

Gulliver's Truck Hire Limited

Report and Financial Statements

Year Ended

30 April 2015

Company Number 00685638

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Gulliver's Truck Hire Limited

Report and financial statements for the year ended 30 April 2015

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Directors

Mr G Harding
Mrs C M Harding
Mr P Harding
Mr N Harding
Mr N Jeremiah
Mr A Patel
Mr K Hadley

Secretary and registered office

Mrs C M Harding, Swift House, Albert Crescent, St Philips, Bristol, BS2 0UD

Company number

00685638

Auditors

BDO LLP, Bridgewater House, Finzels Reach, Counterslip, Bristol, BS1 6BX

Bankers

Clydesdale Bank Plc, Epsilon House, The Square, Gloucester Business Park, Gloucester, GL3 4AD

Solicitors

TLT Solicitors, 1 Redcliff Street, Bristol, BS1 6TP

Gulliver's Truck Hire Limited

Strategic report for the year ended 30 April 2015

The directors present their strategic report together with the audited financial statements for the year ended 30 April 2015.

Results and dividends

The profit and loss account is set out on page 7 and shows the profit for the year.

The profit for the year after taxation was £5,193,034 (2014: £4,954,885). The directors do not recommend payment of a dividend (2014: £Nil).

Principal activities, review of business and key performance indicators

The company's principal activity continues to be the hiring of motor vehicles under operating leases. There have not been any significant changes in the company's principal activities in the year under review and the directors are not aware of any likely major changes.

As shown in the company's profit and loss account on page 7, the company's sales have increased by 19.4% over the prior year (2014: increase 10.7%). The increase in sales is directly attributable to the company's continuous relationship with current customers and building relationships with new customers and its fleet expansion.

The company's key measurement of effectiveness of its operations is its operating margin. The company achieved an operating margin of 16.7% which has decreased against the prior year (2014: 18.3%).

The balance sheet on page 8 shows that the company's financial position at the year end has improved on the prior year. The fleet expansion was financed through a mixture of finance lease and retained earnings.

The company's cash levels have decreased by £1,054 (2014: decreased £1,744) in the year.

The directors measure the utilisation rate and use this as a key performance indicator, the utilisation rate being the number of days a vehicle is in use compared to its available days. The company's utilisation rate was 85% (2014: 84%).

Employee involvement

The company involves all its employees in its objectives, plans and performance and on other relevant matters of interest to employees through various communication methods and regular company meetings. The company is an equal opportunities employer and does not discriminate in the recruitment and promotion of staff.

The company's policy is to recruit disabled employees for those vacancies that they are suitable to fill. Arrangements are made, where possible, for retraining employees who become disabled, to enable them to perform duties identified as appropriate to their aptitudes and abilities.

Policy on practice and payment of creditors

The company's policy is to comply with the terms of payment agreed with suppliers. Where terms are negotiated, the company endeavours to adhere with the suppliers' standard terms.

Environment

Gulliver's Truck Hire Limited recognises the importance of its environmental responsibilities, monitors its impact on the environment, and designs and implements policies to reduce any damage that might be caused by the company's activities.

Gulliver's Truck Hire Limited

Strategic report for the year ended 30 April 2015 (*continued*)

Review of developments and future prospects

The balance sheet on page 8 of the financial statements shows that the company's financial position at the year end is, in net assets terms, strengthened on prior year.

The directors are satisfied with the results for the year and will continue to invest in new vehicles in the forthcoming year. As outlined above, the increase in turnover from last year to this year is directly attributable to the expansion and greater use of the fleet. The directors have reviewed the business forecasts in light of the current economic conditions, economic commentators' expectations and the company's most recent financial data, and anticipate continuing growth.

Financial risk management

The directors have reviewed the financial risk management objectives and policies of the company and do not believe there to be significant risks in this area.

At the year end, the company had a finance lease debt of £176,141,066 (2014: £149,608,732), which is at fixed rates of interest. Despite the recent economic conditions, the company has not experienced difficulty in obtaining new finance lease debt on appropriate terms, as the company has required; based on this experience, the directors do not believe there to be any significant risks in this area in the short to medium term, but will re-evaluate their strategy if necessary.

The company had debt excluding finance leases at year end of £7,238,701 (2014: £4,801,654) which is at variable rates of interest. The company does not enter into any hedging instruments, as the directors believe the costs exceed the benefits of such arrangements; the directors review the business's exposure to risks associated with movements in interest rates on a regular basis and will re-evaluate their strategy if necessary. The company does not enter into any financial instruments for speculative purposes.

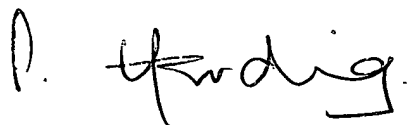
Appropriate trade terms are negotiated with suppliers and customers. Management reviews these terms and the relationships with suppliers and customers and manages any exposure on normal trade terms.

Principal risks and uncertainties

Competitive pressure in the UK is a continuing risk for the company, which could result in the loss of sales from key customers. The company manages this risk by developing and maintaining strong relationships with these customers.

The company regularly renews its fleet through an ongoing replacement programme, as the business's operations require. Historically, the company has realised profits from such vehicle disposals through the careful maintenance of its fleet; this has assisted in the financing of replacement and new vehicles. The company's current business model relies upon the existence of the second hand market for commercial vehicles, and residual values not decreasing significantly; the company manages this risk through their fleet maintenance programme to maximise their residual values, and through the directors' expertise in this area, enabling them to take appropriate action were the second hand vehicle market to deteriorate significantly.

On behalf of the board



Mr P Harding
Director

11 August 2015

Gulliver's Truck Hire Limited

Report of the directors for the year ended 30 April 2015

The directors present their report together with the audited financial statements for the year ended 30 April 2015.

Matters dealt with in the Strategic Report

Details of the principal activities, results and dividends, review of business, the likely future developments of the company, employee involvement, policy on practice and payment of creditors, environment, and principal risks and uncertainties are included in the strategic report on pages 1 and 2.

Directors

The directors of the company during the year were:

Mr G Harding
Mrs C M Harding
Mr P Harding
Mr N Harding
Mr N Jeremiah
Mr A Patel
Mr K Hadley

Directors' responsibilities

The directors are responsible for preparing the strategic report, 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 these financial statements, the directors are required to:

- select suitable accounting policies and then 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;
- 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.

Gulliver's Truck Hire Limited

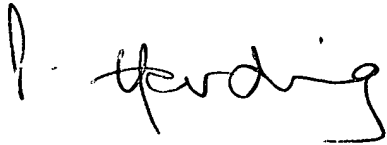
Report of the directors for the year ended 30 April 2015 (*continued*)

Auditors

All of the current directors have taken all the steps that they ought to have taken to make themselves aware of any information needed by the company's auditors for the purposes of their audit and to establish that the auditors are aware of that information. The directors are not aware of any relevant audit information of which the auditors are unaware.

The auditors, BDO LLP, are deemed to be re-appointed in accordance with section 487 of the Companies Act 2006.

On behalf of the board



Mr P Harding
Director

11 August 2015

Gulliver's Truck Hire Limited

Independent auditor's report

To the members of Gulliver's Truck Hire Limited

We have audited the financial statements of Gulliver's Truck Hire Limited for the year ended 30 April 2015 which comprise the profit and loss account, the balance sheet, the cash flow statement and the related notes. 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 auditors

As explained more fully in the statement of directors' responsibilities, 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 Financial Reporting Council's (FRC's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the FRC's website at www.frc.org.uk/auditscopeukprivate.

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 April 2015 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.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion 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.

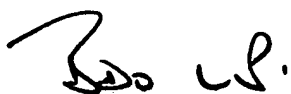
Gulliver's Truck Hire Limited

Independent auditor's report (*continued*)

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.



*Simon Brooker (senior statutory auditor)
For and on behalf of BDO LLP, statutory auditor
Bristol
United Kingdom*

11 August 2015

BDO LLP is a limited liability partnership registered in England and Wales (with registered number OC305127).

Gulliver's Truck Hire Limited

Profit and loss account for the year ended 30 April 2015

	Note	2015 £	2014 £
Turnover	2	83,243,697	69,693,861
Cost of sales		<u>58,646,857</u>	<u>47,989,043</u>
Gross profit		24,596,840	21,704,818
Administrative expenses		<u>10,927,107</u>	<u>9,225,287</u>
		13,669,733	12,479,531
Other operating income		<u>209,679</u>	<u>248,077</u>
Operating profit	3	13,879,412	12,727,608
Other interest receivable and similar income		222	22,483
Interest payable and similar charges	6	<u>(6,984,961)</u>	<u>(6,496,353)</u>
Profit on ordinary activities before taxation		6,894,673	6,253,738
Taxation on profit on ordinary activities	7	<u>1,701,639</u>	<u>1,298,853</u>
Profit on ordinary activities after taxation		<u>5,193,034</u>	<u>4,954,885</u>

All amounts relate to continuing activities.

All recognised gains and losses in the current and prior year are included in the profit and loss account.

The notes on pages 10 to 24 form part of these financial statements.

Gulliver's Truck Hire Limited

Balance sheet at 30 April 2015

Company number 00685638	Note	2015 £	2015 £	2014 £	2014 £
Fixed assets					
Tangible assets	8		222,700,224		185,835,216
Fixed asset investments	9		1		1
			<u>222,700,225</u>		<u>185,835,217</u>
Current assets					
Stocks	10	979,791		781,136	
Debtors	11	15,623,087		12,755,172	
Cash at bank and in hand		12,290		13,344	
		<u>16,615,168</u>		<u>13,549,652</u>	
Creditors: amounts falling due within one year	12	74,790,170		58,337,815	
Net current liabilities			<u>(58,175,002)</u>		<u>(44,788,163)</u>
Total assets less current liabilities			<u>164,525,223</u>		<u>141,047,054</u>
Creditors: amounts falling due after more than one year	13	121,307,801		104,035,804	
Provisions for liabilities	14	6,279,626		5,266,488	
			<u>127,587,427</u>		<u>109,302,292</u>
			<u>36,937,796</u>		<u>31,744,762</u>
Capital and reserves					
Called up share capital	16		150,000		150,000
Profit and loss account	17		36,787,796		31,594,762
Shareholders' funds	18		<u>36,937,796</u>		<u>31,744,762</u>

The financial statements were approved by the board of directors and authorised for issue on

11 August 2015

Mr P Harding
Director

The notes on pages 10 to 24 form part of these financial statements.

Gulliver's Truck Hire Limited

Cashflow statement for the year ended 30 April 2015

	Note	2015 £	2015 £	2014 £	2014 £
Net cash inflow from operating activities	22		52,891,034		42,816,857
Returns on investments and servicing of finance					
Interest received		222		22,483	
Interest paid: bank loans		(178,198)		(95,578)	
Interest paid: other loans		(30,970)		(54,150)	
Interest paid: hire purchase		(6,775,793)		(6,346,625)	
Net cash outflow from returns on investments and servicing of finance			(6,984,739)		(6,473,870)
Taxation					
Corporation tax paid			(155,276)		(758,839)
Capital expenditure and financial investment					
Payments to acquire tangible fixed assets		(909,337)		(1,235,311)	
Receipts from sale of tangible fixed assets		7,472,823		8,122,520	
Net cash inflow from capital expenditure and financial investment			6,563,486		6,887,209
Cash inflow before use of liquid resources and financing			52,314,505		42,471,357
Management of liquid resources					
Decrease in current asset investments			-		1,750,000
Financing					
Decrease in director's loans		(407,176)		(160,000)	
Loans repaid		(218,685)		(210,224)	
Capital element of finance leases repaid		(54,752,606)		(44,380,796)	
Increase in short term borrowings		2,062,908		527,919	
Loans advanced		1,000,000		-	
Net cash outflow from financing			(52,315,559)		(44,223,101)
Decrease in cash	23		(1,054)		(1,744)

The notes on pages 10 to 24 form part of these financial statements.

Gulliver's Truck Hire Limited

Notes forming part of the financial statements for the year ended 30 April 2015

1 Accounting policies

The financial statements have been prepared under the historical cost convention and are in accordance with applicable accounting standards.

The following principal accounting policies have been applied:

Going concern

The financial statements have been drawn up on the going concern basis although the company has net current liabilities of £58,175,002 (2014: £44,788,163).

The current liabilities at year end include £56,864,798 of finance lease creditors (2014: £47,324,206) which results in the net current liability noted above. This liability is payable evenly over the next financial year.

The business has produced forecasts that take account of the current economic conditions, and is forecasting to operate within its facility limits for a period of at least 12 months from the approval of these financial statements. The business is forecasting to generate cash from the hire of vehicles, and also from the routine disposal of vehicles as the fleet is renewed to meet the business's operational requirements.

The company's invoice financing facility has a rolling 6 month notice period. The directors are in regular communication with their finance providers, and are aware of no factors that would prevent the ongoing provision of this facility.

The directors are satisfied the business is adequately financed and has a proven business model, and as such have adopted the going concern assumption. However, were insufficient cash generated from its operations or inadequate facilities available, the going concern basis may not be appropriate and certain adjustments may then be required.

Consolidated financial statements

The company is exempt under section 402 of the Companies Act 2006 from the requirement to prepare consolidated financial statements as the directors consider that all of the company's subsidiaries may be excluded from consolidation. The company has taken the exemption under section 405 of the Companies Act 2006 to exclude a subsidiary undertaking from consolidation as its inclusion is not material for the purpose of giving a true and fair view. These financial statements therefore present information about the company as an individual undertaking and not about its group.

Turnover

Turnover represents sales to external customers at invoiced amounts less value added tax.

Turnover comprises revenue from rental of hire vehicles under operating leases and ancillary services, which is recognised on a straight-line basis over the term of the lease. Assets held by the company for leasing under operating leases are capitalised as tangible fixed assets.

Other income generated under operating lease contracts is recognised on a straight-line basis over the term of the lease.

Gulliver's Truck Hire Limited

Notes forming part of the financial statements for the year ended 30 April 2015 (*continued*)

1 Accounting policies (*continued*)

Depreciation

Depreciation is provided to write off the cost, less estimated residual values, of all tangible fixed assets, except for freehold land, evenly over their expected useful lives. It is calculated at the following rates:

Freehold and long leasehold land and buildings	- buildings - 2% per annum straight-line, or evenly over lease length if shorter, land is not depreciated
Short leasehold land and buildings	- over the term of lease - straight-line
Equipment, plant, fixtures and fittings	- 20% per annum - straight-line
Commercial vehicles 7.5 tonnes and over	- 14.29% per annum - straight-line
Commercial vehicles under 7.5 tonnes	- 16.67% - 33% per annum - straight-line
Other vehicles and trailers	- 10% - 25% per annum - straight-line

Stocks

Stocks are valued at the lower of cost and net realisable value. Cost is based on the cost of purchase on a first in, first out basis. Net realisable value is based on estimated selling price less additional costs to completion and disposal.

Financial instruments

Financial instruments are measured initially and subsequently at cost. Financial instruments are classified according to the substance of the financial instrument's contractual obligations, rather than the financial instrument's legal form. Any movements in the invoice financing facility between balance sheet dates are treated as financing cashflows, whereas receipts into the facility are treated as operating cash flows in the cashflow statement.

Deferred taxation

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the balance sheet date, except that deferred tax is not recognised on timing differences arising on revalued properties unless the company has entered into a binding sale agreement and is not proposing to take advantage of rollover relief.

Deferred tax balances are not discounted.

Leased assets

Where assets are financed by leasing agreements that give rights approximating to ownership (finance leases), the assets are treated as if they had been purchased outright. The amount capitalised is the present value of the minimum lease payments payable over the term of the lease. The corresponding leasing commitments are shown as amounts payable to the lessor. Depreciation on the relevant assets is charged to the profit and loss account over the shorter of estimated useful economic life and the period of the lease in respect of finance leases, and over the estimated useful economic life for hire purchase leases.

Lease payments are analysed between capital and interest components so that the interest element of the payment is charged to the profit and loss account over the period of the lease and is calculated so that it represents a constant proportion of the balance of capital repayments outstanding. The capital element reduces the amounts payable to the lessor.

All other leases are treated as operating leases. Their annual rentals are charged to the profit and loss account on a straight-line basis over the term of the lease.

Gulliver's Truck Hire Limited

Notes forming part of the financial statements for the year ended 30 April 2015 (*continued*)

1 Accounting policies (*continued*)

Leased assets (continued)

Reverse premiums and similar incentives received to enter into operating lease agreements are released to the profit and loss account over the period to the date on which the rent is first expected to be adjusted to the prevailing market rate.

Pension costs

Contributions to the company's defined contribution pension schemes are charged to the profit and loss account in the year in which they become payable.

Liquid resources

For the purposes of the cash flow statement, liquid resources are defined as current asset investments and short term deposits.

Short term investments

Cash held on deposit which is not able to be accessed within 24 hours or one working day without penalty is classified as a short term investment.

Taxation

Current tax, including UK corporation tax, is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Rental income

Income generated from rentals of land and buildings is credited to the profit and loss account on a straight line basis over the term of the contract.

Employer Financed Retirement Benefit Scheme

The Employer Financed Retirement Benefit Scheme (EFRBS) is accounted for in accordance with UITF Abstract 32 'Employee Benefit Trusts and other intermediate payment arrangements'. Assets and liabilities would be included on the balance sheet to the extent that future economic benefit from the assets of the scheme would be retained with control of the rights or other access to those future economic benefits or responsibility for liabilities. If these conditions are not met then an expense is immediately recognised for the EFRBS.

2 Turnover

Turnover is wholly attributable to the principal activity of the company and arises solely within the United Kingdom.

Turnover and profit before taxation are attributable to one activity carried on wholly within the United Kingdom.

Gulliver's Truck Hire Limited

Notes forming part of the financial statements for the year ended 30 April 2015 (continued)

3 Operating profit

	2015 £	2014 £
This is arrived at after charging/(crediting):		
Depreciation of tangible fixed assets	40,466,290	32,754,652
Profit on disposal of tangible fixed assets	(2,571,976)	(2,089,937)
Hire of plant and machinery - operating leases	26,635	22,627
Hire of other assets - operating leases	110,034	129,632
Rental income under operating leases - other	(209,679)	(248,077)
	<u> </u>	<u> </u>
	2015 £	2014 £
Fees payable to the company's auditor for the auditing of the company's annual accounts	25,000	24,000
Fees payable to the company's auditor or an associate of the company's auditor for other services:		
- taxation compliance services	4,520	4,300
- other non-audit services	1,420	1,350
	<u> </u>	<u> </u>

Profits and losses on the disposal of fixed assets are considered to be part of the normal activities of the company and as such profits and losses are included in the operating results of the company.

4 Employees

Staff costs (including directors) consist of:

	2015 £	2014 £
Wages and salaries	9,974,483	8,223,643
Social security costs	1,012,060	864,532
Other pension costs and Employer Financed Retirement Benefit Scheme contribution (see note 20)	217,970	100,424
	<u> </u>	<u> </u>
	11,204,513	9,188,599
	<u> </u>	<u> </u>

The average number of employees (including directors) during the year was as follows:

	2015 Number	2014 Number
Sales and administration	160	146
Maintenance	185	165
	<u> </u>	<u> </u>
	345	311
	<u> </u>	<u> </u>

Gulliver's Truck Hire Limited

Notes forming part of the financial statements for the year ended 30 April 2015 (continued)

5 Directors' remuneration

	2015 £	2014 £
Directors' emoluments	739,840	488,527
Company contributions to money purchase pension schemes	62,912	45,274
	<u>739,840</u>	<u>488,527</u>

The total amount payable to the highest paid director in respect of emoluments was £150,499 (2014: £102,677). Company pension contributions of £4,169 (2014: £3,648) were made to a money purchase scheme on their behalf.

There were 5 directors in the company's defined contribution pension scheme during the year (2014: 5).

During the year ended 30 April 2013, the company, in order to motivate and incentivise its directors and employees, established an employer financed retirement benefit scheme for the benefit of the company's directors and employees and their wider families, The Gulliver's Truck Hire Limited 2012 EFRBS ('the Scheme') - see note 20. There were £Nil (2014: £Nil) contributions during the year.

6 Interest payable and similar charges

	2015 £	2014 £
Bank loans and overdrafts	178,198	95,578
All other loans	25,002	40,743
Finance leases and hire purchase contracts	6,775,793	6,346,625
Other loans - directors	5,968	13,407
	<u>6,984,961</u>	<u>6,496,353</u>

Gulliver's Truck Hire Limited

Notes forming part of the financial statements
for the year ended 30 April 2015 (*continued*)

7 Taxation on profit on ordinary activities

	2015 £	2014 £
<i>UK Corporation tax</i>		
Current tax on profits of the year	679,186	552,589
Adjustment in respect of previous periods	9,315	(36,766)
	<hr/>	<hr/>
Total current tax	688,501	515,823
	<hr/>	<hr/>
<i>Deferred tax</i>		
Origination and reversal of timing differences	1,015,393	783,030
Adjustment in respect of previous periods	(2,255)	-
	<hr/>	<hr/>
Movement in deferred tax provision	1,013,138	783,030
	<hr/>	<hr/>
Taxation on profit on ordinary activities	1,701,639	1,298,853
	<hr/>	<hr/>

The tax assessed for the year is lower than the standard rate of corporation tax in the UK applied to profit before tax. The differences are explained below:

	2015 £	2014 £
Profit on ordinary activities before tax	6,894,673	6,253,738
	<hr/>	<hr/>
Profit on ordinary activities at the standard rate of corporation tax in the UK of 20.92 % (2014: 22.84%)	1,442,214	1,428,354
Effect of:		
Expenses not deductible for tax purposes	46,943	27,981
Capital allowances for period in excess of depreciation	(1,066,689)	(1,200,316)
Adjustment to tax charge in respect of previous periods	9,315	(36,766)
Other short term timing differences	4,700	(9,494)
Fixed asset differences	252,018	306,064
	<hr/>	<hr/>
Current tax charge for the year	688,501	515,823
	<hr/>	<hr/>

Gulliver's Truck Hire Limited

Notes forming part of the financial statements
for the year ended 30 April 2015 (*continued*)

8 Tangible fixed assets

	Freehold land and buildings £	Long leasehold land and buildings £	Short leasehold land and buildings £	Motor vehicles £	Fixtures and fittings £	Total £
<i>Cost</i>						
At 1 May 2014	10,514,990	1,914,212	14,040	253,423,082	1,781,068	267,647,392
Additions	262,297	300	-	81,766,195	165,485	82,194,277
Disposals	-	-	-	(24,832,369)	(34,095)	(24,866,464)
At 30 April 2015	10,777,287	1,914,512	14,040	310,356,908	1,912,458	324,975,205
<i>Depreciation</i>						
At 1 May 2014	862,801	45,224	3,097	79,727,752	1,173,302	81,812,176
Provided for the year	153,596	18,291	2,052	40,087,089	205,262	40,466,290
Disposals	-	-	-	(19,969,390)	(34,095)	(20,003,485)
At 30 April 2015	1,016,397	63,515	5,149	99,845,451	1,344,469	102,274,981
<i>Net book value</i>						
At 30 April 2015	9,760,890	1,850,997	8,891	210,511,457	567,989	222,700,224
At 30 April 2014	9,652,189	1,868,988	10,943	173,695,330	607,766	185,835,216

Gulliver's Truck Hire Limited

Notes forming part of the financial statements for the year ended 30 April 2015 (continued)

8 Tangible fixed assets (continued)

The net book value of, and depreciation charge for the year, on tangible fixed assets includes assets held under and secured against finance leases and hire purchase contracts as follows:

	2015 £	2014 £
<i>Net book value</i>		
Motor vehicles	206,323,957	170,932,770
Fixtures and fittings	-	18,258
	<u>206,323,957</u>	<u>170,951,028</u>
<i>Depreciation charged</i>		
Motor vehicles	38,172,602	30,730,711
Fixtures and fittings	-	12,888
	<u>38,172,602</u>	<u>30,743,599</u>

Motor vehicles with a net book value of £209,580,391 (2014: £172,975,495) are used by the company for leasing under operating leases.

The cost of land included within freehold and long leasehold land and buildings, and not depreciated, is £4,128,549 (2014: £4,128,549).

9 Fixed asset investments

	Group undertakings £
<i>Cost</i>	
At 1 May 2014 and 30 April 2015	<u>1</u>

The company has a 100% interest in Maximus Telematics Solutions Limited. The company did not trade during the year and had share capital and reserves of £1 as at 30 April 2015 and 30 April 2014.

Gulliver's Truck Hire Limited

Notes forming part of the financial statements for the year ended 30 April 2015 (continued)

10 Stocks

	2015 £	2014 £
Raw materials and consumables	979,791	781,136

There is no material difference between the replacement cost of stocks and the amounts stated above.

11 Debtors

	2015 £	2014 £
Trade debtors	11,892,082	9,614,185
Other debtors	647,962	683,316
Prepayments and accrued income	3,083,043	2,457,671
	<u>15,623,087</u>	<u>12,755,172</u>

All amounts shown under debtors fall due for payment within one year.

12 Creditors: amounts falling due within one year

	2015 £	2014 £
Bank loans and overdrafts (secured)	5,230,486	3,073,694
Trade creditors	3,653,512	2,591,083
Amounts owed to group undertakings	1	1
Corporation tax	682,520	149,295
Other taxation and social security	1,137,726	586,431
Obligations under finance lease and hire purchase contracts	56,864,798	47,324,206
Other creditors	2	57,719
Accruals and deferred income	7,221,125	4,555,386
	<u>74,790,170</u>	<u>58,337,815</u>

Gulliver's Truck Hire Limited

Notes forming part of the financial statements
for the year ended 30 April 2015 (continued)

13 Creditors: amounts falling due after more than one year

	2015 £	2014 £
Bank loans (secured)	2,008,215	1,320,784
Other loans (directors' loans)	-	407,176
Obligations under finance lease and hire purchase contracts	119,276,268	102,284,526
Other creditors	23,318	23,318
	<u>121,307,801</u>	<u>104,035,804</u>

Maturity of debt:

	Loans and overdrafts 2015 £	Loans and overdrafts 2014 £	Finance leases 2015 £	Finance leases 2014 £
In one year or less, or on demand	<u>5,230,486</u>	<u>3,073,694</u>	<u>56,864,798</u>	<u>47,324,206</u>
In more than one year but not more than two years	329,221	641,342	48,505,560	41,646,726
In more than two years but not more than five years	830,554	701,975	70,770,708	60,637,800
In more than five years	<u>848,440</u>	<u>384,643</u>	<u>-</u>	<u>-</u>
	<u>2,008,215</u>	<u>1,727,960</u>	<u>119,276,268</u>	<u>102,284,526</u>

Other loans represents amounts owed to the directors of the company, details of which can be found in note 20.

A bank loan commencing 23 July 2009 is payable by quarterly installments over 9 years bearing interest at 1.5% over LIBOR rate. This loan is secured on Swift House, Albert Crescent, Bristol and on both Brindley Road premises, Cardiff, by a debenture incorporating fixed and floating charges.

Bank loans commencing 24 April 2013 and 16 April 2015 are each payable by monthly installments over 10 years bearing interest at 2.25% above that bank's sterling base rate. These loans are secured on Speed House, Green Lane, Hounslow.

Gulliver's Truck Hire Limited

Notes forming part of the financial statements
for the year ended 30 April 2015 (*continued*)

14 Provisions for liabilities

	Deferred taxation £
At 1 May 2014	5,266,488
Charged to profit and loss account	1,013,138
	<hr/>
At 30 April 2015	6,279,626
	<hr/> <hr/>

Deferred taxation

	2015 £	2014 £
Accelerated capital allowances	6,300,905	5,283,274
Short term timing differences	(21,279)	(16,786)
	<hr/>	<hr/>
	6,279,626	5,266,488
	<hr/> <hr/>	<hr/> <hr/>

15 Pensions

The company operates defined contribution pension schemes. The assets of the schemes are held separately from those of the company in independently administered funds. The pension charge amounted to £217,970 (2014: £100,424). Contributions amounting to £23,731 (2014: £19,010) were payable to the schemes as at the year end and are included in creditors.

16 Share capital

	2015 £	2014 £
<i>Allotted, called up and fully paid</i>		
150,000 Ordinary shares of £1 each	150,000	150,000
	<hr/> <hr/>	<hr/> <hr/>

Gulliver's Truck Hire Limited

Notes forming part of the financial statements
for the year ended 30 April 2015 (*continued*)

17 Reserves

	Profit and loss account £
At 1 May 2014	31,594,762
Profit for the year	5,193,034
	<hr/>
At 30 April 2015	36,787,796
	<hr/> <hr/>

18 Reconciliation of movements in shareholders' funds

	2015 £	2014 £
Profit for the year	5,193,034	4,954,885
Opening shareholders' funds	31,744,762	26,789,877
	<hr/>	<hr/>
Closing shareholders' funds	36,937,796	31,744,762
	<hr/> <hr/>	<hr/> <hr/>

19 Commitments under operating leases

The company had annual commitments under non-cancellable operating leases as set out below:

	Land and buildings 2015 £	Other 2015 £	Land and buildings 2014 £	Other 2014 £
Operating leases which expire:				
Within one year	10,979	4,078	10,979	4,559
In two to five years	94,360	19,781	22,000	16,960
After five years	163	-	71,163	-
	<hr/>	<hr/>	<hr/>	<hr/>
	105,502	23,859	104,142	21,519
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

Gulliver's Truck Hire Limited

Notes forming part of the financial statements for the year ended 30 April 2015 (continued)

20 Related party disclosures

Related party transactions and balances

The related company, Gulliver's Travels Self Drive Limited, has shareholders and directors in common with Gulliver's Truck Hire Limited. The balance due to Gulliver's Travels Self Drive Limited as at 30 April 2015 was £23,318 (2014: £23,318), and is repayable in more than one year and carries no interest. There were no transactions entered into during the course of the current year or preceding year.

The company had two loans from Mr G Harding and Mrs C M Harding, directors of the company, which at 30 April 2015 totalled £Nil (2014: £407,176). These were unsecured, had no fixed repayment terms, and bore interest at 2% above the Bank of England base rate. During the year interest totalling £5,968 (2014: £13,407) was charged on these loans. Mr G Harding and Mrs C M Harding have current accounts in their favour. At 30 April 2015 these totalled £2 (2014: £57,719) and do not bear any interest and are unsecured.

Gulliver's Truck Hire Limited owns 100% of the shares in Maximus Telematics Solutions Limited. Consideration of £1 remains unpaid at 30 April 2015.

During the year ended 30 April 2013, payments were made to directors to be held by them under a Deed of Promise to pay a substantial amount of these in ten years time to persons chosen by the Employer Financed Retirement Benefit Scheme (EFRBS) trustees, as provided by the EFRBS arrangement. In that year, an aggregate amount of £815,000 was paid to four directors (Mr N Jeremiah, Mr P Harding, Mr A Patel, and Mr N Harding), £200 was paid to establish the EFRBS and interest of £52,700 was accrued to 30 April 2014. The payments carry a commercial rate of interest for every year that the director does not pay the funds to the EFRBS sub-fund. The majority of the interest is compounded annually and added to the outstanding amount. This year, a further £40,750 of interest has been accrued at a rate of 5%. The interest is borne by the directors.

Controlling parties

The controlling party is the Harding family.

21 Capital commitments

	2015 £	2014 £
Contracted but not provided for	97,437,030	27,019,095

Gulliver's Truck Hire Limited

Notes forming part of the financial statements
for the year ended 30 April 2015 (*continued*)

22 Reconciliation of operating profit to net cash inflow from operating activities

	2015 £	2014 £
Operating profit	13,879,412	12,727,608
Profit on sale of tangible fixed assets	(2,571,976)	(2,089,937)
Depreciation of tangible fixed assets	40,466,290	32,754,652
(Increase)/decrease in stocks	(198,655)	18,304
Increase in debtors	(2,905,783)	(1,845,402)
Increase in creditors	4,221,746	1,251,632
	<hr/>	<hr/>
Net cash inflow from operating activities	52,891,034	42,816,857
	<hr/>	<hr/>

23 Reconciliation of net cash flow to movement in net debt

	2015 £	2014 £
Decrease in cash	(1,054)	(1,744)
Cash inflow from changes in debt	52,315,559	44,223,101
Cash outflow from changes in liquid resources	-	(1,750,000)
	<hr/>	<hr/>
Movement in net debt resulting from cash flows	52,314,505	42,471,357
Inception of finance leases	(81,284,940)	(68,568,357)
	<hr/>	<hr/>
Movement in net debt	(28,970,435)	(26,097,000)
Opening net debt	(154,397,042)	(128,300,042)
	<hr/>	<hr/>
Closing net debt	(183,367,477)	(154,397,042)
	<hr/>	<hr/>

Gulliver's Truck Hire Limited

Notes forming part of the financial statements
for the year ended 30 April 2015 (*continued*)

24 Analysis of net debt

	At 1 May 2014 £	Cash flow £	Other non- cash items £	At 30 April 2015 £
Cash at bank and in hand	13,344	(1,054)	-	12,290
Debt due within one year	(3,073,694)	(1,931,583)	(225,209)	(5,230,486)
Debt due after one year	(1,727,960)	(505,464)	225,209	(2,008,215)
Finance leases	(149,608,732)	54,752,606	(81,284,940)	(176,141,066)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total	(154,397,042)	52,314,505	(81,284,940)	(183,367,477)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

Major non-cash transactions

During the year the company entered into finance lease arrangements for assets with a total capital value at the inception of the leases of £81,284,940 (2014: £68,568,357).

25 Invoice financing

An invoice financing agreement is in place at the year end. The substance of this agreement requires separate presentation, with debtors and liabilities shown gross. At the year end the advance cash secured against the debtors ledger was £4,914,960 (2014: £2,852,052).