

Notes to the consolidated financial statements continued

Year ended 31 December 2013

12. Property, plant and equipment

	Land and buildings			Plant and machinery	Fixtures and fittings	Assets under construction	Total
	Freehold	Long leasehold	Short leasehold				
	£m	£m	£m	£m	£m	£m	£m
Cost or valuation							
At 1 January 2012	205.5	1.6	18.3	710.4	32.8	28.7	997.3
Additions	0.9	–	0.1	13.0	1.0	33.8	48.8
Acquisition of businesses	6.4	–	0.5	22.0	0.4	1.4	30.7
Exchange differences	(6.3)	–	(0.8)	(22.6)	(1.1)	(1.3)	(32.1)
Transfer from assets held for sale	2.1	–	–	–	–	–	2.1
Recategorisation	3.9	0.2	(1.3)	21.4	0.8	(25.0)	–
Disposals	(2.4)	–	(0.4)	(10.5)	(1.6)	(0.1)	(15.0)
Disposal of subsidiaries	(0.1)	–	–	(0.4)	–	–	(0.5)
At 1 January 2013 (as previously reported)	210.0	1.8	16.4	733.3	32.3	37.5	1,031.3
Restatement of acquisition of businesses	–	–	(0.4)	(8.1)	(0.2)	–	(8.7)
At 1 January 2013 (as restated)	210.0	1.8	16.0	725.2	32.1	37.5	1,022.6
Additions	0.8	0.8	0.2	21.0	1.2	32.2	56.2
Acquisition of businesses	–	–	–	(0.5)	(0.1)	(0.3)	(0.9)
Exchange differences	1.8	(0.1)	(0.5)	(1.1)	0.2	(0.4)	(0.1)
Transfer to assets held for sale	(0.7)	–	–	–	(0.4)	–	(1.1)
Recategorisation	11.1	0.2	(1.4)	25.2	0.5	(35.6)	–
Disposals	(2.4)	–	(0.2)	(18.8)	(3.9)	–	(25.3)
At 31 December 2013	220.6	2.7	14.1	751.0	29.6	33.4	1,051.4
Accumulated depreciation and impairment							
At 1 January 2012	71.8	0.8	10.4	443.8	26.6	–	553.4
Charge for the year	5.8	0.3	0.6	40.1	1.9	–	48.7
Acquisition of businesses	–	–	0.4	8.1	0.2	–	8.7
Impairment losses incurred	0.3	–	–	0.4	–	–	0.7
Exchange differences	(2.2)	–	(0.5)	(14.0)	(0.9)	–	(17.6)
Transfer from assets held for sale	0.4	–	–	–	–	–	0.4
Recategorisation	0.3	–	(0.4)	0.1	–	–	–
Eliminated on disposals	(0.7)	–	(0.5)	(8.9)	(1.5)	–	(11.6)
Eliminated on disposal of subsidiaries	–	–	–	(0.1)	–	–	(0.1)
At 1 January 2013 (as previously reported)	75.7	1.1	10.0	469.5	26.3	–	582.6
Restatement of acquisition of businesses	–	–	(0.4)	(8.1)	(0.2)	–	(8.7)
At 1 January 2013 (as restated)	75.7	1.1	9.6	461.4	26.1	–	573.9
Charge for the year	5.8	0.4	0.7	43.0	2.0	–	51.9
Impairment losses incurred	0.7	–	–	3.0	0.1	1.3	5.1
Exchange differences	0.8	–	(0.4)	(0.4)	0.3	–	0.3
Transfer to assets held for sale	(0.5)	–	–	–	(0.4)	–	(0.9)
Recategorisation	5.4	–	(1.9)	(3.5)	–	–	–
Eliminated on disposals	(2.1)	–	(0.1)	(17.4)	(3.9)	–	(23.5)
At 31 December 2013	85.8	1.5	7.9	486.1	24.2	1.3	606.8
Carrying amount							
At 31 December 2013	134.8	1.2	6.2	264.9	5.4	32.1	444.6
At 31 December 2012 (as previously reported and as restated)	134.3	0.7	6.4	263.8	6.0	37.5	448.7

12. Property, plant and equipment (continued)

The carrying amount of leased assets is £nil (2012: £0.6m).

The Group has pledged land and buildings having a carrying amount of approximately £nil (2012: £0.5m) to secure banking facilities granted to the Group.

At 31 December 2013 the Group had entered into contractual commitments for the acquisition of property, plant and equipment amounting to £0.8m (2012: £3.7m).

In addition to the above, property, plant and equipment amounting to £2.3m (2012: £2.1m) has been classified as held for sale.

It is the directors view that there are no material differences between the value of the land owned and their carrying value in the balance sheet.

Following a review of the Group accounts, the Group has restated opening cost and accumulated depreciation of certain assets related to acquisitions made in 2012. There is nil effect on the net book value of the Group's property, plant and equipment.

13. Subsidiaries and other investments

A list of the significant investments in subsidiaries, including the name, country of incorporation and proportion of ownership interest is given on pages 116 to 117.

	2013 £m	2012 £m
Sundry investments	1.7	1.6

The sundry investments relate to the Bodycote Investment Incentive Plan, as explained in the Board Report on Remuneration.

14. Inventories

	2013 £m	2012 £m
Raw materials	12.6	11.9
Work-in-progress	5.7	6.2
Finished goods and goods for resale	0.4	0.3
	18.7	18.4

15. Other financial assets

Trade and other receivables

	2013 £m	2012 £m
Amounts falling due within one year:		
Amount receivable for the supply of services	93.4	92.4
Other debtors and prepayments*	15.5	17.1
	108.9	109.5
Amounts falling due after more than one year:		
Other debtors and prepayments*	1.7	1.6

* Other financial assets include prepayments and other debtors, which are not included as financial assets under IFRS 7.

The average credit period given to customers for the supply of services as at 31 December 2013 is 59 days (2012: 58 days). An allowance has been made for estimated irrecoverable amounts from the supply of services of £6.1m (2012: £6.2m). This allowance has been determined by reference to past default experience.

The directors consider that the carrying amount of trade and other receivables approximates their fair value.