

Registered number: 04248492

**3 WAYS RAILWAY & CONSTRUCTION
SERVICES LIMITED**

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

30 SEPTEMBER 2017

MAGEE GAMMON

Chartered Accountants

Henwood House

Henwood

Ashford

Kent

TN24 8DH

3 WAYS RAILWAY & CONSTRUCTION SERVICES LIMITED
REGISTERED NUMBER:04248492

BALANCE SHEET
AS AT 30 SEPTEMBER 2017

	Note	2017	2016
FIXED ASSETS			
Tangible assets	4	187,515	220,531
CURRENT ASSETS			
Debtors: amounts falling due within one year	5	150,308	195,502
Cash at bank and in hand		11,403	187,870
		<u>161,711</u>	<u>383,372</u>
Creditors: amounts falling due within one year	6	(256,197)	(283,400)
NET CURRENT (LIABILITIES)/ASSETS		<u>(94,486)</u>	<u>99,972</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		93,029	320,503
Creditors: amounts falling due after more than one year	7	(48,246)	-
PROVISIONS FOR LIABILITIES			
Deferred tax	9	(29,096)	(37,066)
		<u>(29,096)</u>	<u>(37,066)</u>
NET ASSETS		<u>£ 15,687</u>	<u>£ 283,437</u>
CAPITAL AND RESERVES			
Called up share capital	10	1,900	1,900
Profit and loss account		13,787	281,537
		<u>£ 15,687</u>	<u>£ 283,437</u>

The directors consider that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the year in question in accordance with section 476 of Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The Company has opted not to file the statement of income and retained earnings in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 24 April 2018.

3 WAYS RAILWAY & CONSTRUCTION SERVICES LIMITED
REGISTERED NUMBER:04248492

BALANCE SHEET (CONTINUED)
AS AT 30 SEPTEMBER 2017

Mr J Edgar

Director

The notes on pages 3 to 9 form part of these financial statements.

Mr J G R Lambe

Director

3 WAYS RAILWAY & CONSTRUCTION SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2017

1. General information

3 Ways Railway & Construction Services Limited is a private company limited by shares and incorporated in England and Wales. The company registration number is 04248492. The registered office of the company is Unit 8 & 9, Thurrock Commercial Centre, Purfleet Industrial Park, South Ockenden, Essex, RM15 4YA.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied:

2.2 Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

Rendering of services

Revenue from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

2.3 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

3 WAYS RAILWAY & CONSTRUCTION SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2017

2. Accounting policies (continued)

2.3 Tangible fixed assets (continued)

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, under the following policies.

Depreciation is provided on the following basis:

Plant and machinery	-	25% reducing balance basis
Motor vehicles	-	25% reducing balance basis
Fixtures and fittings	-	20% reducing balance basis
Computer equipment	-	25% straight line basis

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Statement of income and retained earnings.

2.4 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.5 Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

2.6 Finance costs

Finance costs are charged to the Statement of income and retained earnings over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

2.7 Dividends

Equity dividends are recognised when they become legally payable. Interim equity dividends are recognised when paid. Final equity dividends are recognised when approved by the shareholders at an annual general meeting. Dividends on shares recognised as liabilities are recognised as expenses and classified within interest payable.

3 WAYS RAILWAY & CONSTRUCTION SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2017

2. Accounting policies (continued)

2.8 Pensions

Defined contribution pension plan

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in the Statement of income and retained earnings when they fall due. Amounts not paid are shown in accruals as a liability in the Balance sheet. The assets of the plan are held separately from the Company in independently administered funds.

2.9 Interest income

Interest income is recognised in the Statement of income and retained earnings using the effective interest method.

2.10 Provisions for liabilities

Provisions are made where an event has taken place that gives the Company a legal or constructive obligation that probably requires settlement by a transfer of economic benefit, and a reliable estimate can be made of the amount of the obligation.

Provisions are charged as an expense to the Statement of income and retained earnings in the year that the Company becomes aware of the obligation, and are measured at the best estimate at the Balance sheet date of the expenditure required to settle the obligation, taking into account relevant risks and uncertainties.

When payments are eventually made, they are charged to the provision carried in the Balance sheet.

3 WAYS RAILWAY & CONSTRUCTION SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2017

2. Accounting policies (continued)

2.11 Current and deferred taxation

The tax expense for the year comprises current and deferred tax. Tax is recognised in the Statement of income and retained earnings, except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the balance sheet date in the countries where the Company operates and generates income.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Balance sheet date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

3. Employees

The average monthly number of employees, including directors, during the year was 10 (2016 - 10).

3 WAYS RAILWAY & CONSTRUCTION SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2017

4. Tangible fixed assets

	Plant and machinery	Motor vehicles	Fixtures and fittings	Computer equipment	Total
Cost or valuation					
At 1 October 2016	129,367	291,677	15,290	31,587	467,921
Additions	(370)	61,143	124	4,040	64,937
Disposals	-	(60,500)	-	-	(60,500)
At 30 September 2017	<u>128,997</u>	<u>292,320</u>	<u>15,414</u>	<u>35,627</u>	<u>472,358</u>
Depreciation					
At 1 October 2016	76,272	132,957	9,891	28,270	247,390
Charge for the year on owned assets	13,181	14,737	1,096	1,475	30,489
Charge for the year on financed assets	-	26,571	-	-	26,571
Disposals	-	(19,607)	-	-	(19,607)
At 30 September 2017	<u>89,453</u>	<u>154,658</u>	<u>10,987</u>	<u>29,745</u>	<u>284,843</u>
Net book value					
At 30 September 2017	<u>£ 39,544</u>	<u>£ 137,662</u>	<u>£ 4,427</u>	<u>£ 5,882</u>	<u>£ 187,515</u>
At 30 September 2016	<u>£ 53,095</u>	<u>£ 158,720</u>	<u>£ 5,399</u>	<u>£ 3,317</u>	<u>£ 220,531</u>

The net book value of assets held under finance leases or hire purchase contracts, included above, are as follows:

	2017	2016
Motor vehicles	<u>100,842</u>	<u>65,176</u>
	<u>£ 100,842</u>	<u>£ 65,176</u>

5. Debtors

	2017	2016
Trade debtors	101,742	112,964
Other debtors	43,983	76,165
Prepayments and accrued income	<u>4,583</u>	<u>6,373</u>
	<u>£ 150,308</u>	<u>£ 195,502</u>

3 WAYS RAILWAY & CONSTRUCTION SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2017

5. Debtors (continued)

Included within other debtors due within one year is a loan to J Edgar, a director, amounting to £23,064 (2016 - £16,234). Amounts advanced during the year totalled £6,830. Interest charged during the year on the loan amounted to £929.

Included within other debtors due within one year is a loan to J G R Lambe, a director, amounting to £10,295 (2016 - £31,698). Amounts repaid during the year totalled £21,403. Interest charged during the year on the loan amounted to £920.

6. Creditors: Amounts falling due within one year

	2017	2016
Trade creditors	28,063	25,900
Corporation tax	44,181	69,169
Other taxation and social security	91,657	132,997
Obligations under finance lease and hire purchase contracts	27,676	45,071
Other creditors	61,160	7,643
Accruals and deferred income	3,460	2,620
	<u>£ 256,197</u>	<u>£ 283,400</u>

Other creditors includes an amount of £48,588 relating to RBS Invoice Factoring, which is secured.

Finance lease and hire purchase contracts are secured on the assets concerned.

7. Creditors: Amounts falling due after more than one year

	2017	2016
Net obligations under finance leases and hire purchase contracts	28,079	-
Other creditors	20,167	-
	<u>£ 48,246</u>	<u>£ -</u>

Finance lease and hire purchase contracts are secured on the assets concerned.

8. Hire purchase and finance leases

Minimum lease payments under hire purchase fall due as follows:

	2017	2016
	<u>£ -</u>	<u>£ -</u>

3 WAYS RAILWAY & CONSTRUCTION SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2017

9. Deferred taxation

	2017	2016
At beginning of year	(37,066)	(27,390)
Charged to profit or loss	7,970	(9,676)
At end of year	£ (29,096)	£ (37,066)

The provision for deferred taxation is made up as follows:

	2017	2016
Accelerated capital allowances	29,096	37,066
	£ 29,096	£ 37,066

10. Share capital

	2017	2016
Allotted, called up and fully paid		
1,500 Ordinary shares of £1 each	-	1,500
500 'A' Ordinary shares of £1 each	500	-
200 (2016 - 400) 'B' Ordinary shares of £1 each	200	400
500 'C' Ordinary shares of £1 each	500	-
500 'D' Ordinary shares of £1 each	500	-
200 'E' Ordinary shares of £1 each	200	-
	£ 1,900	£ 1,900

'B' Ordinary and 'E' Ordinary shares of £1 each are non-voting shares.

11. Pension commitments

The Company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the Company in an independently administered fund. The pension cost charge represents contributions payable by the Company to the fund and amounted to £55 (2016 -£166,000) . Contributions totalling £26 (2016 - £Nil) were payable to the fund at the balance sheet date and are included in creditors.

First time adoption of FRS 102

The policies applied under the entity's previous accounting framework are not materially different to FRS 102 and have not impacted on equity or profit or loss.

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.