

**STRATEGIC REPORT, REPORT OF THE DIRECTOR AND  
UNAUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2016  
FOR  
TRUCTYRE FLEET MANAGEMENT LIMITED**

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**for the Year Ended 31 DECEMBER 2016**

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**TRUCTYRE FLEET MANAGEMENT LIMITED**

**COMPANY INFORMATION**

**for the Year Ended 31 DECEMBER 2016**

**DIRECTOR:**

G W Sherwood

**REGISTERED OFFICE:**

Goodwood House  
Goodwood Road  
Eastleigh  
Hampshire  
SO50 4NT

**REGISTERED NUMBER:**

03999449 (England and Wales)

**ACCOUNTANTS:**

Stone Osmond Limited  
75 Bournemouth Road  
Chandlers Ford  
Eastleigh  
Hampshire  
SO53 3AP

**BANKERS:**

National Westminster Bank plc  
Old Bank Branch  
105 High Street  
Winchester  
Hampshire  
SO23 9AW

**STRATEGIC REPORT**  
**for the Year Ended 31 DECEMBER 2016**

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

**REVIEW OF BUSINESS**

The acquisition of PK Commercial Tyres Ltd in 2012 by parent company TFM Holdings Ltd meant an enlarged group, to ensure it met key strategies in the 3 year business plan (2014 to 2016), had to make significant investment in resource, compliance, plant/equipment, training, IT, back office and re-branding to ensure high quality of service associated with Tructyre to meet the current and future needs of customers.

The commercial business when growing is stepchanging and the company's growth rate of 6.6% per annum means that it takes two years to realise the investment.

The investment as outlined in our strategic report for year ending 2015 continued in 2016 with a complete refocus of our sales & marketing and end user offer. Introduction of our technical services division, Tructrak, expansion into Essex and investments into plant and equipment for our specialist supporting business units have all enabled the business to continue to move forward.

The company's key statistics are as follows:

	<u>12 months to 31.12.16</u>		<u>12 months to 31.12.15</u>	
Turnover	£30,228,328	(100.0%)	£27,709,194	(100.0%)
Gross profit	£11,076,888	(36.6%)	£9,941,652	(35.9%)
Profit before tax	£446,926	(1.5%)	£690,557	(2.5%)

As can be seen, both turnover and gross profit were up on 2015 and whilst profit before tax was down, it was actually up on budget.

During 2016 the company started to prepare its 2020 plan, investment in which commenced in the second half of the year. We now have the infrastructure and scalability to push the business forward in the next 5 years and we are confident that we are continuing to put all the processes in place to meet our sales growth and financial objectives going forward.

**PRINCIPAL RISKS AND UNCERTAINTIES**

Post Brexit and further political unrest has made, at times, challenging markets, particularly with current exchange rates and global raw materials, adversely affecting UK imports and therefore sales value and inflation is something that we will need to monitor very closely because of the effects it has on gross margin.

However, the structures, measurements and added value services developed over the past three years will help to minimise such impacts and as a consequence, will put us in a competitive advantage over our nearest competitors, particularly those who's not invested will struggle to meet the demands of the market in the future.

Whilst we cannot be complacent our core values have been further developed to meet the needs of the 2020 plan so that the company can maintain its position as the UK's largest independent truck service retailer.

**ON BEHALF OF THE BOARD:**



G W Sherwood - Director

22 August 2017

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

The director presents his report with the financial statements of the company for the year ended 31 December 2016.

**PRINCIPAL ACTIVITIES**

The principal activities of the company in the year under review were those of the sale, lease and maintenance of commercial vehicle tyres.

**DIVIDENDS**

An interim dividend of £600 per share was paid on 22 December 2016. The director recommends that no final dividend be paid.

The total distribution of dividends for the year ended 31 December 2016 will be £60,000.

**DIRECTOR**

G W Sherwood held office during the whole of the period from 1 January 2016 to the date of this report.

**ON BEHALF OF THE BOARD:**



G W Sherwood - Director

22 August 2017

**TRUCTYRE FLEET MANAGEMENT LIMITED (REGISTERED NUMBER: 03999449)**

**INCOME STATEMENT**  
**for the Year Ended 31 DECEMBER 2016**

	Notes	31.12.16 £	31.12.15 £
<b>TURNOVER</b>		30,228,328	27,709,194
Cost of sales		19,151,440	17,767,542
<b>GROSS PROFIT</b>		11,076,888	9,941,652
Administrative expenses		10,556,991	9,140,102
		519,897	801,550
Other operating income		40,234	4,904
<b>OPERATING PROFIT</b>	4	560,131	806,454
Interest payable and similar expenses	5	113,205	115,897
<b>PROFIT BEFORE TAXATION</b>		446,926	690,557
Tax on profit	6	118,411	162,436
<b>PROFIT FOR THE FINANCIAL YEAR</b>		328,515	528,121

The notes form part of these financial statements

**TRUCTYRE FLEET MANAGEMENT LIMITED (REGISTERED NUMBER: 03999449)**

**OTHER COMPREHENSIVE INCOME**  
**for the Year Ended 31 DECEMBER 2016**

	Notes	31.12.16 £	31.12.15 £
<b>PROFIT FOR THE YEAR</b>		328,515	528,121
<b>OTHER COMPREHENSIVE INCOME</b>		-	-
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>		<u>328,515</u>	<u>528,121</u>

The notes form part of these financial statements

**TRUCTYRE FLEET MANAGEMENT LIMITED (REGISTERED NUMBER: 03999449)**

**BALANCE SHEET  
31 DECEMBER 2016**

	Notes	31.12.16 £	£	31.12.15 £	£
<b>FIXED ASSETS</b>					
Intangible assets	8		476,702		578,785
Tangible assets	9		2,120,773		1,854,366
			<u>2,597,475</u>		<u>2,433,151</u>
<b>CURRENT ASSETS</b>					
Stocks	10	2,565,199		2,434,774	
Debtors	11	9,502,538		8,521,866	
Cash at bank and in hand		5,312		8,131	
		<u>12,073,049</u>		<u>10,964,771</u>	
<b>CREDITORS</b>					
Amounts falling due within one year	12	10,137,587		9,159,052	
<b>NET CURRENT ASSETS</b>			<u>1,935,462</u>		<u>1,805,719</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>4,532,937</u>		<u>4,238,870</u>
<b>CREDITORS</b>					
Amounts falling due after more than one year	13		(551,995)		(514,045)
<b>PROVISIONS FOR LIABILITIES</b>	17		(53,115)		(65,513)
<b>NET ASSETS</b>			<u><u>3,927,827</u></u>		<u><u>3,659,312</u></u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	18		100		100
Share premium	19		1,499,900		1,499,900
Retained earnings	19		2,427,827		2,159,312
<b>SHAREHOLDERS' FUNDS</b>			<u><u>3,927,827</u></u>		<u><u>3,659,312</u></u>

The company is entitled to exemption from audit under Section 479A of the Companies Act 2006 relating to subsidiary companies for the year ended 31 December 2016.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2016 in accordance with Section 476 of the Companies Act 2006.

The director acknowledges his responsibilities for:

- ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The financial statements were approved and authorised for issue by the director on 22 August 2017 and were signed by:



G W Sherwood - Director



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

	Called up share capital £	Retained earnings £	Share premium £	Total equity £
<b>Balance at 1 January 2015</b>	100	1,691,191	1,499,900	3,191,191
<b>Changes in equity</b>				
Dividends	-	(60,000)	-	(60,000)
Total comprehensive income	-	528,121	-	528,121
<b>Balance at 31 December 2015</b>	100	2,159,312	1,499,900	3,659,312
<b>Changes in equity</b>				
Dividends	-	(60,000)	-	(60,000)
Total comprehensive income	-	328,515	-	328,515
<b>Balance at 31 December 2016</b>	100	2,427,827	1,499,900	3,927,827

**CASH FLOW STATEMENT**  
for the Year Ended 31 DECEMBER 2016

	Notes	31.12.16 £	31.12.15 £
<b>Cash flows from operating activities</b>			
Cash generated from operations	1	1,244,668	1,643,140
Interest paid		(48,796)	(51,068)
Interest element of hire purchase payments paid		(64,409)	(64,829)
Tax paid		(123,770)	(68,172)
Net cash from operating activities		<u>1,007,693</u>	<u>1,459,071</u>
<b>Cash flows from investing activities</b>			
Purchase of tangible fixed assets		(117,813)	(79,280)
Sale of tangible fixed assets		16,619	27,027
Net cash from investing activities		<u>(101,194)</u>	<u>(52,253)</u>
<b>Cash flows from financing activities</b>			
Loans (repaid) / received in year		(198,918)	(221,206)
Loan from / (to) group companies		(5,267)	(83,947)
Loan to associated company		2,069	(7,086)
Capital repayments in year		(813,848)	(640,064)
Amount introduced by directors		23,822	60,000
Amount withdrawn by directors		-	(34,384)
Government grants received		38,823	-
Equity dividends paid		(60,000)	(60,000)
Net cash from financing activities		<u>(1,013,319)</u>	<u>(986,687)</u>
<b>(Decrease)/increase in cash and cash equivalents</b>		<u>(106,820)</u>	<u>420,131</u>
<b>Cash and cash equivalents at beginning of year</b>	2	(174,080)	(594,211)
<b>Cash and cash equivalents at end of year</b>	2	<u><u>(280,900)</u></u>	<u><u>(174,080)</u></u>

**NOTES TO THE CASH FLOW STATEMENT**  
for the Year Ended 31 DECEMBER 2016

1. **RECONCILIATION OF PROFIT BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS**

	31.12.16	31.12.15
	£	£
Profit before taxation	446,926	690,557
Depreciation charges	854,187	781,875
Profit on disposal of fixed assets	(13,874)	(17,851)
Government grants	(38,823)	-
Finance costs	113,205	115,897
	<u>1,361,621</u>	<u>1,570,478</u>
Increase in stocks	(130,425)	(224,750)
Increase in trade and other debtors	(977,474)	(572,221)
Increase in trade and other creditors	990,946	869,633
	<u>1,244,668</u>	<u>1,643,140</u>
<b>Cash generated from operations</b>		

2. **CASH AND CASH EQUIVALENTS**

The amounts disclosed on the Cash Flow Statement in respect of cash and cash equivalents are in respect of these Balance Sheet amounts:

**Year ended 31 December 2016**

	31.12.16	1.1.16
	£	£
Cash and cash equivalents	5,312	8,131
Bank overdrafts	(286,212)	(182,211)
	<u>(280,900)</u>	<u>(174,080)</u>

**Year ended 31 December 2015**

	31.12.15	1.1.15
	£	£
Cash and cash equivalents	8,131	3,305
Bank overdrafts	(182,211)	(597,516)
	<u>(174,080)</u>	<u>(594,211)</u>

3. **MAJOR NON-CASH TRANSACTIONS**

During the year the company entered into finance lease and hire purchase arrangements in respect of fixed assets with a total capital value at the inception of the leases of £903,443.

**NOTES TO THE FINANCIAL STATEMENTS**  
**for the Year Ended 31 DECEMBER 2016**

**1. STATUTORY INFORMATION**

Tructyre Fleet Management 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 the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

**Turnover**

Turnover represents services provided to customers in accordance with the company's principal activity, net of value added tax.

**Goodwill**

Goodwill of £1,500,000, being the amount paid in connection with the acquisition of a business in 2006, is being amortised evenly over its estimated useful life of 15 years.

In 2009 and 2010 the company paid £25,000 for a similar but smaller business to enable it to expand its current area of operation. This payment is considered to represent goodwill, and is being amortised evenly over its estimated useful life of 12 years.

The remaining goodwill relates to an earlier acquisition by the business purchased, and has been amortised over its remaining useful life. It was fully written off in previous accounting periods.

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Improvements to property	- Over period of lease
Plant and machinery	- 25% on cost
Fixtures and fittings	- 25% on reducing balance
Motor vehicles	- 25% on cost and 20% on cost
Computer equipment	- 25% on cost

**Government grants**

Government grants are recognised as income in the financial statements on receipt.

**Stocks**

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

**Taxation**

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

**Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

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

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
for the Year Ended 31 DECEMBER 2016

**2. ACCOUNTING POLICIES - continued**

**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 profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

**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.

During the year the company also contributed to some employees' personal pension plans. Contributions payable for the year have been charged in the profit and loss account.

**3. EMPLOYEES AND DIRECTORS**

	31.12.16	31.12.15
	£	£
Wages and salaries	5,864,150	5,078,251
Social security costs	596,747	512,207
Other pension costs	84,318	78,591
	<u>6,545,215</u>	<u>5,669,049</u>

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

	31.12.16	31.12.15
Depot managers and fitters	121	113
Sales, administration & distribution	55	45
	<u>176</u>	<u>158</u>

	31.12.16	31.12.15
	£	£
Director's remuneration	<u>92,264</u>	<u>80,057</u>

**4. OPERATING PROFIT**

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

	31.12.16	31.12.15
	£	£
Depreciation - owned assets	211,343	205,853
Depreciation - assets on hire purchase contracts	540,761	473,939
Profit on disposal of fixed assets	(13,874)	(17,851)
Goodwill amortisation	102,083	102,083
Hire of plant and machinery - operating leases	12,859	10,428
Hire of land and buildings - operating leases	<u>449,191</u>	<u>415,866</u>

**5. INTEREST PAYABLE AND SIMILAR EXPENSES**

	31.12.16	31.12.15
	£	£
Bank interest	39,722	39,500
Other interest payable	9,074	11,568
Hire purchase	<u>64,409</u>	<u>64,829</u>
	<u>113,205</u>	<u>115,897</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
for the Year Ended 31 DECEMBER 2016

**6. TAXATION**

**Analysis of the tax charge**

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

	31.12.16 £	31.12.15 £
Current tax:		
UK corporation tax	130,834	124,776
UK corporation tax - prior years	(25)	-
Total current tax	<u>130,809</u>	<u>124,776</u>
Deferred tax:		
Deferred tax	(12,422)	37,660
Deferred tax - prior years	24	-
Total deferred tax	<u>(12,398)</u>	<u>37,660</u>
Tax on profit	<u>118,411</u>	<u>162,436</u>

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

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

	31.12.16 £	31.12.15 £
Profit before tax	<u>446,926</u>	<u>690,557</u>
Profit multiplied by the standard rate of corporation tax in the UK of 20% (2015 - 20.247%)	89,385	139,817
Effects of:		
Expenses not deductible for tax purposes	29,026	24,433
Difference between standard rate of corporation tax and marginal rate applicable	-	(1,814)
Total tax charge	<u>118,411</u>	<u>162,436</u>

**7. DIVIDENDS**

	31.12.16 £	31.12.15 £
Ordinary shares of £1 each		
Interim	<u>60,000</u>	<u>60,000</u>

**8. INTANGIBLE FIXED ASSETS**

	Goodwill £
<b>COST</b>	
At 1 January 2016 and 31 December 2016	<u>1,548,000</u>
<b>AMORTISATION</b>	
At 1 January 2016	969,215
Amortisation for year	102,083
At 31 December 2016	<u>1,071,298</u>
<b>NET BOOK VALUE</b>	
At 31 December 2016	<u>476,702</u>
At 31 December 2015	<u>578,785</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
for the Year Ended 31 DECEMBER 2016

**9. TANGIBLE FIXED ASSETS**

	Improvements to property £	Plant and machinery £	Fixtures and fittings £
<b>COST</b>			
At 1 January 2016	160,075	503,340	50,583
Additions	26,137	61,119	10,068
Disposals	(3,260)	(141,712)	-
At 31 December 2016	182,952	422,747	60,651
<b>DEPRECIATION</b>			
At 1 January 2016	37,138	372,033	31,432
Charge for year	24,584	89,484	11,136
Eliminated on disposal	(3,260)	(138,967)	-
At 31 December 2016	58,462	322,550	42,568
<b>NET BOOK VALUE</b>			
At 31 December 2016	124,490	100,197	18,083
At 31 December 2015	122,937	131,307	19,151
	Motor vehicles £	Computer equipment £	Totals £
<b>COST</b>			
At 1 January 2016	2,927,559	273,812	3,915,369
Additions	903,443	20,489	1,021,256
Disposals	(345,246)	-	(490,218)
At 31 December 2016	3,485,756	294,301	4,446,407
<b>DEPRECIATION</b>			
At 1 January 2016	1,429,760	190,640	2,061,003
Charge for year	581,036	45,864	752,104
Eliminated on disposal	(345,246)	-	(487,473)
At 31 December 2016	1,665,550	236,504	2,325,634
<b>NET BOOK VALUE</b>			
At 31 December 2016	1,820,206	57,797	2,120,773
At 31 December 2015	1,497,799	83,172	1,854,366

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
for the Year Ended 31 DECEMBER 2016

**9. TANGIBLE FIXED ASSETS - continued**

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Plant and machinery £	Motor vehicles £	Totals £
<b>COST</b>			
At 1 January 2016	78,950	2,074,262	2,153,212
Additions	-	903,443	903,443
Disposals	(39,800)	-	(39,800)
Transfer to ownership	-	(635,763)	(635,763)
At 31 December 2016	39,150	2,341,942	2,381,092
<b>DEPRECIATION</b>			
At 1 January 2016	37,000	690,117	727,117
Charge for year	25,954	514,807	540,761
Eliminated on disposal	(38,280)	-	(38,280)
Transfer to ownership	-	(515,989)	(515,989)
At 31 December 2016	24,674	688,935	713,609
<b>NET BOOK VALUE</b>			
At 31 December 2016	14,476	1,653,007	1,667,483
At 31 December 2015	41,950	1,384,145	1,426,095

**10. STOCKS**

	31.12.16 £	31.12.15 £
Stocks	2,565,199	2,434,774

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

	31.12.16 £	31.12.15 £
Trade debtors	5,406,768	4,661,587
Amounts owed by group undertakings	2,550,875	2,545,608
Amounts owed by associates	312,832	314,901
Amounts recoverable on contracts	506,206	401,892
Other debtors	170,062	173,749
Prepayments and accrued income	555,795	424,129
	9,502,538	8,521,866

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

	31.12.16 £	31.12.15 £
Bank loans and overdrafts (see note 14)	1,658,207	1,753,124
Hire purchase contracts (see note 15)	640,132	588,487
Trade creditors	5,856,652	5,077,324
Amounts owed to group undertakings	726,950	726,950
Corporation tax	131,815	124,776
Social security and other taxes	170,256	152,872
VAT	352,865	272,510
Other creditors	13,410	9,990
Directors' current accounts	49,438	25,616
Accrued expenses	537,862	427,403
	10,137,587	9,159,052



**NOTES TO THE FINANCIAL STATEMENTS - continued**  
for the Year Ended 31 DECEMBER 2016

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

	31.12.16 £	31.12.15 £
Hire purchase contracts (see note 15)	<u>551,995</u>	<u>514,045</u>

**14. LOANS**

An analysis of the maturity of loans is given below:

	31.12.16 £	31.12.15 £
Amounts falling due within one year or on demand:		
Bank overdrafts	286,212	182,211
Bank loans	<u>1,371,995</u>	<u>1,570,913</u>
	<u>1,658,207</u>	<u>1,753,124</u>

**15. LEASING AGREEMENTS**

Minimum lease payments fall due as follows:

	Hire purchase contracts	
	31.12.16 £	31.12.15 £
Net obligations repayable:		
Within one year	640,132	588,487
Between one and five years	<u>551,995</u>	<u>514,045</u>
	<u>1,192,127</u>	<u>1,102,532</u>
	Non-cancellable operating leases	
	31.12.16 £	31.12.15 £
Within one year	14,985	41,286
Between one and five years	196,802	103,255
In more than five years	<u>132,488</u>	<u>153,846</u>
	<u>344,275</u>	<u>298,387</u>

**16. SECURED DEBTS**

The following secured debts are included within creditors:

	31.12.16 £	31.12.15 £
Bank overdrafts	286,212	182,211
Bank loans	<u>1,371,995</u>	<u>1,570,913</u>
Hire purchase contracts	<u>1,192,127</u>	<u>1,102,532</u>
	<u>2,850,334</u>	<u>2,855,656</u>

The bank overdraft is secured by a fixed and floating charge over the assets of the company. The bank loan is secured on the company's trade debtors. The hire purchase liabilities are secured by the respective assets as set out in note 7.

**17. PROVISIONS FOR LIABILITIES**

	31.12.16 £	31.12.15 £
Deferred tax		
Accelerated capital allowances	<u>53,115</u>	<u>65,513</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
for the Year Ended 31 DECEMBER 2016

**17. PROVISIONS FOR LIABILITIES - continued**

	Deferred tax £
Balance at 1 January 2016	65,513
Credit to Income Statement during year	(12,398)
Balance at 31 December 2016	<u>53,115</u>

**18. CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:			
Number:	Class:	Nominal value: £1	31.12.16 £
100	Ordinary		100
			<u>100</u>

**19. RESERVES**

	Retained earnings £	Share premium £	Totals £
At 1 January 2016	2,159,312	1,499,900	3,659,212
Profit for the year	328,515		328,515
Dividends	(60,000)		(60,000)
At 31 December 2016	<u>2,427,827</u>	<u>1,499,900</u>	<u>3,927,727</u>

**20. PENSION COMMITMENTS**

Included in creditors at 31 December 2015 were pension contributions due amounting to £10,478 (31 December 2015: £8,904).

**21. ULTIMATE PARENT COMPANY**

TFM Holdings Limited is regarded by the director as being the company's ultimate parent company.

**22. CAPITAL COMMITMENTS**

	31.12.16 £	31.12.15 £
Contracted but not provided for in the financial statements	<u>730,500</u>	<u>597,219</u>

**23. 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.

**24. ULTIMATE CONTROLLING PARTY**

The ultimate controlling party is G W Sherwood.