

COMPANY REGISTRATION NUMBER 03559460

DRIVESHAFT SERVICES LIMITED
UNAUDITED FINANCIAL STATEMENTS
30 SEPTEMBER 2016



JAMES & UZZELL LTD
Chartered Certified Accountants
Axis 15, Axis Court
Mallard Way
Riverside Business Park
Swansea
SA7 0AJ

DRIVESHAFT SERVICES LIMITED

FINANCIAL STATEMENTS

YEAR ENDED 30 SEPTEMBER 2016

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DRIVESHAFT SERVICES LIMITED

OFFICERS AND PROFESSIONAL ADVISERS

The board of directors

Mr Steven Richards
Mr Richard Ewing (Resigned 22 July 2016)
Mrs Kim Phillips

Registered office

29 Sturmi Way,
Village Farm Industrial Estate
Pyle
Bridgend
Mid Glamorgan
Wales
CF33 6BZ

Accountants

James & Uzzell Ltd
Chartered Certified Accountants
Axis 15, Axis Court
Mallard Way
Riverside Business Park
Swansea
SA7 0AJ

DRIVESHAFT SERVICES LIMITED

DIRECTORS' REPORT

YEAR ENDED 30 SEPTEMBER 2016

The directors present their report and the unaudited financial statements of the company for the year ended 30 September 2016.

DIRECTORS

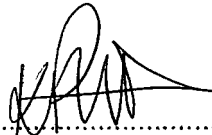
The directors who served the company during the year and up to the date of this report are listed on page 1.

Mr Richard Ewing resigned as a director on 22 July 2016.

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

Signed on behalf of the directors



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MRS KIM PHILLIPS - Director

Approved by the directors on 21.06.17

DRIVESHAFT SERVICES LIMITED

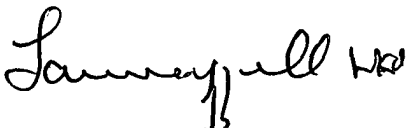
**CHARTERED CERTIFIED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE
PREPARATION OF THE UNAUDITED STATUTORY ACCOUNTS OF DRIVESHAFT SERVICES
LIMITED**

YEAR ENDED 30 SEPTEMBER 2016

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Driveshaft Services Limited for the year ended 30 September 2016 which comprise the Profit and Loss Account, 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 the Association of Chartered Certified Accountants, we are subject to its ethical and other professional requirements which are detailed at www.accaglobal.com/en/member/professional-standards/rules-standards/acca-rulebook.html.

Our work has been undertaken in accordance with the requirements of Association of Chartered Certified Accountants as detailed at www.accaglobal.com/content/dam/ACCA_Global/Technical/fact/technical-factsheet-163.pdf.



JAMES & UZZELL LTD
Chartered Certified Accountants

Axis 15, Axis Court
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SA7 0AJ

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Dated 21st June 2017

DRIVESHAFT SERVICES LIMITED
PROFIT AND LOSS ACCOUNT
YEAR ENDED 30 SEPTEMBER 2016

	Note	2016 £	2015 £
TURNOVER		1,465,929	1,643,297
Cost of sales		<u>430,093</u>	<u>496,125</u>
GROSS PROFIT		1,035,836	1,147,172
Administrative expenses		769,385	897,828
Other operating income	2	<u>(119,250)</u>	<u>(100,605)</u>
OPERATING PROFIT	3	385,701	349,949
Interest receivable		68	95
Interest payable and similar charges		<u>(996)</u>	<u>(953)</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		384,773	349,091
Tax on profit on ordinary activities	5	76,555	76,766
PROFIT FOR THE FINANCIAL YEAR		<u>308,218</u>	<u>272,325</u>

The notes on pages 6 to 11 form part of these financial statements.

DRIVESHAFT SERVICES LIMITED**BALANCE SHEET****30 SEPTEMBER 2016**

	Note	2016 £	2015 £
FIXED ASSETS			
Tangible assets	7	<u>663,461</u>	<u>555,339</u>
CURRENT ASSETS			
Stocks		63,979	86,526
Debtors	8	<u>389,337</u>	<u>375,818</u>
Cash at bank and in hand		<u>425,563</u>	<u>334,137</u>
		878,879	796,481
CREDITORS: Amounts falling due within one year	9	<u>472,101</u>	<u>504,254</u>
NET CURRENT ASSETS		<u>406,778</u>	<u>292,227</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,070,239</u>	<u>847,566</u>
CREDITORS: Amounts falling due after more than one year	10	53,215	21,723
PROVISIONS FOR LIABILITIES			
Deferred taxation	12	<u>22,284</u>	<u>23,821</u>
		<u>994,740</u>	<u>802,022</u>
CAPITAL AND RESERVES			
Called up equity share capital	16	100	100
Profit and loss account	17	<u>994,640</u>	<u>801,922</u>
SHAREHOLDERS' FUNDS		<u>994,740</u>	<u>802,022</u>

For the year ended 30 September 2016 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 accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and with the Financial Reporting Standard for Smaller Entities (effective January 2015).

These accounts were approved by the directors and authorised for issue on 21.06.17, and are signed on their behalf by:


MR STEVEN RICHARDS
Director

Company Registration Number: 03559460

The notes on pages 6 to 11 form part of these financial statements.

DRIVESHAFT SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 SEPTEMBER 2016

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

Compliance with accounting standards

The financial statements have been prepared in accordance with applicable accounting standards.

The principal accounting policies adopted in the preparation of the financial statements are set out below and have remained unchanged from the previous year, and also have been consistently applied within the same financial statements.

Turnover

The company's turnover represents the value, excluding Value added Tax, of goods and services supplied to customers during the year.

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

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

Leasehold Property	-	over term of lease
Plant & Machinery	-	25% per annum of cost
Fixtures & Fittings	-	20% per annum of cost
Motor Vehicles	-	25% per annum of cost

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account on a straight line basis.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

Pension costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

DRIVESHAFT SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 SEPTEMBER 2016

1. ACCOUNTING POLICIES *(continued)*

Deferred taxation

Deferred taxation is accounted for in accordance with the requirements of the FRSSE.

Going concern

The directors have considered the future trading position of the company and are confident that the going concern principle can be applied to the financial statements.

2. OTHER OPERATING INCOME

	2016	2015
	£	£
Other operating income	<u>119,250</u>	<u>100,605</u>

3. OPERATING PROFIT

Operating profit is stated after charging/(crediting):

	2016	2015
	£	£
Staff pension contributions	15,814	17,921
Depreciation of owned fixed assets	45,932	36,263
Depreciation of assets held under hire purchase agreements	3,599	2,166
Profit on disposal of fixed assets	<u>-</u>	<u>(9,396)</u>

4. DIRECTORS' REMUNERATION

The directors' aggregate remuneration in respect of qualifying services were:

	2016	2015
	£	£
Aggregate remuneration	<u>70,536</u>	<u>170,864</u>

DRIVESHAFT SERVICES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 SEPTEMBER 2016

5. TAXATION ON ORDINARY ACTIVITIES

Analysis of charge in the year

	2016 £	2015 £
Current tax:		
In respect of the year:		
UK Corporation tax based on the results for the year at 20% (2015 - 20%)	85,149	63,205
Over/under provision in prior year	(7,057)	-
Total current tax	<u>78,092</u>	<u>63,205</u>
Deferred tax:		
Origination and reversal of timing differences	(1,537)	13,561
Tax on profit on ordinary activities	<u>76,555</u>	<u>76,766</u>

6. DIVIDENDS

Equity dividends

	2016 £	2015 £
Dividends paid	<u>115,500</u>	<u>92,000</u>

7. TANGIBLE ASSETS

	Leasehold Property £	Plant & Machinery £	Fixtures & Fittings £	Motor Vehicles £	Total £
COST					
At 1 October 2015	474,711	373,367	78,528	105,016	1,031,622
Additions	67,381	21,488	486	68,779	158,134
Disposals	-	-	-	(481)	(481)
At 30 September 2016	<u>542,092</u>	<u>394,855</u>	<u>79,014</u>	<u>173,314</u>	<u>1,189,275</u>
DEPRECIATION					
At 1 October 2015	38,464	302,521	75,658	59,640	476,283
Charge for the year	7,984	26,126	1,177	14,244	49,531
At 30 September 2016	<u>46,448</u>	<u>328,647</u>	<u>76,835</u>	<u>73,884</u>	<u>525,814</u>
NET BOOK VALUE					
At 30 September 2016	<u>495,644</u>	<u>66,208</u>	<u>2,179</u>	<u>99,430</u>	<u>663,461</u>
At 30 September 2015	<u>436,247</u>	<u>70,846</u>	<u>2,870</u>	<u>45,376</u>	<u>555,339</u>

The cost of depreciable assets included in Leasehold Property at 30th September 2016 is £542,092 (2015: £474,711)

DRIVESHAFT SERVICES LIMITED**NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 30 SEPTEMBER 2016****7. TANGIBLE ASSETS** *(continued)***Hire purchase agreements**

Included within the net book value of £663,461 is £105,025 (2015 - £37,679) relating to assets held under hire purchase agreements. The depreciation charged to the financial statements in the year in respect of such assets amounted to £3,599 (2015 - £2,166).

8. DEBTORS

	2016	2015
	£	£
Trade debtors	253,844	265,190
Amounts owed by group undertakings	129,841	—
Other debtors	1,586	110,628
Prepayments and accrued income	4,066	—
	<u>389,337</u>	<u>375,818</u>

9. CREDITORS: Amounts falling due within one year

	2016	2015
	£	£
Bank loans	—	15,096
Trade creditors	162,060	195,578
Taxation and social security	131,682	113,270
Hire purchase agreements	36,708	15,060
Other creditors	141,651	165,250
	<u>472,101</u>	<u>504,254</u>

The bank loans are secured.

The bank has a fixed and floating debenture over the assets of the company.

The bank has a legal charge over the property in the company.

Obligations under finance leases and hire purchase contracts are secured by related assets.

10. CREDITORS: Amounts falling due after more than one year

	2016	2015
	£	£
Hire purchase agreements	<u>53,215</u>	<u>21,723</u>

The bank loans and overdraft are secured.

Obligations under finance lease and hire purchase contracts are secured by related assets.

11. PENSIONS

The company operates a defined contribution scheme and contributions are charged in the profit and loss account as they are paid. The charge for the year was £20,814 (2015 - £27,921).

DRIVESHAFT SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 SEPTEMBER 2016

12. DEFERRED TAXATION

The movement in the deferred taxation provision during the year was:

	2016 £
Provision brought forward	23,821
Profit and loss account movement arising during the year	(1,537)
Provision carried forward	<u>22,284</u>

The provision for deferred taxation consists of the tax effect of timing differences in respect of:

	2016 £	2015 £
Excess of taxation allowances over depreciation on fixed assets	22,284	23,821
	<u>22,284</u>	<u>23,821</u>

13. COMMITMENTS UNDER OPERATING LEASES

At 30 September 2016 the company had aggregate annual commitments under non-cancellable operating leases as set out below.

	2016 £	2015 £
Operating leases which expire:		
Within 1 year	445	891
Within 2 to 5 years	-	445
	<u>445</u>	<u>1,336</u>

14. TRANSACTIONS WITH DIRECTORS

The company had no transactions with directors during the year.

DRIVESHAFT SERVICES LIMITED**NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 30 SEPTEMBER 2016****15. RELATED PARTY TRANSACTIONS****Driveshaft Services (Holdings) Limited (parent company)****Allspares (Auto) Limited (related company)**

	2016	2015
	£	£
Purchases from Allspares (Auto) Limited	<u>15,806</u>	<u>42,902</u>
Sales to Allspares (Auto) Limited	<u>112,915</u>	<u>344,181</u>
Balance owing (to)/from Allspares (Auto) Limited	<u>129,841</u>	<u>110,628</u>
Rent received from Allspares (Auto) Limited for use of Unit 2	<u>19,528</u>	<u>16,844</u>
Management charge received from Allspares (Auto) Limited	<u>100,000</u>	<u>74,000</u>

Allspares (Auto) Limited Retirement Benefits Scheme (family pension scheme)

Dividends paid to the director, Mr Steven Richards, during the year totalled £nil (2015: £23,000).

16. SHARE CAPITAL**Allotted, called up and fully paid:**

	2016		2015	
	No.	£	No.	£
Ordinary shares of £1 each	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>

17. PROFIT AND LOSS ACCOUNT

	2016	2015
	£	£
Balance brought forward	801,922	621,597
Profit for the financial year	308,218	272,325
Equity dividends	<u>(115,500)</u>	<u>(92,000)</u>
Balance carried forward	<u>994,640</u>	<u>801,922</u>

18. PARENT UNDERTAKINGS

The ultimate parent company is Driveshaft Services (Holdings) Limited, a company registered in Great Britain.

19. CONTROLLING PARTY

The company is controlled by Mr Steven Richards by virtue of his shareholding in the parent company Driveshaft Services (Holdings) Limited.