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Registration number: 00437864

Evans Transport Limited

Annual Report and Financial Statements
for the Year Ended 31 March 2017

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Company Information

Directors	Mr W J Evans
	Mrs A D Evans
	Mr N J Evans
	Mrs S J Evans
	Mr T J Evans
	Mr A J Taylor
	Mr J Raymont
Company secretary	Mrs S J Evans
Registered office	Gammaton Road East the Water Bideford Devon EX39 4FG
Solicitors	Toller Beattie Devonshire House Riverside Road Pottington Business Park Barnstaple Devon EX31 1QN
Bankers	HSBC plc 10 High Street Barnstaple Devon EX31 1BQ
Auditors	Milsted Langdon LLP Winchester House Deane Gate Avenue Taunton Somerset TA1 2UH

Strategic Report for the Year Ended 31 March 2017

The directors present their strategic report for the year ended 31 March 2017.

Principal activity

The principal activity of the company is freight transport by road

Fair review of the business

The Board are pleased to confirm pre tax profits of £744,839.

The overall UK economy and market for Evans Transport Limited's services remains challenging and the company continues to operate in a highly competitive market place.


The Board wish to record their appreciation to the staff, suppliers, customers and advisers.

Principal risks and uncertainties

The directors have reviewed the industry in which the company operates and they consider that there are no significant risks and uncertainties that need disclosing within this report.

The directors consider it appropriate to adopt the going concern basis based on a review of the expected results for the foreseeable future.

Approved by the Board on 29/9/17 and signed on its behalf by:



Mr N J Evans
Director

Directors' Report for the Year Ended 31 March 2017

The directors present their report and the financial statements for the year ended 31 March 2017.

Directors of the company

The directors who held office during the year were as follows:

Mr W J Evans

Mrs A D Evans

Mr N J Evans

Mrs S J Evans - Company secretary and director

Mr T J Evans

Mr A J Taylor

Mr J Raymont

Financial instruments

Objectives and policies

The company's operations expose it to a variety of financial risks that include the effects of changes in market prices, credit risk, liquidity risk and interest rate risk. The company has in place a risk management programme that seeks to limit the adverse effects on the financial performance of the company.

Price risk, credit risk, liquidity risk and cash flow risk

The company is exposed to commodity price risk as a result of its operations. However, given the size of the company's operations, the cost of managing exposure to commodity price risk exceed any potential benefits. The directors will revisit the appropriateness of this policy should the company's operations change in size or nature.

The company has a continued policy that requires appropriate credit checks on potential customers before sales are made. Management have made the decision to further reduce the risk by taking out insurance cover against specific customer debts.

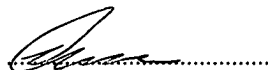
The company maintains facilities that are designed to ensure the company has sufficient funds for operations and planned expenses.

The company has interest bearing liabilities. The company has a policy of maintaining debt at a fixed rate where appropriate to ensure certainty of future interest cash flows.

Disclosure of information to the auditors

Each director has taken steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information. The directors confirm that there is no relevant information that they know of and of which they know the auditors are unaware.

Approved by the Board on 29.9.17 and signed on its behalf by:



Mr N J Evans
Director

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 profit or loss 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;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- 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.

Independent Auditor's Report to the Members of Evans Transport Limited

We have audited the financial statements of Evans Transport Limited for the year ended 31 March 2017, set out on pages 7 to 22. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (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 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 Statement of Directors' Responsibilities (set out on page 4), 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 (APB's) Ethical Standards for Auditors to the financial statements.

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 the 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 and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on the financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 March 2017 and of its profit for the year 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.

Independent Auditor's Report to the Members of Evans Transport Limited

Opinion on other matter prescribed by the Companies Act 2006

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

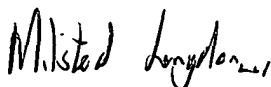
- the information given in the Strategic Report and Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and Directors' Report have been prepared in accordance with applicable legal requirements.

In the light of our 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 and the Directors' Report.

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.



.....
Nigel Fry (Senior Statutory Auditor)
For and on behalf of Milsted Langdon LLP, Statutory Auditor
Winchester House
Deane Gate Avenue
Taunton
Somerset
TA1 2UH

6 October 2017

Profit and Loss Account for the Year Ended 31 March 2017

	Note	Total 31 March 2017 £	Total 31 March 2016 £
Turnover	3	19,752,340	18,251,244
Cost of sales		<u>(15,027,448)</u>	<u>(13,844,068)</u>
Gross profit		4,724,892	4,407,176
Administrative expenses		<u>(3,958,467)</u>	<u>(3,391,443)</u>
Operating profit	4	<u>766,425</u>	<u>1,015,733</u>
Interest payable and similar expenses	5	<u>(165,586)</u>	<u>(179,896)</u>
		<u>(165,586)</u>	<u>(179,896)</u>
Profit before tax		600,839	835,837
Taxation	9	<u>(100,885)</u>	<u>(158,280)</u>
Profit for the financial year		<u><u>499,954</u></u>	<u><u>677,557</u></u>

The above results were derived from continuing operations.

The company has no recognised gains or losses for the year other than the results above.

The notes on pages 10 to 22 form an integral part of these financial statements.

(Registration number: 00437864)
Balance Sheet as at 31 March 2017

	Note	2017 £	2016 £
Fixed assets			
Intangible assets	10	39,583	64,583
Tangible assets	11	<u>8,132,855</u>	<u>9,777,983</u>
		<u>8,172,438</u>	<u>9,842,566</u>
Current assets			
Stocks	12	67,028	71,905
Debtors	13	6,301,181	3,818,628
Cash at bank and in hand		<u>125,141</u>	<u>512,627</u>
		6,493,350	4,403,160
Creditors: Amounts falling due within one year	15	<u>(6,460,925)</u>	<u>(6,169,236)</u>
Net current assets/(liabilities)		<u>32,425</u>	<u>(1,766,076)</u>
Total assets less current liabilities		8,204,863	8,076,490
Creditors: Amounts falling due after more than one year	15	(2,451,518)	(2,739,984)
Provisions for liabilities	16	<u>(215,219)</u>	<u>(298,334)</u>
Net assets		<u>5,538,126</u>	<u>5,038,172</u>
Capital and reserves			
Called up share capital	18	150,000	150,000
Capital redemption reserve		265,295	265,295
Other reserves		5,315	5,315
Profit and loss account		<u>5,117,516</u>	<u>4,617,562</u>
Total equity		<u>5,538,126</u>	<u>5,038,172</u>

Approved and authorised by the Board on 29/3/17 and signed on its behalf by:

.....


Mr N J Evans

Director

Statement of Changes in Equity for the Year Ended 31 March 2017

	Share capital £	Capital redemption reserve £	Other reserves £	Profit and loss account £	Total £
At 1 April 2016	150,000	265,295	5,315	4,617,562	5,038,172
Profit for the year and total comprehensive income	-	-	-	499,954	499,954
At 31 March 2017	<u>150,000</u>	<u>265,295</u>	<u>5,315</u>	<u>5,117,516</u>	<u>5,538,126</u>
	Share capital £	Capital redemption reserve £	Other reserves £	Profit and loss account £	Total £
At 1 April 2015	150,000	265,295	5,315	3,940,005	4,360,615
Profit for the year and total comprehensive income	-	-	-	677,557	677,557
At 31 March 2016	<u>150,000</u>	<u>265,295</u>	<u>5,315</u>	<u>4,617,562</u>	<u>5,038,172</u>

The notes on pages 10 to 22 form an integral part of these financial statements.
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Notes to the Financial Statements for the Year Ended 31 March 2017

1 General information

The company is a private company limited by share capital incorporated in England & Wales.

The address of its registered office is:

Gammaton Road
East the Water
Bideford
Devon
EX39 4FG

These financial statements were authorised for issue by the Board on 29 September 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 were prepared in accordance with Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

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.

Summary of disclosure exemptions

The company is a member of a group where the parent of that group prepares publicly available consolidated financial statements which are intended to give a true and fair view and that member is included in the consolidation. Therefore, the company has adopted the exemption from requirement to present a statement of cash flows and related notes. The company has also taken advantage of the exemption from disclosing transactions with other members of the group.

Name of parent of group

These financial statements are consolidated in the financial statements of E T Holdings Limited.

The financial statements of E T Holdings Limited may be obtained from Gammaton Road, Bideford, Devon. EX39 4FG.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;
it is probable that future economic benefits will flow to the entity;
and specific criteria have been met for each of the company's activities.

Tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

Notes to the Financial Statements for the Year Ended 31 March 2017

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Deferred income tax is recognised on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements and on unused tax losses or tax credits in the company. Deferred income tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

The carrying amount of deferred tax assets are reviewed at each reporting date and a valuation allowance is set up against deferred tax assets so that the net carrying amount equals the highest amount that is more likely than not to be recovered based on current or future taxable profit.

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:

Asset class	Depreciation method and rate
Freehold buildings	2% straight line
Lorries and other motor vehicles	25% reducing balance
Trailers	12.5% straight line
Plant and machinery	20% reducing balance
Fixtures and fittings	15% reducing balance

Goodwill

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

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:

Asset class	Amortisation method and rate
Goodwill	straight line over 36 months

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.

Notes to the Financial Statements for the Year Ended 31 March 2017

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.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

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.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

Notes to the Financial Statements for the Year Ended 31 March 2017

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

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 Revenue

The analysis of the company's revenue for the year from continuing operations is as follows:

	2017	2016
	£	£
Sale of goods	1,990,018	4,121,499
Rendering of services	17,762,322	14,129,745
	<u>19,752,340</u>	<u>18,251,244</u>

4 Operating profit

Arrived at after charging/(crediting)

	2017	2016
	£	£
Depreciation expense	2,005,025	1,831,220
Amortisation expense	25,000	10,417
Operating lease expense - plant and machinery	<u>44,435</u>	<u>32,981</u>

5 Interest payable and similar expenses

	2017	2016
	£	£
Interest on obligations under finance leases and hire purchase contracts	<u>165,586</u>	<u>179,896</u>

Notes to the Financial Statements for the Year Ended 31 March 2017

6 Staff costs

The aggregate payroll costs (including directors' remuneration) were as follows:

	2017	2016
	£	£
Wages and salaries	5,276,192	4,617,193
Social security costs	390,510	371,836
Pension costs, defined contribution scheme	51,123	51,467
	<u>5,717,825</u>	<u>5,040,496</u>

The average number of persons employed by the company (including directors) during the year, analysed by category was as follows:

	2017	2016
	No.	No.
Administration and support	25	18
Distribution	132	124
Other departments	20	20
	<u>177</u>	<u>162</u>

7 Directors' remuneration

The directors' remuneration for the year was as follows:

	2017	2016
	£	£
Remuneration	<u>93,653</u>	<u>97,810</u>

8 Auditors' remuneration

	2017	2016
	£	£
Audit of the financial statements	<u>8,500</u>	<u>8,540</u>

Notes to the Financial Statements for the Year Ended 31 March 2017

9 Taxation

Tax charged/(credited) in the income statement

	2017 £	2016 £
Current taxation		
UK corporation tax	184,000	158,688
Deferred taxation		
Arising from origination and reversal of timing differences	(38,716)	(408)
Arising from changes in tax rates and laws	(9,891)	-
Arising from reversal of previously recognised deferred tax on land and property held above original cost	(34,508)	-
Total deferred taxation	(83,115)	(408)
Tax expense in the income statement	<u>100,885</u>	<u>158,280</u>

The tax on profit before tax for the year is the same as the standard rate of corporation tax in the UK (2016 - the same as the standard rate of corporation tax in the UK) of 20% (2016 - 20%).

The differences are reconciled below:

	2017 £	2016 £
Profit before tax	<u>600,839</u>	<u>835,837</u>
Corporation tax at standard rate	120,168	167,167
Increase from effect of difference in rates between corporation tax and deferred tax	1,767	-
Effect of expense not deductible in determining taxable profit (tax loss)	1,011	286
Deferred tax credit relating to changes in tax rates or laws	(9,891)	-
Reversal of previously recognised deferred tax on land and property held above original cost.	(34,508)	-
Tax charge on capital gain	20,769	-
Tax decrease arising from group relief	-	(11,658)
Tax decrease from effect of indexation allowance on capital gains	-	(1,273)
Other tax effects for reconciliation between accounting profit and tax expense (income)	<u>1,569</u>	<u>3,758</u>
Total tax charge	<u>100,885</u>	<u>158,280</u>

Deferred tax

Deferred tax assets and liabilities

	Liability £
2017	
Difference between accumulated depreciation and capital allowances	118,059
Land and property held above original cost	<u>66,000</u>
	<u>184,059</u>

Notes to the Financial Statements for the Year Ended 31 March 2017

2016	Liability £
Difference between accumulated depreciation and capital allowances	197,826
Land and property held above original cost	<u>100,508</u>
	<u>298,334</u>
 Tax relating to items recognised in other comprehensive income or equity	
	2017 2016
	£ £
Deferred tax related to items recognised as items of equity	<u>66,000</u> <u>100,508</u>

Notes to the Financial Statements for the Year Ended 31 March 2017

10 Intangible assets

	Goodwill £	Total £
Cost or valuation		
At 1 April 2016	75,000	75,000
At 31 March 2017	75,000	75,000
Amortisation		
At 1 April 2016	10,417	10,417
Amortisation charge	25,000	25,000
At 31 March 2017	35,417	35,417
Carrying amount		
At 31 March 2017	39,583	39,583
At 31 March 2016	64,583	64,583

11 Tangible assets

	Land and buildings £	Motor vehicles £	Plant, equipment, fixtures and fittings £	Total £
Cost or valuation				
At 1 April 2016	2,314,058	12,585,519	2,297,453	17,197,030
Additions	-	2,131,946	143,017	2,274,963
Disposals	(1,712,576)	(1,288,881)	(84,500)	(3,085,957)
At 31 March 2017	601,482	13,428,584	2,355,970	16,386,036
Depreciation				
At 1 April 2016	177,576	5,922,160	1,319,311	7,419,047
Charge for the year	6,980	1,807,435	190,610	2,005,025
Eliminated on disposal	(184,556)	(932,892)	(53,443)	(1,170,891)
At 31 March 2017	-	6,796,703	1,456,478	8,253,181
Carrying amount				
At 31 March 2017	601,482	6,631,881	899,492	8,132,855
At 31 March 2016	2,136,482	6,663,359	978,142	9,777,983

Included within the net book value of land and buildings above is £601,482 (2016 - £2,136,482) in respect of freehold land and buildings.

Notes to the Financial Statements for the Year Ended 31 March 2017

Assets held under finance leases and hire purchase contracts

The net carrying amount of tangible assets includes the following amounts in respect of assets held under finance leases and hire purchase contracts:

	2017 £	2016 £
Plant and machinery	189,560	471,601
Motor vehicles	5,213,274	6,058,457
	<u>5,402,834</u>	<u>6,530,058</u>

Restriction on title and pledged as security

Tangible fixed assets with a carrying amount of £5,402,834 (2016 - £6,530,058) has been pledged as security for finance lease and hire purchase contracts.

12 Stocks

	2017 £	2016 £
Other inventories	<u>67,028</u>	<u>71,905</u>

The cost of stocks recognised as an expense in the year amounted to £9,102,653 (2016 - £9,072,376).

13 Debtors

	Note	2017 £	2016 £
Trade debtors		3,545,977	3,153,093
Amounts owed by related parties	23	2,107,000	253,935
Other debtors		158,599	69,015
Prepayments		<u>489,605</u>	<u>342,585</u>
Total current trade and other debtors		<u>6,301,181</u>	<u>3,818,628</u>

The carrying amount of trade debtors pledged as security for liabilities amounted to £3,106,533 (2016 - £2,166,664).

Trade debtors of £3,106,533 (2016 - £2,166,664) are included within an invoice financing facility.

14 Cash and cash equivalents

	2017 £	2016 £
Cash on hand	1,965	2,500
Cash at bank	<u>123,176</u>	<u>510,127</u>
	<u>125,141</u>	<u>512,627</u>

Notes to the Financial Statements for the Year Ended 31 March 2017

15 Creditors

	Note	2017 £	2016 £
Due within one year			
Loans and borrowings	19	3,461,788	3,885,116
Trade creditors		2,213,249	1,453,687
Social security and other taxes		258,580	393,844
Outstanding defined contribution pension costs		16,887	12,343
Other payables		9,074	76,840
Accrued expenses		387,347	258,718
Income tax liability	9	<u>114,000</u>	<u>88,688</u>
		<u>6,460,925</u>	<u>6,169,236</u>
Due after one year			
Loans and borrowings	19	<u>2,451,518</u>	<u>2,739,984</u>

The loans and borrowings are secured against tangible assets of the company, as disclosed in note 12.

16 Deferred tax and other provisions

	Deferred tax £	Total £
At 1 April 2016	298,334	298,334
Increase (decrease) in existing provisions	<u>(83,115)</u>	<u>(83,115)</u>
At 31 March 2017	<u>215,219</u>	<u>215,219</u>

17 Pension and other schemes

Defined contribution pension scheme

The company operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the company to the scheme and amounted to £51,123 (2016 - £51,467).

Contributions totalling £16,887 (2016 - £12,343) were payable to the scheme at the end of the year and are included in creditors.

Notes to the Financial Statements for the Year Ended 31 March 2017

18 Share capital

Allotted, called up and fully paid shares

	2017		2016	
	No.	£	No.	£
Ordinary shares of £1 each	144,000	144,000	144,000	144,000
3% Non cumulative non voting preference shares of £1 each	6,000	6,000	6,000	6,000
	<u>150,000</u>	<u>150,000</u>	<u>150,000</u>	<u>150,000</u>

Rights, preferences and restrictions

Ordinary shares have the following rights, preferences and restrictions:

Unrestricted ordinary shares with full voting rights and distribution to dividends.

3% preference shares have the following rights, preferences and restrictions:

3% non-cumulative preference shares with no voting rights and discretionary dividends.

19 Loans and borrowings

	2017	2016
	£	£
Non-current loans and borrowings		
Finance lease liabilities	<u>2,451,518</u>	<u>2,739,984</u>
	2017	2016
	£	£
Current loans and borrowings		
Invoice financing facility	1,514,248	1,378,393
Finance lease liabilities	1,947,540	2,326,645
Director's loan account	-	180,078
	<u>3,461,788</u>	<u>3,885,116</u>

The finance lease and hire purchase contracts are secured against the specific assets financed, as disclosed in note 12. The invoice financing facility is secured against trade debtors, as disclosed in note 14.

Notes to the Financial Statements for the Year Ended 31 March 2017

20 Obligations under leases and hire purchase contracts

Finance leases

The total of future minimum lease payments is as follows:

	2017 £	2016 £
Not later than one year	1,947,540	2,326,645
Later than one year and not later than five years	<u>2,451,518</u>	<u>2,739,984</u>
	<u><u>4,399,058</u></u>	<u><u>5,066,629</u></u>

Operating leases

The total of future minimum lease payments is as follows:

	2017 £	2016 £
Not later than one year	29,396	30,271
Later than one year and not later than five years	<u>35,704</u>	<u>56,182</u>
	<u><u>65,100</u></u>	<u><u>86,453</u></u>

The amount of non-cancellable operating lease payments recognised as an expense during the year was £35,168 (2016 - £37,100).

21 Commitments

Capital commitments

The total amount contracted for but not provided in the financial statements was £503,728 (2016 - £1,347,077).

22 Contingent liabilities

The company has provided its bankers with an unlimited multilateral guarantee to secure the amounts due to the bank in respect of the other group companies. As at 31 March 2017, group bank borrowings guaranteed for the other companies in the group amount to £nil (2016 - £1,125,000).

The company is part of a VAT group where all members are jointly and severally liable for tax due from its representative member. As at 31 March 2017, group VAT liabilities not already provided for in the company's financial statements amounted to £341,968 (2016 - £333,100).

Notes to the Financial Statements for the Year Ended 31 March 2017

23 Related party transactions

Summary of transactions with other related parties

Other businesses controlled by the directors and shareholders of the company.

Income and receivables from related parties

	Other related parties £
2017	
Sale of goods	350,221
Amounts receivable from related party	<u>36,312</u>
	Other related parties £
2016	
Sale of goods	141,144
Amounts receivable from related party	<u>14,539</u>

Expenditure with and payables to related parties

	Other related parties £
2017	
Purchase of goods	547,012
Amounts payable to related party	<u>236,666</u>
	Other related parties £
2016	
Purchase of goods	578,522
Amounts payable to related party	<u>67,813</u>

24 Parent and ultimate parent undertaking

The company's immediate parent is E T Holdings Limited, incorporated in England & Wales.

The ultimate controlling party is Mr N J Evans, director.

Relationship between entity and parents

The parent of the largest group in which these financial statements are consolidated is E T Holdings Limited, incorporated in England & Wales.

The address of E T Holdings Limited is:
Gammaton Road, East The Water, Bideford, Devon. EX39 4FG