

Unaudited Abbreviated Accounts The Green Transport Company Limited

For the year ended 31 July 2015



Registered number: 05456298

Abbreviated Accounts

The Green Transport Company Limited
Registered number: 05456298

Company Information

Directors Mr I Mack
Mr J Handley (resigned 11 May 2015)

Registered number 05456298

Registered office 386 Park Road
Hockley
Birmingham
B18 5ST

Accountants Grant Thornton UK LLP
Chartered Accountants
Colmore Plaza
20 Colmore Circus
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West Midlands
B4 6AT

The Green Transport Company Limited
Registered number: 05456298

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Report to the director on the preparation of the unaudited abbreviated financial statements of The Green Transport Company Limited for the year ended 31 July 2015

We have compiled the accompanying abbreviated financial statements of The Green Transport Company Limited based on the information you have provided. These abbreviated financial statements comprise the Abbreviated Balance Sheet of The Green Transport Company Limited as at 31 July 2015, and a summary of significant accounting policies and other explanatory information.

This report is made solely to the director of The Green Transport Company Limited in accordance with the terms of our engagement letter dated 30 April 2015. Our work has been undertaken solely to prepare for your approval the financial statements of The Green Transport Company Limited and state those matters that we have agreed to state to the director of The Green Transport Company Limited in this report in accordance with our engagement letter dated 30 April 2015. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than The Green Transport Company Limited and its director for our work or for this report.

We performed this compilation engagement in accordance with International Standard on Related Services 4410 (Revised), Compilation Engagements.

We have applied our expertise in accounting and financial reporting to assist you in the preparation and presentation of these financial statements in accordance with section 444(3) of the Companies Act 2006, and the regulations under that section. As a member firm of the Institute of Chartered Accountants in England and Wales, we are subject to its ethical and other professional requirements which are detailed at www.icaew.com.

These financial statements and the accuracy and completeness of the information used to compile them are your responsibility.

Since a compilation engagement is not an assurance engagement, we are not required to verify the accuracy or completeness of the information you provided to us to compile these financial statements. Accordingly, we do not express an audit opinion or a review conclusion on whether these financial statements are prepared in accordance with section 444(3) of the Companies Act 2006, and the regulations under that section.



Grant Thornton UK LLP

Chartered Accountants

Birmingham

31 May 2016

Abbreviated Balance Sheet

As at 31 July 2015

	Note	£	2015 £	£	2014 £
Fixed assets					
Intangible assets	2		-		-
Tangible assets	3		405,875		568,620
			<u>405,875</u>		<u>568,620</u>
Current assets					
Debtors		129,482		145,696	
Cash in hand		103		1,295	
		<u>129,585</u>		<u>146,991</u>	
Creditors: amounts falling due within one year	4	(1,153,435)		(1,124,297)	
Net current liabilities			<u>(1,023,850)</u>		<u>(977,306)</u>
Total assets less current liabilities			<u>(617,975)</u>		<u>(408,686)</u>
Creditors: amounts falling due after more than one year	5		-		(266,092)
Net liabilities			<u>(617,975)</u>		<u>(674,778)</u>
Capital and reserves					
Called up share capital	6		1,002		1,002
Profit and loss account			<u>(618,977)</u>		<u>(675,780)</u>
Shareholders' deficit			<u>(617,975)</u>		<u>(674,778)</u>

Abbreviated Balance Sheet (continued)

As at 31 July 2015

The director considers that the company is entitled to exemption from the requirement to have an audit under the provisions of section 477 of the Companies Act 2006 ("the Act") and members have not required the company to obtain an audit for the year in question in accordance with section 476 of the Act.

The director acknowledges his responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and for preparing financial statements which give a true and fair view of the state of affairs of the company as at 31 July 2015 and of its profit for the year in accordance with the requirements of sections 394 and 395 of the Act and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The abbreviated accounts, which have been prepared in accordance with the provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006, were approved and authorised for issue by the board and were signed on its behalf by:



Mr I Mack
Director

Date: 31 May 2016

The notes on pages 4 to 7 form part of these financial statements.

Notes to the Abbreviated Accounts

For the year ended 31 July 2015

1. Accounting Policies

1.1 Basis of preparation of financial statements

The full financial statements, from which these abbreviated accounts have been extracted, have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

1.2 Going concern

Since the company and related company activities have been re-organised, this company now has responsibility for solely operating the bus services as a sub-contractor of The Green Bus Company Limited in the West Midlands. Accordingly, the company's business is directly entwined with that of the Green Bus Company Limited.

Finance Birmingham have provided a loan facility of £500,000 of which only £250,000 has been drawn at the year end. Whilst the terms of repayment of this loan are that it is repayable, no request for repayment has been made and it is assumed that no request for repayment will be forthcoming. The company has also agreed payment plans with certain creditors. At the point of signing the director has prepared combined forecasts for the two companies to July 2017 and whilst cash flows are expected to be tight and require careful management, the director believes that the company can continue to trade and meet expected liabilities as and when they fall due.

The financial statements have been prepared on the going concern basis on the understanding that the director and shareholder will continue to financially support the company, and do not reflect any adjustments and creditors that would be necessary if this were not the case.

1.3 Turnover

Turnover comprises revenue recognised by the company in respect of goods and services supplied during the year, exclusive of Value Added Tax and trade discounts.

Income on bus pass sales are recognised evenly over the relevant term. Bus hire is recognised in the period in which the service is provided. Receipts from the bus service operators grant are recognised in the relevant period and are credited to sales.

1.4 Intangible fixed assets and amortisation

Goodwill is the difference between amounts paid on the acquisition of a business and the fair value of the identifiable assets and liabilities. It is amortised to the Profit and loss account over its estimated economic life of 3 years. Goodwill is reviewed for impairment on at least an annual basis. Where circumstances indicate that the carrying value is not recoverable, the goodwill is impaired accordingly.

1.5 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Long-term leasehold property	-	25% reducing balance
Plant and machinery	-	20 - 25% straight line
Motor vehicles	-	15 - 25% straight line
Fixtures and fittings	-	25% straight line

Notes to the Abbreviated Accounts

For the year ended 31 July 2015

1. Accounting Policies (continued)

1.6 Leasing and hire purchase

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the Profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

1.7 Operating leases

Rentals under operating leases are charged to the Profit and loss account on a straight line basis over the lease term.

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the period until the date the rent is expected to be adjusted to the prevailing market rate.

1.8 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Deferred tax assets and liabilities are not discounted.

1.9 Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the balance sheet date.

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction.

Exchange gains and losses are recognised in the Profit and loss account.

Notes to the Abbreviated Accounts

For the year ended 31 July 2015

2. Intangible fixed assets

	£
Cost	
At 1 August 2014 and 31 July 2015	138,000
Amortisation	
At 1 August 2014 and 31 July 2015	138,000
Net book value	
At 31 July 2015	-
At 31 July 2014	-

3. Tangible fixed assets

	£
Cost	
At 1 August 2014	1,390,061
Additions	20,741
At 31 July 2015	1,410,802
Depreciation	
At 1 August 2014	821,441
Charge for the year	183,486
At 31 July 2015	1,004,927
Net book value	
At 31 July 2015	405,875
At 31 July 2014	568,620

4. Creditors: Amounts falling due within one year

The bank overdraft and legal charge on assets is secured by a cross guarantee with The Green Bus Company Limited. Hire purchase liabilities are secured over the assets of the company.

5. Creditors: Amounts falling due after more than one year

Other loans are secured over the assets of the company.

All amounts falling due after more than one year fall due for repayment within five years.

Notes to the Abbreviated Accounts

For the year ended 31 July 2015

6. Share capital

	2015 £	2014 £
Allotted, called up and fully paid		
1,000 Ordinary shares of £1 each	1,000	1,000
1 Preference A share of £1	1	1
1 Preference B share of £1	1	1
	<u>1,002</u>	<u>1,002</u>

7. Contingent liabilities

A cross guarantee is in place for the bank overdraft across The Green Transport Company Limited and The Green Bus Company Limited. At 31 July 2015 the amount guaranteed by this company was £Nil (2014: £Nil).

8. Related party transactions

	2015 £	2014 £
Income derived from The Green Bus Company Limited	1,809,660	1,852,308
Expenditure derived from The Green Bus Company Limited	<u>24,000</u>	<u>62,400</u>

Included in other creditors is £172 due to Mr I Mack (2014 included in other debtors is - £45,498 due from Mr I Mack), a director of the company.

Included in creditors due within one year is £437,958 (2014 - £322,694) due to The Green Bus Company Limited, a company related by a common director and shareholder.

9. Controlling party

It is the opinion of the director that Mr I Mack who holds 100% of the issued share capital of The Green Transport Company Limited is the ultimate controlling party.