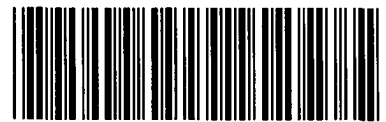


Strategic Report, Report of the Director and
Audited Financial Statements for the Year Ended 30 September 2016
for
H & R Gray Haulage Limited

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H & R Gray Haulage Limited

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for the Year Ended 30 September 2016

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H & R Gray Haulage Limited

Strategic Report
for the Year Ended 30 September 2016

The director presents his strategic report for the year ended 30 September 2016.

REVIEW OF BUSINESS

The director reports a loss before tax of £52,976 (2015: profit before tax of £186,446) made on a turnover increased by 10.0% to £6,000,513 (2015: £5,455,763). Gross profit has decreased by 13.9% to £779,932 (2015: £906,237) while administrative expenses have increased by 15.0% to £662,190 (2015: £575,647).

At the year end the company had shareholders' funds of £384,813 (2015: £385,277) including distributable reserves of £244,713 (2015: £245,177). The company's net current liability position has increased to £1,053,547 (2015: £749,722).

The company is operating close to its overdraft facility limits and post year-end the term loan has been converted to an additional overdraft. The Clydesdale Bank overdraft facilities are in place until April 2018.

PRINCIPAL RISKS AND UNCERTAINTIES

The directors have assessed the main risks facing the company as follows:

Fuel Price

Fluctuations in fuel prices can have a significant impact on the company's ability to be profitable. Escalator fuel surcharges have been implemented with customers to mitigate this risk.

Staffing

The ability to attract and retain drivers in a time when there is a shortage of such skilled workers. The implementation of a positive working environment and satisfactory remuneration packages mitigates this risk.

Liquidity

Clydesdale Bank overdraft facilities are in place until April 2018. The director is working to ensure that alternative finance is obtained before this deadline and has agreed in principle a replacement invoice discounting facility with alternative bankers at the date of signing these accounts.

ON BEHALF OF THE BOARD:



Mr R A Gray - Director

30 November 2017

H & R Gray Haulage Limited

Report of the Director
for the Year Ended 30 September 2016

The director presents his 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 haulage contractors.

DIVIDENDS

No dividends will be distributed for the year ended 30 September 2016.

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.

DIRECTOR

Mr R A Gray held office during the whole of the period from 1 October 2015 to the date of this report.

STATEMENT OF DIRECTOR'S RESPONSIBILITIES

The director is responsible for preparing the Strategic Report, the Report of the Director 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), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. 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.

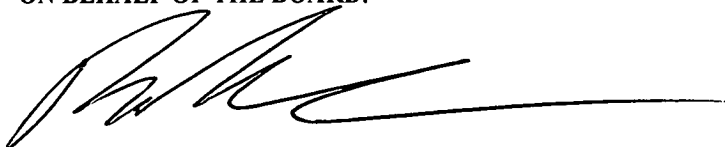
STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

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

AUDITORS

Drummond Laurie Chartered Accountants are deemed to be reappointed under section 487(2) of the Companies Act 2006.

ON BEHALF OF THE BOARD:



Mr R A Gray - Director

30 November 2017

Report of the Independent Auditors to the Members of
H & R Gray Haulage Limited

We have audited the financial statements of H & R Gray Haulage Limited for the year ended 30 September 2016 on pages five to nineteen. 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 director and auditors

As explained more fully in the Statement of Director's Responsibilities set out on page two, 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 Strategic Report and the Report of the Director 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. The corresponding figures are unaudited.

Basis for qualified opinion on financial statements

Long leasehold improvements are depreciated straight line over 20 years from the date of purchase. In accordance with accounting standards, long leasehold improvements should be depreciated over the terms of the lease. The company records indicate that had management depreciated the long leasehold improvements over the term of the lease, an additional amount of £87,680 would have been charged to date as depreciation within administrative expenses. Accordingly, fixed assets and shareholders' funds would reduce by this amount.

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland). Our responsibilities under those standards are further described in the "Respective responsibilities of directors and auditors" 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 UK and Ireland, 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 qualified opinion.

Qualified opinion on financial statements

In our opinion, except for the effects of the matter described in the "Basis for qualified opinion on financial statements", 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 loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Report of the Independent Auditors to the Members of
H & R Gray Haulage Limited

Emphasis of Matter - Going Concern

We draw attention to note 1 in the financial statements which indicates that the Clydesdale Bank overdraft facilities are only in place until April 2018 and at the date of signing, no replacement overdraft facilities have been obtained. As stated in note 1, these events or conditions, along with other matters as set forth in note 1, indicate that a material uncertainty exists that may cast significant doubt on the company's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

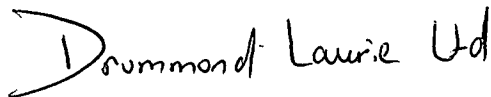
Opinion on other matter prescribed by the Companies Act 2006

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

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 director's remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.



David Wheeler (Senior Statutory Auditor)
for and on behalf of Drummond Laurie Limited
Statutory Auditor
Unit 5
Gateway Business Park
Beancross Road
Grangemouth
FK3 8WX

Date: 30/11/17

H & R Gray Haulage Limited

Statement of Comprehensive Income
for the Year Ended 30 September 2016

	Notes	30.9.16 £	30.9.15 £
TURNOVER	2	6,000,513	5,455,763
Cost of sales		(5,220,581)	(4,549,526)
GROSS PROFIT		779,932	906,237
Administrative expenses		(662,190)	(575,647)
OPERATING PROFIT	4	117,742	330,590
Interest payable and similar charges	5	(170,718)	(144,144)
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		(52,976)	186,446
Tax on (loss)/profit on ordinary activities	6	52,512	(78,492)
(LOSS)/PROFIT FOR THE FINANCIAL YEAR		(464)	107,954
OTHER COMPREHENSIVE INCOME		-	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		(464)	107,954

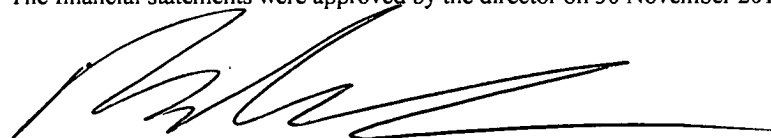
The notes form part of these financial statements

H & R Gray Haulage Limited (Registered number: SC189021)

Balance Sheet
30 September 2016

	Notes	30.9.16 £	30.9.15 £
FIXED ASSETS			
Tangible assets	8	2,117,080	2,304,910
Investments	9	31,280	31,280
		<u>2,148,360</u>	<u>2,336,190</u>
CURRENT ASSETS			
Stocks	10	186,726	173,038
Debtors	11	1,237,927	1,264,721
Cash at bank and in hand		802	1,163
		<u>1,425,455</u>	<u>1,438,922</u>
CREDITORS			
Amounts falling due within one year	12	(2,479,002)	(2,188,644)
NET CURRENT LIABILITIES		<u>(1,053,547)</u>	<u>(749,722)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		1,094,813	1,586,468
CREDITORS			
Amounts falling due after more than one year	13	(658,295)	(1,096,974)
PROVISIONS FOR LIABILITIES	17	(51,705)	(104,217)
NET ASSETS		<u>384,813</u>	<u>385,277</u>
CAPITAL AND RESERVES			
Called up share capital	18	140,100	140,100
Retained earnings	19	244,713	245,177
SHAREHOLDERS' FUNDS		<u>384,813</u>	<u>385,277</u>

The financial statements were approved by the director on 30 November 2017 and were signed by:



Mr R A Gray - Director

The notes form part of these financial statements

H & R Gray Haulage Limited

Statement of Changes in Equity
for the Year Ended 30 September 2016

	Called up share capital £	Retained earnings £	Revaluation reserve £	Total equity £
Balance at 1 October 2014	140,100	152,078	36,645	328,823
Changes in equity				
Dividends	-	(51,500)	-	(51,500)
Total comprehensive income	-	144,599	(36,645)	107,954
Balance at 30 September 2015	140,100	245,177	-	385,277
Changes in equity				
Total comprehensive income	-	(464)	-	(464)
Balance at 30 September 2016	140,100	244,713	-	384,813

The notes form part of these financial statements

H & R Gray Haulage Limited

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	575,736	738,648
Interest paid		(77,446)	(53,747)
Interest element of hire purchase payments paid		(93,272)	(90,397)
Net cash from operating activities		<u>405,018</u>	<u>594,504</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(18,985)	(79,603)
Purchase of fixed asset investments		-	(31,280)
Sale of tangible fixed assets		78,823	19,250
Sale of fixed asset investments		-	100
Net cash from investing activities		<u>59,838</u>	<u>(91,533)</u>
Cash flows from financing activities			
Loan repayments in year		(43,425)	(26,943)
Capital repayments in year		(515,977)	(447,168)
Amount withdrawn by directors		(16,531)	(100)
Equity dividends paid		-	(51,500)
Net cash from financing activities		<u>(575,933)</u>	<u>(525,711)</u>
Decrease in cash and cash equivalents		<u>(111,077)</u>	<u>(22,740)</u>
Cash and cash equivalents at beginning of year	2	(50,140)	(27,400)
Cash and cash equivalents at end of year	2	<u>(161,217)</u>	<u>(50,140)</u>

The notes form part of these financial statements

H & R Gray Haulage Limited

Notes to the Cash Flow Statement
for the Year Ended 30 September 2016

1. **RECONCILIATION OF (LOSS)/PROFIT BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS**

	30.9.16	30.9.15
	£	£
(Loss)/profit before taxation	(52,976)	186,446
Depreciation charges	341,556	267,311
Loss on disposal of fixed assets	14,076	71,258
Finance costs	170,718	144,144
	<u>473,374</u>	<u>669,159</u>
Increase in stocks	(13,688)	(41,590)
Decrease/(increase) in trade and other debtors	35,138	(199,280)
Increase in trade and other creditors	80,912	310,359
	<u>575,736</u>	<u>738,648</u>
Cash generated from operations	<u><u>575,736</u></u>	<u><u>738,648</u></u>

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	802	1,163
Bank overdrafts	(162,019)	(51,303)
	<u>(161,217)</u>	<u>(50,140)</u>

Year ended 30 September 2015

	30.9.15	1.10.14
	£	£
Cash and cash equivalents	1,163	262
Bank overdrafts	(51,303)	(27,662)
	<u>(50,140)</u>	<u>(27,400)</u>

The notes form part of these financial statements

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

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.

No adjustments were required to the comparatives due to the transition to FRS 102 from the previous UK GAAP.

Turnover

Turnover represents net invoiced sales of goods and services in respect of haulage work, excluding Value Added Tax. Sales are recognised at the point at which the goods are delivered or the service is complete.

Tangible fixed assets and depreciation

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Long leasehold	-	5% straight line
Plant and machinery	-	10% and 50% straight line
Motor vehicles	-	10-33% straight line
Computer equipment	-	25% straight line

Tangible fixed assets are stated at cost less depreciation. Cost represent purchase price together with any incidental costs of acquisition.

The directors review the residual value of all tangible fixed assets using their knowledge of the industry and depreciate the assets to these residual values across the assets' useful life or the term of the finance lease.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items. Cost is represented by purchase price.

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 that result in an obligation to pay more or a right to pay less tax in the future have occurred by the balance sheet date with certain limited exceptions.

Deferred tax is calculated on an undiscounted basis at the tax rates that are expected to apply in the periods in which the timing differences are expected to reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

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.

1. ACCOUNTING POLICIES - continued

Going concern

The financial statements of the company have been prepared on the assumption that the company will continue as a going concern. The application of the going concern basis is based on the assumption that the company will be able to realise its assets and settle its liabilities in the normal course of business.

As at 30 September 2016, the current liabilities of the company exceeded its current assets by £1,053,547. In addition, the Clydesdale Bank overdraft facilities are only in place until April 2018 which is less than 12 months from the date of approval of the accounts. Alternative bankers have offered to replace the invoice discounting facility and this is being formalised. These conditions indicate the existence of a material uncertainty which may cast significant doubt about the company's ability to continue as a going concern.

The director of the company is of the opinion that the preparation of the financial statements of the company on a going concern basis remains appropriate given the following measures which have been taken or will be taken by the company to mitigate the existence of material uncertainty on going concern and to meet its obligations falling due within the next 12 months, which include amongst others:

1. The arrangement of alternative finance to replace the Clydesdale Bank overdraft facilities and allow the company to meet its liabilities as they fall due.
2. Maximising the cash which can be realised from assets owned by the company, whether that be by sale or finance of fixed assets and stock, or by realisation of debtors.
3. The director has introduced personal funds to meet short term cash flow requirements.
- 4 The director is actively engaged in improving the profitability of the company through income generation and cutting costs.

Cash and cash equivalents

Cash and cash equivalents include cash at bank and in hand and highly liquid interest-bearing securities with maturities of three months or less. In the cash-flow statement, cash and cash equivalents are shown net of bank overdrafts, which are included as current borrowings in the liabilities on the balance sheet.

Provisions

Provisions are recognised when the company has a legal or constructive obligation as a result of a past event, it is probable that an outflow of resources will be required to settle the obligation, and the amount has been reliably estimated. Provisions are not recognised for future operating losses. Provisions are discounted where the time value of money is material.

Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. A provision is recognised even if the likelihood of an outflow with respect to any one item included in the same class of obligations may be small.

H & R Gray Haulage Limited

Notes to the Financial Statements - continued
for the Year Ended 30 September 2016

2. TURNOVER

The turnover and loss (2015 - profit) before taxation are attributable to the one principal activity of the company.

An analysis of turnover by geographical market is given below:

	30.9.16	30.9.15
	£	£
United Kingdom	6,000,513	5,455,763
	<u>6,000,513</u>	<u>5,455,763</u>

3. STAFF COSTS

	30.9.16	30.9.15
	£	£
Wages and salaries	2,125,635	1,797,364
Social security costs	199,953	168,229
Other pension costs	14,046	-
	<u>2,339,634</u>	<u>1,965,593</u>

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

	30.9.16	30.9.15
Employees	<u>67</u>	<u>61</u>

4. OPERATING PROFIT

The operating profit is stated after charging:

	30.9.16	30.9.15
	£	£
Depreciation - owned assets	46,250	50,865
Depreciation - assets on hire purchase contracts	295,306	216,446
Loss on disposal of fixed assets	14,076	71,258
Auditors' remuneration	6,000	-
	<u>10,440</u>	<u>4,940</u>
Director's remuneration	46	-
Director's pension contributions to money purchase schemes	<u>46</u>	<u>-</u>

H & R Gray Haulage Limited

Notes to the Financial Statements - continued
for the Year Ended 30 September 2016

5. **INTEREST PAYABLE AND SIMILAR CHARGES**

	30.9.16	30.9.15
	£	£
Bank interest	3,784	2,505
Bank loan interest	15,924	11,216
Other interest	57,738	40,026
Hire purchase	93,272	90,397
	<u>170,718</u>	<u>144,144</u>

6. **TAXATION**

Analysis of the tax (credit)/charge

The tax (credit)/charge on the loss on ordinary activities for the year was as follows:

	30.9.16	30.9.15
	£	£
Current tax:		
UK corporation tax	-	18,608
Deferred tax	<u>(52,512)</u>	<u>59,884</u>
Tax on (loss)/profit on ordinary activities	<u>(52,512)</u>	<u>78,492</u>

Reconciliation of total tax (credit)/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:

	30.9.16	30.9.15
	£	£
(Loss)/profit on ordinary activities before tax	<u>(52,976)</u>	<u>186,446</u>
(Loss)/profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 20% (2015 - 20%)	(10,595)	37,289
Effects of:		
Expenses not deductible for tax purposes	(1,347)	14,692
Capital allowances in excess of depreciation	-	(17,245)
Depreciation in excess of capital allowances	11,638	-
Utilisation of tax losses	-	(16,128)
Tax losses not utilised	304	-
Deferred taxation	<u>(52,512)</u>	<u>59,884</u>
Total tax (credit)/charge	<u>(52,512)</u>	<u>78,492</u>

7. **DIVIDENDS**

	30.9.16	30.9.15
	£	£
Ordinary A shares of £1 each		
Final	<u>-</u>	<u>51,500</u>

H & R Gray Haulage Limited

Notes to the Financial Statements - continued
for the Year Ended 30 September 2016

8. TANGIBLE FIXED ASSETS

	Long leasehold £	Plant and machinery £	Motor vehicles £	Computer equipment £	Totals £
COST					
At 1 October 2015	488,539	336,940	2,468,862	-	3,294,341
Additions	11,189	3,834	227,640	3,962	246,625
Disposals	-	(26,500)	(333,400)	-	(359,900)
At 30 September 2016	499,728	314,274	2,363,102	3,962	3,181,066
DEPRECIATION					
At 1 October 2015	74,158	123,452	791,821	-	989,431
Charge for year	24,683	50,210	266,482	181	341,556
Eliminated on disposal	-	(12,698)	(254,303)	-	(267,001)
At 30 September 2016	98,841	160,964	804,000	181	1,063,986
NET BOOK VALUE					
At 30 September 2016	400,887	153,310	1,559,102	3,781	2,117,080
At 30 September 2015	414,381	213,488	1,677,041	-	2,304,910

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Plant and machinery £	Motor vehicles £	Totals £
COST			
At 1 October 2015	247,347	2,160,404	2,407,751
Additions	-	208,640	208,640
Disposals	(26,500)	(300,300)	(326,800)
At 30 September 2016	220,847	2,068,744	2,289,591
DEPRECIATION			
At 1 October 2015	68,339	626,643	694,982
Charge for year	40,906	254,400	295,306
Eliminated on disposal	(12,698)	(232,896)	(245,594)
At 30 September 2016	96,547	648,147	744,694
NET BOOK VALUE			
At 30 September 2016	124,300	1,420,597	1,544,897
At 30 September 2015	179,008	1,533,761	1,712,769

H & R Gray Haulage Limited

Notes to the Financial Statements - continued
for the Year Ended 30 September 2016

9. **FIXED ASSET INVESTMENTS**

	Unlisted investments £
COST	
At 1 October 2015 and 30 September 2016	31,280
NET BOOK VALUE	
At 30 September 2016	31,280
At 30 September 2015	31,280

10. **STOCKS**

	30.9.16 £	30.9.15 £
Stocks	186,726	173,038

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

	30.9.16 £	30.9.15 £
Trade debtors	1,079,141	1,059,397
Amounts owed by related parties	99,716	122,394
Directors' current accounts	8,344	-
Prepayments and accrued income	50,726	82,930
	1,237,927	1,264,721

12. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	30.9.16 £	30.9.15 £
Bank loans and overdrafts (see note 14)	403,723	94,728
Hire purchase contracts (see note 15)	432,965	482,276
Trade creditors	341,976	363,795
Amounts owed to related parties	32,639	2,684
Tax	18,608	18,608
Social security and other taxes	183,148	269,324
VAT	191,173	99,237
Other creditors	36,114	66,416
Invoice discounting account	788,773	722,073
Directors' current accounts	-	8,187
Accruals and deferred income	49,883	61,316
	2,479,002	2,188,644

H & R Gray Haulage Limited

Notes to the Financial Statements - continued
for the Year Ended 30 September 2016

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

	30.9.16 £	30.9.15 £
Bank loans (see note 14)	-	241,704
Hire purchase contracts (see note 15)	610,408	849,434
Amounts owed to related parties	47,887	5,836
	<u>658,295</u>	<u>1,096,974</u>

14. LOANS

An analysis of the maturity of loans is given below:

	30.9.16 £	30.9.15 £
Amounts falling due within one year or on demand:		
Bank overdrafts	162,019	51,303
Bank loans	241,704	43,425
	<u>403,723</u>	<u>94,728</u>
Amounts falling due between one and two years:		
Bank loans - 1-2 years	-	39,870
	<u>-</u>	<u>39,870</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	-	84,887
	<u>-</u>	<u>84,887</u>
Amounts falling due in more than five years:		
Repayable by instalments		
Bank loans more 5 yr by instal	-	116,947
	<u>-</u>	<u>116,947</u>

15. LEASING AGREEMENTS

Minimum lease payments under hire purchase fall due as follows:

	30.9.16 £	30.9.15 £
Net obligations repayable:		
Within one year	432,965	482,276
Between one and five years	610,408	849,434
	<u>1,043,373</u>	<u>1,331,710</u>

H & R Gray Haulage Limited

Notes to the Financial Statements - continued
for the Year Ended 30 September 2016

16. SECURED DEBTS

The following secured debts are included within creditors:

	30.9.16	30.9.15
	£	£
Bank overdrafts	162,019	51,303
Bank loans	241,704	285,129
Hire purchase contracts	1,043,373	1,331,710
Invoice discounting account	788,773	722,073
	<u>2,235,869</u>	<u>2,390,215</u>

Clydesdale Bank PLC have a standard security and floating charge over the assets of the company. They also hold a security over the assets of the family farm Messrs H&R Gray.

Hire purchase contracts are secured on the assets to which they relate.

17. PROVISIONS FOR LIABILITIES

	30.9.16	30.9.15
	£	£
Deferred tax	<u>51,705</u>	<u>104,217</u>
		Deferred tax
		£
Balance at 1 October 2015		104,217
Credit to Statement of Comprehensive Income during year		(52,512)
Balance at 30 September 2016		<u>51,705</u>

18. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:			30.9.16	30.9.15
Number:	Class:	Nominal value:	£	£
126,090	Ordinary A	£1	126,090	126,090
7,005	Ordinary B	£1	7,005	7,005
7,005	Ordinary C	£1	7,005	7,005
			<u>140,100</u>	<u>140,100</u>

H & R Gray Haulage Limited

Notes to the Financial Statements - continued
for the Year Ended 30 September 2016

19. RESERVES

	Retained earnings £
At 1 October 2015	245,177
Deficit for the year	(464)
At 30 September 2016	244,713

20. DIRECTOR'S 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 R A Gray		
Balance outstanding at start of year	-	-
Amounts advanced	8,344	-
Amounts repaid	-	-
Balance outstanding at end of year	<u>8,344</u>	<u>-</u>

21. RELATED PARTY DISCLOSURES

Mrs J Gray
Shareholder

Mrs J Gray has provided further finance during the year with the year-end balance totalling £52,111 (2015: £8,520). Interest was charged during the year of £1,541 (2015: £nil).

Messrs H&R Gray
Family business

The company has provided goods and services to this partnership during the year of £9,887 and therefore the interest free loan has increased to £99,716 (2015: £89,829). This balance is repayable on demand and has been repaid post year-end.

Stirling Trailer Centre Limited
Common ownership

During the year, Stirling Trailer Centre Limited paid its prior year balance of £32,565 off and provided funds of £28,414 to H & R Gray Haulage Limited. These loans are interest free and repayable on demand.

22. POST BALANCE SHEET EVENTS

Post year-end, the existing bank loans were restructured into a second bank overdraft by the Clydesdale Bank. Clydesdale Bank overdraft facilities are in place until April 2018. The director has agreed in principle a replacement invoice discounting facility with an alternative funder at the date of signing the accounts.

H & R Gray Haulage Limited

Notes to the Financial Statements - continued
for the Year Ended 30 September 2016

23. ULTIMATE CONTROLLING PARTY

The controlling party is Mr R A Gray.