REGISTERED NUMBER: 02602321 (England and Wales)

STRATEGIC REPORT, REPORT OF THE DIRECTORS AND AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2016 FOR MASSEY TRUCK ENGINEERING LIMITED

TUESDAY

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COMPANIES HOUSE

GibsonBooth LTD

Chartered Accountants, Business Advisers & Statutory Auditor

12 Victoria Road
Barnsley
South Yorkshire
S70 2BB

MASSEY TRUCK ENGINEERING LIMITED (REGISTERED NUMBER: 02602321)

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FOR THE YEAR ENDED 30 SEPTEMBER 2016

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MASSEY TRUCK ENGINEERING LIMITED

COMPANY INFORMATION
FOR THE YEAR ENDED 30 SEPTEMBER 2016

DIRECTORS:	Mr D L Brooks Mr O J Brooks Mrs P L Brooks
SECRETARY:	Mr S N Willis
REGISTERED OFFICE:	Station Road Halfway Sheffield South Yorkshire S20 3GX
REGISTERED NUMBER:	02602321 (England and Wales)
AUDITORS:	Gibson Booth Limited Statutory Auditor 12 Victoria Road Barnsley South Yorkshire S70 2BB
BANKERS:	National Wesminister Bank PLC P O Box 120 42 High Street Sheffield South Yorkshire S1 2GE

STRATEGIC REPORT
FOR THE YEAR ENDED 30 SEPTEMBER 2016

The directors present their strategic report for the year ended 30 September 2016.

REVIEW OF BUSINESS

The company serves as one of the leading truck bodybuilders in the United Kingdom. It designs and builds a wide range of commercial vehicle bodywork. The company operates through its engineering, welding and fabrication, body and press shops.

In addition, the company has a team of professionals and other personnel capable of providing necessary assistance and services to its customers.

PRINCIPAL RISKS AND UNCERTAINTIES

In previous years the economic down-turn resulted in customers extending the maintenance life of vehicle which in turn significantly affected the volume of new activity of the company.

Massey Truck Engineering have undergone an expansion plan including IVA test bay and an 8 bay workshop which will result an increase in build capacity.

RESULTS, KEY PERFORMANCE INDICATORS AND FINANCIAL POSITION

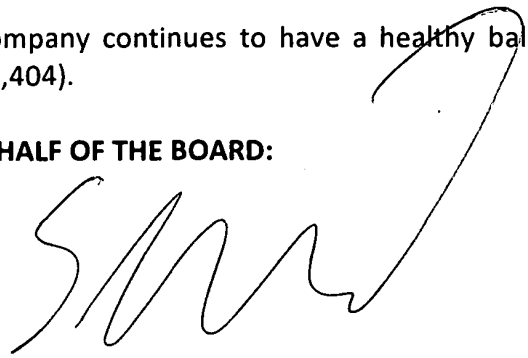
During the year the company reported a profit of £700,335 (2015: £898,014).

The directors continue to monitor the performance of the company through a number of key performance indicators including the review of detailed profit margins on individual build jobs.

Continued high levels of activity throughout the year have resulted in the company employing an average of 100 (2015: 116) staff during the year.

The company continues to have a healthy balance sheet with net assets of £5,081,739 (2015: £4,409,404).

ON BEHALF OF THE BOARD:



Mr S N Willis - Secretary

3 March 2017

REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30 SEPTEMBER 2016

The directors present their report with the financial statements of the company for the year ended 30 September 2016.

PRINCIPAL ACTIVITY
The principal activity of the company in the year under review was that of manufacturing and repairing of commercial vehicle bodies.

DIVIDENDS
The total distribution of dividends for the year ended 30 September 2016 will be £28,000.

EVENTS SINCE THE END OF THE YEAR
Information relating to events since the end of the year is given in the notes to the financial statements.

DIRECTORS
The directors shown below have held office during the whole of the period from 1 October 2015 to the date of this report.

Mr D L Brooks
Mr O J Brooks
Mrs P L Brooks

STATEMENT OF DIRECTORS' RESPONSIBILITIES
The directors are responsible for preparing the Strategic Report, the Report of the Directors 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 period. 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.

REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30 SEPTEMBER 2016

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are 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 each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

AUDITORS

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

ON BEHALF OF THE BOARD:

Mr S N Willis - Secretary

3 March 2017

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF MASSEY TRUCK ENGINEERING LIMITED

We have audited the financial statements of Massey Truck Engineering Limited for the year ended 30 September 2016 on pages seven to twenty. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in a Report of the Auditors 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 and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As explained more fully in the Statement of Directors' Responsibilities set out on page three, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Strategic Report and the Report of the Directors to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 30 September 2016 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF MASSEY TRUCK ENGINEERING LIMITED

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.



ROBERT WATSON (Senior Statutory Auditor)
for and on behalf of Gibson Booth Limited
Statutory Auditor
12 Victoria Road
Barnsley
South Yorkshire
S70 2BB

3 March 2017

STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 SEPTEMBER 2016

	Notes	30.9.16 £	30.9.15 £
TURNOVER	3	**11,381,071**	14,217,943
Cost of sales		**9,220,259**	11,925,975
GROSS PROFIT		**2,160,812**	2,291,968
Administrative expenses		**1,272,061**	1,159,885
OPERATING PROFIT	6	**888,751**	1,132,083
Interest receivable and similar income		**10,093**	6,695
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		**898,844**	1,138,778
Tax on profit on ordinary activities	7	**198,509**	240,764
PROFIT FOR THE FINANCIAL YEAR		**700,335**	898,014
OTHER COMPREHENSIVE INCOME		**-**	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		**700,335**	898,014

The notes form part of these financial statements

BALANCE SHEET
30 SEPTEMBER 2016

	Notes	30.9.16 £	30.9.16 £	30.9.15 £	30.9.15 £
FIXED ASSETS					
Tangible assets	9		**1,297,475**		1,366,343
CURRENT ASSETS					
Stocks	10	**1,051,717**		1,826,292	
Debtors	11	**2,840,958**		4,178,373	
Cash at bank and in hand		**1,464,777**		445,351	
		5,357,452		6,450,016	
CREDITORS					
Amounts falling due within one year	12	**1,384,121**		3,265,037	
NET CURRENT ASSETS			**3,973,331**		3,184,979
TOTAL ASSETS LESS CURRENT LIABILITIES			**5,270,806**		4,551,322
PROVISIONS FOR LIABILITIES	13		**189,067**		141,918
NET ASSETS			**5,081,739**		4,409,404
CAPITAL AND RESERVES					
Called up share capital	14		**75,000**		75,000
Capital redemption reserve	15		**75,000**		75,000
Retained earnings	15		**4,931,739**		4,259,404
SHAREHOLDERS' FUNDS			**5,081,739**		4,409,404

The notes form part of these financial statements

continued...

BALANCE SHEET - continued
30 SEPTEMBER 2016

The financial statements were approved and authorised for issue by the Board of Directors on 3 March 2017 and were signed on its behalf by:



Mr D L Brooks - Director

The notes form part of these financial statements

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 SEPTEMBER 2016

	Called up share capital £	Retained earnings £	Capital redemption reserve £	Total equity £
Balance at 1 October 2014	75,000	3,361,390	75,000	3,511,390
Changes in equity				
Total comprehensive income	-	898,014	-	898,014
Balance at 30 September 2015	75,000	4,259,404	75,000	4,409,404
Changes in equity				
Dividends	-	(28,000)	-	(28,000)
Total comprehensive income	-	700,335	-	700,335
Balance at 30 September 2016	75,000	4,931,739	75,000	5,081,739

The notes form part of these financial statements

MASSEY TRUCK ENGINEERING LIMITED (REGISTERED NUMBER: 02602321)

CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 SEPTEMBER 2016

	Notes	30.9.16 £	30.9.15 £
Cash flows from operating activities			
Cash generated from operations	1	**1,332,613**	952,982
Tax paid		**(217,424)**	(99,615)
Net cash from operating activities		**1,115,189**	853,367
Cash flows from investing activities			
Purchase of tangible fixed assets		**(192,072)**	(416,982)
Sale of tangible fixed assets		**48,500**	17,809
Interest received		**10,093**	6,695
Net cash from investing activities		**(133,479)**	(392,478)
Cash flows from financing activities			
Amount introduced by directors		**65,716**	-
Amount withdrawn by directors		**-**	(65,716)
Equity dividends paid		**(28,000)**	-
Net cash from financing activities		**37,716**	(65,716)
Increase in cash and cash equivalents		**1,019,426**	395,173
Cash and cash equivalents at beginning of year	2	**445,351**	50,178
Cash and cash equivalents at end of year	2	**1,464,777**	445,351

The notes form part of these financial statements

NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 SEPTEMBER 2016

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

	30.9.16	30.9.15
	£	£
Profit before taxation	**898,844**	1,138,778
Depreciation charges	**205,382**	195,174
Loss/(profit) on disposal of fixed assets	**7,058**	(10,606)
Increase/Decrease) in warranty provision	**39,598**	(15,500)
Finance income	**(10,093)**	(6,695)
	1,140,789	1,301,151
Decrease/(increase) in stocks	**774,575**	(1,036,265)
Decrease/(increase) in trade and other debtors	**1,271,699**	(595,198)
(Decrease)/increase in trade and other creditors	**(1,854,450)**	1,283,294
Cash generated from operations	**1,332,613**	952,982

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 30 September 2016

	30.9.16	**1.10.15**
	£	**£**
Cash and cash equivalents	**1,464,777**	**445,351**

Year ended 30 September 2015

	30.9.15	1.10.14
	£	£
Cash and cash equivalents	445,351	50,178

The notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2016

1. STATEMENT OF COMPLIANCE

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.

This is the first year that the company has presented its financial statements under Financial Reporting Standard 102 (FRS102) issued by the Financial Reporting Council. The last financial statements for the year ended 30 September 2015 were prepared under previous UK GAAP, and the transition date to FRS102 is 1 October 2014.

The financial statements are prepared in sterling which is the functional currency of the entity and rounded to the nearest pound.

In preparing the financial statements the directors have considered whether in applying the accounting policies required by FRS102 the adjustment of comparative items was required.

At the date of transition no adjustments were required.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements
The financial statements have been prepared under the historical cost convention.

Significant judgements and estimates
Warranty provisions:

A provision for the estimated costs of fulfilling obligations under warranties is made at the time the related revenue is recognised. The costs are based on historical and projected failure rates, historical and projected repair costs and knowledge of specific failures.

Turnover
Turnover is recognised to the extent that the company has obtained the right to consideration through the performance of its contractual obligation. Where the substance is that the company's contractual obligations are performed over time, turnover is recognised as contract activity progresses to reflect the company's partial performance of its contractual obligations. The amount recognised represents the right to consideration by reference to the value of the work performed.

continued...

2. **ACCOUNTING POLICIES - continued**

Tangible fixed assets
Depreciation is provided at the following annual rates in order to write off the cost less estimated residual value of each asset over its estimated useful life.

Freehold buildings	4% on cost
Plant and machinery	12.5% to 33% on cost
Motor vehicles	20% to 25% on cost

Land is not depreciated.

All fixed assets are initially recorded at cost.

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

Deferred tax
Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax. Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

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.

The company also make employer contributions into employee private pension schemes. The annual contributions payable are charged to the profit and loss account.

Financial instruments
Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract hat evidences a residual interest in the assets of the company after deducting all of its liabilities.

3. **TURNOVER**

The turnover and profit before taxation are attributable to the one principal activity of the company.

continued...

4. STAFF COSTS

	30.9.16	30.9.15
	£	£
Wages and salaries	**2,416,709**	2,668,491
Social security costs	**224,919**	250,304
Other pension costs	**23,703**	17,066
	2,665,331	2,935,861

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

	30.9.16	30.9.15
Number of production staff	**89**	102
Number of sales and administrative staff	**11**	14
	100	116

5. DIRECTORS' EMOLUMENTS

	30.9.16	30.9.15
	£	£
Directors' remuneration	**133,041**	135,088

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

Money purchase schemes	**3**	3

6. OPERATING PROFIT

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

	30.9.16	30.9.15
	£	£
Equipment hire	**8,210**	10,699
Depreciation - owned assets	**205,382**	195,174
Loss/(profit) on disposal of fixed assets	**7,058**	(10,606)
Auditors' remuneration	**9,950**	8,150
Other non- audit services	**23,750**	8,650

continued...

7. TAXATION

Analysis of the tax charge

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

	30.9.16	30.9.15
	£	£
Current tax:		
UK corporation tax	**191,484**	217,438
(Over)/under provision of tax	**(526)**	-
Total current tax	**190,958**	217,438
Deferred tax	**7,551**	23,326
Tax on profit on ordinary activities	**198,509**	240,764

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:

	30.9.16	30.9.15
	£	£
Profit on ordinary activities before tax	**898,844**	1,138,778
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 20% (2015 - 20.499%)	**179,769**	233,438
Effects of:		
Expenses not deductible for tax purposes	**6,073**	2,509
Income not taxable for tax purposes	**-**	(2,177)
Capital allowances in excess of depreciation	**-**	(16,332)
Depreciation in excess of capital allowances	**5,642**	-
Adjustments to tax charge in respect of previous periods	**(526)**	-
Movement on provisions	**7,551**	23,326
Total tax charge	**198,509**	240,764

8. DIVIDENDS

	30.9.16	30.9.15
	£	£
E Ordinary share of £1		
Interim	**28,000**	-

continued...

9. **TANGIBLE FIXED ASSETS**

	Freehold land and buildings £	Plant and machinery £	Motor vehicles £	Totals £
COST				
At 1 October 2015	**1,941,914**	**2,146,511**	**191,946**	**4,280,371**
Additions	**13,500**	**110,796**	**67,776**	**192,072**
Disposals	**-**	**(20,978)**	**(60,947)**	**(81,925)**
At 30 September 2016	**1,955,414**	**2,236,329**	**198,775**	**4,390,518**
DEPRECIATION				
At 1 October 2015	**1,025,686**	**1,807,527**	**80,815**	**2,914,028**
Charge for year	**67,064**	**92,462**	**45,856**	**205,382**
Eliminated on disposal	**-**	**(5,923)**	**(20,444)**	**(26,367)**
At 30 September 2016	**1,092,750**	**1,894,066**	**106,227**	**3,093,043**
NET BOOK VALUE				
At 30 September 2016	**862,664**	**342,263**	**92,548**	**1,297,475**
At 30 September 2015	916,228	338,984	111,131	1,366,343

Freehold land and buildings includes £165,235 relating to land which is not depreciated (2014: £163,235).

10. **STOCKS**

	30.9.16 £	30.9.15 £
Raw materials	**1,051,717**	1,826,292

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

	30.9.16 £	30.9.15 £
Trade debtors	**2,019,479**	3,506,665
Amounts recoverable on contracts	**350,161**	541,061
Other debtors	**408,835**	-
Directors' loan accounts	**-**	65,716
Prepayments and accrued income	**62,483**	64,931
	2,840,958	4,178,373

continued...

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30.9.16	30.9.15
	£	£
Trade creditors	**929,808**	2,836,805
Corporation tax	**191,484**	217,950
Social security and other taxes	**60,482**	60,834
VAT	**161,391**	85,432
Other creditors	**3,895**	596
Accruals and deferred income	**37,061**	63,420
	1,384,121	3,265,037

13. PROVISIONS FOR LIABILITIES

	30.9.16	30.9.15
	£	£
Deferred tax		
Deferred tax; fixed asset allowances	**48,469**	56,118
Deferred tax; general warranty provision movement	**-**	(15,200)
	48,469	40,918
Other provisions		
Warranty provision	**140,598**	101,000
Aggregate amounts	**189,067**	141,918

	Deferred tax	Other provisions
	£	£
Balance at 1 October 2015	**40,918**	**101,000**
Profit and loss movement	**7,551**	**39,598**
Balance at 30 September 2016	**48,469**	**140,598**

continued...

14. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	30.9.16 £	30.9.15 £
48,749	A Ordinary	£1	**48,749**	48,749
3,750	B Ordinary	£1	**3,750**	3,750
3,750	C Ordinary	£1	**3,750**	3,750
18,750	D Ordinary	£1	**18,750**	18,750
1	E Ordinary	£1	**1**	1
			75,000	75,000

15. RESERVES

	Retained earnings £	Capital redemption reserve £	Totals £
At 1 October 2015	**4,259,404**	**75,000**	**4,334,404**
Profit for the year	**700,335**		**700,335**
Dividends	**(28,000)**		**(28,000)**
At 30 September 2016	**4,931,739**	**75,000**	**5,006,739**

16. PENSION COMMITMENTS

The company operates a defined contribution pension scheme and employer contributions are also paid into employee private pension schemes.

	30.09.16 £	30.09.15 £
Pension costs charged to profit on ordinary activities	21,272	17,066

17. ULTIMATE PARENT COMPANY

Brooks Brothers & Sons Developments Limited is regarded by the directors as being the company's ultimate parent company.

continued...

18. CONTINGENT LIABILITIES

The company has entered into a number of tax planning arrangements for which it has received accelerated payment notices from HM Revenue and Customs. It is unclear at this stage whether or not a transfer of resources will be required to settle this issue and it is not possible to quantify the amounts involved.

19. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to a director subsisted during the years ended 30 September 2016 and 30 September 2015:

	30.9.16	30.9.15
	£	£
Mr O J Brooks		
Balance outstanding at start of year	**65,716**	-
Amounts advanced	**-**	65,716
Amounts repaid	**(65,716)**	-
Balance outstanding at end of year	**-**	65,716

20. RELATED PARTY DISCLOSURES

Entities with control, joint control or significant influence over the entity

	30.9.16	30.9.15
	£	£
Dividends paid	**28,000**	-

21. POST BALANCE SHEET EVENTS

Prior to the end of the reporting period a fire occurred in the paint shop. All costs of repair and replacement are expected to be covered by insurance, with a small excess being payable. The amounts involved have not yet been fully quantified.

22. ULTIMATE CONTROLLING PARTY

The controlling party is Mrs P L Brooks.