
THORNES INDEPENDENT LIMITED
FILLETED UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED
30 SEPTEMBER 2017

Company Registration Number 00262456

jwpcreeers llp
CHARTERED ACCOUNTANTS



Thornes Independent Limited

Financial Statements

Year ended 30 September 2017

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Thornes Independent Limited

Statement of Financial Position

30 September 2017

	Note	2017 £	£	2016 £	£
Fixed assets					
Tangible assets	5		935,372		892,379
Investments	6		150		150
			<u>935,522</u>		<u>892,529</u>
Current assets					
Stocks		7,500		7,500	
Debtors	7	455,277		431,888	
Cash at bank and in hand		1,824		—	
		<u>464,601</u>		<u>439,388</u>	
Creditors: amounts falling due within one year	8	<u>302,185</u>		<u>278,823</u>	
Net current assets			<u>162,416</u>		<u>160,565</u>
Total assets less current liabilities			<u>1,097,938</u>		<u>1,053,094</u>
Creditors: amounts falling due after more than one year	9		186,485		114,101
Provisions					
Taxation including deferred tax			134,141		137,238
Net assets			<u>777,312</u>		<u>801,755</u>
Capital and reserves					
Called up share capital	10		1,650		1,650
Profit and loss account			775,662		800,105
Members funds			<u>777,312</u>		<u>801,755</u>

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with FRS 102 Section 1A 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In accordance with section 444 of the Companies Act 2006, the statement of income and retained earnings has not been delivered.

For the year ending 30 September 2017 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

The statement of financial position
continues on the following page.

The notes on pages 3 to 8 form part of these financial statements.

Thornes Independent Limited

Statement of Financial Position *(continued)*

30 September 2017

These financial statements were approved by the board of directors and authorised for issue on 18/5/18, and are signed on behalf of the board by:

Mr P Thornes
Director



Mrs C Thornes
Director



Miss L J Thornes
Director



Company registration number: 00262456

The notes on pages 3 to 8 form part of these financial statements.

Thornes Independent Limited

Notes to the Financial Statements

Year ended 30 September 2017

1. General information

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is The Coach Station, Hull Road, Hemingbrough, Selby, YO8 6QG.

2. Statement of compliance

These financial statements have been prepared in compliance with the provisions of FRS 102 Section 1A, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis.

The financial statements are prepared in sterling, which is the functional currency of the entity.

The directors consider that the company is a going concern. Support from the directors and the bank remain strong.

Transition to FRS 102

The entity transitioned from previous UK GAAP to FRS 102 Section 1A as at 1 October 2015. Details of how FRS 102 Section 1A has affected the reported financial position and financial performance is given in note 14.

Consolidation

The company has taken advantage of the option not to prepare consolidated financial statements contained in Section 398 of the Companies Act 2006 on the basis that the company and its subsidiary undertakings comprise a small group.

Revenue recognition

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.

Taxation

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, tax is recognised in other comprehensive income or directly in equity, respectively.

Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Thornes Independent Limited

Notes to the Financial Statements *(continued)*

Year ended 30 September 2017

3. Accounting policies *(continued)*

Taxation *(continued)*

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date that are expected to apply to the reversal of the timing difference.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Plant and machinery	- 20% reducing balance
Fixtures and fittings	- Over 3 years straight line
Motor vehicles	- see below

The following vehicles and their depreciation rates are included within vehicles:

Coaches	- Over 10-15 years straight line (after allowing for the residual value)
Vintage	- Over 30 years straight line (after allowing for the residual value)
Buses	- Over 15 years straight line (after allowing for the residual value)
Motor cars & vans	- Over 10 years straight line

Investments in subsidiaries

Interests in subsidiaries are initially measured at cost and subsequently measured at cost less any accumulated impairment losses. The investments are assessed for impairment at each reporting date and any impairment losses or reversal of impairment losses are recognised immediately in profit and loss.

A subsidiary is an entity controlled by the company. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

Finance leases and hire purchase contracts

Assets held under finance leases are recognised in the statement of financial position as assets and liabilities at the lower of the fair value of the assets and the present value of the minimum lease payments, which is determined at the inception of the lease term. Any initial direct costs of the lease are added to the amount recognised as an asset.

Thornes Independent Limited

Notes to the Financial Statements *(continued)*

Year ended 30 September 2017

3. Accounting policies *(continued)*

Provisions

Provisions are recognised when the entity has an obligation at the reporting date as a result of a past event, it is probable that the entity will be required to transfer economic benefits in settlement and the amount of the obligation can be estimated reliably. Provisions are recognised as a liability in the statement of financial position and the amount of the provision as an expense.

Financial instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the transaction price, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in profit or loss, with the exception of hedging instruments in a designated hedging relationship (see hedge accounting policy).

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised in profit or loss immediately.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised in profit or loss immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as a finance cost in profit or loss in the period in which it arises.

4. Employee numbers

The average number of persons employed by the company during the year, including the directors, amounted to 12 (2016: 12).

Thornes Independent Limited

Notes to the Financial Statements (continued)

Year ended 30 September 2017

5. Tangible assets

	Plant and machinery £	Fixtures and fittings £	Vehicles £	Total £
Cost				
At 1 October 2016	79,877	34,434	1,892,739	2,007,050
Additions	2,359	–	169,310	171,669
Disposals	(4,000)	–	–	(4,000)
At 30 September 2017	78,236	34,434	2,062,049	2,174,719
Depreciation				
At 1 October 2016	72,283	33,583	1,008,805	1,114,671
Charge for the year	1,852	283	103,815	105,950
Disposals	(3,571)	–	–	(3,571)
Impairment losses	–	–	22,297	22,297
At 30 September 2017	70,564	33,866	1,134,917	1,239,347
Carrying amount				
At 30 September 2017	7,672	568	927,132	935,372
At 30 September 2016	7,594	851	883,934	892,379

6. Investments

	Shares in group undertakings £
Cost	
At 1 Oct 2016 and 30 Sep 2017	150
Impairment	
At 1 Oct 2016 and 30 Sep 2017	–
Carrying amount	
At 30 September 2017	150

The company owns 100% of the issued share capital of Independent Coachways Limited.

Under the provision of section 399(1) of the Companies Act 2006 the company is exempt from preparing consolidated accounts and has not done so, therefore the accounts show information about the company as an individual entity.

7. Debtors

	2017 £	2016 £
Trade debtors	70,617	73,531
Amounts owed by group undertakings	345,620	310,821
Other debtors	39,040	47,536
	455,277	431,888

Thornes Independent Limited

Notes to the Financial Statements *(continued)*

Year ended 30 September 2017

7. Debtors *(continued)*

The debtors above include the following amounts falling due after more than one year:

	2017 £	2016 £
Amounts owed by group undertakings	<u>345,620</u>	<u>310,821</u>

8. Creditors: amounts falling due within one year

	2017 £	2016 £
Bank loans and overdrafts	18,282	55,710
Trade creditors	56,275	37,280
Social security and other taxes	7,185	6,843
Other creditors	<u>220,443</u>	<u>178,990</u>
	<u>302,185</u>	<u>278,823</u>

Included in other creditors is £55 (2016 - £24) relating to unpaid pension contributions.

9. Creditors: amounts falling due after more than one year

	2017 £	2016 £
Bank loans	45,357	—
Other creditors	<u>141,128</u>	<u>114,101</u>
	<u>186,485</u>	<u>114,101</u>

10. Called up share capital

Issued, called up and fully paid

	2017		2016	
	No.	£	No.	£
Ordinary shares of £1 each	<u>1,650</u>	<u>1,650</u>	<u>1,650</u>	<u>1,650</u>

11. Operating leases

The total future minimum lease payments under non-cancellable operating leases are as follows:

	2017 £	2016 £
Not later than 1 year	30,000	30,000
Later than 1 year and not later than 5 years	<u>45,000</u>	<u>75,000</u>
	<u>75,000</u>	<u>105,000</u>

Thornes Independent Limited

Notes to the Financial Statements (continued)

Year ended 30 September 2017

12. Directors' advances, credits and guarantees

During the year the directors entered into the following advances and credits with the company:

	2017			
	Balance brought forward	Advances/ (credits) to the directors	Amounts repaid	Balance outstanding
	£	£	£	£
Mr P Thornes	(49)	4,204	(8,000)	(3,845)
Mrs C Thornes	(55,213)	639	—	(54,574)
Miss L J Thornes	(30,957)	4,679	—	(26,278)
	<u>(86,219)</u>	<u>9,522</u>	<u>(8,000)</u>	<u>(84,697)</u>

	2016			
	Balance brought forward	Advances/ (credits) to the directors	Amounts repaid	Balance outstanding
	£	£	£	£
Mr P Thornes	(3,320)	14,771	(11,500)	(49)
Mrs C Thornes	(71,377)	16,164	—	(55,213)
Miss L J Thornes	(33,645)	2,688	—	(30,957)
	<u>(108,342)</u>	<u>33,623</u>	<u>(11,500)</u>	<u>(86,219)</u>

13. Related party transactions

The company owns 100% of the ordinary share capital of Independent Coachways Limited.

At 30th September 2017, the company was owed £317,620 (2016 - £310,821) by Independent Coachways Limited. This is included in debtors.

14. Transition to FRS 102

These are the first financial statements that comply with FRS 102. The company transitioned to FRS 102 on 1 October 2015.

No transitional adjustments were required in equity or profit or loss for the year.