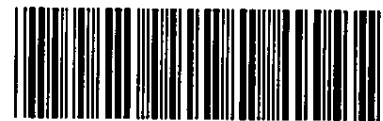


COMPANY REGISTRATION NUMBER SC217836

**CAST METALS FEDERATION
COMPANY LIMITED BY GUARANTEE
FINANCIAL STATEMENTS
30 JUNE 2011**

FRIDAY



AGUNZZQV

A10

02/12/2011

319

COMPANIES HOUSE

CHANTREY VELLACOTT DFK LLP
Chartered Accountants & Statutory Auditor
35 Calthorpe Road
Edgbaston
Birmingham
B15 1TS

**CAST METALS FEDERATION
COMPANY LIMITED BY GUARANTEE**

FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2011

CONTENTS	PAGE
The directors' report	1
Independent auditor's report to the members	3
Profit and loss account	5
Balance sheet	6
Notes to the financial statements	7
The following page does not form part of the financial statements	
Detailed profit and loss account	13

CAST METALS FEDERATION COMPANY LIMITED BY GUARANTEE

THE DIRECTORS' REPORT

YEAR ENDED 30 JUNE 2011

The directors have pleasure in presenting their report and the financial statements of the company for the year ended 30 June 2011.

PRINCIPAL ACTIVITIES

The principal activity of the Federation is that of a trade association for the provision of commercial services to members and technical related matters.

GOING CONCERN

The directors have considered the financial position of the company which shows healthy reserves and cash balances. They have not identified any material uncertainties that may cast significant doubt over the ability of the company to continue as a going concern for the foreseeable future, which is deemed to be at least 12 months from the date of signing of these accounts. In forming their opinion, they have considered current and anticipated turnover, profit and cashflows. Going concern is presumed in preparing the financial statements.

DIRECTORS

The directors who served the company during the year were as follows:

Mr P J Harpin
Mr H O Pickard
Dr P A Withey

DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Directors' 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 profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

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

The directors are responsible for keeping 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.

**CAST METALS FEDERATION
COMPANY LIMITED BY GUARANTEE**

THE DIRECTORS' REPORT *(continued)*

YEAR ENDED 30 JUNE 2011

In so far as the directors are aware:

- there is no relevant audit information of which the company's auditor is unaware; and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

AUDITOR

Scott-Moncrieff resigned from office during the year and Chantrey Vellacott DFK LLP were appointed in their place.

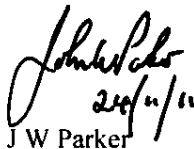
Chantrey Vellacott DFK LLP have expressed their willingness to be re-appointed under section 485 of the Companies Act 2006.

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

Registered office:
Mirren Court (One)
119 Renfrew Road
Paisley
PA3 4EA

Signed on behalf of the directors


J W Parker

Company Secretary

Approved by the directors on 24 November 2011

CAST METALS FEDERATION COMPANY LIMITED BY GUARANTEE

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF CAST METALS FEDERATION

YEAR ENDED 30 JUNE 2011

We have audited the financial statements of Cast Metals Federation for the year ended 30 June 2011 which comprise the profit and loss account, balance sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

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 DIRECTORS AND AUDITOR

As explained more fully in the directors' responsibilities statement set out on pages 1 to 2, the directors are 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 June 2011 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

OPINION ON OTHER MATTER PRESCRIBED BY THE COMPANIES ACT 2006

In our opinion the information given in the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements.

**CAST METALS FEDERATION
COMPANY LIMITED BY GUARANTEE**

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF CAST METALS
FEDERATION (continued)**

YEAR ENDED 30 JUNE 2011

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 directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the directors' report.



PAUL FENNER (Senior Statutory Auditor)
For and on behalf of
CHANTREY VELLACOTT DFK LLP
Chartered Accountants & Statutory Auditor

35 Calthorpe Road
Edgbaston
Birmingham
B15 1TS

24 November 2011

**CAST METALS FEDERATION
COMPANY LIMITED BY GUARANTEE**

PROFIT AND LOSS ACCOUNT

YEAR ENDED 30 JUNE 2011

	Note	2011 £	2010 £
TURNOVER		341,566	313,617
Administrative expenses		263,222	279,335
OPERATING PROFIT	2	78,344	34,282
Interest receivable		968	—
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		79,312	34,282
Tax on profit on ordinary activities	3	13,597	5,749
PROFIT FOR THE FINANCIAL YEAR		65,715	28,533

The notes on pages 7 to 11 form part of these financial statements.

**CAST METALS FEDERATION
COMPANY LIMITED BY GUARANTEE**

BALANCE SHEET

30 JUNE 2011

	Note	2011 £	2010 £
FIXED ASSETS			
Tangible assets	4	2,896	1,359
CURRENT ASSETS			
Debtors	5	39,007	33,680
Cash at bank and in hand		234,347	168,666
		<u>273,354</u>	<u>202,346</u>
CREDITORS: Amounts falling due within one year	6	<u>91,309</u>	<u>84,479</u>
NET CURRENT ASSETS		<u>182,045</u>	<u>117,867</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>184,941</u>	<u>119,226</u>
RESERVES	11		
Profit and loss account	12	<u>184,941</u>	<u>119,226</u>
MEMBERS' FUNDS		<u>184,941</u>	<u>119,226</u>

These financial statements have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective April 2008).

These financial statements were approved by the directors and authorised for issue on 24 November 2011, and are signed on their behalf by:

P WITHEY
Director

[Signature]
24/11/11

J W Parker
Secretary

[Signature]
24/11/11

Company Registration Number: SC217836

The notes on pages 7 to 11 form part of these financial statements.

CAST METALS FEDERATION COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2011

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

Turnover

Turnover represents members' subscriptions and services in relation to the year under review net of Value Added Tax. Subscription income is credited to the profit and loss account over the period to which the subscription relates.

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Fixtures & Fittings	- 25% straight line
Computer Equipment	- 25% straight line

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

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 the transaction. Exchange differences are taken into account in arriving at the operating profit.

Financial instruments

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities.

**CAST METALS FEDERATION
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2011

2. OPERATING PROFIT

Operating profit is stated after charging:

	2011	2010
	£	£
Directors' remuneration	—	—
Staff pension contributions	9,445	9,428
Depreciation of owned fixed assets	550	929
Auditor's fees	<u>3,247</u>	<u>2,896</u>

3. TAXATION ON ORDINARY ACTIVITIES

Analysis of charge in the year

	2011	2010
	£	£
Current tax:		
UK Corporation tax based on the results for the year at 20.75% (2010 - 21%)	13,650	5,749
Over/under provision in prior year	<u>(53)</u>	<u>-</u>
Total current tax	<u>13,597</u>	<u>5,749</u>

4. TANGIBLE FIXED ASSETS

	Fixtures & Fittings	Computer Equipment	Total
	£	£	£
COST			
At 1 July 2010	16,862	12,915	29,777
Additions	<u>—</u>	<u>2,087</u>	<u>2,087</u>
At 30 June 2011	<u>16,862</u>	<u>15,002</u>	<u>31,864</u>
DEPRECIATION			
At 1 July 2010	16,862	11,556	28,418
Charge for the year	<u>—</u>	<u>550</u>	<u>550</u>
At 30 June 2011	<u>16,862</u>	<u>12,106</u>	<u>28,968</u>
NET BOOK VALUE			
At 30 June 2011	<u>—</u>	<u>2,896</u>	<u>2,896</u>
At 30 June 2010	<u>—</u>	<u>1,359</u>	<u>1,359</u>

**CAST METALS FEDERATION
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2011

5. DEBTORS

	2011	2010
	£	£
Trade debtors	27,047	22,236
VAT recoverable	5,268	4,991
Other debtors	6,692	6,453
	<u>39,007</u>	<u>33,680</u>

6. CREDITORS: Amounts falling due within one year

	2011		2010	
	£	£	£	£
Trade creditors		13,470		17,151
Other creditors including taxation and social security:				
Restricted funds LMFA	9,524		9,524	
Restricted funds BICTA	7,520		7,520	
Corporation tax	13,650		5,749	
PAYE and social security	3,266		3,369	
Other creditors	3,860		3,860	
Accruals and deferred income	<u>40,019</u>		<u>37,306</u>	
		77,839		67,328
		<u>91,309</u>		<u>84,479</u>

In the year ended 30 June 2003 £9,524 was transferred to Cast Metals Federation (CMF) from the Light Metals Founders Association (LMFA) on it being wound up. These funds may only be used for the benefit of the light metals alloys sector on authorisation from the light metal sector committee of CMF and its membership. None of these funds have been utilised.

On 4 December 2002 British Investment Casting Trade Association (BICTA) ceased trading and agreed to transfer its remaining funds to CMF on the proviso that the money be ring-fenced for investment in casting research. The transfer of £12,167 took place in the year ended 30 June 2004 and £4,647 of the funds have been utilised by 30 June 2011. None of these funds were utilised during the current year (2010 £nil).

CAST METALS FEDERATION COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2011

7. PENSIONS

Up to 31 October 2006 the Association participated on behalf of two employees in the Metcom Pension and Life Assurance Plan, a defined benefit scheme. The assets of the scheme are held in a separate trustee-administered fund. The assets are held separately from those of the company, being invested by professional investment managers. The cost recognised within the surplus for the year in the income and expenditure account is equal to the contributions payable to the scheme for the year.

It is not possible to identify each company or association's share of the underlying assets and liabilities of the scheme on a consistent and reasonable basis and hence contributions to the scheme are accounted for as if it were a defined contribution scheme.

Having sought legal advice, the Trustees and Participating Associations decided to cease contributions for future benefit accrual with effect from 31 March 2006. The Trustees agreed to continue the pension scheme as closed/paid up from 1 April 2006 going forward.

As a consequence of closing the scheme, an Actuarial Valuation was carried out on 1 April 2006 and despite assets valued at c.£7.0m, the liabilities were in excess of the assets thus producing a past services deficit of £947,000 and a recovery plan was agreed with the aim to extinguish the past services deficit over a ten year period.

In July 2009 a petition was lodged in Paisley Sheriff Court to have the principal employer of the scheme, the Mechanical and Metal Trades Confederation, wound up. On 23 May 2010 the Mechanical and Metal Trades Confederation was dissolved and on 8 July 2009 the Metcom Pension and Life Assurance Plan entered the Pension Protection Fund assessment period.

8. COMMITMENTS UNDER OPERATING LEASES

At 30 June 2011 the company had aggregate annual commitments under non-cancellable operating leases as set out below.

	2011 £	2010 £
Operating leases which expire:		
Within 1 year	1,983	-
Within 2 to 5 years	16,634	23,983
	<u>18,617</u>	<u>23,983</u>

CAST METALS FEDERATION COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2011

9. CONTINGENCIES

From 1 November 2006 the Federation ceased to participate in the Metcom Pension and Life Assurance Plan (the Plan). Up to that date two of its employees were members of the Plan and an ex-employee was a pensioner in the Plan. The Trustees of the Plan have sought legal advice and its advisors are of the opinion that if the Federation has withdrawn from the Plan it has a liability for its share of the deficit of the Plan and that the date of withdrawal of the Federation from the Plan is the appropriate date for calculating the cessation debt for the purposes of Section 75 of the Pensions Act 1995. The Federation and its legal advisors dispute this contention and are of the opinion that the Federation has never been a participating employer in the Plan and the Federation's officers who were active members of the Plan were at all times employed by METCOM and not by the Federation.

If it was established that the Federation was a participating employer in the Plan it would be liable to a share of the deficit of the Plan calculated up to 31 October 2006.

As noted above the principal employer was dissolved on 23 May 2010 and the Plan entered the Pension Protection Fund assessment period on 8 July 2009. At the date of this report a joint minute lodged by the Trustees of the Plan at Paisley Sheriff Court to dismiss the action against Cast Metals Federation has been granted by the Court.

10. RELATED PARTY TRANSACTIONS

The directors represent member organisations. All transactions between the company and member organisations are on a normal commercial basis. Transactions with any individual member organisations are not considered to be material.

11. COMPANY LIMITED BY GUARANTEE

The company has no share capital and is limited by guarantee. In the event of the company being wound up the members have undertaken to contribute up to £1 each.

12. PROFIT AND LOSS ACCOUNT

	2011	2010
	£	£
Balance brought forward	119,226	90,693
Profit for the financial year	65,715	28,533
Balance carried forward	<u>184,941</u>	<u>119,226</u>