Changes in equity				
Total comprehensive income	-	(2,017,970)	-	(2,017,970)
Balance at 1 July 2016	1	(3,059,956)	2,889,735	(170,220)
Changes in equity				
Total comprehensive income	-	(1,585)	-	(1,585)
Balance at 30 June 2017	1	(3,061,541)	2,889,735	(171,805)

The notes form part of these financial statements

Sims Foundry Limited f.k.a. Sims FE
Mottram Ltd (Registered number: 07732913)

Cash Flow Statement
for the Period 2 July 2016 to 30 June 2017

		Period 2.7.16 to 30.6.17 £	Period 1.7.15 to 1.7.16 £
	Notes		
Cash flows from operating activities			
Cash generated from operations	1	(319,314)	(2,345,310)
Interest paid		-	(80,397)
Net cash from operating activities		<u>(319,314)</u>	<u>(2,425,707)</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		-	(390,000)
Sale of intangible fixed assets		-	7
Sale of tangible fixed assets		-	1,009,993
Net cash from investing activities		<u>-</u>	<u>620,000</u>
Decrease in cash and cash equivalents		<u>(319,314)</u>	<u>(1,805,707)</u>
Cash and cash equivalents at beginning of period	2	319,314	2,125,021
Cash and cash equivalents at end of period	2	<u>-</u>	<u>319,314</u>

The notes form part of these financial statements

Sims Foundry Limited f.k.a. Sims FE
Mottram Ltd (Registered number: 07732913)

Notes to the Cash Flow Statement
for the Period 2 July 2016 to 30 June 2017

1. RECONCILIATION OF LOSS BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS

	Period 2.7.16 to 30.6.17 £	Period 1.7.15 to 1.7.16 £
Loss before taxation	(1,585)	(2,017,970)
Depreciation charges	-	205,385
Loss on disposal of fixed assets	-	1,363,198
Finance costs	-	80,397
	<u>(1,585)</u>	<u>(368,990)</u>
Decrease in stocks	-	1,567,524
Decrease in trade and other debtors	1,140,127	879,135
Decrease in trade and other creditors	<u>(1,457,856)</u>	<u>(4,422,979)</u>
Cash generated from operations	<u><u>(319,314)</u></u>	<u><u>(2,345,310)</u></u>

2. CASH AND CASH EQUIVALENTS

The amounts disclosed on the Cash Flow Statement in respect of cash and cash equivalents are in respect of these Balance Sheet amounts:

Period ended 30 June 2017

	30.6.17 £	2.7.16 £
Cash and cash equivalents	<u>-</u>	<u>319,314</u>

Period ended 1 July 2016

	1.7.16 £	1.7.15 £
Cash and cash equivalents	<u>319,314</u>	<u>2,125,021</u>

The notes form part of these financial statements

1. STATUTORY INFORMATION

Sims Foundry Limited f.k.a. Sims FE Mottram Ltd is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Turnover

Turnover represents the value, excluding value added tax, of goods and services supplied to customers during the period in respect of the company's principal activity. Turnover is recognised when the goods have been dispatched to a customer pursuant to a sales order, when associated risks have been passed to the carrier or customer and when the amount of revenue can be reliably measured, or when the services have been provided.

In the opinion of the directors, the disclosure of turnover, profit on ordinary activities before taxation and net assets by activity and by geographical segmentation would be seriously prejudicial to the interests of the company.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Taxation

Taxation for the period comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the period end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Notes to the Financial Statements - continued
for the Period 2 July 2016 to 30 June 2017

2. ACCOUNTING POLICIES - continued

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

3. EMPLOYEES AND DIRECTORS

The were no staff during this current year

	Period 2.7.16 to 30.6.17 £	Period 1.7.15 to 1.7.16 £
Directors' remuneration	-	-

4. OPERATING LOSS

The operating loss is stated after charging/(crediting):

	Period 2.7.16 to 30.6.17 £	Period 1.7.15 to 1.7.16 £
Hire of plant and machinery	-	76,863
Other operating leases	-	21,383
Depreciation - owned assets	-	187,546
Loss on disposal of fixed assets	-	1,363,198
Goodwill amortisation	-	17,837
Auditors' remuneration	-	10,847
Auditors' remuneration for non audit work	-	750
Foreign exchange differences	-	(278,510)

5. INTEREST PAYABLE AND SIMILAR EXPENSES

	Period 2.7.16 to 30.6.17 £	Period 1.7.15 to 1.7.16 £
Loan interest	-	80,397

Notes to the Financial Statements - continued
for the Period 2 July 2016 to 30 June 2017

6. TAXATION

Analysis of the tax charge

No liability to UK corporation tax arose for the period ended 30 June 2017 nor for the period ended 1 July 2016.

Reconciliation of total tax charge included in profit and loss

The tax assessed for the period is higher than the standard rate of corporation tax in the UK. The difference is explained below:

	Period 2.7.16 to 30.6.17 £	Period 1.7.15 to 1.7.16 £
Loss before tax	<u>(1,585)</u>	<u>(2,017,970)</u>
Loss multiplied by the standard rate of corporation tax in the UK of 19.750% (2016 - 20%)	(313)	(403,594)
Effects of:		
Expenses not deductible for tax purposes	-	440
Depreciation in excess of capital allowances	-	243,373
Losses carried forward	<u>313</u>	<u>159,781</u>
Total tax charge	<u>-</u>	<u>-</u>

7. DEFERRED TAXATION

A deferred tax asset of £nil (2016 - £455,752) arising as a result of trading losses carried forward has not been recognised in the financial statements as it is uncertain when this amount would be recovered.

8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30.6.17 £	1.7.16 £
Trade debtors	-	934,488
VAT	<u>-</u>	<u>205,639</u>
	<u>-</u>	<u>1,140,127</u>

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30.6.17 £	1.7.16 £
Trade creditors	-	385,758
Amounts owed to group undertakings	135,862	1,010,935
Social security and other taxes	-	12,682
Wages control	-	3,301
Accrued expenses	<u>35,943</u>	<u>216,985</u>
	<u>171,805</u>	<u>1,629,661</u>

Sims Foundry Limited f.k.a. Sims FE
Mottram Ltd (Registered number: 07732913)

Notes to the Financial Statements - continued
for the Period 2 July 2016 to 30 June 2017

10. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	30.6.17	1.7.16
			£	£
1	Ordinary	£1	<u>1</u>	<u>1</u>

11. RESERVES

	Retained earnings	Share premium	Totals
	£	£	£
At 2 July 2016	(3,059,956)	2,889,735	(170,221)
Deficit for the period	<u>(1,585)</u>	-	<u>(1,585)</u>
At 30 June 2017	<u>(3,061,541)</u>	<u>2,889,735</u>	<u>(171,806)</u>

12. RELATED PARTY DISCLOSURES

Included within creditors is an interest bearing loan from SIMS Group UK Limited. The balance due as at 30 June 2017 was £135,862 (2016 - £1,010,935).

13. ULTIMATE CONTROLLING PARTY

The immediate parent company is SMM - North America Trade Corporation, a company incorporated in the U.S.A. The ultimate parent undertaking and controlling party is Sims Metal Management Limited, a company incorporated in Australia, which heads the largest and smallest group to consolidate these financial statements. Copies of the group financial statements can be obtained from the Company Secretary at Sir Joseph Banks Corporate Park, Suite 3, Level 2, 32-34 Lord Street, Botany, NSW 2019, Australia.

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