

REGISTERED NUMBER: SC189021 (Scotland)

Unaudited Financial Statements for the Year Ended 30 September 2018

for

H & R Gray Haulage Limited

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for the Year Ended 30 September 2018

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Chartered Accountants' Report to the Director
on the Unaudited Financial Statements of
H & R Gray Haulage Limited

The following reproduces the text of the report prepared for the director in respect of the company's annual unaudited financial statements. In accordance with the Companies Act 2006, the company is only required to file a Balance Sheet. Readers are cautioned that the Income Statement and certain other primary statements and the Report of the Director are not required to be filed with the Registrar of Companies.

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of H & R Gray Haulage Limited for the year ended 30 September 2018 which comprise the Income Statement, Balance Sheet and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of ICAS, we are subject to its ethical and other professional requirements which are detailed at <http://www.icas.com/accountspreparationguidance>.

This report is made solely to the director of H & R Gray Haulage Limited in accordance with our terms of engagement. Our work has been undertaken solely to prepare for your approval the financial statements of H & R Gray Haulage Limited and state those matters that we have agreed to state to the director of H & R Gray Haulage Limited in this report in accordance with the requirements of ICAS as detailed at <http://www.icas.com/accountspreparationguidance>. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and its director for our work or for this report.

It is your duty to ensure that H & R Gray Haulage Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of H & R Gray Haulage Limited. You consider that H & R Gray Haulage Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of H & R Gray Haulage Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

Drummond Laurie CA
Unit 5
Gateway Business Park
Beancross Road
Grangemouth
FK3 8WX

10 January 2019

Balance Sheet
30 September 2018

	Notes	30.9.18 £	30.9.17 £
FIXED ASSETS			
Tangible assets	4	2,058,247	2,167,116
Investments	5	<u>31,280</u>	<u>31,280</u>
		<u>2,089,527</u>	<u>2,198,396</u>
CURRENT ASSETS			
Stocks		177,283	210,721
Debtors	6	1,529,254	1,215,215
Cash at bank and in hand		<u>1,158</u>	<u>320</u>
		<u>1,707,695</u>	<u>1,426,256</u>
CREDITORS			
Amounts falling due within one year	7	<u>(2,545,397)</u>	<u>(2,424,339)</u>
NET CURRENT LIABILITIES		<u>(837,702)</u>	<u>(998,083)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		1,251,825	1,200,313
CREDITORS			
Amounts falling due after more than one year	8	(617,428)	(728,666)
PROVISIONS FOR LIABILITIES		<u>(52,967)</u>	<u>(46,220)</u>
NET ASSETS		<u>581,430</u>	<u>425,427</u>
CAPITAL AND RESERVES			
Called up share capital		140,100	140,100
Retained earnings		<u>441,330</u>	<u>285,327</u>
SHAREHOLDERS' FUNDS		<u>581,430</u>	<u>425,427</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 September 2018.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 September 2018 in accordance with Section 476 of the Companies Act 2006.

The director acknowledges his responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.
- (b)

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the director on 10 January 2019 and were signed by:

Mr R A Gray - Director

Notes to the Financial Statements
for the Year Ended 30 September 2018

1. **STATUTORY INFORMATION**

H & R Gray Haulage Limited is a private limited company, limited by shares, domiciled in Scotland, registration number SC189021. The registered office is Unit 4A-D Bandeath Industrial Estate, Throsk, Stirling, FK7 7NP.

2. **ACCOUNTING POLICIES**

Basis of preparing the financial statements

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of 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.

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.

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.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Notes to the Financial Statements - continued
for the Year Ended 30 September 2018

2. **ACCOUNTING POLICIES - continued**

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

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.

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.

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 67 (2017 - 69) .

Notes to the Financial Statements - continued
for the Year Ended 30 September 2018

4. TANGIBLE FIXED ASSETS

	Long leasehold £	Plant and machinery £	Motor vehicles £	Computer equipment £	Totals £
COST					
At 1 October 2017	499,728	394,115	2,473,949	10,551	3,378,343
Additions	3,375	9,688	263,515	5,076	281,654
Disposals	-	-	(158,671)	-	(158,671)
At 30 September 2018	<u>503,103</u>	<u>403,803</u>	<u>2,578,793</u>	<u>15,627</u>	<u>3,501,326</u>
DEPRECIATION					
At 1 October 2017	123,640	200,569	885,009	2,009	1,211,227
Charge for year	24,716	38,147	261,062	3,468	327,393
Eliminated on disposal	-	-	(95,541)	-	(95,541)
At 30 September 2018	<u>148,356</u>	<u>238,716</u>	<u>1,050,530</u>	<u>5,477</u>	<u>1,443,079</u>
NET BOOK VALUE					
At 30 September 2018	<u>354,747</u>	<u>165,087</u>	<u>1,528,263</u>	<u>10,150</u>	<u>2,058,247</u>
At 30 September 2017	<u>376,088</u>	<u>193,546</u>	<u>1,588,940</u>	<u>8,542</u>	<u>2,167,116</u>

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 2017	242,832	2,147,372	2,390,204
Additions	-	254,015	254,015
Disposals	-	(89,400)	(89,400)
Transfer to ownership	<u>(134,127)</u>	<u>(86,550)</u>	<u>(220,677)</u>
At 30 September 2018	<u>108,705</u>	<u>2,225,437</u>	<u>2,334,142</u>
DEPRECIATION			
At 1 October 2017	90,122	696,126	786,248
Charge for year	25,352	244,331	269,683
Eliminated on disposal	-	(48,688)	(48,688)
Transfer to ownership	<u>(85,019)</u>	<u>(64,696)</u>	<u>(149,715)</u>
At 30 September 2018	<u>30,455</u>	<u>827,073</u>	<u>857,528</u>
NET BOOK VALUE			
At 30 September 2018	<u>78,250</u>	<u>1,398,364</u>	<u>1,476,614</u>
At 30 September 2017	<u>152,710</u>	<u>1,451,246</u>	<u>1,603,956</u>

Notes to the Financial Statements - continued
for the Year Ended 30 September 2018

5. **FIXED ASSET INVESTMENTS**

	Other investments £
COST	
At 1 October 2017	
and 30 September 2018	<u>31,280</u>
NET BOOK VALUE	
At 30 September 2018	<u>31,280</u>
At 30 September 2017	<u>31,280</u>

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

	30.9.18 £	30.9.17 £
Trade debtors	1,176,787	1,132,899
Amounts owed by associates	49,225	-
Other debtors	<u>303,242</u>	<u>82,316</u>
	<u>1,529,254</u>	<u>1,215,215</u>

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

	30.9.18 £	30.9.17 £
Bank loans and overdrafts	377,315	390,915
Hire purchase contracts	350,680	393,042
Trade creditors	431,365	480,035
Amounts owed to associates	-	67,534
Taxation and social security	276,140	200,437
Other creditors	<u>1,109,897</u>	<u>892,376</u>
	<u>2,545,397</u>	<u>2,424,339</u>

8. **CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	30.9.18 £	30.9.17 £
Bank loans	73,334	-
Hire purchase contracts	544,094	683,111
Amounts owed to associates	<u>-</u>	<u>45,555</u>
	<u>617,428</u>	<u>728,666</u>

Notes to the Financial Statements - continued
for the Year Ended 30 September 2018

9. **SECURED DEBTS**

The following secured debts are included within creditors:

	30.9.18	30.9.17
	£	£
Bank overdrafts	357,315	390,915
Bank loans	93,334	-
Hire purchase contracts	894,774	1,076,153
Invoice discounting account	856,286	766,330
	<u>2,201,709</u>	<u>2,233,398</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.

10. **RELATED PARTY DISCLOSURES**

Stirling Trailer Centre Limited

Common ownership

During the year, Stirling Trailer Centre Limited were repaid £112,534 from H&R Gray Haulage Limited leaving a year end balance of £49,225 due from Stirling Trailer Centre Limited (2017: £63,309 due to Stirling Trailer Centre). This loan is interest free and repayable on demand.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.