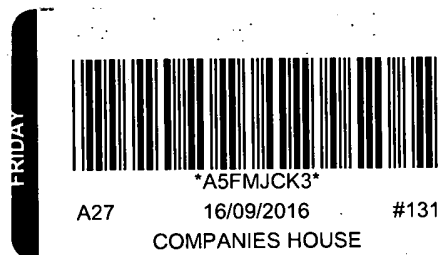


**REGISTERED NUMBER: 02800789 (England and Wales)**

**ABBREVIATED AUDITED ACCOUNTS  
FOR THE YEAR ENDED 31 MARCH 2016  
FOR  
LANE RENTAL SERVICES LIMITED**



**LANE RENTAL SERVICES LIMITED**

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for the Year Ended 31 March 2016**

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**LANE RENTAL SERVICES LIMITED**

**COMPANY INFORMATION**  
**for the Year Ended 31 March 2016**

**DIRECTOR:** M A Reay

**SECRETARY:** A J Allison

**REGISTERED OFFICE:** Hereford Road  
Pocklington Industrial Estate  
Pocklington  
York  
YO42 1NR

**REGISTERED NUMBER:** 02800789 (England and Wales)

**INDEPENDENT AUDITORS:** Graybrowne Limited  
Chartered Accountants  
Statutory Auditors  
The Counting House  
Nelson Street  
Hull  
East Yorkshire  
HU1 1XE

# LANE RENTAL SERVICES LIMITED

## STRATEGIC REPORT for the Year Ended 31 March 2016

The director presents his strategic report for the year ended 31 March 2016.

### REVIEW OF BUSINESS

The company continued its principal activity throughout the current year.

#### Key performance indicators

Management use a range of performance measures to monitor and manage the business. The performance measures include financial performance indicators such as profit ratios, liquidity ratios, activity ratios and capital ratios.

#### Development and financial performance during the year

As reported in the company's profit and loss account, turnover has decreased by 6.2% from £15.7m to £14.7m in the current year.

Despite difficult trading conditions and the need to remain competitive, a continued re-focus for infrastructure investment schemes and a strong order book has led to a maintained level turnover and the company has once again reported a healthy profit margin in the current year.

#### Financial position at the reporting date

The balance sheet shows the company's net assets at the year end have increased by 23.0% from £1.95m to £2.4m in the current year.

Through a mixture of strong leadership, effective staffing and extensive investment in a portfolio of equipment, working to full capacity, the company has finished the year in a strong position in terms of its balance sheet.

### PRINCIPAL RISKS AND UNCERTAINTIES

Management continually monitor the key risks facing the company together with assessing the controls used managing these risks.

The principal risks and uncertainties facing the company are as follows:

**Financial risk** - financial risk is managed specifically by regular management meetings and the preparation and monitoring of monthly cash flows. Trade debtors are reviewed regularly to ensure good credit control and minimal bad debt write off.

**Competitor pressure** - the company operates in a competitive industry which means not only does it need to attract new business, but it must endeavour to retain and nurture existing relationships with customers.

**Economic downturn** - the company acknowledges the importance of maintaining close relationships with its key customers in order to be able to identify the early signs of potential financial difficulties.

**Reliance on key suppliers** - the company's purchasing activities could expose it to over reliance on certain suppliers and inflationary pricing pressure. The company manages this risk by ensuring there is enough breadth in its supplier bases by constantly seeking to find potential alternative suppliers that may be used if necessary.

**Loss of key personnel** - this would present significant operational difficulties, for the company. Management seek to ensure that key personnel are appropriately remunerated to ensure that good performance is recognised. Staff are continuously kept up to date on new policies and procedures and the company encourages staff development.

### ON BEHALF OF THE BOARD:

.....  
A J Allison - Secretary

Date: 2.9.16 .....

## **LANE RENTAL SERVICES LIMITED**

### **REPORT OF THE DIRECTOR for the Year Ended 31 March 2016**

The director presents his report with the accounts of the company for the year ended 31 March 2016.

#### **PRINCIPAL ACTIVITY**

The principal activity of the company in the year under review was that of contractors for asphalt and tarmacadam schemes and contractors for road planing.

#### **DIVIDENDS**

No dividends will be distributed for the year ended 31 March 2016.

#### **FUTURE DEVELOPMENTS**

The directors are confident that the company will continue to trade profitably in the future. The aim is to continue the focus on infrastructure investment schemes and maintain a strong order book in order to remain competitive and overcome any difficulties in the market place.

#### **DIRECTOR**

M A Reay held office during the whole of the period from 1 April 2015 to the date of this report.

#### **FINANCIAL INSTRUMENTS**

The company's principal financial instruments comprise bank balances, bank loans, creditors, debtors and hire purchase contracts. The main purpose of these instruments is to raise funds for the company's operations.

Due to the nature of the financial instruments used by the company there is no exposure to price risk. The company's approach to managing other risks applicable to the financial instruments concerned is shown below.

In respect of bank balances, the liquidity risk is managed by maintaining checks on the balance of the bank account. Also the company uses forecasts to predict cash requirements and plans accordingly.

Loans comprise of hire purchase agreements and bank loans. Interest and capital is payable on the loan and hire purchase agreements. The company manages its liquidity risk by ensuring there are sufficient funds to meet the payments as they fall due.

All customers who wish to trade on credit terms are subject to credit verification procedures. Receivable balances are monitored on an ongoing basis and provision is made for doubtful debts where necessary.

#### **STATEMENT OF DIRECTOR'S RESPONSIBILITIES**

The director is responsible for preparing the Report of the Director and the financial statements in accordance with applicable law and regulations.

Company law requires the director to prepare financial statements for each financial year. Under that law the director has elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. Under company law the director must not approve the financial statements unless he is 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 director is required to:

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

The director is 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 him to ensure that the financial statements comply with the Companies Act 2006. He is 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.

**LANE RENTAL SERVICES LIMITED**

**REPORT OF THE DIRECTOR  
for the Year Ended 31 March 2016**

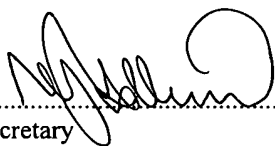
**STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS**

So far as the director is aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and he has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

**AUDITORS**

The auditors, Graybrowne Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

**ON BEHALF OF THE BOARD:**

  
.....  
A J Allison - Secretary

Date: 22.9.16 .....

**INDEPENDENT AUDITORS' REPORT TO  
LANE RENTAL SERVICES LIMITED  
UNDER SECTION 449 OF THE COMPANIES ACT 2006**

We have examined the abbreviated accounts set out on pages six to twenty three, together with the full financial statements of Lane Rental Services Limited for the year ended 31 March 2016 prepared under Section 396 of the Companies Act 2006.

This report is made solely to the company, in accordance with Section 449 of the Companies Act 2006. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditors' 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, for our work, for this report, or for the opinions we have formed.

**Respective responsibilities of director and auditors**

The director is responsible for preparing the abbreviated accounts in accordance with Section 445 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the Regulations made under that Section and to report our opinion to you.

**Basis of opinion**

We conducted our work in accordance with Bulletin 2008/4 issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

**Opinion**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 445(3) of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with the Regulations made under that Section.



Anne Gray F.C.A. C.T.A. (Senior Statutory Auditor)  
for and on behalf of Graybrowne Limited  
Chartered Accountants  
Statutory Auditors  
The Counting House  
Nelson Street  
Hull  
East Yorkshire  
HU1 1XE

Date: .....13-9-16.....

**LANE RENTAL SERVICES LIMITED**

**ABBREVIATED STATEMENT OF COMPREHENSIVE INCOME**  
for the Year Ended 31 March 2016

	Notes	31.3.16 £	31.3.15 £
<b>TURNOVER</b>		14,722,825	15,690,219
Cost of sales and other operating income		(12,943,582)	(13,010,582)
		<u>1,779,243</u>	<u>2,679,637</u>
Administrative expenses		<u>1,009,234</u>	<u>1,179,266</u>
<b>OPERATING PROFIT</b>	4	770,009	1,500,371
Interest payable and similar charges	5	<u>210,101</u>	<u>184,197</u>
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		559,908	1,316,174
Tax on profit on ordinary activities	6	<u>111,250</u>	<u>260,917</u>
<b>PROFIT FOR THE FINANCIAL YEAR</b>		448,658	1,055,257
<b>OTHER COMPREHENSIVE INCOME</b>		<u>-</u>	<u>-</u>
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>		<u><u>448,658</u></u>	<u><u>1,055,257</u></u>

The notes form part of these abbreviated accounts




ABBREVIATED BALANCE SHEET  
31 March 2016

	Notes	31.3.16 £	£	31.3.15 £	£
<b>FIXED ASSETS</b>					
Intangible assets	8		1		1
Tangible assets	9		<u>3,713,191</u>		<u>4,534,494</u>
			3,713,192		4,534,495
<b>CURRENT ASSETS</b>					
Debtors	10	3,365,479		3,923,729	
<b>CREDITORS</b>					
Amounts falling due within one year	11	<u>3,548,027</u>		<u>4,629,223</u>	
<b>NET CURRENT LIABILITIES</b>			<u>(182,548)</u>		<u>(705,494)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			3,530,644		3,829,001
<b>CREDITORS</b>					
Amounts falling due after more than one year	12		(896,904)		(1,600,405)
<b>PROVISIONS FOR LIABILITIES</b>	16		<u>(232,054)</u>		<u>(275,568)</u>
<b>NET ASSETS</b>			<u>2,401,686</u>		<u>1,953,028</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	17		1,000		1,000
Retained earnings	18		<u>2,400,686</u>		<u>1,952,028</u>
<b>SHAREHOLDERS' FUNDS</b>			<u>2,401,686</u>		<u>1,953,028</u>

The abbreviated accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to medium-sized companies.

The financial statements were approved by the director on 9. 8. 16 and were signed by:

  
.....  
M A Reay - Director

The notes form part of these abbreviated accounts

**LANE RENTAL SERVICES LIMITED**

**STATEMENT OF CHANGES IN EQUITY  
for the Year Ended 31 March 2016**

	Called up share capital £	Retained earnings £	Total equity £
<b>Balance at 1 April 2014</b>	1,000	1,157,475	1,158,475
<b>Changes in equity</b>			
Dividends	-	(260,704)	(260,704)
Total comprehensive income	-	<u>1,055,257</u>	<u>1,055,257</u>
<b>Balance at 31 March 2015</b>	<u>1,000</u>	<u>1,952,028</u>	<u>1,953,028</u>
<b>Changes in equity</b>			
Total comprehensive income	-	<u>448,658</u>	<u>448,658</u>
<b>Balance at 31 March 2016</b>	<u><u>1,000</u></u>	<u><u>2,400,686</u></u>	<u><u>2,401,686</u></u>

The notes form part of these abbreviated accounts

## **LANE RENTAL SERVICES LIMITED**

### **NOTES TO THE ABBREVIATED ACCOUNTS for the Year Ended 31 March 2016**

#### **1. STATUTORY INFORMATION**

Lane Rental Services Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

#### **2. ACCOUNTING POLICIES**

##### **Basis of preparing the financial statements**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and Companies Act 2006. There were no material departures from that standard. The financial statements have been prepared under the historical cost convention.

This is the first year in which the financial statements have been prepared under FRS 102. There were no material adjustments on adoption of FRS 102 in the current or prior years. For more information see pages 21-23.

The financial statements are presented in Sterling (£).

##### **Financial reporting standard 102 - reduced disclosure exemptions**

The company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland":

- the requirements of Section 4 Statement of Financial Position paragraph 4.12(a)(iv);
- the requirements of Section 7 Statement of Cash Flows;
- the requirement of Section 3 Financial Statement Presentation paragraph 3.17(d);
- the requirements of Section 11 Financial Instruments paragraphs 11.39 to 11.48A.

##### **Significant judgements and estimates**

In the application of the company's accounting policies, which are described in note 2, the directors are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

There have been no critical estimations or judgements in applying the company's accounting policies in the current year.

##### **Turnover**

Turnover represents amounts receivable, excluding VAT and trade discounts, by the company for goods supplied and services provided during the year.

**LANE RENTAL SERVICES LIMITED**

**NOTES TO THE ABBREVIATED ACCOUNTS - continued  
for the Year Ended 31 March 2016**

**2. ACCOUNTING POLICIES - continued**

**Tangible fixed assets**

Tangible fixed assets are stated at cost, net of depreciation and any provision for impairment. Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost, less estimated residual value, of each asset on a straight-line basis over its expected useful life, as follows:

Freehold property - 2% on cost less residual value

Plant and machinery - 20% on cost and 15% on cost

Fixtures and fittings - 25% on cost

Commercial vehicles - 25% on cost

Residual value represents the estimated amount which would currently be obtained from disposal of an asset, after deducting estimated costs of disposal, if the asset were already of the age and in the condition expected at the end of its useful life.

**Impairment of assets**

At each reporting date fixed assets are reviewed to determine whether there is any indication that those assets have suffered an impairment loss. If there is an indication of possible impairment, the recoverable amount of any affected asset is estimated and compared with its carrying amount. If estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in profit or loss.

If an impairment loss subsequently reverses, the carry amount of the asset is increased to the revised estimate of its recoverable amount, but not in excess of the amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised immediately in profit or loss.

**Government grants**

Government grants received are treated as deferred credits and credited to profit and loss account over the estimated useful life of the relevant fixed asset.

**LANE RENTAL SERVICES LIMITED**

**NOTES TO THE ABBREVIATED ACCOUNTS - continued  
for the Year Ended 31 March 2016**

**2. ACCOUNTING POLICIES - continued**

**Taxation**

The tax expense for the year comprises current and deferred tax.

Current tax is recognised for the amount of income tax payable in respect of the taxable profit for the current or past reporting periods using the tax rates and laws that have been enacted or substantively enacted by the reporting date.

Deferred tax is recognised in respect of all timing differences at the reporting date, except as otherwise indicated.

Deferred tax assets are only recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

If and when all conditions for retaining tax allowances for the cost of a fixed asset have been met, the deferred tax is reversed.

A deferred tax liability or asset is recognised for the additional tax that will be paid or avoided in respect of assets and liabilities that are recognised in a business combination. The amount attributed to goodwill is adjusted by the amount of deferred tax recognised.

Deferred tax is calculated using the tax rates and laws that have been enacted or substantively enacted by the reporting date that are expected to apply to the reversal of the timing difference.

With the exception of changes arising on the initial recognition of a business combination, the tax expense (income) is presented either in profit or loss, other comprehensive income or equity depending on the transaction that resulted in the tax expense (income).

Deferred tax liabilities are presented within provisions for liabilities and deferred tax assets within debtors.

Deferred tax assets and deferred tax liabilities are offset only if:

- the company has a legally enforceable right to set off current tax assets against current tax liabilities, and
- the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same taxation authority on either the same taxable entity or different taxable entities which intend either to settle current tax liabilities and assets on a net basis, or to realise the assets and settle the liabilities simultaneously.

**Pension costs and other post-retirement benefits**

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

# LANE RENTAL SERVICES LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS - continued for the Year Ended 31 March 2016

### 2. ACCOUNTING POLICIES - continued

#### Financial instruments

Financial assets and liabilities are recognised when the company becomes party to the contractual provisions of the financial instrument. The company holds basic financial instruments, which comprise cash, and cash equivalents, trade and other debtors, trade and other creditors and loans payable.

#### i) Cash and cash equivalents

Cash and cash equivalents include cash in hand and deposits held with banks.

#### ii) Trade and other debtors

Trade and other debtors receivable within one year are measured at the undiscounted amount of the cash expected to be received, net of any impairment.

At the end of each reporting period, the company assesses whether there is objective evidence that any receivable amount may be impaired. A provision for impairment 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. The amount of the provision is the difference between the asset's carrying amount and the present value of the estimated future cash flows, discounted at the effective interest rate. The amount of the provision is recognised immediately in profit or loss.

#### iii) Trade and other creditors

Trade and other creditors payable within one year are measured at the undiscounted amounts of the cash expected to be paid.

#### iv) Loans payable

Loans payable are initially measured at the transaction price, including any transaction costs, and subsequently measured at amortised cost using the effective interest method.

#### Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

#### Revision of comparatives

The costs within the statutory profit and loss account headings have been revised for 2016 to give more meaningful analysis. The effect of these revisions is to reduce administrative by £9,337 and increase interest payable by £9,337.

### 3. STAFF COSTS

	31.3.16	31.3.15
	£	£
Wages and salaries	2,903,314	2,979,189
Social security costs	307,870	324,381
Other pension costs	49,856	159,882
	<u>3,261,040</u>	<u>3,463,452</u>

**LANE RENTAL SERVICES LIMITED**

**NOTES TO THE ABBREVIATED ACCOUNTS - continued  
for the Year Ended 31 March 2016**

**3. STAFF COSTS - continued**

The average monthly number of employees during the year was as follows:

	31.3.16	31.3.15
Administration	12	9
Production	<u>64</u>	<u>68</u>
	<u>76</u>	<u>77</u>

**4. OPERATING PROFIT**

The operating profit is stated after charging/(crediting):

	31.3.16	31.3.15
	£	£
Depreciation - owned assets	1,103,922	906,472
Profit on disposal of fixed assets	(97,384)	(33,728)
Auditors' remuneration	8,200	7,900
Auditors' remuneration for non audit work	6,500	6,268
Operating lease payments	3,483	1,183
Government grants	64,134	26,865
Hire of plant and machinery	<u>469,452</u>	<u>423,864</u>
Director's remuneration	29,988	33,688
Director's pension contributions to money purchase schemes	<u>-</u>	<u>150,000</u>

The number of directors to whom retirement benefits were accruing was as follows:

Money purchase schemes	<u>-</u>	<u>1</u>
------------------------	----------	----------

**5. INTEREST PAYABLE AND SIMILAR CHARGES**

	31.3.16	31.3.15
	£	£
Bank interest	1,107	9,188
Bank loan interest	2,763	-
Hire purchase	155,095	163,150
Bad debt insurance	51,136	9,337
VAT surcharges	<u>-</u>	<u>2,522</u>
	<u>210,101</u>	<u>184,197</u>

**LANE RENTAL SERVICES LIMITED**

**NOTES TO THE ABBREVIATED ACCOUNTS - continued  
for the Year Ended 31 March 2016**

**6. TAXATION**

**Analysis of the tax charge**

The tax charge on the profit on ordinary activities for the year was as follows:

	31.3.16 £	31.3.15 £
Current tax:		
UK corporation tax	154,764	218,782
Deferred tax	<u>(43,514)</u>	<u>42,135</u>
Tax on profit on ordinary activities	<u>111,250</u>	<u>260,917</u>

UK corporation tax has been charged at 20% (2015 - 21%).

**Reconciliation of total tax charge included in profit and loss**

The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below:

	31.3.16 £	31.3.15 £
Profit on ordinary activities before tax	<u>559,908</u>	<u>1,316,174</u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 20% (2015 - 21%)	111,982	276,397
Effects of:		
Expenses not deductible for tax purposes	3,384	910
Income not taxable for tax purposes	(12,827)	(5,642)
Capital allowances in excess of depreciation	-	(10,741)
Depreciation in excess of capital allowances	8,711	-
Group relief	<u>-</u>	<u>(7)</u>
Total tax charge	<u>111,250</u>	<u>260,917</u>

The applicable main tax rate has changed following the substantive enactment of Finance Act 2014.

**7. DIVIDENDS**

	31.3.16 £	31.3.15 £
Ordinary shares of £1 each		
Interim	<u>-</u>	<u>260,704</u>



**LANE RENTAL SERVICES LIMITED**

**NOTES TO THE ABBREVIATED ACCOUNTS - continued  
for the Year Ended 31 March 2016**

**8. INTANGIBLE FIXED ASSETS**

	Goodwill £
<b>COST</b>	
At 1 April 2015 and 31 March 2016	<u>35,000</u>
<b>AMORTISATION</b>	
At 1 April 2015 and 31 March 2016	<u>34,999</u>
<b>NET BOOK VALUE</b>	
At 31 March 2016	<u><u>1</u></u>
At 31 March 2015	<u><u>1</u></u>

**9. TANGIBLE FIXED ASSETS**

	Freehold property £	Plant and machinery £	Fixtures and fittings £	Commercial vehicles £	Totals £
<b>COST</b>					
At 1 April 2015	-	4,489,500	8,049	2,187,501	6,685,050
Additions	235,000	257,300	2,100	78,787	573,187
Disposals	<u>-</u>	<u>(586,100)</u>	<u>-</u>	<u>(48,000)</u>	<u>(634,100)</u>
At 31 March 2016	<u>235,000</u>	<u>4,160,700</u>	<u>10,149</u>	<u>2,218,288</u>	<u>6,624,137</u>
<b>DEPRECIATION</b>					
At 1 April 2015	-	1,291,445	5,778	853,333	2,150,556
Charge for year	-	649,143	1,172	453,607	1,103,922
Eliminated on disposal	<u>-</u>	<u>(305,532)</u>	<u>-</u>	<u>(38,000)</u>	<u>(343,532)</u>
At 31 March 2016	<u>-</u>	<u>1,635,056</u>	<u>6,950</u>	<u>1,268,940</u>	<u>2,910,946</u>
<b>NET BOOK VALUE</b>					
At 31 March 2016	<u>235,000</u>	<u>2,525,644</u>	<u>3,199</u>	<u>949,348</u>	<u>3,713,191</u>
At 31 March 2015	<u>-</u>	<u>3,198,055</u>	<u>2,271</u>	<u>1,334,168</u>	<u>4,534,494</u>

Included in cost of land and buildings is freehold land of £150,000 (2015 - £0) which is not depreciated.

Included within the total net book value of tangible fixed assets is £3,327,424 (2015: £4,435,552) in respect of assets held under finance leases and similar hire purchase contracts. Depreciation for the year on these assets was £1,067,011 (2015: £880,530).

Tangible fixed assets with a carrying value of £3,713,196 (2015: £4,534,496) are pledged as security for the company's bank loans.

**LANE RENTAL SERVICES LIMITED**

**NOTES TO THE ABBREVIATED ACCOUNTS - continued  
for the Year Ended 31 March 2016**

**10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.3.16	31.3.15
	£	£
Trade debtors	2,825,800	3,623,249
Amounts owed by group undertakings	253,684	253,691
Other debtors	284,782	6,332
Directors' current accounts	-	3,450
Prepayments and accrued income	<u>1,213</u>	<u>37,007</u>
	<u><u>3,365,479</u></u>	<u><u>3,923,729</u></u>

An impairment loss of £154,794 (2015: £39,706) was recognised against trade debtors.

**11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.3.16	31.3.15
	£	£
Bank loans and overdrafts (see note 13)	287,952	147,784
Hire purchase contracts (see note 14)	984,149	1,541,669
Trade creditors	1,594,221	2,277,155
Tax	154,764	218,782
Social security and other taxes	412,663	206,651
Other creditors	34,833	15,280
Accruals and deferred income	14,825	163,116
Deferred government grants	<u>64,620</u>	<u>58,786</u>
	<u><u>3,548,027</u></u>	<u><u>4,629,223</u></u>

**12. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	31.3.16	31.3.15
	£	£
Bank loans (see note 13)	199,576	-
Hire purchase contracts (see note 14)	479,181	1,351,180
Deferred government grants	<u>218,147</u>	<u>249,225</u>
	<u><u>896,904</u></u>	<u><u>1,600,405</u></u>

**13. LOANS**

An analysis of the maturity of loans is given below:

	31.3.16	31.3.15
	£	£
Amounts falling due within one year or on demand:		
Bank overdrafts	264,452	147,784
Bank loans	<u>23,500</u>	<u>-</u>
	<u><u>287,952</u></u>	<u><u>147,784</u></u>
Amounts falling due between one and two years:		
Bank loans - 1-2 years	<u><u>23,500</u></u>	<u><u>-</u></u>

**LANE RENTAL SERVICES LIMITED**

**NOTES TO THE ABBREVIATED ACCOUNTS - continued  
for the Year Ended 31 March 2016**

**13. LOANS - continued**

	31.3.16	31.3.15
	£	£
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>70,500</u>	<u>-</u>
Amounts falling due in more than five years:		
Repayable by instalments		
Bank loans more 5 yr by instal	<u>105,576</u>	<u>-</u>

Bank loans totalling £223,076 are repayable by monthly instalments between April 2016 and August 2025. Interest is charged on this loan at 2.25% over base rate.

**14. LEASING AGREEMENTS**

Minimum lease payments fall due as follows:

	Hire purchase contracts	
	31.3.16	31.3.15
	£	£
Net obligations repayable:		
Within one year	984,149	1,541,669
Between one and five years	<u>479,181</u>	<u>1,351,180</u>
	<u>1,463,330</u>	<u>2,892,849</u>
	Non-cancellable operating leases	
	31.3.16	31.3.15
	£	£
Within one year	31,608	27,000
Between one and five years	<u>5,841</u>	<u>-</u>
	<u>37,449</u>	<u>27,000</u>

**LANE RENTAL SERVICES LIMITED**

**NOTES TO THE ABBREVIATED ACCOUNTS - continued  
for the Year Ended 31 March 2016**

**15. SECURED DEBTS**

The following secured debts are included within creditors:

	31.3.16	31.3.15
	£	£
Bank overdrafts	264,452	147,784
Bank loans	223,076	-
Hire purchase contracts	<u>1,463,330</u>	<u>2,892,849</u>
	<u>1,950,858</u>	<u>3,040,633</u>

The bank loans are secured by a fixed and floating charge over land and buildings and all of the assets of the company.

Hire purchase liabilities are secured on the related asset financed.

There is also an unlimited multilateral guarantee given by the company, LRS Holdings Limited and DWCO 4 Limited, the immediate parent company and ultimate parent company respectively, of Lane Rental Services Limited.

There is also an unlimited multilateral guarantee given by the company, Aggregate Recycling (UK) Limited, Lane Rental (Road Planing) Limited and LRS Holdings Limited.

**16. PROVISIONS FOR LIABILITIES**

	31.3.16	31.3.15
	£	£
Deferred tax	<u>232,054</u>	<u>275,568</u>
		Deferred tax
		£
Balance at 1 April 2015		275,568
Credit to Statement of Comprehensive Income during year		<u>(43,514)</u>
Balance at 31 March 2016		<u>232,054</u>

The above provided amounts relate to corporation tax deferred by accelerated capital allowances and are based on a corporation tax rate of 20%.

It is not expected that there will be a material net reversal of deferred tax next year (2015: £nil), relating to the reversal of existing timing differences on tangible fixed assets.

**17. CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	31.3.16	31.3.15
			£	£
1,000	Ordinary	£1	<u>1,000</u>	<u>1,000</u>

**LANE RENTAL SERVICES LIMITED**

**NOTES TO THE ABBREVIATED ACCOUNTS - continued  
for the Year Ended 31 March 2016**

**18. RESERVES**

	Retained earnings £
At 1 April 2015	1,952,028
Profit for the year	<u>448,658</u>
At 31 March 2016	<u><u>2,400,686</u></u>

The retained earnings reserve represents cumulative profits or losses, net of dividends paid and other adjustments.

**19. ULTIMATE PARENT COMPANY**

The ultimate parent company at the balance sheet date was DWCO 4 Limited. The immediate parent company is LRS Holdings Limited.

Copies of DWCO 4 Limited consolidated financial statements can be obtained from the company secretary at Hereford Road, Pocklington Industrial Estate, Pocklington, York, YO42 1NR.

**20. CONTINGENT LIABILITIES**

The company has given the bank an unlimited multilateral guarantee in respect of companies under the common ownership of M A Reay. At 31 March 2016 the potential liability of the company under this arrangement was £366,984 (2015: £129,833).

**21. DIRECTOR'S ADVANCES, CREDITS AND GUARANTEES**

The following advances and credits to a director subsisted during the years ended 31 March 2016 and 31 March 2015:

	31.3.16 £	31.3.15 £
<b>M A Reay</b>		
Balance outstanding at start of year	3,450	3,450
Amounts repaid	(3,450)	-
Balance outstanding at end of year	<u><u>-</u></u>	<u><u>3,450</u></u>

Loans made to the director by the company are on an interest free basis.

**22. RELATED PARTY DISCLOSURES**

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

## **LANE RENTAL SERVICES LIMITED**

### **NOTES TO THE ABBREVIATED ACCOUNTS - continued for the Year Ended 31 March 2016**

#### **22. RELATED PARTY DISCLOSURES - continued**

Lane Rental Services Limited is related to Aggregate Recycling (UK) Limited by virtue of being under the common control of the director.

Lane Rental Services Limited is related to Lane Rental (Plant Hire) Services Limited by virtue of being under the common control of the director.

At the year end, Aggregate Recycling (UK) Limited owed the company £8,450. At the year ended 31 March 2015 the company owed Aggregate Recycling (UK) Limited £15,000, in respect of a current account balance. The company also owed Aggregate Recycling (UK) Limited £Nil (2015: £14,400) in respect of a trade balance.

At the year end the company owed Lane Rental (Plant Hire) Services £Nil (2015: £30,000) in respect of a trade balance and Lane Rental (Plant Hire) Services owed the company £250,000 (2015: £Nil) in respect of a current account balance.

During the year the company sold fixed assets to Lane Rental (Plant Hire) Services Limited totalling £Nil (2015: £273,117).

During the year the company purchased fixed assets from Aggregate Recycling (UK) Limited totalling £54,000 (2015: £Nil).

The following profit and loss account transactions took place during the year in respect of Aggregate Recycling (UK) Limited: management income of £80,000 (2015: £195,000).

The following profit and loss account transactions took place during the year in respect of Lane Rental (Plant Hire) Services Limited: management charge of £Nil (2015: £150,000) and plant hire charge £36,000 (2015: £35,000).

The company paid rent to M A Reay, the director, amounting to £34,000 (2015: £69,000) in respect of properties occupied by the company. These transactions are at normal commercial rates.

All transactions took place on an arm's length basis.

#### **23. ULTIMATE CONTROLLING PARTY**

The ultimate controlling party is M A Reay.

#### **24. FIRST YEAR ADOPTION**

This is the first financial year that the company has presented its financial statements in accordance with FRS 102 'The Financial Reporting Framework Applicable in the UK and Republic of Ireland' ('FRS 102'). For financial years up to and including the year ending 31 March 2015, the company prepared its financial statements in accordance with old UK GAAP.

The company's date of transition to FRS 102 is therefore 1 April 2014. This note sets out the changes to accounting policies and the transitional adjustments that are required to be made for first-time transition to FRS 102. The company's opening equity position at 1 April 2014 and its previously published financial statements for the year ended 31 March 2015 have been restated from old UK GAAP.

In carrying out the transition to FRS 102, the company has not applied any of the optional exemptions as permitted by section 35 Transition to this FRS.

**LANE RENTAL SERVICES LIMITED**

**RECONCILIATION OF EQUITY  
1 April 2014  
(DATE OF TRANSITION TO FRS 102)**

	Notes	UK GAAP £	Effect of transition to FRS 102 £	FRS 102 £
<b>FIXED ASSETS</b>				
Intangible assets		1	-	1
Tangible assets		<u>3,813,925</u>	<u>-</u>	<u>3,813,925</u>
		<u>3,813,926</u>	<u>-</u>	<u>3,813,926</u>
<b>CURRENT ASSETS</b>				
Debtors		<u>2,059,478</u>	<u>-</u>	<u>2,059,478</u>
<b>CREDITORS</b>				
Amounts falling due within one year		<u>(2,637,995)</u>	<u>-</u>	<u>(2,637,995)</u>
<b>NET CURRENT LIABILITIES</b>		<u>(578,517)</u>	<u>-</u>	<u>(578,517)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		3,235,409	-	3,235,409
<b>CREDITORS</b>				
Amounts falling due after more than one year		(1,843,501)	-	(1,843,501)
<b>PROVISIONS FOR LIABILITIES</b>		<u>(233,433)</u>	<u>-</u>	<u>(233,433)</u>
<b>NET ASSETS</b>		<u>1,158,475</u>	<u>-</u>	<u>1,158,475</u>
<b>CAPITAL AND RESERVES</b>				
Called up share capital		1,000	-	1,000
Retained earnings		<u>1,157,475</u>	<u>-</u>	<u>1,157,475</u>
<b>SHAREHOLDERS' FUNDS</b>		<u>1,158,475</u>	<u>-</u>	<u>1,158,475</u>

The notes form part of these abbreviated accounts

**LANE RENTAL SERVICES LIMITED**

**RECONCILIATION OF EQUITY - continued**  
**31 March 2015**

	Notes	UK GAAP £	Effect of transition to FRS 102 £	FRS 102 £
<b>FIXED ASSETS</b>				
Intangible assets		1	-	1
Tangible assets		<u>4,534,494</u>	<u>-</u>	<u>4,534,494</u>
		<u>4,534,495</u>	<u>-</u>	<u>4,534,495</u>
<b>CURRENT ASSETS</b>				
Debtors		<u>3,923,729</u>	<u>-</u>	<u>3,923,729</u>
<b>CREDITORS</b>				
Amounts falling due within one year		<u>(4,629,223)</u>	<u>-</u>	<u>(4,629,223)</u>
<b>NET CURRENT LIABILITIES</b>		<u>(705,494)</u>	<u>-</u>	<u>(705,494)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		3,829,001	-	3,829,001
<b>CREDITORS</b>				
Amounts falling due after more than one year		(1,600,405)	-	(1,600,405)
<b>PROVISIONS FOR LIABILITIES</b>		<u>(275,568)</u>	<u>-</u>	<u>(275,568)</u>
<b>NET ASSETS</b>		<u><u>1,953,028</u></u>	<u><u>-</u></u>	<u><u>1,953,028</u></u>
<b>CAPITAL AND RESERVES</b>				
Called up share capital		1,000	-	1,000
Retained earnings		<u>1,952,028</u>	<u>-</u>	<u>1,952,028</u>
<b>SHAREHOLDERS' FUNDS</b>		<u><u>1,953,028</u></u>	<u><u>-</u></u>	<u><u>1,953,028</u></u>

The notes form part of these abbreviated accounts



**LANE RENTAL SERVICES LIMITED**

**RECONCILIATION OF PROFIT  
for the Year Ended 31 March 2015**

	<b>UK GAAP £</b>	<b>Effect of transition to FRS 102 £</b>	<b>FRS 102 £</b>
<b>TURNOVER</b>	15,690,219	-	15,690,219
Cost of sales	<u>(13,280,526)</u>	<u>-</u>	<u>(13,280,526)</u>
<b>GROSS PROFIT</b>	2,409,693	-	2,409,693
Administrative expenses	(1,179,266)	-	(1,179,266)
Other operating income	<u>269,944</u>	<u>-</u>	<u>269,944</u>
<b>OPERATING PROFIT</b>	1,500,371	-	1,500,371
Interest payable and similar charges	<u>(184,197)</u>	<u>-</u>	<u>(184,197)</u>
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>	1,316,174	-	1,316,174
Tax on profit on ordinary activities	<u>(260,917)</u>	<u>-</u>	<u>(260,917)</u>
<b>PROFIT FOR THE FINANCIAL YEAR</b>	<u><u>1,055,257</u></u>	<u><u>-</u></u>	<u><u>1,055,257</u></u>

The notes form part of these abbreviated accounts