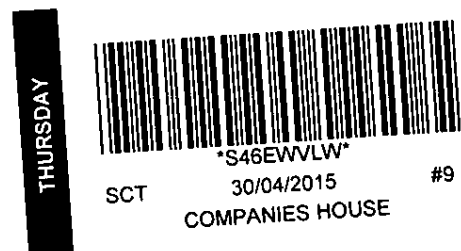


**A & J Nelson (Haulage Contractors)
Limited**

Abbreviated Accounts

31st October 2014



CONDIE & CO

Chartered Accountants & Statutory Auditor
10 Abbey Park Place
Dunfermline
Fife
KY12 7NZ

A & J Nelson (Haulage Contractors) Limited

Abbreviated Accounts

Year Ended 31st October 2014

Contents	Page
Officers and Professional Advisers	1
Strategic Report	2
The Directors' Report	4
Independent Auditor'S Report to the Company	6
Abbreviated Profit and Loss Account	7
Abbreviated Balance Sheet	8
Cash Flow Statement	9
Notes to the Abbreviated Accounts	10

A & J Nelson (Haulage Contractors) Limited

Officers and Professional Advisers

The Board of Directors

Mr A Nelson
Mr J Nelson
Mrs E Nelson
Mr C Nelson
Miss G Nelson

Company Secretary

Mrs E Nelson

Registered Office

Great North Road
Kelty
Fife
KY4 OHE

Auditor

Condie & Co
Chartered Accountants
& Statutory Auditor
10 Abbey Park Place
Dunfermline
Fife
KY12 7NZ

Bankers

Bank of Scotland
2 High Street
Kinross
KY13 8AW

Solicitors

J L Anderson & Co
40 High Street
Kinross
KY13 7AN

A & J Nelson (Haulage Contractors) Limited

Strategic Report

Year Ended 31st October 2014

Principal Activities

The principal activity of the company during the year was haulage contracting.

Business review

The company has continued to perform well despite the loss of a key customer in the previous financial year. The increase in the company's turnover was offset by a corresponding increase in cost of sales which has resulted in a slightly increased gross margin to the previous year. The significant increase in business has resulted in a profit, after taxation, amounting to £859,626, which brings the performance more in line with previous years, following a significant bad debt write off in the year to 31st October 2013.

At the balance sheet date the company had a strong net asset position and is considered to be financially secure.

The directors consider that the current level of turnover can be sustained through maintaining its current high standard of service to both existing and new customers. The company has developed a quality fleet of motor vehicles to ensure its high standards are achieved. The directors continually assess the vehicle requirements and invest in new vehicles as appropriate to meet the demands of the business.

Financial Risk Management Objectives and Policies

The directors are ultimately responsible for the system of internal control, which covers all aspects of the business, and for reviewing its effectiveness. However, any such system is designed to manage, rather than eliminate, the risk of failure to achieve the company's objectives. Therefore any system is only able to provide reasonable, and not absolute assurance against material misstatement or loss. The directors regularly review the risks to which the company is exposed, as well as the operation and effectiveness of the system of internal controls. This is an ongoing process, involving the identification, evaluation and management of the significant risks faced by the company.

Risks are assessed on a regular basis across all areas but, in particular, health and safety, information flow, asset protection and regulatory requirements. A principal risk to the company, as with all companies operating within this business sector, is that of the potential increases in fuel prices.

Key Performance Indicators

The key financial indicators used by the directors are detailed below:

	2014	2013	2012	2011
	£000	£000	£000	£000
Turnover	7,283	6,530	7,087	6,910
Profit/(loss) before tax	971	(156)	806	606
Gross profit	27.94%	27.20%	27.22%	27.05%
Total shareholders funds	4,682	4,105	4,408	3,874
Utilisation of vehicles	92%	86%	91%	90%

A & J Nelson (Haulage Contractors) Limited

Strategic Report *(continued)*

Year Ended 31st October 2014

Key Performance Indicators *(continued)*

The financial and non financial indicators used above highlight an improvement on the prior year, in each of the areas measured. The improved performance was a result of the company developing new and existing customers in order to increase turnover and achieve cost efficiencies.

Signed on behalf of the directors



Mrs E Nelson
Director

Approved by the directors on 23rd April 2015

A & J Nelson (Haulage Contractors) Limited

Directors' Report

Year Ended 31st October 2014

The directors present their report and the financial statements of the company for the year ended 31st October 2014.

Results and Dividends

The profit for the year, after taxation, amounted to £776,599. Particulars of dividends paid are detailed in note 8 to the financial statements.

Directors

The directors who served the company during the year were as follows:

Mr A Nelson
Mr J Nelson
Mrs E Nelson
Mr C Nelson
Miss G Nelson

Directors' Responsibilities

The directors are responsible for preparing the Strategic Report, Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that year.

In preparing these financial statements, the directors are required to:

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

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

A & J Nelson (Haulage Contractors) Limited

Directors' Report *(continued)*

Year Ended 31st October 2014

Auditor

Condie & Co are deemed to be re-appointed under section 487(2) of the Companies Act 2006.

Each of the persons who is a director at the date of approval of this report confirm that:

- so far as each director is aware, there is no relevant audit information of which the company's auditor is unaware; and
- each director has taken all steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information.

Signed on behalf of the directors



Mrs E Nelson

Director

Approved by the directors on 23rd April 2015

A & J Nelson (Haulage Contractors) Limited

Independent Auditor's Report to A & J Nelson (Haulage Contractors) Limited

UNDER SECTION 449 OF THE COMPANIES ACT 2006

We have examined the abbreviated accounts set out on pages 7 to 20, together with the financial statements of A & J Nelson (Haulage Contractors) Limited for the year ended 31st October 2014 prepared under Section 396 of the Companies Act 2006.

Respective Responsibilities of Directors and Auditor

The directors are 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.

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 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.

10 Abbey Park Place
Dunfermline
Fife
KY12 7NZ

27th April 2015

Sharon Collins (Senior Statutory Auditor)
For and on behalf of
CONDIE & CO
Chartered Accountants
& Statutory Auditor

A & J Nelson (Haulage Contractors) Limited

Abbreviated Profit and Loss Account

Year Ended 31st October 2014

	Note	2014 £	2013 £
Turnover		7,282,503	6,530,424
Cost of Sales and Other operating income		5,221,986	4,722,693
Administrative expenses		1,092,416	1,979,688
Operating Profit/(Loss)	2	968,101	(171,957)
Attributable to:			
Operating profit before exceptional items		968,101	747,269
Exceptional items	2	-	(919,226)
		<u>968,101</u>	<u>(171,957)</u>
Income from fixed asset investments	5	7,879	18,464
Interest payable and similar charges	6	5,277	2,058
		<u>970,703</u>	<u>(155,551)</u>
Profit/(Loss) on Ordinary Activities Before Taxation		970,703	(155,551)
Tax on profit/(loss) on ordinary activities	7	194,104	(12,685)
		<u>776,599</u>	<u>(142,866)</u>
Profit/(Loss) for the Financial Year		776,599	(142,866)

All of the activities of the company are classed as continuing.

The company has no recognised gains or losses other than the results for the year as set out above.

The notes on pages 10 to 20 form part of these abbreviated accounts.

A & J Nelson (Haulage Contractors) Limited

Abbreviated Balance Sheet

31st October 2014

	Note	2014 £	2013 £
Fixed Assets			
Tangible assets	9	3,436,987	3,189,610
Investments	10	379,681	379,681
		<u>3,816,668</u>	<u>3,569,291</u>
Current Assets			
Stocks	11	25,085	24,800
Debtors	12	905,629	943,554
Cash at bank		1,200,332	647,115
		<u>2,131,046</u>	<u>1,615,469</u>
Creditors: Amounts Falling due Within One Year	13	<u>929,519</u>	<u>765,046</u>
Net Current Assets		<u>1,201,527</u>	<u>850,423</u>
Total Assets Less Current Liabilities		<u>5,018,195</u>	<u>4,419,714</u>
Creditors: Amounts Falling due after More than One Year	14	51,286	49,547
Provisions for Liabilities			
Deferred taxation	18	285,150	265,007
		<u>4,681,759</u>	<u>4,105,160</u>
Capital and Reserves			
Called-up equity share capital	21	64,625	64,625
Revaluation reserve	22	138,780	138,780
Profit and loss account	22	4,478,354	3,901,755
Shareholders' Funds	23	<u>4,681,759</u>	<u>4,105,160</u>

These abbreviated accounts have been prepared in accordance with the special provisions of section 445(3) Companies Act 2006 in regard to medium-sized companies.

These abbreviated accounts were approved by the directors and authorised for issue on 23rd April 2015, and are signed on their behalf by:



Mr C Nelson
Director

Company Registration Number: SC059157

The notes on pages 10 to 20 form part of these abbreviated accounts.

A & J Nelson (Haulage Contractors) Limited

Cash Flow Statement

Year Ended 31st October 2014

		2014	2013
	Note	£	£
Net Cash Inflow from Operating Activities	24	1,853,076	629,022
Returns on Investments and Servicing of Finance	24	2,602	16,406
Taxation	24	–	(59,384)
Capital Expenditure and Financial Investment	24	(866,585)	(424,285)
Equity Dividends Paid		(200,000)	(160,000)
Cash Inflow Before Financing		789,093	1,759
Financing	24	(235,876)	235,518
Increase in Cash	24	<u>553,217</u>	<u>237,277</u>

The notes on pages 10 to 20 form part of these abbreviated accounts.

A & J Nelson (Haulage Contractors) Limited

Notes to the Abbreviated Accounts

Year Ended 31st October 2014

1. Accounting Policies

Basis of Accounting

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain fixed assets.

Turnover

Turnover represents amounts invoiced to customers in the normal course of business, net of trade discounts, VAT and other sales related taxes.

Fixed Assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Tenants Improvements	4% Straight line p.a.
Plant & Equipment	15% Reducing balance p.a.
Motor Vehicles	20% Reducing balance p.a.

Investment Properties

Investment properties are shown at their open market value. The surplus or deficit arising from the annual revaluation is transferred to the investment revaluation reserve unless a deficit, or its reversal, on an individual investment property is expected to be permanent, in which case it is recognised in the profit and loss account for the year.

This is in accordance with SSAP 19 which, unlike the Companies Act 2006, does not require depreciation of investment properties. Investment properties are held for their investment potential and not for use by the company and so their current value is of prime importance. The departure from the provisions of the Act is required in order to give a true and fair view.

Stocks

Stocks are valued at the lower of cost and net realisable value.

Hire Purchase Agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account on a straight line basis.

Operating Lease Agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

A & J Nelson (Haulage Contractors) Limited

Notes to the Abbreviated Accounts

Year Ended 31st October 2014

1. Accounting Policies *(continued)*

Pension Costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

Deferred Taxation

Deferred tax is recognised in respect of timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the company's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements.

Deferred tax is measured at the average tax rates that are expected to apply in the periods in which the timing differences are expected to reverse, based on the tax rates and laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax is measured on a non-discounted basis.

Deferred tax is not recognised when fixed assets are revalued unless by the balance sheet date there is a binding agreement to sell the revalued assets and the gain or loss expected to arise on the sale has been recognised in the financial statements.

2. Operating Profit/(Loss)

Operating profit/(loss) is stated after charging/(crediting):

	2014 £	2013 £
Depreciation of owned fixed assets	612,192	590,166
Depreciation of assets held under hire purchase agreements	-	40,834
Loss/(Profit) on disposal of fixed assets	7,016	(38,680)
Auditor's remuneration		
- as auditor	7,500	7,500
Exceptional items - bad debt written off	-	919,226
	<u> </u>	<u> </u>

A & J Nelson (Haulage Contractors) Limited

Notes to the Abbreviated Accounts

Year Ended 31st October 2014

3. Particulars of Employees

The average number of staff employed by the company during the financial year amounted to:

	2014	2013
	No	No
Office and management	8	8
Drivers and mechanics	47	46
	<u>55</u>	<u>54</u>

The aggregate payroll costs of the above were:

	2014	2013
	£	£
Wages and salaries	1,701,592	1,660,357
Social security costs	177,565	175,167
Other pension costs	30,000	70,000
	<u>1,909,157</u>	<u>1,905,524</u>

4. Directors' Remuneration

The directors' aggregate remuneration in respect of qualifying services were:

	2014	2013
	£	£
Remuneration receivable	241,103	219,103
Value of company pension contributions to money purchase schemes	30,000	70,000
	<u>271,103</u>	<u>289,103</u>

Remuneration of highest paid director:

	2014	2013
	£	£
Total remuneration (excluding pension contributions)	55,649	41,110
Value of company pension contributions to money purchase schemes	30,000	50,000
	<u>85,649</u>	<u>91,110</u>

The number of directors who accrued benefits under company pension schemes was as follows:

	2014	2013
	No	No
Money purchase schemes	<u>5</u>	<u>5</u>

A & J Nelson (Haulage Contractors) Limited

Notes to the Abbreviated Accounts

Year Ended 31st October 2014

5. Income from Fixed Asset Investments

	2014	2013
	£	£
Income from other fixed asset investments	<u>7,879</u>	<u>18,464</u>

6. Interest Payable and Similar Charges

	2014	2013
	£	£
Finance charges	3,538	877
Other similar charges payable	<u>1,739</u>	<u>1,181</u>
	<u>5,277</u>	<u>2,058</u>

7. Taxation on Ordinary Activities

(a) Analysis of charge in the year

	2014	2013
	£	£
Current tax:		
UK Corporation tax based on the results for the year at 21.83% (2013 - 20%)	173,961	-
Over/under provision in prior year	-	(22,831)
Total current tax	<u>173,961</u>	<u>(22,831)</u>
Deferred tax:		
Origination and reversal of timing differences	<u>20,143</u>	<u>10,146</u>
Tax on profit/(loss) on ordinary activities	<u>194,104</u>	<u>(12,685)</u>

(b) Factors affecting current tax charge

The tax assessed on the profit/(loss) on ordinary activities for the year is lower than the standard rate of corporation tax in the UK of 21.83% (2013 - 20%).

	2014	2013
	£	£
Profit/(loss) on ordinary activities before taxation	<u>970,703</u>	<u>(155,551)</u>
Profit/(loss) on ordinary activities by rate of tax	211,904	(31,110)
Excess of capital allowances over depreciation	(35,120)	3,059
Expenses/income not deductible for tax purposes	323	(4,797)
Over/under provision in prior year	-	(22,831)
Tax losses utilised in current year	-	5,151
Tax losses carried back to previous year	-	27,697
Marginal relief	<u>(3,146)</u>	-
Total current tax (note 7(a))	<u>173,961</u>	<u>(22,831)</u>

A & J Nelson (Haulage Contractors) Limited

Notes to the Abbreviated Accounts

Year Ended 31st October 2014

8. Dividends

Equity dividends

	2014 £	2013 £
Paid		
Equity dividends on £1 ordinary shares	<u>200,000</u>	<u>160,000</u>

9. Tangible Fixed Assets

	Investment Property £	Plant & Equipment £	Tenants Improvements £	Motor Vehicles £	Total £
Cost or Valuation					
At 1 November 2013	240,000	429,803	73,284	4,367,571	5,110,658
Additions	-	1,985	-	1,434,100	1,436,085
Disposals	-	-	-	(1,216,950)	(1,216,950)
At 31 October 2014	<u>240,000</u>	<u>431,788</u>	<u>73,284</u>	<u>4,584,721</u>	<u>5,329,793</u>
Depreciation					
At 1 November 2013	-	182,230	46,210	1,692,608	1,921,048
Charge for the year	-	37,161	2,932	572,099	612,192
On disposals	-	-	-	(640,434)	(640,434)
At 31 October 2014	<u>-</u>	<u>219,391</u>	<u>49,142</u>	<u>1,624,273</u>	<u>1,892,806</u>
Net Book Value					
At 31 October 2014	<u>240,000</u>	<u>212,397</u>	<u>24,142</u>	<u>2,960,448</u>	<u>3,436,987</u>
At 31 October 2013	<u>240,000</u>	<u>247,573</u>	<u>27,074</u>	<u>2,674,963</u>	<u>3,189,610</u>

The company's investment property is included in the financial statements at directors' valuation. The directors of the company are of the opinion that this value is an accurate reflection of the open market value of the property.

If the company's investment property was sold at its valuation a tax charge of approximately £18,464 would arise. No provision has been made in these financial statements for this amount, as there is no binding agreement in place to sell the property.

Hire purchase agreements

Included within the net book value of £3,436,987 is £Nil (2013 - £388,165) relating to assets held under hire purchase agreements. The depreciation charged to the abbreviated accounts in the year in respect of such assets amounted to £Nil (2013 - £40,834).

Capital commitments

	2014 £	2013 £
Contracted but not provided for in the financial statements	<u>-</u>	<u>429,200</u>

A & J Nelson (Haulage Contractors) Limited

Notes to the Abbreviated Accounts

Year Ended 31st October 2014

10. Investments

	Unlisted Investments £
Cost	
At 1st November 2013 and 31st October 2014	<u>379,681</u>
Net Book Value	
At 31st October 2014 and 31st October 2013	<u>379,681</u>

Unlisted investments above represent an investment in the following limited liability partnerships registered in England and Wales:

Big Screen Productions 16 LLP £137,389 (2013 - £137,389)
 Big Screen Productions 19 LLP £97,389 (2013 - £97,389)
 Big Screen Productions 23 LLP £144,903 (2013 - £144,903)

11. Stocks

	2014 £	2013 £
Stock	<u>25,085</u>	<u>24,800</u>

12. Debtors

	2014 £	2013 £
Trade debtors	873,616	852,399
Corporation tax repayable	-	27,697
Other debtors	10,574	43,329
Prepayments and accrued income	<u>21,439</u>	<u>20,129</u>
	<u>905,629</u>	<u>943,554</u>

13. Creditors: Amounts Falling due Within One Year

	2014 £	2013 £
Trade creditors	328,411	195,834
Other creditors including taxation and social security:		
Corporation tax	146,264	-
Other taxation and social security	177,516	53,591
Hire purchase agreements	-	237,615
Other creditors	110,000	90,000
Directors current accounts	<u>140,000</u>	<u>160,000</u>
	573,780	541,206
Accruals and deferred income	<u>27,328</u>	<u>28,006</u>
	<u>929,519</u>	<u>765,046</u>

A & J Nelson (Haulage Contractors) Limited

Notes to the Abbreviated Accounts

Year Ended 31st October 2014

14. Creditors: Amounts Falling due after More than One Year

	2014 £	2013 £
Other creditors:		
Other creditors	<u>51,286</u>	<u>49,547</u>

15. Commitments under Hire Purchase Agreements

Future commitments under hire purchase agreements are as follows:

	2014 £	2013 £
Amounts payable within 1 year	-	241,123
Less interest and finance charges relating to future periods	-	(3,508)
	<u>-</u>	<u>237,615</u>
Hire purchase agreements are analysed as follows:		
Current obligations	-	237,615
	<u>-</u>	<u>237,615</u>

16. Directors' Current Accounts

Movements on the directors accounts during the year were as follows:

	Mr A Nelson £	Mr J Nelson £	Mrs E Nelson £
Balance at 31st October 2013	-	60,000	-
Funds withdrawn	-	(60,000)	-
	<u>-</u>	<u>-</u>	<u>-</u>
Balance at 31st October 2014	<u>-</u>	<u>-</u>	<u>-</u>

	Mr C Nelson £	Miss G Nelson £	Total £
Balance at 31st October 2013	100,000	-	160,000
Funds introduced	40,000	-	40,000
Funds withdrawn	-	-	(60,000)
	<u>140,000</u>	<u>-</u>	<u>140,000</u>
Balance at 31st October 2014	<u>140,000</u>	<u>-</u>	<u>140,000</u>

The loan from Mr C Nelson is interest free and repayable on demand.

17. Pensions

The company operates a defined contribution pension scheme for its directors. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £30,000 (2013 - £70,000).

A & J Nelson (Haulage Contractors) Limited

Notes to the Abbreviated Accounts

Year Ended 31st October 2014

18. Deferred Taxation

The movement in the deferred taxation provision during the year was:

	2014 £	2013 £
Provision brought forward	265,007	254,861
Profit and loss account movement arising during the year	20,143	10,146
Provision carried forward	<u>285,150</u>	<u>265,007</u>

The provision for deferred taxation consists of the tax effect of timing differences in respect of:

	2014 £	2013 £
Excess of taxation allowances over depreciation on fixed assets	285,150	265,007
	<u>285,150</u>	<u>265,007</u>

19. Commitments under Operating Leases

At 31st October 2014 the company had annual commitments under non-cancellable operating leases as set out below.

	Land and buildings	
	2014 £	2013 £
Operating leases which expire:		
Within 2 to 5 years	<u>55,000</u>	<u>55,000</u>

20. Contingent Liability

A contingent liability exists in respect of a potential tax liability as a result of tax relief received from share of losses in investment companies for the period 2010 to 2012. The total tax relief received amounted to £459,802. There is currently an ongoing enquiry between HMRC and the investment partnerships, and at present film scheme investors are receiving accelerated payment notices demanding payment of the tax in dispute upfront. At this stage the company has not received a formal accelerated payment notice, and given that permission has been granted to challenge the notices in court, the outcome of this cannot yet be determined.

21. Share Capital

Authorised share capital:

	2014 £	2013 £
70,000 Ordinary shares of £1 each	<u>70,000</u>	<u>70,000</u>

Allotted, called up and fully paid:

	2014		2013	
	No	£	No	£
Ordinary shares of £1 each	<u>64,625</u>	<u>64,625</u>	<u>64,625</u>	<u>64,625</u>

A & J Nelson (Haulage Contractors) Limited

Notes to the Abbreviated Accounts

Year Ended 31st October 2014

22. Reserves

	Revaluation reserve £	Profit and loss account £
Balance brought forward	138,780	3,901,755
Profit for the year	–	776,599
Equity dividends	–	(200,000)
Balance carried forward	<u>138,780</u>	<u>4,478,354</u>

23. Reconciliation of Movements in Shareholders' Funds

	2014 £	2013 £
Profit/(Loss) for the financial year	776,599	(142,866)
Equity dividends	(200,000)	(160,000)
Net addition/(reduction) to shareholders' funds	576,599	(302,866)
Opening shareholders' funds	<u>4,105,160</u>	<u>4,408,026</u>
Closing shareholders' funds	<u>4,681,759</u>	<u>4,105,160</u>

24. Notes to the Cash Flow Statement

Reconciliation of Operating Profit/(Loss) to Net Cash Inflow From Operating Activities

	2014 £	2013 £
Operating profit/(loss)	968,101	(171,957)
Depreciation	612,192	631,000
Loss/(Profit) on disposal of fixed assets	7,016	(38,680)
(Increase)/decrease in stocks	(285)	19,460
Decrease in debtors	10,228	554,646
Increase/(decrease) in creditors	255,824	(365,447)
Net cash inflow from operating activities	<u>1,853,076</u>	<u>629,022</u>

Returns on Investments and Servicing of Finance

	2014 £	2013 £
Income from other fixed asset investments	7,879	18,464
Interest paid	(1,739)	(1,181)
Interest element of hire purchase	<u>(3,538)</u>	<u>(877)</u>
Net cash inflow from returns on investments and servicing of finance	<u>2,602</u>	<u>16,406</u>

A & J Nelson (Haulage Contractors) Limited

Notes to the Abbreviated Accounts

Year Ended 31st October 2014

24. Notes to the Cash Flow Statement *(continued)*

Taxation

	2014 £	2013 £
Taxation	-	(59,384)

Capital Expenditure

	2014 £	2013 £
Payments to acquire tangible fixed assets	(1,436,085)	(795,285)
Receipts from sale of fixed assets	569,500	371,000
Net cash outflow from capital expenditure	<u>(866,585)</u>	<u>(424,285)</u>

Financing

	2014 £	2013 £
Capital element of hire purchase	(237,615)	237,615
Net inflow/(outflow) from other long-term creditors	1,739	(2,097)
Net cash (outflow)/inflow from financing	<u>(235,876)</u>	<u>235,518</u>

Reconciliation of Net Cash Flow to Movement in Net Funds

	2014 £	2013 £
Increase in cash in the period	553,217	237,277
Cash outflow in respect of hire purchase	237,615	(237,615)
Net cash (inflow) from/outflow from other long-term creditors	<u>(1,739)</u>	<u>2,097</u>
	789,093	1,759
Change in net funds	789,093	1,759
Net funds at 1 November 2013	<u>359,953</u>	<u>358,194</u>
Net funds at 31 October 2014	<u>1,149,046</u>	<u>359,953</u>

A & J Nelson (Haulage Contractors) Limited

Notes to the Abbreviated Accounts

Year Ended 31st October 2014

24. Notes to the Cash Flow Statement *(continued)*

Analysis of Changes in Net Funds

	At 1 Nov 2013 £	Cash flows £	At 31 Oct 2014 £
Net cash:			
Cash in hand and at bank	647,115	553,217	1,200,332
Debt:			
Debt due after 1 year	(49,547)	(1,739)	(51,286)
Hire purchase agreements	(237,615)	237,615	—
	(287,162)	235,876	(51,286)
Net funds	359,953	789,093	1,149,046