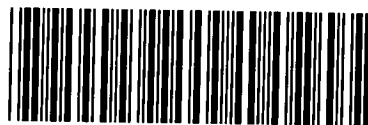


Registration

Company Registration No. SC120607 (Scotland)

STRATHCLYDE TYRE SERVICES LIMITED
DIRECTOR'S REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2015

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COMPANIES HOUSE

STRATHCLYDE TYRE SERVICES LIMITED

COMPANY INFORMATION

Director	Brendan Tracey
Secretary	Jaine Chisholm
Company number	SC120607
Registered office	6 Rankine Street Johnstone Renfrewshire PA5 8BB
Auditors	Wylie & Bisset LLP 168 Bath Street Glasgow G2 4TP
Bankers	The Royal Bank of Scotland plc 1 Moncrieff Street Paisley PA3 2AW

STRATHCLYDE TYRE SERVICES LIMITED

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STRATHCLYDE TYRE SERVICES LIMITED

STRATEGIC REPORT

FOR THE YEAR ENDED 30 SEPTEMBER 2015

The director presents his report and financial statements for the year ended 30 September 2015.

Review of the business

I aim to present a balanced and comprehensive review of the development and performance of the business during the year and its position at the year end. My review is consistent with the size and non-complex nature of my business and is written in the context of the risks and uncertainties I face.

I consider that our key financial performance indicators are those that communicate the financial performance and strength as a whole, these being turnover, gross margin and return on capital employed.

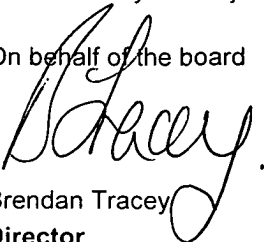
Overall sales have decreased by 4% from £9,157k to £8,779K. The gross profit percentage has increased from 15.67% to 17.40%. The operating profit has increased from £437k to £445k. After taxation £344k has been retained to be added to reserves.

Return on investment has increased from 12.36% to 12.59%.

As for many businesses of our size, the business environment in which we operate continues to be challenging and competitive. We are of course also subject to consumer spending patterns and consumers overall level of disposable income within our economy.

With these risks and uncertainties in mind, I am aware that any plans for the future development of the business may be subject to unforeseen future events outside our control.

On behalf of the board



Brendan Tracey
Director

4 February 2016

STRATHCLYDE TYRE SERVICES LIMITED

DIRECTOR'S REPORT

FOR THE YEAR ENDED 30 SEPTEMBER 2015

The director presents his report and financial statements for the year ended 30 September 2015.

Principal activities and review of the business

The principal activity of the company continued to be that of retailing of tyres and associated automotive services.

Results and dividends

The results for the year are set out on page 6.

Director

The following director has held office since 1 October 2014:

Brendan Tracey

Auditors

Wylie & Bisset LLP were appointed auditors to the company and in accordance with section 485 of the Companies Act 2006, a resolution proposing that they be re-appointed will be put at a General Meeting.

Statement of director's responsibilities

The director is responsible for preparing the Director's Report and the financial statements in accordance with applicable law and regulations.

Company law requires the director to prepare financial statements for each financial year. Under that law the director has 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 director must not approve the financial statements unless he is 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 director is 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 director is 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 him to ensure that the financial statements comply with the Companies Act 2006. He is 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.

STRATHCLYDE TYRE SERVICES LIMITED

DIRECTOR'S REPORT (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2015

Statement of disclosure to auditors

So far as the director is aware, there is no relevant audit information of which the company's auditors are unaware. Additionally, the director has taken all the necessary steps that he ought to have taken as director in order to make himself aware of all relevant audit information and to establish that the company's auditors are aware of that information.

On behalf of the board



Brendan Tracey
Director
4 February 2016

STRATHCLYDE TYRE SERVICES LIMITED

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF STRATHCLYDE TYRE SERVICES LIMITED

We have audited the financial statements of Strathclyde Tyre Services Limited for the year ended 30 September 2015 set out on pages 6 to 18. 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).

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 an auditors' report 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 director and auditors

As explained more fully in the Director's Responsibilities Statement set out on pages 2 - 3, the director is 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 director; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Annual Report 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 2015 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 Director's Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

STRATHCLYDE TYRE SERVICES LIMITED

INDEPENDENT AUDITORS' REPORT (CONTINUED)

TO THE MEMBERS OF STRATHCLYDE TYRE SERVICES 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.

Allister Gray

Allister Gray BAcc CA (Senior Statutory Auditor)
for and on behalf of Wylie & Bisset LLP

4 February 2016

Chartered Accountants
Statutory Auditor

168 Bath Street
Glasgow
G2 4TP

STRATHCLYDE TYRE SERVICES LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 30 SEPTEMBER 2015

	Notes	2015 £	2014 £
Turnover	2	8,778,651	9,156,864
Cost of sales		(7,251,395)	(7,721,872)
Gross profit		1,527,256	1,434,992
Administrative expenses		(1,225,430)	(1,118,933)
Other operating income		142,828	120,604
Operating profit	3	444,654	436,663
Other interest receivable and similar income	4	1,404	1,382
Interest payable and similar charges	5	(11,195)	(14,223)
Profit on ordinary activities before taxation		434,863	423,822
Tax on profit on ordinary activities	6	(91,313)	(89,258)
Profit for the year	17	343,550	334,564

The profit and loss account has been prepared on the basis that all operations are continuing operations.

There are no recognised gains and losses other than those passing through the profit and loss account.

STRATHCLYDE TYRE SERVICES LIMITED

BALANCE SHEET

AS AT 30 SEPTEMBER 2015

	Notes	2015 £	2014 £
Fixed assets			
Intangible assets	8	152,750	176,250
Tangible assets	9	515,052	582,415
		<u>667,802</u>	<u>758,665</u>
Current assets			
Stocks	10	707,985	693,193
Debtors	11	1,461,793	1,602,620
Cash at bank and in hand		623,325	373,292
		<u>2,793,103</u>	<u>2,669,105</u>
Creditors: amounts falling due within one year	12	(1,985,520)	(2,171,567)
Net current assets		<u>807,583</u>	<u>497,538</u>
Total assets less current liabilities		<u>1,475,385</u>	<u>1,256,203</u>
Creditors: amounts falling due after more than one year	13	(45,793)	(87,322)
Provisions for liabilities	14	(85,107)	(87,946)
		<u>1,344,485</u>	<u>1,080,935</u>
Capital and reserves			
Called up share capital	16	132,480	132,480
Share premium account	17	77,360	77,360
Other reserves	17	44,160	44,160
Profit and loss account	17	1,090,485	826,935
Shareholders' funds	18	<u>1,344,485</u>	<u>1,080,935</u>

Approved by the Board and authorised for issue on 4 February 2016


Brendan Tracey
Director

Company Registration No. SC120607

STRATHCLYDE TYRE SERVICES LIMITED

CASH FLOW STATEMENT

FOR THE YEAR ENDED 30 SEPTEMBER 2015

	£	2015 £	£	2014 £
Net cash inflow from operating activities		582,913		369,418
Returns on investments and servicing of finance				
Interest received	1,404		1,382	
Interest paid	(11,195)		(14,223)	
Net cash outflow for returns on investments and servicing of finance		(9,791)		(12,841)
Taxation		(75,705)		(38,143)
Capital expenditure				
Payments to acquire tangible assets	(58,350)		(95,064)	
Receipts from sales of tangible assets	36,566		30,849	
Net cash outflow for capital expenditure		(21,784)		(64,215)
Equity dividends paid		(80,000)		(110,000)
Net cash inflow before management of liquid resources and financing		395,633		144,219
Financing				
Repayment of other short term loans	-		(13,238)	
Capital element of hire purchase contracts	(106,981)		(86,496)	
Net cash outflow from financing		(106,981)		(99,734)
Increase in cash in the year		288,652		44,485

STRATHCLYDE TYRE SERVICES LIMITED

NOTES TO THE CASH FLOW STATEMENT

FOR THE YEAR ENDED 30 SEPTEMBER 2015

1	Reconciliation of operating profit to net cash inflow from operating activities	2015	2014
		£	£
	Operating profit	444,654	436,663
	Depreciation of tangible assets	128,707	125,183
	Amortisation of intangible assets	23,500	23,500
	Loss on disposal of tangible assets	23,859	5,282
	Increase in stocks	(14,792)	(84,420)
	Decrease/(increase) in debtors	140,827	(233,285)
	(Decrease)/Increase in creditors within one year	(163,842)	96,495
	Net cash inflow from operating activities	582,913	369,418

2	Analysis of net funds/(debt)	1 October 2014	Cash flow	Other non-cash changes	30 September 2015
		£	£	£	£
	Net cash:				
	Cash at bank and in hand	373,292	250,033	-	623,325
	Bank overdrafts	(393,729)	38,619	-	(355,110)
		(20,437)	288,652	-	268,215
	Bank deposits	-	-	-	-
	Debt:				
	Finance leases	(164,517)	106,981	(63,419)	(120,955)
	Net (debt)/funds	(184,954)	395,633	(63,419)	147,260

3	Reconciliation of net cash flow to movement in net funds/(debt)	2015	2014
		£	£
	Increase in cash in the year	288,652	44,485
	Cash outflow from decrease in debt and lease financing	106,981	99,734
	Change in net debt resulting from cash flows	395,633	144,219
	New finance lease	(63,419)	(104,335)
	Movement in net funds/(debt) in the year	332,214	39,884
	Opening net debt	(184,954)	(224,838)
	Closing net funds/(debt)	147,260	(184,954)

STRATHCLYDE TYRE SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2015

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated).

1.3 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.4 Goodwill

Acquired goodwill is written off in equal annual instalments over its estimated useful economic life of 10 years.

1.5 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Plant and machinery	15% on reducing balance
Computer equipment	15% on reducing balance
Fixtures, fittings & equipment	15% on reducing balance
Motor vehicles	25% on reducing balance

1.6 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.7 Stock

Stock is valued at the lower of cost and net realisable value.

1.8 Pensions

The company operates a defined contribution scheme for the benefit of its employees. Contributions payable are charged to the profit and loss account in the year they are payable.

1.9 Deferred taxation

Deferred taxation is provided at appropriate rates on all timing differences using the liability method only to the extent that, in the opinion of the director, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future.

STRATHCLYDE TYRE SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2015

2 Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the United Kingdom.

3 Operating profit	2015 £	2014 £
Operating profit is stated after charging:		
Amortisation of intangible assets	23,500	23,500
Depreciation of tangible assets	128,707	125,183
Loss on disposal of tangible assets	23,859	5,282
Operating lease rentals	128,381	121,283
Auditors' remuneration (including expenses)	4,300	4,300

4 Investment income	2015 £	2014 £
Bank interest	1,404	1,382
	<u>1,404</u>	<u>1,382</u>

5 Interest payable	2015 £	2014 £
On bank loans and overdrafts	16	486
Hire purchase interest	11,179	13,737
	<u>11,195</u>	<u>14,223</u>

STRATHCLYDE TYRE SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2015

6	Taxation	2015 £	2014 £
	Domestic current year tax		
	U.K. corporation tax	94,152	75,705
	Total current tax	94,152	75,705
	Deferred tax		
	Deferred tax charge/credit current year	(2,839)	13,553
		91,313	89,258
	Factors affecting the tax charge for the year		
	Profit on ordinary activities before taxation	434,863	423,822
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 20.00% (2014 - 20.00%)	86,973	84,764
	Effects of:		
	Non deductible expenses	3,309	2,751
	Depreciation add back	30,513	26,093
	Capital allowances	(27,675)	(39,646)
	Other tax adjustments	1,032	1,743
		7,179	(9,059)
	Current tax charge for the year	94,152	75,705
7	Dividends	2015 £	2014 £
	Ordinary final paid	80,000	110,000

STRATHCLYDE TYRE SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2015

8 Intangible fixed assets

	Goodwill £
Cost	
At 1 October 2014 & at 30 September 2015	235,000
Amortisation	
At 1 October 2014	58,750
Charge for the year	23,500
At 30 September 2015	82,250
Net book value	
At 30 September 2015	152,750
At 30 September 2014	176,250

STRATHCLYDE TYRE SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2015

9 Tangible fixed assets

	Plant and machinery	Fixtures, fittings & equipment	Motor vehicles	Total
	£	£	£	£
Cost				
At 1 October 2014	636,396	93,898	548,175	1,278,469
Additions	20,467	7,838	93,464	121,769
Disposals	-	-	(132,347)	(132,347)
At 30 September 2015	656,863	101,736	509,292	1,267,891
Depreciation				
At 1 October 2014	440,088	43,732	212,234	696,054
On disposals	-	-	(71,922)	(71,922)
Charge for the year	34,555	5,755	88,397	128,707
At 30 September 2015	474,643	49,487	228,709	752,839
Net book value				
At 30 September 2015	182,220	52,249	280,583	515,052
At 30 September 2014	196,308	50,166	335,941	582,415

Included above are assets held under finance leases or hire purchase contracts as follows:

	Motor vehicles £
Net book values	
At 30 September 2015	155,222
At 30 September 2014	216,324
Depreciation charge for the year	
At 30 September 2015	42,231
At 30 September 2014	57,625

STRATHCLYDE TYRE SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2015

10 Stocks	2015	2014
	£	£
Finished goods and goods for resale	707,985	693,193
11 Debtors	2015	2014
	£	£
Trade debtors	1,426,141	1,505,547
Other debtors	9,361	43,691
Prepayments and accrued income	26,291	53,382
	1,461,793	1,602,620
12 Creditors: amounts falling due within one year	2015	2014
	£	£
Bank loans and overdrafts	355,110	393,729
Net obligations under hire purchase contracts	75,162	77,195
Trade creditors	1,243,765	1,412,619
Corporation tax	94,152	75,705
Other taxes and social security costs	183,507	148,811
Accruals and deferred income	33,824	63,508
	1,985,520	2,171,567

The overdraft is secured by a bond and floating charge over all of the company's assets. The amounts due under hire purchase contracts are secured on the underlying assets.

STRATHCLYDE TYRE SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2015

13 Creditors: amounts falling due after more than one year	2015 £	2014 £
Net obligations under hire purchase contracts	45,793	87,322
Net obligations under hire purchase contracts		
Repayable within one year	75,162	77,195
Repayable between one and five years	45,793	87,322
	120,955	164,517
Included in liabilities falling due within one year	(75,162)	(77,195)
	45,793	87,322

14 Provisions for liabilities

	Deferred tax liability £
Balance at 1 October 2014	87,946
Profit and loss account	(2,839)
Balance at 30 September 2015	85,107

The deferred tax liability is made up as follows:

	2015 £	2014 £
Accelerated capital allowances	85,107	87,946

15 Pension and other post-retirement benefit commitments Defined contribution

	2015 £	2014 £
Contributions payable by the company for the year	5,344	1,928

STRATHCLYDE TYRE SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2015

16 Share capital	2015	2014
	£	£
Allotted, called up and fully paid		
132,480 Ordinary shares of £1 each	132,480	132,480

17 Statement of movements on reserves

	Share premium account £	Other reserves (see below) £	Profit and loss account £
Balance at 1 October 2014	77,360	44,160	826,935
Profit for the year	-	-	343,550
Dividends paid	-	-	(80,000)
Balance at 30 September 2015	77,360	44,160	1,090,485

Other reserves

Capital redemption reserve

Balance at 1 October 2014 & at 30 September 2015

44,160

18 Reconciliation of movements in shareholders' funds

	2015	2014
	£	£
Profit for the financial year	343,550	334,564
Dividends	(80,000)	(110,000)
Net addition to shareholders' funds	263,550	224,564
Opening shareholders' funds	1,080,935	856,371
Closing shareholders' funds	1,344,485	1,080,935

19 Financial commitments

At 30 September 2015 the company was committed to making the following payments under non-cancellable operating leases in the year to 30 September 2016:

	Land and buildings	
	2015	2014
	£	£
Operating leases which expire:		
In over five years	120,175	120,175

STRATHCLYDE TYRE SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2015

20	Director's remuneration	2015 £	2014 £
	Remuneration for qualifying services	40,000	40,000
	Company pension contributions to defined contribution schemes	114	-
		<u>40,114</u>	<u>40,000</u>

21 Employees

Number of employees

The average monthly number of employees (including directors) during the year was:

	2015 Number	2014 Number
Administration	14	15
Direct	57	50
Sales	2	2
	<u>73</u>	<u>67</u>

Employment costs

	2015 £	2014 £
Wages and salaries	1,496,157	1,392,688
Social security costs	123,476	118,002
Other pension costs	5,344	1,928
	<u>1,624,977</u>	<u>1,512,618</u>

22 Control

The ultimate controlling party is Brendan Tracy as he controls the issued share capital of the company.

23 Related party relationships and transactions

During the period dividends of £80,000 were paid to the company director (2014: £110,000).