

Annual Report
for the Year Ended 28 October 2014
for
Sellec (Special Cables) Limited Pension
Scheme

VOICE & CO ACCOUNTANCY SERVICES LIMITED
CHARTERED ACCOUNTANTS &
REGISTERED AUDITORS
14 Jessops Riverside
800 Brightside Lane
Sheffield
S9 2RX

**Sellec (Special Cables) Limited Pension
Scheme**

**Contents of the Annual Report
for the Year Ended 28 October 2014**

| | Page |
|--|-------------|
| Trustees and Advisers | 1 |
| Report of the Trustees | 2 |
| Report of the Accountants | 3 |
| Financial Statements: | |
| Fund Account | 4 |
| Net Assets Statement | 5 |
| Notes to the Financial Statements | 6 |
| Investment Report | 9 |
| Compliance Statement | 10 |

**Sellec (Special Cables) Limited Pension
Scheme**

**Trustees and Advisers
for the Year Ended 28 October 2014**

TRUSTEES:

S R Hoole
K C Methley

SPONSORING EMPLOYER:

Sellec (Special Cables) Limited
Dukeries Way
Dukeries Industrial Estate
Worksop
Nottinghamshire
S81 7DW

ENQUIRIES:

Sellec (Special Cables) Limited
Dukeries Way
Dukeries Industrial Estate
Worksop
S81 7DW

ACCOUNTANTS:

VOICE & CO ACCOUNTANCY SERVICES LIMITED
CHARTERED ACCOUNTANTS &
REGISTERED AUDITORS
14 Jessops Riverside
800 Brightside Lane
Sheffield
S9 2RX

**Sellec (Special Cables) Limited Pension
Scheme**

**Report of the Trustees
for the Year Ended 28 October 2014**

The trustees present their report for the year ended 28 October 2014.

The scheme is a Small Self Administered Pension Plan for the purpose of providing retirement and death benefits for its member. The fund was established by Sellec (Special Cables) Limited trust deed on 29 October 1986 and is governed by the rules then established. The Scheme has been approved as an Exempt Approved Scheme under the terms of the Income and Corporation Taxes Act 1988.

MANAGEMENT OF THE SCHEME

The trustees during the year under review were:

S R Hoole
K C Methley

The board consists of the managing trustee appointed by Sellec (Special Cables) Limited and the Pensioner Trustee appointed by the managing trustee. The trustees serve until requested to step down or until they indicate that they wish to step down.

FINANCIAL DEVELOPMENT

The financial statements have been prepared in accordance with regulations made under Sections 41(1) and (6) of the Pension Act 1995.

MEMBERSHIP

Details of membership of the scheme during the year are shown below:

| | At 29.10.13 | Increase | Decrease | At 28.10.14 |
|---------------------|----------------|----------|----------|----------------|
| Active members | 1 | - | - | 1 |
| Pensioners | - | - | - | - |
| Deferred pensioners | - | - | - | - |
| | — | — | — | — |
| | 1 | - | - | 1 |
| | == | == | == | == |

INVESTMENT REPORT

Further details of investment performance are set out in the investment report included in the Annual Report.

COMPLIANCE STATEMENT

Additional information and statutory disclosures are given in the compliance statement included in the Annual Report.

Signed by the Trustees:



S R Hoole

K C Methley



12 March 2015

**Report of the Accountants to the Trustees of
Sellec (Special Cables) Limited Pension
Scheme**

In accordance with instructions given to us we have prepared without carrying out an audit the annexed financial statements from the accounting records of Sellec (Special Cables) Limited Pension Scheme and from information and explanations supplied to us.

Voice & Co Accountancy Services Limited

VOICE & CO ACCOUNTANCY SERVICES LIMITED
CHARTERED ACCOUNTANTS &
REGISTERED AUDITORS
14 Jessops Riverside
800 Brightside Lane
Sheffield
S9 2RX

12 March 2015

**Sellec (Special Cables) Limited Pension
Scheme**

**Fund Account
for the Year Ended 28 October 2014**

| | | 2014 | 2013 |
|--|-------|------------------|----------------|
| | Notes | £ | £ |
| CONTRIBUTIONS AND BENEFITS | | | |
| Benefits | 2 | 113,035 | - |
| Administrative expenses | 3 | 27,127 | 780 |
| | | <u>140,162</u> | <u>780</u> |
| Net withdrawals from dealings with members | | <u>(140,162)</u> | <u>(780)</u> |
| RETURNS ON INVESTMENTS | | | |
| Investment income | 4 | 27,601 | 33,813 |
| Change in market value of investments | 5 | - | (17,000) |
| Net returns on investments | | <u>27,601</u> | <u>16,813</u> |
| NET (DECREASE)/INCREASE IN THE FUND DURING THE YEAR | | (112,561) | 16,033 |
| NET ASSETS OF THE SCHEME AT 29 OCTOBER 2013 | | <u>605,142</u> | <u>589,109</u> |
| AT 28 OCTOBER 2014 | | <u>492,581</u> | <u>605,142</u> |

**Sellec (Special Cables) Limited Pension
Scheme**

**Net Assets Statement
28 October 2014**

| | | 2014 | 2013 |
|--|-------|----------------|----------------|
| | Notes | £ | £ |
| Investment assets | 5 | 400,991 | 429,692 |
| Current assets | 6 | 93,025 | 183,431 |
| Current liabilities | 7 | (1,435) | (7,981) |
| NET ASSETS OF THE SCHEME AT 28 OCTOBER 2014 | | <u>492,581</u> | <u>605,142</u> |

The financial statements summarise the transactions of the scheme and deal with the net assets at the disposal of the trustees. They do not take account of obligations to pay pensions and benefits which fall due after the end of the scheme year.

These financial statements were approved by the Trustees on 12 March 2015.

Signed by the Trustees:



S R Hoole

K C Methley



**Sellec (Special Cables) Limited Pension
Scheme**

**Notes to the Financial Statements
for the Year Ended 28 October 2014**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements have been prepared in accordance with the guidelines set out in the Statement of Recommended Practice, Financial Reports of Pension Schemes (revised May 2007).

Valuation of investments

Property

The rental income received is in respect of land and property at Dukeries Industrial Estate, Worksop, occupied by Sellec (Special Cables) Limited.

The rent receivable was reviewed in September 2013 and is subject to review every three years. It was decided that the annual rent be increased to £36,000 with effect from 1st January 2014.

Contribution income

Contributions relating to wages and salaries earned up to 28 October 2014 have been included in the financial statements.

Benefits payable

Benefits payable include all valid benefit claims notified to the trustees during the financial year.

Transfer payments

The transfer payments relate to those early leavers whose transfers have been completed and paid by the trustees during the year.

Pensions in payment

The scheme holds insurance policies to cover pensions in payment in respect of certain members. The cost of acquiring these policies is written off in the Fund Account for the year in which they are purchased and represents the cost of discharging the obligations of the scheme to the relevant members at the time of purchase. Accordingly, no value is attributed to these policies in the net assets statement.

Investment income

Interest and dividends, together with imputed tax credits (where applicable) are accounted for on an accruals basis.

Rents receivable are also accounted for on an accruals basis and are shown net of property outgoings other than management costs.

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 included in the Fund Account.

2. BENEFITS

| | 2014 | 2013 |
|---|----------------|----------|
| | £ | £ |
| Pensions | 24,266 | - |
| Commutations and lump sum retirement benefits | 88,769 | - |
| | <u>113,035</u> | <u>-</u> |

**Sellec (Special Cables) Limited Pension
Scheme**

**Notes to the Financial Statements
for the Year Ended 28 October 2014**

3. ADMINISTRATIVE EXPENSES

| | 2014 | 2013 |
|-------------|---------------|------------|
| | £ | £ |
| Accountancy | 735 | 780 |
| Bad debts | 26,392 | - |
| | <u>27,127</u> | <u>780</u> |

All other administrative expenses are borne directly by Sellec (Special Cables) Limited.

4. INVESTMENT INCOME

| | 2014 | 2013 |
|---------------------------|---------------|---------------|
| | £ | £ |
| Net rents from properties | 27,000 | 32,000 |
| Interest on cash deposits | 77 | 102 |
| Loan interest | 524 | 1,711 |
| | <u>27,601</u> | <u>33,813</u> |

5. INVESTMENTS

Investments purchased by the scheme are allocated to provide benefits to the individuals on whose behalf the corresponding contributions were paid. Accordingly, any assets identified as designated to members in the net assets statement do not form a common pool of assets available for members generally. Members receive an annual statement confirming the contributions paid on their behalf and the value of their money purchase rights.

The movements in investments during the year were:

| | 2014 | 2013 |
|-----------------------------------|----------------|----------------|
| | £ | £ |
| Market value at 29 October | 429,692 | 481,893 |
| Sales proceeds | (28,701) | (35,201) |
| Change in market value | - | (17,000) |
| | <u>400,991</u> | <u>429,692</u> |
| Market value at 28 October | <u>400,991</u> | <u>429,692</u> |

The scheme owns the freehold property occupied by the principal employer. The property represents 81% (2013 - 66%) of the total net assets of the scheme. During the year the fund continued to make a loan available to the principal employer. Interest is payable at 3% over the Midland Bank base lending rate. The interest receivable during the period was £524 and £3,216 was outstanding at the year end.

The land and buildings are stated at open market value as at 3rd September 2013 and have been independently valued by Fisher German, Royal Institute of Chartered Surveyors.

6. CURRENT ASSETS

| | 2014 | 2013 |
|---------------|---------------|----------------|
| | £ | £ |
| Cash balances | 93,025 | 153,431 |
| Accrued rent | - | 30,000 |
| | <u>93,025</u> | <u>183,431</u> |

**Sellec (Special Cables) Limited Pension
Scheme**

**Notes to the Financial Statements
for the Year Ended 28 October 2014**

7. CURRENT LIABILITIES

| | 2014 | 2013 |
|------------------|--------------|--------------|
| | £ | £ |
| Accrued expenses | 1,435 | 700 |
| Deferred income | - | 5,833 |
| VAT | - | 1,448 |
| | <u>1,435</u> | <u>7,981</u> |

**Sellec (Special Cables) Limited Pension
Scheme**

**Investment Report
for the Year Ended 28 October 2014**

INVESTMENT PRINCIPLES

The scheme's assets are invested in accordance with the Occupational Pension Scheme (Investment of Scheme's Resources) Regulation 1992. As is common for schemes of this type (ie Small Self Administered Schemes) a significant proportion of the Scheme's assets is represented by the property occupied by the principal employer. The overall investment policy of the Scheme is determined in consultation with Investment Managers. Given the nature of a Pension Fund's liabilities, the investment objectives have been to maximise the overall return from income and capital appreciation, without resorting to a high risk profile.

CUSTODIAL ARRANGEMENTS

The investment manager provides a custodial service in respect of the scheme, with the exception of cash deposits and properties. All investments are registered in the name of the scheme and the trustees obtain confirmation from the investment advisers on a yearly basis that this remains the case. The investment manager has in the past outlined the system of internal control in place within the organisation to secure safe custody of the scheme's assets, and the trustees are satisfied with these arrangements. The title deeds to the properties are in safe custody with the trustees, and all are registered in the name of the scheme.

**Sellec (Special Cables) Limited Pension
Scheme**

**Compliance Statement
for the Year Ended 28 October 2014**

TAX STATUS OF THE SCHEME

The Sellec (Special Cables) Limited Pension Scheme is an exempt approved scheme. The trustees are not aware of any matters which might prejudice the tax status of the scheme.