

REGISTERED NUMBER: 05295622 (England and Wales)

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2017

FOR

SOUTH WALES TRANSPORT (NEATH) LIMITED

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FOR THE YEAR ENDED 31 AUGUST 2017

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SOUTH WALES TRANSPORT (NEATH) LIMITED

COMPANY INFORMATION
FOR THE YEAR ENDED 31 AUGUST 2017

DIRECTORS:

D R Fowles
Mrs C L Fowles
D B Fowles

SECRETARY:

D R Fowles

REGISTERED OFFICE:

Unit 2, Ferryboat Close
Swansea Enterprise Park
Llansamlet
Swansea
SA6 8QN

REGISTERED NUMBER:

05295622 (England and Wales)

ACCOUNTANTS:

WBV Limited
The Third Floor,
Langdon House, Langdon Road
SA1 Swansea Waterfront
Swansea
West Glamorgan
SA1 8QY

CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS
ON THE UNAUDITED FINANCIAL STATEMENTS OF
SOUTH WALES TRANSPORT (NEATH) LIMITED

The following reproduces the text of the report prepared for the directors in respect of the company's annual unaudited financial statements. In accordance with the Companies Act 2006, the company is only required to file a Balance Sheet. Readers are cautioned that the Income Statement and certain other primary statements and the Report of the Directors are not required to be filed with the Registrar of Companies.

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of South Wales Transport (Neath) Limited for the year ended 31 August 2017 which comprise the Income Statement, Balance Sheet, and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed within the ICAEW's regulations and guidance at <http://www.icaew.com/en/membership/regulations-standards-and-guidance>.

This report is made solely to the Board of Directors of South Wales Transport (Neath) Limited, as a body, in accordance with our terms of engagement. Our work has been undertaken solely to prepare for your approval the financial statements of South Wales Transport (Neath) Limited and state those matters that we have agreed to state to the Board of Directors of South Wales Transport (Neath) Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than South Wales Transport (Neath) Limited and its Board of Directors, as a body, for our work or for this report.

It is your duty to ensure that South Wales Transport (Neath) Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of South Wales Transport (Neath) Limited. You consider that South Wales Transport (Neath) Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of South Wales Transport (Neath) Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

WBV Limited
The Third Floor,
Langdon House, Langdon Road
SA1 Swansea Waterfront
Swansea
West Glamorgan
SA1 8QY

29 March 2018

SOUTH WALES TRANSPORT (NEATH) LIMITED (REGISTERED NUMBER: 05295622)

BALANCE SHEET
31 AUGUST 2017

| | Notes | 2017 £ | £ | 2016 £ | £ |
|--|-------|----------------|------------------|----------------|------------------|
| FIXED ASSETS | | | | | |
| Intangible assets | 4 | | 15,333 | | 17,333 |
| Tangible assets | 5 | | <u>1,875,966</u> | | <u>1,574,690</u> |
| | | | 1,891,299 | | 1,592,023 |
| CURRENT ASSETS | | | | | |
| Stocks | | 20,385 | | 20,250 | |
| Debtors | 6 | 322,723 | | 394,141 | |
| Cash at bank and in hand | | <u>18,290</u> | | <u>69,473</u> | |
| | | 361,398 | | 483,864 | |
| CREDITORS | | | | | |
| Amounts falling due within one year | 7 | <u>878,635</u> | | <u>877,079</u> | |
| NET CURRENT LIABILITIES | | | <u>(517,237)</u> | | <u>(393,215)</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | 1,374,062 | | 1,198,808 |
| CREDITORS | | | | | |
| Amounts falling due after more than one year | 8 | | (1,117,392) | | (954,233) |
| PROVISIONS FOR LIABILITIES | 10 | | <u>(208,541)</u> | | <u>(208,747)</u> |
| NET ASSETS | | | <u>48,129</u> | | <u>35,828</u> |

The notes form part of these financial statements

BALANCE SHEET - continued
31 AUGUST 2017

| | Notes | 2017 £ | £ | 2016 £ | £ |
|-----------------------------|-------|-----------|---------------|-----------|---------------|
| CAPITAL AND RESERVES | | | | | |
| Called up share capital | | | 100 | | 100 |
| Retained earnings | | | 48,029 | | 35,728 |
| SHAREHOLDERS' FUNDS | | | <u>48,129</u> | | <u>35,828</u> |

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 August 2017.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 August 2017 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) 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.
- (b)

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors on 29 March 2018 and were signed on its behalf by:

D R Fowles - Director

D B Fowles - Director

The notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2017

1. STATUTORY INFORMATION

South Wales Transport (Neath) 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.

The presentation currency of the financial statements is the Pound Sterling (£).

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of 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 is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 0, is being amortised evenly over its estimated useful life of twenty years.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

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.

| | |
|-----------------------|---------------|
| Leasehold property | - 5% on cost |
| Plant and machinery | - 10% on cost |
| Fixtures and fittings | - 20% on cost |

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.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2017

2. ACCOUNTING POLICIES - continued

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.

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.

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

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.

Factoring

The company factors its debtors on a full recourse non confidential basis. Factored debts are shown gross within current assets and the associated amount due to the facility provider is shown under liabilities.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 44 (2016 - 35) .

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2017

4. INTANGIBLE FIXED ASSETS

| | |
|---|---------------|
| | Goodwill £ |
| COST | |
| At 1 September 2016 and 31 August 2017 | <u>40,000</u> |
| AMORTISATION | |
| At 1 September 2016 | 22,667 |
| Amortisation for year | <u>2,000</u> |
| At 31 August 2017 | <u>24,667</u> |
| NET BOOK VALUE | |
| At 31 August 2017 | <u>15,333</u> |
| At 31 August 2016 | <u>17,333</u> |

5. TANGIBLE FIXED ASSETS

| | Leasehold property £ | Plant and machinery £ | Fixtures and fittings £ | Totals £ |
|------------------------|----------------------------|-----------------------------|----------------------------------|------------------|
| COST | | | | |
| At 1 September 2016 | 6,738 | 1,996,330 | 42,974 | 2,046,042 |
| Additions | 205,974 | 372,275 | 9,946 | 588,195 |
| Disposals | - | (94,500) | - | (94,500) |
| At 31 August 2017 | <u>212,712</u> | <u>2,274,105</u> | <u>52,920</u> | <u>2,539,737</u> |
| DEPRECIATION | | | | |
| At 1 September 2016 | 1,542 | 447,174 | 22,636 | 471,352 |
| Charge for year | 4,446 | 208,742 | 8,969 | 222,157 |
| Eliminated on disposal | - | (29,738) | - | (29,738) |
| At 31 August 2017 | <u>5,988</u> | <u>626,178</u> | <u>31,605</u> | <u>663,771</u> |
| NET BOOK VALUE | | | | |
| At 31 August 2017 | <u>206,724</u> | <u>1,647,927</u> | <u>21,315</u> | <u>1,875,966</u> |
| At 31 August 2016 | <u>5,196</u> | <u>1,549,156</u> | <u>20,338</u> | <u>1,574,690</u> |

The net book value of tangible fixed assets includes £ 1,644,141 (2016 - £ 1,537,730) in respect of assets held under hire purchase contracts.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2017

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2017 | 2016 |
|---------------|----------------|----------------|
| | £ | £ |
| Trade debtors | 196,735 | 249,321 |
| Other debtors | <u>125,988</u> | <u>144,820</u> |
| | <u>322,723</u> | <u>394,141</u> |

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2017 | 2016 |
|---|----------------|----------------|
| | £ | £ |
| Bank loans and overdrafts | 37,816 | 51,476 |
| Hire purchase contracts | 422,804 | 410,470 |
| Trade creditors | 166,743 | 94,377 |
| Amounts owed to participating interests | 32,369 | 89,869 |
| Taxation and social security | 15,074 | 17,203 |
| Other creditors | <u>203,829</u> | <u>213,684</u> |
| | <u>878,635</u> | <u>877,079</u> |

8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

| | 2017 | 2016 |
|-------------------------|------------------|----------------|
| | £ | £ |
| Hire purchase contracts | 862,724 | 884,224 |
| Other creditors | <u>254,668</u> | <u>70,009</u> |
| | <u>1,117,392</u> | <u>954,233</u> |

9. SECURED DEBTS

The following secured debts are included within creditors:

| | 2017 | 2016 |
|-------------------------|------------------|------------------|
| | £ | £ |
| Bank overdrafts | 22,729 | 26,555 |
| Bank loans | 15,087 | 24,921 |
| Other loans | 307,480 | 90,012 |
| Hire purchase contracts | 1,285,528 | 1,294,694 |
| Bank overdraft | 22,729 | 12,716 |
| Amounts owed to factors | <u>114,881</u> | <u>134,969</u> |
| | <u>1,768,434</u> | <u>1,583,867</u> |

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2017

10. PROVISIONS FOR LIABILITIES

| | 2017 | 2016 |
|--|----------------|----------------|
| | £ | £ |
| Deferred tax | <u>208,541</u> | <u>208,747</u> |
| | | Deferred tax |
| | | £ |
| Balance at 1 September 2016 | | 208,747 |
| Credit to Income Statement during year | | (206) |
| Balance at 31 August 2017 | | <u>208,541</u> |

11. OTHER FINANCIAL COMMITMENTS

The total financial commitments as at 31 August 2017 not included on the balance sheet amount to £412,285.

12. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to directors subsisted during the years ended 31 August 2017 and 31 August 2016:

| | 2017 | 2016 |
|--------------------------------------|---------------|-----------------|
| | £ | £ |
| D R Fowles | | |
| Balance outstanding at start of year | (37,473) | - |
| Amounts advanced | 88,744 | - |
| Amounts repaid | (28,900) | (37,473) |
| Amounts written off | - | - |
| Amounts waived | - | - |
| Balance outstanding at end of year | <u>22,371</u> | <u>(37,473)</u> |

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2017

12. **DIRECTORS' ADVANCES, CREDITS AND GUARANTEES - continued**

D B Fowles

| | | |
|--------------------------------------|--------------|----------------|
| Balance outstanding at start of year | (6,613) | - |
| Amounts advanced | 15,661 | - |
| Amounts repaid | (5,100) | (6,613) |
| Amounts written off | - | - |
| Amounts waived | - | - |
| Balance outstanding at end of year | <u>3,948</u> | <u>(6,613)</u> |

13. **ULTIMATE CONTROLLING PARTY**

The ultimate controlling party is D R Fowles.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.