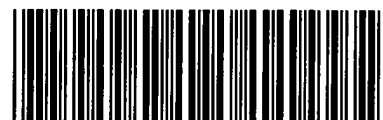


REGISTERED NUMBER: 05150708 (England and Wales)

**Strategic Report, Report of the Directors and
Audited Financial Statements
for the Year Ended 29 February 2024
for
TOPSPOT SERVICES LTD**

**K J Pittalis and Partners LLP
Chartered Certified Accountants
Statutory Auditor
Global House
303 Ballards Lane
London
N12 8NP**

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for the year ended 29 FEBRUARY 2024**

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TOPSPOT SERVICES LTD

**Company Information
for the year ended 29 FEBRUARY 2024**

DIRECTORS:

D S Penny
A L Penny

REGISTERED OFFICE:

The Old Station House
Powburn
Northumberland
NE66 4HU

REGISTERED NUMBER:

05150708 (England and Wales)

SENIOR STATUTORY AUDITOR: John Kyriacos Pittalis FCCA

INDEPENDENT AUDITORS :

K J Pittalis and Partners LLP
Chartered Certified Accountants
Statutory Auditor
Global House
303 Ballards Lane
London
N12 8NP

TOPSPOT SERVICES LTD (REGISTERED NUMBER: 05150708)

Strategic Report for the year ended 29 FEBRUARY 2024

The directors present their strategic report for the year ended 29 February 2024.

REVIEW OF BUSINESS

The principle activity of the Company was that of service stations providing fuel and other goods. The principle market is the UK.

Revenue grew 0.82% over the previous year, reflecting the increase in fuel costs. With fuel costs increasing but the Company maintaining a consistent margin per litre of fuel, the gross margin has increased slightly by 0.64%.

RESULTS AND PERFORMANCE

The results for the year as set out on pages 10 - 13, show a profit before tax of £897,454 (2023: £521,134), higher than managements original expectations. The investment in new sites, people and processes is continuing to manifest itself in profitability, reaffirming that decisions taken in prior years were correct. Although results have surpassed management expectations, they have a continued to focus on profitable growth which they are confident should maintain the upward trend in net profitability over the next three years.

This was another year of continued growth for the Company. Appointments have settled and are making positive contributions, key members of staff have been retained and the addition of further services, such as car washes and parcel delivery services, are making significant margin contributions. Sites are continuously revamped to make the shopping experience better and forecourt staff are undergoing customer relationship training.

During the year the growth continued with sales up 0.82% on the previous year, operating profit has declined in quantum as well as the percentage at 0.41%. The Directors will continue to manage growth to continue to improve profitability both by the addition of further sites and more efficient and effective use of resources.

As at 29 February 2024 the Shareholders' Funds totalled £5,558,567 (2023: £3,024,151).

TRADING ENVIRONMENT

Despite strong trading during 2023/24 the Directors remain cautious. The UK market for motor fuels and convenience store items is highly competitive. The Directors are continuously monitoring the market and environment to identify further opportunities and are optimistic about the future growth in the short to medium term.

It is the overall fuel market which drives sales. The move to cleaner energy sources and the ever increasing fuel costs represent the greatest risk to the company. The Directors and management continuously monitor performance on a weekly basis to enable a proactive approach to managing the risks the Company faces.

STRATEGY

The company strategy remains that of identifying petrol stations that management feels are undervalued, revamping existing sites to improve shoppers store experience and optimising the goods that are sold at each site based on the needs of local residents. Growth will be carefully managed so as not to place too heavy a burden on the existing resources at a time when they are engaged in additional tasks.

PRINCIPAL RISKS AND UNCERTAINTIES

The general move to cleaner energy sources will always be a risk to the Company. This is further exacerbated by increased fuel costs which may push some customers to other modes of transport, including electric vehicles. Despite this, the market is extremely large and the Company has continued to find opportunities to grow regardless of the wider market.

Strategic Report
for the year ended 29 FEBRUARY 2024

KEY PERFORMANCE INDICATORS (KPI)

The following KPIs are used to monitor the efficiency and profitability of the business and to optimise working capital.

	2024	2023
Turnover	£28M	£28M
Gross profit margin	13.99%	13.36%
Operating (loss)/profit	£1.07M	£1.18M
Operating profit margin	3.78%	4.19%
Inventory turnover ratio	34x	44x

FUTURE DEVELOPMENTS

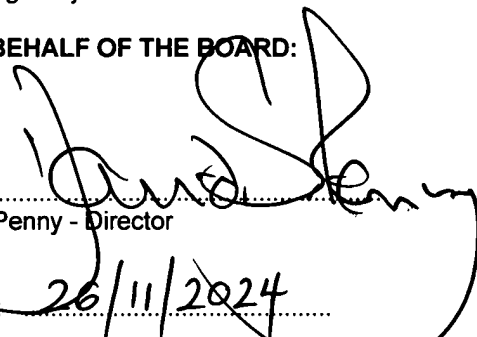
The UK economy seems precarious at present, and likely to remain so in the currently depressed economic climate. Interest rates look set to remain high for the foreseeable future, although they have been declining slightly with some expecting further reductions in the forthcoming year.

As people continue to understand the environmental impact of fossil fuels and the expanding availability of other cleaner energy sources, there has been a general shift to renewable energy sources. Management are monitoring this trend and are looking into other opportunities to support alternative revenue streams such as electric forecourts, biodiesel and hydrogen fuelling stations.

Subsequent to the balance sheet date, the company completed the purchase of a new site located in Doncaster for a total consideration of £615,000. This acquisition aligns with the Company's strategic objectives to expand its operations and enhance its long-term growth potential.

In addition, the Company is close to finalising the restructure of its existing liabilities to enhance its financial flexibility and liquidity position. The refinancing involved restructuring existing loans and reflects the company's commitment to maintaining a robust financial position and supporting its ongoing operational and strategic objectives

ON BEHALF OF THE BOARD:


.....
D S Penny - Director

Date: 26/11/2024

TOPSPOT SERVICES LTD (REGISTERED NUMBER: 05150708)

**Report of the Directors
for the year ended 29 FEBRUARY 2024**

The directors present their report with the financial statements of the company for the year ended 29 February 2024.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of service stations providing fuel and other goods.

DIVIDENDS

No dividends will be distributed for the year ended 29 February 2024.

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 March 2023 to the date of this report.

D S Penny
A L Penny

FINANCIAL INSTRUMENTS

The company's activities give rise to multiple financial risks, including the price risk, credit risk, liquidity risk and Cashflow risk. The essential risk management policies are determined by the group and applied by the company's corporate treasury department.

The most significant financial risks to which the company is exposed are described below:

Liquidity Risks

Liquidity risk is related to the company's need for sufficient financing of its operations and development.

The relevant liquidity risks are the subject of management through the meticulous monitoring of debts, financial liabilities and payments made on a regular basis.

The company ensures that there are sufficient available credit facilities to be able to cover its short-term business needs, after the calculation of cash flows arising from operations as well as cash equivalents which are held. The company can rely on its parent company and other group companies for long-term liquidity.

Credit Risks

The company does not exhibit any considerable concentration of credit risk to any one customer. Credit risk originates from available cash and cash equivalents, deposits with banks and financial institutions and clients with respect to trade receivables.

To minimise credit risk on cash reserves and cash equivalents, the company specifies certain limits to its exposure on each individual financial institutions and only engages in transactions with creditworthy financial institutions of high credit rating.

Interest Rate Risks

The company borrows from its bankers using either overdrafts or term loans whose tenure depends on the nature of the asset and management's view of the future direction of interest rate.

DISCLOSURE IN THE STRATEGIC REPORT

The company has chosen in accordance with Companies Act 2006, s 414C(11) to set out in the company's strategic report information required by Large and Medium-sized Companies and Groups (accounts and Reports) Regulations 2008, Sch. 7 to be contained in the directors' report. It has done so in respect of principal risks and uncertainties and future developments.

**Report of the Directors
for the year ended 29 FEBRUARY 2024**

DIRECTORS' RESPONSIBILITIES STATEMENT

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), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. 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.

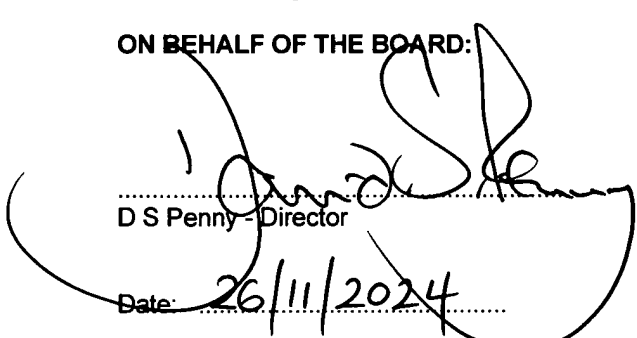
STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

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, K J Pittalis and Partners LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:


.....
D S Penny - Director

Date: 26/11/2024

Report of the Independent Auditors to the Members of Topspot Services Ltd

Opinion

We have audited the financial statements of Topspot Services Ltd (the 'company') for the year ended 29 February 2024 which comprise the Income Statement, Other Comprehensive Income, Statement of Financial Position, Statement of Changes in Equity, Statement of Cash Flows and Notes to the Statement of Cash Flows, Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 29 February 2024 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.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

Other information

The directors are responsible for the other information. The other information comprises the information in the Strategic Report and the Report of the Directors, but does not include the financial statements and our Report of the Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- 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; and
- the Strategic Report and the Report of the Directors have been prepared in accordance with applicable legal requirements.

Report of the Independent Auditors to the Members of Topspot Services Ltd

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report or the Report of the Directors.

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.

Responsibilities of directors

As explained more fully in the Directors' Responsibilities Statement set out on page five, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud is detailed below:

We considered the nature of the Company's industry and its control environment and reviewed the Company's documentation of their policies and procedures relating to fraud and compliance with laws and regulations. We enquired of management about their own identification and assessment of the risks of fraud and irregularities.

We obtained an understanding of the legal and regulatory framework that the Company operates in and identified the key laws and regulations that:

- Had a direct effect on the determination of the material amounts and disclosures in the financial statements. These included UK Companies Act, pensions legislation, tax legislation, financial conduct authority regulations; and
- Do not have a direct effect on the financial statements, but compliance with which may be fundamental to the Company's ability to operate or to avoid a material penalty.

We discussed among the audit engagement team regarding the opportunities and incentives that may exist within the organisation for fraud, and how and where fraud might occur in the financial statements. In common with all audits under the ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override.

In addressing the risk of fraud through management override of controls, we tested the appropriateness of journal entries and other adjustments; assessed whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluated the business rationale of any significant transactions that are unusual or outside the normal course of business.

Report of the Independent Auditors to the Members of Topspot Services Ltd

In addition to the above, our procedures to respond to the risks identified included the following:

- Reviewing financial statement disclosures by testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having direct effect on the financial statements;
- Performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- Enquiring of management, concerning actual and potential litigation and claims, and instances of non-compliance with laws and regulations; and
- Reading minutes of meetings of those charged with governance.

As part of an audit in accordance with ISAs (Uk), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- Obtain an understanding of internal controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion of the effectiveness of the Company's internal control;
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related party disclosures made by the directors;
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our Auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our Auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern;
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

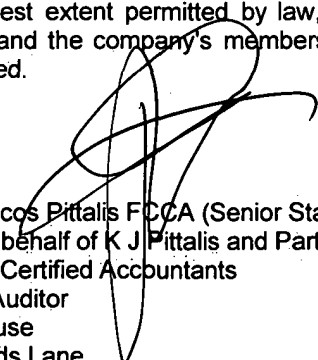
We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Auditors.

**Report of the Independent Auditors to the Members of
Topspot Services Ltd**

Use of our report

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.



John Kyriacos Pittalis FCCA (Senior Statutory Auditor)
for and on behalf of K J Pittalis and Partners LLP
Chartered Certified Accountants
Statutory Auditor
Global House
303 Ballards Lane
London
N12 8NP

Date: 26/11/2024

TOPSPOT SERVICES LTD (REGISTERED NUMBER: 05150708)

**Income Statement
for the year ended 29 FEBRUARY 2024**

	Notes	29/2/24 £	28/2/23 £
TURNOVER		28,381,468	28,151,486
Cost of sales		24,410,015	24,391,236
GROSS PROFIT		3,971,453	3,760,250
Administrative expenses		2,899,410	2,580,494
OPERATING PROFIT	5	1,072,043	1,179,756
Amounts written off investments	6	-	504,882
		1,072,043	674,874
Interest payable and similar expenses	7	174,589	153,740
PROFIT BEFORE TAXATION		897,454	521,134
Tax on profit	8	121,225	334,419
PROFIT FOR THE FINANCIAL YEAR		776,229	186,715

The notes form part of these financial statements

TOPSPOT SERVICES LTD (REGISTERED NUMBER: 05150708)

**Other Comprehensive Income
for the year ended 29 FEBRUARY 2024**

	29/2/24	28/2/23
Notes	£	£
PROFIT FOR THE YEAR	776,229	186,715
OTHER COMPREHENSIVE INCOME/(LOSS)		
Revaluation of freehold property	2,456,089	-
Freehold depreciation on revaluation	(25,710)	(27,423)
Income tax relating to components of other comprehensive income/(loss)	(672,192)	6,856
OTHER COMPREHENSIVE INCOME/(LOSS) FOR THE YEAR, NET OF INCOME TAX	1,758,187	(20,567)
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	2,534,416	166,148

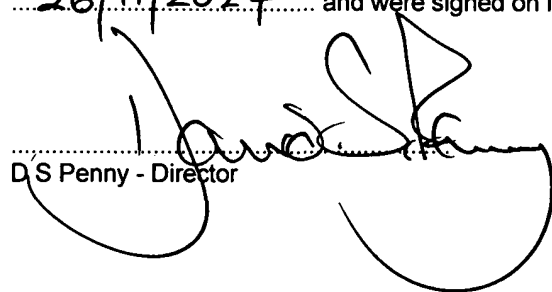
The notes form part of these financial statements

TOPSPOT SERVICES LTD (REGISTERED NUMBER: 05150708)

Statement of Financial Position
29 FEBRUARY 2024

	Notes	29/2/24 £	28/2/23 £
FIXED ASSETS			
Intangible assets	10	354,419	405,943
Tangible assets	11	5,760,073	3,301,071
Investments	12	71,617	71,363
		<u>6,186,109</u>	<u>3,778,377</u>
CURRENT ASSETS			
Stocks	13	795,460	640,327
Debtors	14	4,585,860	4,376,792
Cash at bank and in hand		641,019	768,656
		<u>6,022,339</u>	<u>5,785,775</u>
CREDITORS			
Amounts falling due within one year	15	(5,489,935)	(3,625,513)
NET CURRENT ASSETS		<u>532,404</u>	<u>2,160,262</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>6,718,513</u>	<u>5,938,639</u>
CREDITORS			
Amounts falling due after more than one year	16	(74,696)	(2,451,406)
PROVISIONS FOR LIABILITIES	20	(1,085,250)	(463,082)
NET ASSETS		<u>5,558,567</u>	<u>3,024,151</u>
CAPITAL AND RESERVES			
Called up share capital	21	100	100
Other reserves	22	3,105,800	1,347,613
Retained earnings	22	2,452,667	1,676,438
SHAREHOLDERS' FUNDS		<u>5,558,567</u>	<u>3,024,151</u>

The financial statements were approved by the Board of Directors and authorised for issue on 26/11/2024 and were signed on its behalf by:


D S Penny - Director

The notes form part of these financial statements

TOPSPOT SERVICES LTD (REGISTERED NUMBER: 05150708)

**Statement of Changes in Equity
for the year ended 29 FEBRUARY 2024**

	Called up share capital £	Retained earnings £	Other reserves £	Total equity £
Balance at 1 March 2022	100	1,589,723	1,368,180	2,958,003
Changes in equity				
Dividends	-	(100,000)	-	(100,000)
Total comprehensive income	-	186,715	(20,567)	166,148
Balance at 28 February 2023	<u>100</u>	<u>1,676,438</u>	<u>1,347,613</u>	<u>3,024,151</u>
Changes in equity				
Total comprehensive income	-	776,229	1,758,187	2,534,416
Balance at 29 February 2024	<u><u>100</u></u>	<u><u>2,452,667</u></u>	<u><u>3,105,800</u></u>	<u><u>5,558,567</u></u>

The notes form part of these financial statements

TOPSPOT SERVICES LTD (REGISTERED NUMBER: 05150708)

**Statement of Cash Flows
for the year ended 29 FEBRUARY 2024**

	Notes	29/2/24 £	28/2/23 £
Cash flows from operating activities			
Cash generated from operations	1	852,464	1,556,959
Interest paid		(174,589)	(153,740)
Tax paid		(330,236)	(135,516)
Net cash from operating activities		<u>347,639</u>	<u>1,267,703</u>
 Cash flows from investing activities			
Purchase of tangible fixed assets		(103,802)	(42,199)
Purchase of fixed asset investments		(254)	(73,745)
Net cash from investing activities		<u>(104,056)</u>	<u>(115,944)</u>
 Cash flows from financing activities			
New loans in year		50,720	51,407
Loan repayments in year		(375,000)	(300,000)
Movement in related entity balance		(46,940)	(2,197,415)
Equity dividends paid		-	(100,000)
Net cash from financing activities		<u>(371,220)</u>	<u>(2,546,008)</u>
 Decrease in cash and cash equivalents		<u>(127,637)</u>	<u>(1,394,249)</u>
Cash and cash equivalents at beginning of year	2	768,656	2,162,905
 Cash and cash equivalents at end of year	2	<u><u>641,019</u></u>	<u><u>768,656</u></u>

The notes form part of these financial statements

TOPSPOT SERVICES LTD (REGISTERED NUMBER: 05150708)

**Notes to the Statement of Cash Flows
for the year ended 29 FEBRUARY 2024**

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

	29/2/24	28/2/23
	£	£
Profit before taxation	897,454	521,134
Depreciation charges	126,705	106,057
Amounts w/o investments	-	504,881
Finance costs	174,589	153,740
	<u>1,198,748</u>	<u>1,285,812</u>
Increase in stocks	(155,133)	(185,670)
(Increase)/decrease in trade and other debtors	(162,130)	22,711
(Decrease)/increase in trade and other creditors	(29,021)	434,106
	<u>852,464</u>	<u>1,556,959</u>
Cash generated from operations	<u><u>852,464</u></u>	<u><u>1,556,959</u></u>

2. CASH AND CASH EQUIVALENTS

The amounts disclosed on the Statement of Cash Flows in respect of cash and cash equivalents are in respect of these Statement of Financial Position amounts:

Year ended 29 February 2024

	29.2.24	1.3.23
	£	£
Cash and cash equivalents	<u>641,019</u>	<u>768,656</u>

Year ended 28 February 2023

	28.2.23	1.3.22
	£	£
Cash and cash equivalents	768,656	2,172,180
Bank overdrafts	-	(9,275)
	<u>768,656</u>	<u>2,162,905</u>

3. ANALYSIS OF CHANGES IN NET DEBT

	At 1.3.23	Cash flow	At 29.2.24
	£	£	£
Net cash			
Cash at bank and in hand	<u>768,656</u>	<u>(127,637)</u>	<u>641,019</u>
	<u>768,656</u>	<u>(127,637)</u>	<u>641,019</u>
Debt			
Finance leases	(51,406)	(50,720)	(102,126)
Debts falling due within 1 year	(300,000)	(2,025,000)	(2,325,000)
Debts falling due after 1 year	<u>(2,400,000)</u>	<u>2,400,000</u>	<u>-</u>
	<u>(2,751,406)</u>	<u>324,280</u>	<u>(2,427,126)</u>
Total	<u><u>(1,982,750)</u></u>	<u><u>196,643</u></u>	<u><u>(1,786,107)</u></u>

The notes form part of these financial statements

**Notes to the Financial Statements
for the year ended 29 FEBRUARY 2024**

1. STATUTORY INFORMATION

Topspot Services Ltd 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. 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. 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.

3. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets.

Significant judgements and estimates

No significant judgements have had to be made by management in preparing these financial statements.

With regard to freehold properties the directors have also made key assumptions in the determination of the fair value of freehold property in respect of the state of the property market in the location where the properties are situated and in respect of the range of reasonable fair value estimates of the asset. The valuation method is further described in Note 11 together with the valuation of the properties at the reporting date.

Basis for not consolidating

The company has taken exemption under section 400 of the CA 2006, as its results will be included within the consolidated account of the ultimate parent company, Penny Petroleum (Topspot) Ltd, Registered office address of the company is Old Station House, Powburn, Alnwick, Northumberland, England, NE66 4HU.

Turnover

Turnover is measured at the fair value of the consideration received or receivable and represents amounts receivable for goods supplied and services rendered, stated net of discounts and of Value Added Tax.

The company recognises revenue when the amount of revenue can be measured reliably, when it is probable that future economic benefits will flow to the entity and when specific criteria have been met for each of the company's activities described below.

Sales of goods

Sales of goods are recognised when the risks and rewards of ownership have been transferred and no other significant obligation remains unfulfilled that may affect the customer's acceptance of the goods. In most cases this is at the point of sale.

Rendering of services

In addition to the sale of goods the company also provides a number of other services. When the outcome of a transaction for the rendering of services can be estimated reliably in terms of revenue and costs, the company recognises revenue on the sales of services in the reporting period in which the services are rendered by reference to the date the service is rendered.

**Notes to the Financial Statements - continued
for the year ended 29 FEBRUARY 2024**

3. ACCOUNTING POLICIES - continued

Goodwill

Goodwill arises on business acquisitions and represents the excess of the cost of the acquisition over the company's interest in the net amount of the identifiable assets, liabilities and contingent liabilities of the acquired business.

Goodwill recognised at acquisition is measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is amortised on a straight-line basis over its useful life, which is estimated to be ten years.

Goodwill amortisation is included in administrative expenses in the statement of comprehensive income.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- Straight line over 50 years on building
Short leasehold	- Over the term of the lease
Plant and machinery	- 10% on reducing balance
Fixtures and fittings	- 25% on reducing balance

Freehold property held for the company's trade are carried at their revalued amounts, being fair value at the date of valuation less subsequent depreciation and impairment losses. Revaluations are performed by professional qualified valuers with sufficient regularity to ensure that the carrying amounts do not differ materially from those that would be determined using fair values at the end of each reporting period. Any accumulated depreciation at the date of revaluation is eliminated against the gross carrying amount of the asset and the net amount is restated to the revalued amount of the asset.

Any revaluation increase in the carrying amount of land and buildings is recognised in other comprehensive income and included in a revaluation reserve in equity, except to the extent that it reverses a revaluation decrease of the same asset previously recognised in profit or loss, in which case the increase is credited to profit and loss to the extent of the decrease previously expended. Decreases that offset previous increases of the same asset are charged in other comprehensive income and debited against revaluation reserve in equity; decreases exceeding the balance in revaluation reserve relating to an asset are recognised in profit or loss. Each year the difference between depreciation based on the revalued carrying amount of the asset recognised in profit or loss and depreciation based on the asset's original cost is transferred from revaluation reserve to retained earnings. Freehold property were revalued for the first time during the previous financial year, whilst they were carried at cost less accumulated depreciation and impairment in previous periods. The use of a policy of revaluation provides more relevant and reliable information about the value of the property owned by the company.

Land is not depreciated.

All other tangible fixed assets are carried at cost less accumulated depreciation and accumulated impairment losses. Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over their estimated useful lives as detailed above.

On disposal, the difference between the net disposal proceeds and the carrying amount of the item sold is recognised in profit or loss and included in other operating income.

Investments in subsidiaries

Investments in subsidiary undertakings are recognised at cost.

Notes to the Financial Statements - continued
for the year ended 29 FEBRUARY 2024

3. ACCOUNTING POLICIES - continued

Stocks

Stock is valued at the lower of cost and net realisable value. Net realisable value represents estimated selling price less costs to complete and sell. Cost is calculated on a first in, first out basis and includes all costs of purchase, and other costs incurred in bringing the inventories to their present location and condition. Provision is made for slow moving, obsolete or damaged stock where the net realisable value is less than cost.

Impairment of non-financial assets

At each reporting date non-financial assets not carried at fair value, like goodwill and plant, property and equipment, are reviewed to determine whether there is an indication that an asset may be impaired. If there is an indication of possible impairment, the recoverable amount of any asset or group of related assets, which is the higher of value in use and the fair value less cost to sell, is estimated and compared with its carrying amount. If the recoverable amount is lower, the carrying amount of the asset is reduced to its recoverable amount and an impairment loss is recognised immediately in profit or loss.

Inventories are also assessed for impairment at each reporting date. The carrying amount of each item of inventory, or group of similar items, is compared with its selling price less costs to complete and sell. If an item of inventory or group of similar items is impaired, its carrying amount is reduced to selling price less costs to complete and sell, and an impairment loss is recognised immediately in profit or loss.

If an impairment loss is subsequently reversed, the carrying amount of the asset or group of related assets is increased to the revised estimate of its recoverable amount, but not to exceed the amount that would have been determined had no impairment loss been recognised for the asset or group of related assets in prior periods. A reversal of an impairment loss is recognised immediately in profit or loss.

Provisions

Provisions are recognised when the company has a legal or constructive obligation at the reporting date as a result of a past event, it is probable that the company will be required to settle the obligation and the amount of the obligation can be reliably estimated.

Provisions are recognised at the best estimate of the amount required to settle the obligation at the reporting date.

Financial instruments

The company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other accounts receivable and payable, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

Debt instruments like loans and other accounts receivable and payable are initially measured at present value of the future payments and subsequently at amortised cost using the effective interest method; Debt instruments that are payable or receivable within one year, typically trade payables or receivables, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received. However, if the arrangements of a short-term instrument constitute a financing transaction, like the payment of a trade debt deferred beyond normal business terms or financed at a rate of interest that is not a market rate or in case of an outright short-term loan not at market rate, the financial asset or liability is measured, initially and subsequently, at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in profit or loss.

Notes to the Financial Statements - continued
for the year ended 29 FEBRUARY 2024

3. ACCOUNTING POLICIES - continued

For financial assets measured at amortised cost, the impairment loss is measured as the difference between an asset's carrying amount and the present value of estimated cash flows discounted at the asset's original effective interest rate. If a financial asset has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate determined under the contract.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between an asset's carrying amount and the best estimate, which is an approximation, of the amount that the company would receive for the asset if it were to be sold at the reporting date.

Financial assets and liabilities are offset and the net amount reported in the statement of financial position when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and demand deposits and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk to changes in value.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired under finance leases are depreciated over the shorter of the lease term and their useful lives. Assets acquired under hire purchase contracts 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 payments is charged to the profit and loss account so as to produce a constant periodic rate charge on the net obligation outstanding in each period.

Rental applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account on a straight line basis.

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.

Going concern

The directors believe that preparing the financial statements on a going concern basis is appropriate.

The directors have performed a detailed review of the projected P&L, cashflows and covenants which extend at least 12 months from the date of approval of these accounts.

The company will be supported by the continued funding provided by related entities to continue as a going concern. In addition, trading results to date show that the company is performing better than projected and are on course to surpass the result of these financial statements.

4. EMPLOYEES AND DIRECTORS

	29/2/24	28/2/23
	£	£
Wages and salaries	1,368,713	1,336,904
Other pension costs	18,703	18,636
	<u>1,387,416</u>	<u>1,355,540</u>

TOPSPOT SERVICES LTD (REGISTERED NUMBER: 05150708)

**Notes to the Financial Statements - continued
for the year ended 29 FEBRUARY 2024**

4. EMPLOYEES AND DIRECTORS - continued

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

	29/2/24	28/2/23
Forecourt staff	<u>90</u>	<u>91</u>

	29/2/24	28/2/23
	£	£
Directors' remuneration	<u>-</u>	<u>-</u>

5. OPERATING PROFIT

The operating profit is stated after charging:

	29/2/24	28/2/23
	£	£
Other operating leases	435,280	380,145
Depreciation - owned assets	100,889	36,955
Goodwill amortisation	51,524	96,524
Auditors' remuneration	<u>5,000</u>	<u>5,000</u>

6. AMOUNTS WRITTEN OFF INVESTMENTS

	29/2/24	28/2/23
	£	£
Amounts w/o invs	<u>-</u>	<u>504,882</u>

Following an evaluation by the board of directors in 2023, it was determined that the investment in Loggerhead Garages Limited is impaired. Consequently, the investment has been adjusted to reflect this impairment.

7. INTEREST PAYABLE AND SIMILAR EXPENSES

	29/2/24	28/2/23
	£	£
Bank interest	154,129	152,691
Interest on corporation tax	6,295	233
HP Interest	<u>14,165</u>	<u>816</u>
	<u>174,589</u>	<u>153,740</u>

Notes to the Financial Statements - continued
for the year ended 29 FEBRUARY 2024

8. TAXATION**Analysis of the tax charge**

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

	29/2/24 £	28/2/23 £
Current tax:		
UK corporation tax	171,249	203,588
Deferred tax	(50,024)	130,831
Tax on profit	<u>121,225</u>	<u>334,419</u>

UK corporation tax has been charged at 24.49% (2023 - 19%).

Reconciliation of total tax charge included in profit and loss

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

	29/2/24 £	28/2/23 £
Profit before tax	<u>897,454</u>	<u>521,134</u>
Profit multiplied by the standard rate of corporation tax in the UK of 24.492% (2023 - 19%)	219,804	99,015
Effects of:		
Expenses not deductible for tax purposes	-	95,928
Depreciation in excess of capital allowances	5,542	3,209
Adjustments to tax charge in respect of previous periods	-	5,436
Utilisation of group relief	(54,097)	-
Tax on timing differences	(50,024)	130,831
Total tax charge	<u>121,225</u>	<u>334,419</u>

Tax effects relating to effects of other comprehensive income

	Gross £	29/2/24 Tax £	Net £
Revaluation of freehold property	2,456,089	(672,192)	1,783,897
Freehold depreciation on revaluation	(25,710)	-	(25,710)
	<u>2,430,379</u>	<u>(672,192)</u>	<u>1,758,187</u>
	Gross £	28/2/23 Tax £	Net £
Freehold depreciation on revaluation	(27,423)	6,856	(20,567)

TOPSPOT SERVICES LTD (REGISTERED NUMBER: 05150708)

**Notes to the Financial Statements - continued
for the year ended 29 FEBRUARY 2024**

8. TAXATION - continued

As part of the Finance Bill 2020, which was enacted on 17 March 2020, the corporation tax main rate is to remain at 19% until 31 March 2023.

The UK government has announced the main rate will increase on 1 April 2023 to 25% for companies with taxable profits above £250,000. Companies with taxable profits below £50,000 will continue to pay at 19% and marginal relief will apply between these thresholds.

9. DIVIDENDS

	29/2/24	28/2/23
	£	£
Ordinary shares of 1 each		
Final	-	100,000
	<u> </u>	<u> </u>

10. INTANGIBLE FIXED ASSETS

	Goodwill
	£
COST	
At 1 March 2023	
and 29 February 2024	515,241
	<u> </u>
AMORTISATION	
At 1 March 2023	109,298
Amortisation for year	51,524
	<u> </u>
At 29 February 2024	160,822
	<u> </u>
NET BOOK VALUE	
At 29 February 2024	354,419
	<u> </u>
At 28 February 2023	405,943
	<u> </u>

Notes to the Financial Statements - continued
for the year ended 29 FEBRUARY 2024

11. TANGIBLE FIXED ASSETS

	Freehold property £	Short leasehold £	Plant and machinery £	Fixtures and fittings £	Totals £
COST OR VALUATION					
At 1 March 2023	3,130,794	173,414	255,078	146,935	3,706,221
Additions	-	-	103,802	-	103,802
Revaluations	2,456,089	-	-	-	2,456,089
Reclassification/transfer	(778)	(119,229)	120,007	-	-
At 29 February 2024	5,586,105	54,185	478,887	146,935	6,266,112
DEPRECIATION					
At 1 March 2023	209,940	3,468	113,001	78,741	405,150
Charge for year	46,951	542	36,348	17,048	100,889
Reclassification/transfer	(43)	(2,357)	2,400	-	-
At 29 February 2024	256,848	1,653	151,749	95,789	506,039
NET BOOK VALUE					
At 29 February 2024	5,329,257	52,532	327,138	51,146	5,760,073
At 28 February 2023	2,920,854	169,946	142,077	68,194	3,301,071

Included in plant and machinery are assets on hire purchase with a net book value of £106,483 (2023: 48,465).

Cost or valuation at 29 February 2024 is represented by:

	Freehold property £	Short leasehold £	Plant and machinery £	Fixtures and fittings £	Totals £
Valuation in 2008	465,677	-	-	-	465,677
Valuation in 2014	103,255	-	-	-	103,255
Valuation in 2017	268,072	-	-	-	268,072
Valuation in 2021	876,928	-	-	-	876,928
Valuation in 2024	2,456,089	-	-	-	2,456,089
Cost	1,416,084	54,185	478,887	146,935	2,096,091
	5,586,105	54,185	478,887	146,935	6,266,112

The fair value of the properties as at February 2024 has been arrived at on the basis of a professional valuation carried out on 24 June 2024, by the Registered Valuer, Avison Young (UK) Limited.

TOPSPOT SERVICES LTD (REGISTERED NUMBER: 05150708)

**Notes to the Financial Statements - continued
for the year ended 29 FEBRUARY 2024**

12. FIXED ASSET INVESTMENTS

	Shares in group undertakings £
COST	
At 1 March 2023	71,363
Additions	254
At 29 February 2024	71,617
NET BOOK VALUE	
At 29 February 2024	71,617
At 28 February 2023	71,363

The company's investments at the Statement of Financial Position date in the share capital of companies include the following:

Loggerheads Garages Limited

Registered office: Old Station House, Powburn, Alnwick, Northumberland, England, NE66 4HU

Nature of business: Dormant

	%		
Class of shares:	holding		
Ordinary	100.00		
		29/2/24	28/2/23
		£	£
Aggregate capital and reserves		71,364	71,364
Loss for the year		-	(486)

For Loggerheads Garages Limited, the prior period covered a period of 17 months ending 28 February 2023 (extended) and the current year end is a 12 month period ending on 29 February 2024, while the parent company has a year end of 29 February 2024 and 28 February 2023 respectively.

The above subsidiary is exempt from requirements of the Act relating to the audit of accounts under section 479A of the companies Act 2006.

13. STOCKS

	29/2/24	28/2/23
	£	£
Stocks	795,460	640,327

14. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	29/2/24	28/2/23
	£	£
Trade debtors	225,026	240,247
Amounts owed by group undertakings	470,723	379,616
Amounts owed by related entities	3,701,959	3,746,128
Other debtors	177,279	-
Prepayments	10,873	10,801
	4,585,860	4,376,792

TOPSPOT SERVICES LTD (REGISTERED NUMBER: 05150708)

**Notes to the Financial Statements - continued
for the year ended 29 FEBRUARY 2024**

15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	29/2/24	28/2/23
	£	£
Bank loans and overdrafts (see note 17)	2,325,000	300,000
Hire purchase contracts (see note 18)	27,430	-
Trade creditors	2,231,649	2,161,482
Amounts owed by group undertakings	150,000	150,000
Amounts owed to related entities	536,399	536,399
Tax	49,468	208,455
PAYE	13,615	14,238
Pension payable	3,492	4,215
VAT	101,625	137,657
Other creditors	-	3,837
Directors' current accounts	3,301	3,301
Accrued expenses	47,956	105,929
	<u>5,489,935</u>	<u>3,625,513</u>

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

	29/2/24	28/2/23
	£	£
Bank loans (see note 17)	-	2,400,000
Hire purchase contracts (see note 18)	74,696	51,406
	<u>74,696</u>	<u>2,451,406</u>

Bank facilities are secured by a charge over the company's freehold properties.

17. LOANS

An analysis of the maturity of loans is given below:

	29/2/24	28/2/23
	£	£
Amounts falling due within one year or on demand:		
Bank loans	<u>2,325,000</u>	<u>300,000</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>-</u>	<u>1,200,000</u>
Amounts falling due in more than five years:		
Repayable by instalments		
Bank loans more 5 yr by instalments	<u>-</u>	<u>1,200,000</u>

Interest is charged on the above bank loan at 2.75% plus base rate.

Notes to the Financial Statements - continued
for the year ended 29 FEBRUARY 2024

18. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

	Hire purchase contracts	
	29/2/24	28/2/23
	£	£
Net obligations repayable:		
Within one year	27,430	-
Between one and five years	74,696	51,406
	<u>102,126</u>	<u>51,406</u>
	Non-cancellable operating leases	
	29/2/24	28/2/23
	£	£
Within one year	193,757	178,221
Between one and five years	406,451	427,079
In more than five years	1,742	-
	<u>601,950</u>	<u>605,300</u>

19. SECURED DEBTS

Company obtained a loan of £3,000,000 (in the year ended 2022) from Santander UK Plc, for which Penny Petroleum (St. Helens) Limited, a related entity under the common control of the directors has given a cross guarantee by way of a fixed and floating charge over all the property or undertaking of the company, including a negative pledge.

Hire purchase liabilities are secured on the assets financed.

20. PROVISIONS FOR LIABILITIES

	29/2/24	28/2/23
	£	£
Deferred tax		
Accelerated capital allowances	94,267	144,291
Deferred tax	990,983	318,791
	<u>1,085,250</u>	<u>463,082</u>
		Deferred tax
		£
Balance at 1 March 2023		463,082
Provided during year		622,168
Balance at 29 February 2024		<u>1,085,250</u>

TOPSPOT SERVICES LTD (REGISTERED NUMBER: 05150708)

**Notes to the Financial Statements - continued
for the year ended 29 FEBRUARY 2024**

21. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:		Nominal value:	29/2/24	28/2/23
Number:	Class:		£	£
100	Ordinary	1	<u>100</u>	<u>100</u>

22. RESERVES

	Retained earnings £	Other reserves £	Totals £
At 1 March 2023	1,676,438	1,347,613	3,024,051
Profit for the year	776,229		776,229
Revaluation	-	1,758,187	1,758,187
	<u>2,452,667</u>	<u>3,105,800</u>	<u>5,558,467</u>
At 29 February 2024	<u>2,452,667</u>	<u>3,105,800</u>	<u>5,558,467</u>

Share capital

This represents the nominal value of ordinary shares that have been issued by the company and which are classified as equity instruments.

Other reserve account

This reserve represents the excess of the fair value to the cost of freehold properties and depreciation thereon.

Profit and Loss account

This reserve comprises all current and prior retained profits and losses after deducting any distributions made to the equity shareholders.

TOPSPOT SERVICES LTD (REGISTERED NUMBER: 05150708)

**Notes to the Financial Statements - continued
for the year ended 29 FEBRUARY 2024**

23. RELATED PARTY DISCLOSURES

The company is related to the following entities by virtue of common directors, shareholders and/or control:

Penny Petroleum (Topspot) Limited, Penny Petroleum Partnership, Penny Petroleum Partnership 2, Penny Petroleum (Management) Limited, Penny Petroleum (Scotland) Limited, Penny Petroleum (Scarborough) Limited, Topspot Services Limited, Penny Petroleum (St. Helens) Limited, Loggerheads Garages Ltd and Penny Petroleum (GB) Ltd.

During the year the company issued/repaid the following amounts to the following related entities:

Related entity	2024	2023
Penny Petroleum Partnership	-	£1,300,000
Penny Petroleum Partnership 2	£300,000	£400,000
Penny Petroleum (Management) Limited	-	£150,000
Penny Petroleum (North East) Limited	-	£450,000
Penny Petroleum (GB) Limited	-	£484
Penny Petroleum (Topspot) Limited	£91,107	-

The company also received the following amounts from the following related entities:

Related entity	2024	2023
Penny Petroleum Partnership 1	£250,000	-
Penny Petroleum (Scotland) Limited	-	£100,000
Penny Petroleum (Management) Limited	£94,169	-
Loggerheads Garages Ltd	-	£34,176

In addition to the above the company also paid management charges to Penny Petroleum (Management) Limited of £313,169 (2023: £184,500).

Included within debtors due within one year are balances due from the following related entities:

Related entity	2024	2023
Penny Petroleum Partnership	£1,180,000	£1,430,000
Penny Petroleum Partnership 2	£862,484	£562,484
Penny Petroleum (Management) Limited	£28,991	£123,160
Penny Petroleum (North East) Limited	£560,000	£560,000
Penny Petroleum (Scotland) Limited	£1,070,000	£1,070,000
Penny Petroleum (GB) Ltd	£484	£484
Penny Petroleum (Topspot) Limited	£320,723	£229,616

The above loans are unsecured, interest free and repayable on demand.

Included within creditors amount due within one year are the following amounts due to related entities:

Related entity	2024	2023
Penny Petroleum (Scarborough) Limited	£130,000	£130,000
Penny Petroleum (St. Helens) Limited	£335,000	£335,000
Loggerheads Garages Ltd	£71,399	£71,399

The above loans are unsecured, interest free and repayable on demand, other than the interest bearing loan due to Penny Petroleum Partnership.

Notes to the Financial Statements - continued
for the year ended 29 FEBRUARY 2024

24. POST BALANCE SHEET EVENTS

Subsequent to the balance sheet date, the company completed the purchase of a new site located in Doncaster for a total consideration of £615,000. This acquisition aligns with the Company's strategic objectives to expand its operations and enhance its long-term growth potential.

In addition, the Company is close to finalising the restructure of its existing liabilities to enhance its financial flexibility and liquidity position. The refinancing involved restructuring existing loans and reflects the company's commitment to maintaining a robust financial position and supporting its ongoing operational and strategic objectives

25. ULTIMATE CONTROLLING PARTY

The immediate parent company is Penny Petroleum (Topspot) Ltd which is registered in England and Wales.

26. PENSION LIABILITIES

As at the year end date the company has liabilities due to pension companies of £3,492 (2023: £4,215).

27. FINANCIAL INSTRUMENTS

The carrying values of the main categories of financial assets and liabilities at year-end were:

	2024 £	2023 £
Financial assets measured at amortised cost		
Trade debtors	225,026	240,247
Amounts owed by related entities	3,701,959	3,746,128
Amounts owed by group undertakings	470,723	379,616
Financial liabilities measured at amortised cost		
Trade creditors	2,231,650	2,161,482
Other creditors	-	3,837
Amounts owed to related companies	536,399	536,399
Amounts owed to group undertakings	150,000	150,000
<u>Payable within 1 year</u>		
Bank loans and overdrafts	2,325,000	300,000
Hire purchase contracts	27,430	-
<u>Payable after 1 year</u>		
Hire purchase contracts	74,696	51,406
Bank Loans	-	2,400,000

TOPSPOT SERVICES LTD (REGISTERED NUMBER: 05150708)

**Trading and Profit and Loss Account
for the year ended 29 FEBRUARY 2024**

	29/2/24		28/2/23	
	£	£	£	£
Sales		28,381,468		28,151,486
Cost of sales				
Opening stock	640,327		454,657	
Purchases	24,565,148		24,576,906	
	25,205,475		25,031,563	
Closing stock	(795,460)		(640,327)	
		24,410,015		24,391,236
GROSS PROFIT		3,971,453		3,760,250
Expenditure				
Wages & employers NIC	1,368,713		1,336,904	
Pensions	18,703		18,636	
Rent	229,551		229,521	
Consultancy	16,951		14,325	
Rates and water	46,920		49,030	
Insurance	5,346		5,319	
Light and heat	123,060		92,860	
Other operating leases	205,729		150,624	
Telephone	7,060		7,288	
Post and stationery	59,460		42,385	
Advertising	467		-	
Motor expenses	7,424		9,766	
Repairs and renewals	167,882		144,275	
Management charges	313,169		184,500	
Sundry expenses	4,145		11,930	
Subscriptions	11,384		11,128	
Auditors' remuneration	5,000		5,000	
Commission paid	13,039		-	
		2,604,003		2,313,491
		1,367,450		1,446,759
Finance costs				
Bank charges	9,405		12,291	
Credit card	159,297		148,655	
Bank interest	154,129		152,691	
Interest on corporation tax	6,295		233	
HP Interest	14,165		816	
		343,291		314,686
Carried forward		1,024,159		1,132,073

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TOPSPOT SERVICES LTD (REGISTERED NUMBER: 05150708)

**Trading and Profit and Loss Account
for the year ended 29 FEBRUARY 2024**

	29/2/24	28/2/23
	£	£
Brought forward	1,024,159	1,132,073
Depreciation		
Goodwill	51,524	96,524
Freehold property	21,241	2,203
Short leasehold	542	2,484
Plant and machinery	36,349	866
Fixtures and fittings	17,049	3,980
	<u>126,705</u>	<u>106,057</u>
	897,454	1,026,016
Amounts written off investments		
Amounts w/o invs	-	504,882
	<u>-</u>	<u>504,882</u>
NET PROFIT	<u><u>897,454</u></u>	<u><u>521,134</u></u>

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