

**TAURUS WASTE RECYCLING (HOLDINGS) LTD**

**GROUP STRATEGIC REPORT,**

**REPORT OF THE DIRECTORS AND**

**CONSOLIDATED FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 OCTOBER 2016**

HPCA Limited  
Chartered Accountants  
and Statutory Auditors  
Station House  
Connaught Road  
Brookwood  
Woking  
Surrey  
GU24 0ER



**TAURUS WASTE RECYCLING (HOLDINGS) LTD**

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**for the year ended 31 October 2016**

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**TAURUS WASTE RECYCLING (HOLDINGS) LTD**

**COMPANY INFORMATION**  
**for the year ended 31 October 2016**

**DIRECTORS:**

S T Mills  
P J Scarborough  
S T Watkins  
R Bird  
G R Bird

**SECRETARY:**

Mrs J A Scarborough

**REGISTERED OFFICE:**

Taurus House  
Lynchford Lane  
Farnborough  
Hampshire  
GU4 6JB

**REGISTERED NUMBER:**

04281987

**AUDITORS:**

HPCA Limited  
Chartered Accountants  
and Statutory Auditors  
Station House  
Connaught Road  
Brookwood  
Woking  
Surrey  
GU24 0ER

**TAURUS WASTE RECYCLING (HOLDINGS) LTD**

**GROUP STRATEGIC REPORT**  
**for the year ended 31 October 2016**

The directors present their strategic report of the company and the group for the year ended 31 October 2016.

**REVIEW OF BUSINESS**

The Company's principal activities during the year continued to be waste container hire, waste recycling and the sale of recycled materials.

The key financial and other performance indicators during the year were as follows:

	2016	2015	Change
Turnover (£'000)	7,615	7,473	1.9 %
Profit/Loss after Tax (£)	(48,607)	(145,234)	66 %
Bank Loans & Overdraft (£'000)	(802)	(1,252)	36%

The board considered the year to 31 October 2016 to be a challenging period with both operational difficulties and wider economic conditions impacting on the overall performance of the business.

Turnover increased by 1.9% in the period compared to the previous year but was offset by a 12.8% uplift in disposal costs. As a large proportion of the company's waste is processed into Refuse Derived Fuel and exported to Europe the negative effect of the Brexit vote on the value of Stirling coupled with inflationary price rises had a significant and negative effect on the cost of disposal.

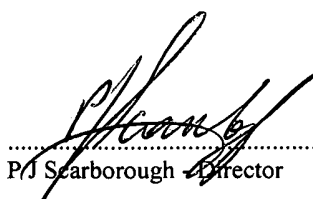
Furthermore, there was a significant increase in the maintenance costs for plant due to ageing operational machinery, the replacement of such machinery has therefore been prioritised in the coming year. However, the board were pleased to note the continued reduction in secured bank borrowings achieving a 36% decrease over the period.


**PRINCIPAL RISKS AND UNCERTAINTIES**

The board continues to review potential risks and opportunities for the business on an ongoing basis. Over the short and medium term it considers that the risks posed by the UK's exit from the EU coupled with domestic rising inflation and slow growth to be of most concern. The directors are therefore committed to continuing their strategy of operational cost reduction and growth in market share.

The board has reviewed the financial position of the Company and form the view that it currently has sufficient liquidity and credit resources for its operational requirements.

**ON BEHALF OF THE BOARD:**

  
.....  
P J Scarborough - Director

  
.....  
S T Mills - Director

Date: 28/7/2017

**TAURUS WASTE RECYCLING (HOLDINGS) LTD**

**REPORT OF THE DIRECTORS**  
**for the year ended 31 October 2016**

The directors present their report with the financial statements of the company and the group for the year ended 31 October 2016.

**DIVIDENDS**

No dividends will be distributed for the year ended 31 October 2016.

**DIRECTORS**

The directors shown below have held office during the whole of the period from 1 November 2015 to the date of this report.

S T Mills  
P J Scarborough  
S T Watkins  
R Bird  
G R Bird

**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing the Group Strategic Report, the Report of the Directors and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and the group and of the profit or loss of the group for that period. In preparing these financial statements, the directors are 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 directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's and the group's transactions and disclose with reasonable accuracy at any time the financial position of the company and the group and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

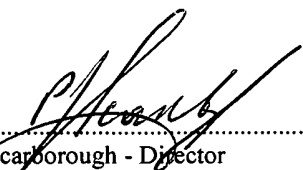
**STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS**


So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the group's auditors are unaware, and each director 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 group's auditors are aware of that information.

**AUDITORS**

The auditors, HPCA Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

**ON BEHALF OF THE BOARD:**

  
.....  
P J Scarborough - Director

  
.....  
S T Mills - Director

Date: 28/7/2017

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF  
TAURUS WASTE RECYCLING (HOLDINGS) LTD**

We have audited the financial statements of Taurus Waste Recycling (Holdings) Ltd for the year ended 31 October 2016 on pages six to twenty five. 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 directors and auditors**

As explained more fully in the Statement of Directors' Responsibilities set out on page three, the directors are 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 group's and the parent company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Group Strategic Report and the Report of the Directors 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.

**Opinion on financial statements**

In our opinion the financial statements:

- give a true and fair view of the state of the group's and of the parent company's affairs as at 31 October 2016 and of the group's loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

**Opinion on other matter prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Directors has been prepared in accordance with legal requirements.

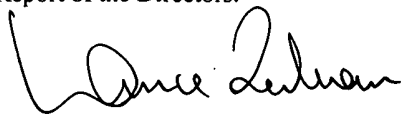
**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF  
TAURUS WASTE RECYCLING (HOLDINGS) LTD**

**Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Directors.

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 directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Directors.



Lance Redman (Senior Statutory Auditor)  
for and on behalf of HPCA Limited  
Chartered Accountants  
and Statutory Auditors  
Station House  
Connaught Road  
Brookwood  
Woking  
Surrey  
GU24 0ER

Date: ..... 28 July 2017 .....

**TAURUS WASTE RECYCLING (HOLDINGS) LTD**

**CONSOLIDATED INCOME STATEMENT**

**for the year ended 31 October 2016**

	Notes	2016 £	2015 £
<b>TURNOVER</b>		7,615,350	7,473,055
Cost of sales		<u>5,555,911</u>	<u>5,254,688</u>
<b>GROSS PROFIT</b>		2,059,439	2,218,367
Administrative expenses		<u>2,025,113</u>	<u>2,027,787</u>
<b>OPERATING PROFIT</b>	3	34,326	190,580
Cost of fundamental reorg		<u>-</u>	<u>186,462</u>
		34,326	4,118
Interest payable and similar charges	4	<u>138,847</u>	<u>178,552</u>
<b>LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		(104,521)	(174,434)
Tax on loss on ordinary activities	5	<u>(55,914)</u>	<u>(29,200)</u>
<b>LOSS FOR THE FINANCIAL YEAR</b>		<u>(48,607)</u>	<u>(145,234)</u>
Loss attributable to: Owners of the parent		<u>(48,607)</u>	<u>(145,234)</u>

The notes form part of these financial statements



**TAURUS WASTE RECYCLING (HOLDINGS) LTD**

**CONSOLIDATED OTHER COMPREHENSIVE INCOME**

**for the year ended 31 October 2016**

	Notes	2016 £	2015 £
<b>LOSS FOR THE YEAR</b>		(48,607)	(145,234)
<b>OTHER COMPREHENSIVE INCOME</b>		—	—
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>		<u>(48,607)</u>	<u>(145,234)</u>
Total comprehensive income attributable to: Owners of the parent		<u>(48,607)</u>	<u>(145,234)</u>

The notes form part of these financial statements

**TAURUS WASTE RECYCLING (HOLDINGS) LTD (REGISTERED NUMBER: 04281987)**

**CONSOLIDATED BALANCE SHEET**

**31 October 2016**

	Notes	2016 £	2015 £
<b>FIXED ASSETS</b>			
Intangible assets	7	297,770	446,655
Tangible assets	8	3,787,837	3,479,384
Investments	9	-	-
		<u>4,085,607</u>	<u>3,926,039</u>
<b>CURRENT ASSETS</b>			
Stocks	10	58,763	60,081
Debtors	11	1,177,782	1,378,977
Cash at bank and in hand		<u>120,383</u>	<u>91,077</u>
		1,356,928	1,530,135
<b>CREDITORS</b>			
Amounts falling due within one year	12	<u>1,536,971</u>	<u>2,029,468</u>
<b>NET CURRENT LIABILITIES</b>		<u>(180,043)</u>	<u>(499,333)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		3,905,564	3,426,706
<b>CREDITORS</b>			
Amounts falling due after more than one year	13	(1,277,369)	(693,990)
<b>PROVISIONS FOR LIABILITIES</b>	17	<u>(202,886)</u>	<u>(258,800)</u>
<b>NET ASSETS</b>		<u>2,425,309</u>	<u>2,473,916</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	18	600,000	600,000
Retained earnings	19	<u>1,825,309</u>	<u>1,873,916</u>
<b>SHAREHOLDERS' FUNDS</b>		<u>2,425,309</u>	<u>2,473,916</u>

The financial statements were approved by the Board of Directors on ..... 28/7/2017 ..... and were signed on its behalf by:

.....  
P J Scarborough - Director

.....  
S T Mills - Director

The notes form part of these financial statements

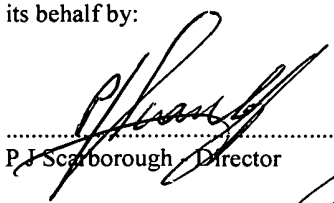
**TAURUS WASTE RECYCLING (HOLDINGS) LTD (REGISTERED NUMBER: 04281987)**

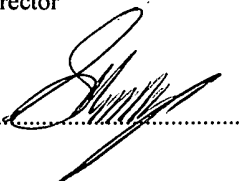
**COMPANY BALANCE SHEET**

**31 October 2016**

	Notes	2016 £	2015 £
<b>FIXED ASSETS</b>			
Intangible assets	7	-	-
Tangible assets	8	-	-
Investments	9	<u>495,932</u>	<u>495,932</u>
		495,932	495,932
<b>CURRENT ASSETS</b>			
Debtors	11	92,957	92,957
Cash at bank		<u>1</u>	<u>1</u>
		<u>92,958</u>	<u>92,958</u>
<b>NET CURRENT ASSETS</b>		<u>92,958</u>	<u>92,958</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>588,890</u>	<u>588,890</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	18	600,000	600,000
Retained earnings	19	<u>(11,110)</u>	<u>(11,110)</u>
<b>SHAREHOLDERS' FUNDS</b>		<u>588,890</u>	<u>588,890</u>

The financial statements were approved by the Board of Directors on ..... 28/7/2017 ..... and were signed on its behalf by:

  
.....  
P J Scarborough - Director

  
.....  
S T Mills - Director

The notes form part of these financial statements

**TAURUS WASTE RECYCLING (HOLDINGS) LTD**

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**for the year ended 31 October 2016**

	Called up share capital £	Retained earnings £	Total equity £
<b>Balance at 1 November 2014</b>	600,000	2,019,150	2,619,150
<b>Changes in equity</b>			
Total comprehensive income	-	(145,234)	(145,234)
<b>Balance at 31 October 2015</b>	<u>600,000</u>	<u>1,873,916</u>	<u>2,473,916</u>
<b>Changes in equity</b>			
Total comprehensive income	-	(48,607)	(48,607)
<b>Balance at 31 October 2016</b>	<u>600,000</u>	<u>1,825,309</u>	<u>2,425,309</u>

The notes form part of these financial statements

**TAURUS WASTE RECYCLING (HOLDINGS) LTD**  
**COMPANY STATEMENT OF CHANGES IN EQUITY**  
**for the year ended 31 October 2016**

	Called up share capital £	Retained earnings £	Total equity £
<b>Balance at 1 November 2014</b>	600,000	(11,110)	588,890
<b>Changes in equity</b>	<hr/>	<hr/>	<hr/>
<b>Balance at 31 October 2015</b>	<hr/> 600,000	<hr/> (11,110)	<hr/> 588,890
<b>Changes in equity</b>	<hr/>	<hr/>	<hr/>
<b>Balance at 31 October 2016</b>	<hr/> 600,000	<hr/> (11,110)	<hr/> 588,890

The notes form part of these financial statements

**TAURUS WASTE RECYCLING (HOLDINGS) LTD****CONSOLIDATED CASH FLOW STATEMENT**  
**for the year ended 31 October 2016**

	Notes	2016 £	2015 £
<b>Cash flows from operating activities</b>			
Cash generated from operations	1	512,701	557,597
Interest paid		(68,760)	(87,983)
Interest element of hire purchase and finance lease rental payments paid		(70,087)	(90,569)
Tax paid		<u>-</u>	<u>12,967</u>
Net cash from operating activities		<u>373,854</u>	<u>392,012</u>
 <b>Cash flows from investing activities</b>			
Purchase of tangible fixed assets		(801,282)	(62,291)
Sale of tangible fixed assets		<u>157,426</u>	<u>151,633</u>
Net cash from investing activities		<u>(643,856)</u>	<u>89,342</u>
 <b>Cash flows from financing activities</b>			
New HP loans in year		623,724	30,382
Loan repayments in year		(48,809)	(65,457)
New FL loans in year		469,918	-
Capital repayments in year		<u>(324,863)</u>	<u>(402,621)</u>
Net cash from financing activities		<u>719,970</u>	<u>(437,696)</u>
 <b>Increase in cash and cash equivalents</b>		<u>449,968</u>	<u>43,658</u>
<b>Cash and cash equivalents at beginning of year</b>	2	<u>(747,252)</u>	<u>(790,910)</u>
 <b>Cash and cash equivalents at end of year</b>	2	<u>(297,284)</u>	<u>(747,252)</u>

The notes form part of these financial statements

**TAURUS WASTE RECYCLING (HOLDINGS) LTD**

**NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT**  
**for the year ended 31 October 2016**

**1. RECONCILIATION OF LOSS BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS**

	2016	2015
	£	£
Loss before taxation	(104,521)	(174,434)
Depreciation charges	252,232	282,012
Loss on disposal of fixed assets	7,828	50,687
Amortisation of goodwill	148,885	148,883
Impairment of assets	75,344	-
Finance costs	<u>138,847</u>	<u>178,552</u>
	518,615	485,700
Decrease/(increase) in stocks	1,318	(2,153)
Decrease in trade and other debtors	201,195	119,165
Decrease in trade and other creditors	<u>(208,427)</u>	<u>(45,115)</u>
<b>Cash generated from operations</b>	<u><b>512,701</b></u>	<u><b>557,597</b></u>

**2. CASH AND CASH EQUIVALENTS**

The amounts disclosed on the Consolidated Cash Flow Statement in respect of cash and cash equivalents are in respect of these Balance Sheet amounts:

**Year ended 31 October 2016**

	31.10.16	1.11.15
	£	£
Cash and cash equivalents	120,383	91,077
Bank overdrafts	<u>(417,667)</u>	<u>(838,329)</u>
	<u><b>(297,284)</b></u>	<u><b>(747,252)</b></u>

**Year ended 31 October 2015**

	31.10.15	1.11.14
	£	£
Cash and cash equivalents	91,077	80,045
Bank overdrafts	<u>(838,329)</u>	<u>(870,955)</u>
	<u><b>(747,252)</b></u>	<u><b>(790,910)</b></u>

The notes form part of these financial statements

**TAURUS WASTE RECYCLING (HOLDINGS) LTD**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**for the year ended 31 October 2016**

**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.

**Turnover**

Turnover represents the invoiced value, net of value added tax, of goods sold and services provided to customers outside the group.

**Intangible fixed assets**

Goodwill represents the excess of the purchase price over the fair value of the net assets acquired and is capitalised and written off evenly over its useful life. The directors review the carrying value of goodwill when they consider there have been events or changes in circumstances affecting the current recoverable amount. In these circumstances the value of goodwill is adjusted to its current value and written off over its useful life. An adjustment was made to the value of goodwill in 2011 following which the remaining balance is being amortised over seven years.

**Tangible fixed assets**

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.

Freehold property	- 2% on cost
Short leasehold	- at varying rates on cost
Plant and machinery	- at varying rates on cost and at variable rates on reducing balance
Motor vehicles	- at varying rates on cost and at variable rates on reducing balance
Computer equipment	- 20% on cost and 20% on reducing balance

**Stocks**

Stocks represent the value of fuel and unsorted waste held on sites and is valued at cost.

**Deferred tax**

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

**Leased assets and obligations**

Where assets are financed by leasing agreements that give rights approximating to ownership ('finance leases'), the assets are treated as if they had been purchased outright. The amount capitalised is the present value of the minimum lease payments payable during the term of the lease. The corresponding leasing commitments are shown as obligations to the lessor.

Lease payments are treated as consisting of capital and interest elements, and the interest is charged to the profit and loss account as it is incurred.

All other leases are 'operating leases' and the annual rentals are charged to the profit and loss account on a straight line basis over the term of the lease.

**Pension costs and other post-retirement benefits**

The group operates a defined contribution pension scheme. Contributions payable to the group's pension scheme are charged to profit or loss in the period to which they relate.



**TAURUS WASTE RECYCLING (HOLDINGS) LTD**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued**  
**for the year ended 31 October 2016**

**2. STAFF COSTS**

	2016	2015
	£	£
Wages and salaries	1,702,140	1,750,404
Social security costs	170,320	175,167
Other pension costs	<u>16,003</u>	<u>2,956</u>
	<u><u>1,888,463</u></u>	<u><u>1,928,527</u></u>

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

	2016	2015
Administrative	10	16
Maintenance	2	3
Drivers	30	23
Recycling operatives	15	15
Directors	<u>5</u>	<u>5</u>
	<u><u>62</u></u>	<u><u>62</u></u>

**3. OPERATING PROFIT**

The operating profit is stated after charging:

	2016	2015
	£	£
Lease of plant and machinery	457,055	377,964
Depreciation - owned assets	215,881	185,239
Depreciation - assets on hire purchase contracts and finance leases	148,259	96,774
Loss on disposal of fixed assets	7,828	50,687
Goodwill amortisation	148,885	148,885
Auditors' remuneration	<u>6,700</u>	<u>6,500</u>
	<u><u>270,000</u></u>	<u><u>270,000</u></u>

Information regarding the highest paid director is as follows:

	2016	2015
	£	£
Emoluments etc	<u>60,000</u>	<u>60,000</u>

**4. INTEREST PAYABLE AND SIMILAR CHARGES**

	2016	2015
	£	£
Bank interest	22,891	35,458
Loan	45,869	52,525
Hire purchase	60,004	90,569
Finance lease interest	<u>10,083</u>	<u>-</u>
	<u><u>138,847</u></u>	<u><u>178,552</u></u>

**TAURUS WASTE RECYCLING (HOLDINGS) LTD**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued**  
**for the year ended 31 October 2016**

**5. TAXATION**

**Analysis of the tax credit**

The tax credit on the loss on ordinary activities for the year was as follows:

	2016	2015
	£	£
Deferred tax	<u>(55,914)</u>	<u>(29,200)</u>
Tax on loss on ordinary activities	<u>(55,914)</u>	<u>(29,200)</u>

**Reconciliation of total tax credit 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:

	2016	2015
	£	£
Loss on ordinary activities before tax	<u>(104,521)</u>	<u>(174,434)</u>
Loss on ordinary activities multiplied by the standard rate of corporation tax in the UK of 20% (2015 - 20%)	(20,904)	(34,887)
Effects of:		
Expenses not deductible for tax purposes	20	120
Depreciation in excess of capital allowances	29,741	33,544
Allowable goodwill amortisation	(29,777)	(29,777)
Loss on sale of assets	1,566	10,137
Balancing charges	3,674	5,344
Allowable depreciation on finance lease assets	(7,382)	-
Tax losses brought forward	(111,213)	(95,694)
Tax losses carried forward	134,275	111,213
Deferred tax movement in accelerated timing differences	(39,552)	(19,993)
Deferred tax movement in tax losses	<u>(16,362)</u>	<u>(9,207)</u>
Total tax credit	<u>(55,914)</u>	<u>(29,200)</u>

**6. PROFIT OF PARENT COMPANY**

As permitted by Section 408 of the Companies Act 2006, the Income Statement of the parent company is not presented as part of these financial statements. The parent company's profit for the financial year was £0 (2015 - £0).

**TAURUS WASTE RECYCLING (HOLDINGS) LTD**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued**  
**for the year ended 31 October 2016**

**7. INTANGIBLE FIXED ASSETS**

**Group**

	Goodwill £
<b>COST</b>	
At 1 November 2015	
and 31 October 2016	<u>2,964,432</u>
<b>AMORTISATION</b>	
At 1 November 2015	2,517,777
Amortisation for year	<u>148,885</u>
At 31 October 2016	<u>2,666,662</u>
<b>NET BOOK VALUE</b>	
At 31 October 2016	<u>297,770</u>
At 31 October 2015	<u>446,655</u>

**8. TANGIBLE FIXED ASSETS**

**Group**

	Freehold property £	Short leasehold £	Plant and machinery £
<b>COST</b>			
At 1 November 2015	1,006,454	119,901	4,316,254
Additions	-	-	331,364
Disposals	-	-	(320,686)
Impairments	-	-	(75,344)
Reclassification/transfer	<u>35,432</u>	<u>(34,856)</u>	<u>-</u>
At 31 October 2016	<u>1,041,886</u>	<u>85,045</u>	<u>4,251,588</u>
<b>DEPRECIATION</b>			
At 1 November 2015	265,648	45,213	2,155,284
Charge for year	13,885	4,138	241,583
Eliminated on disposal	-	-	(257,814)
Reclassification/transfer	<u>(111,908)</u>	<u>-</u>	<u>-</u>
At 31 October 2016	<u>167,625</u>	<u>49,351</u>	<u>2,139,053</u>
<b>NET BOOK VALUE</b>			
At 31 October 2016	<u>874,261</u>	<u>35,694</u>	<u>2,112,535</u>
At 31 October 2015	<u>740,806</u>	<u>74,688</u>	<u>2,160,970</u>

**TAURUS WASTE RECYCLING (HOLDINGS) LTD**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued**  
**for the year ended 31 October 2016**

**8. TANGIBLE FIXED ASSETS - continued**

**Group**

	Motor vehicles £	Computer equipment £	Totals £
<b>COST</b>			
At 1 November 2015	1,161,128	60,883	6,664,620
Additions	469,918	-	801,282
Disposals	(513,462)	(1,857)	(836,005)
Impairments	-	-	(75,344)
Reclassification/transfer	-	-	576
At 31 October 2016	<u>1,117,584</u>	<u>59,026</u>	<u>6,555,129</u>
<b>DEPRECIATION</b>			
At 1 November 2015	659,353	59,738	3,185,236
Charge for year	104,305	229	364,140
Eliminated on disposal	(410,505)	(1,857)	(670,176)
Reclassification/transfer	-	-	(111,908)
At 31 October 2016	<u>353,153</u>	<u>58,110</u>	<u>2,767,292</u>
<b>NET BOOK VALUE</b>			
At 31 October 2016	<u>764,431</u>	<u>916</u>	<u>3,787,837</u>
At 31 October 2015	<u>501,775</u>	<u>1,145</u>	<u>3,479,384</u>

During the year a waste burning generator, classified as plant and machinery, was reviewed and considered to be impaired by a total of £75,344. The net book asset of the asset at the year end is £619,370.

**TAURUS WASTE RECYCLING (HOLDINGS) LTD**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued**  
**for the year ended 31 October 2016**

**8. TANGIBLE FIXED ASSETS - continued**

**Group**

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

	Plant and machinery £	Motor vehicles £	Totals £
<b>COST</b>			
At 1 November 2015	1,232,646	435,176	1,667,822
Additions	287,550	469,918	757,468
Disposals	(265,000)	(124,809)	(389,809)
Transfer to ownership	(182,140)	(310,367)	(492,507)
Reclassification/transfer	<u>339,625</u>	<u>129,365</u>	<u>468,990</u>
At 31 October 2016	<u>1,412,681</u>	<u>599,283</u>	<u>2,011,964</u>
<b>DEPRECIATION</b>			
At 1 November 2015	394,411	318,131	712,542
Charge for year	97,195	51,064	148,259
Eliminated on disposal	(202,128)	(96,084)	(298,212)
Transfer to ownership	(5,652)	(236,200)	(241,852)
Reclassification/transfer	<u>183,322</u>	<u>20,751</u>	<u>204,073</u>
At 31 October 2016	<u>467,148</u>	<u>57,662</u>	<u>524,810</u>
<b>NET BOOK VALUE</b>			
At 31 October 2016	<u>945,533</u>	<u>541,621</u>	<u>1,487,154</u>
At 31 October 2015	<u>838,235</u>	<u>117,045</u>	<u>955,280</u>

During the year the company refinanced owned assets with a net book value of £119,103 and hire purchase assets with a net book value of £408,614, as at 31st October 2016. This generated a cash inflow of £225,000 and resulted in a reclassification of the owned assets to hire purchase assets. The net book value of these refinanced assets now classified as hire purchase assets totals £572,717.

**9. FIXED ASSET INVESTMENTS**

**Company**

	Shares in group undertakings £
<b>COST</b>	
At 1 November 2015 and 31 October 2016	<u>495,932</u>
<b>NET BOOK VALUE</b>	
At 31 October 2016	<u>495,932</u>
At 31 October 2015	<u>495,932</u>

**TAURUS WASTE RECYCLING (HOLDINGS) LTD**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued**  
**for the year ended 31 October 2016**

**9. FIXED ASSET INVESTMENTS - continued**

The group or the company's investments at the Balance Sheet date in the share capital of companies include the following:

**Subsidiary**

**Taurus Waste Recycling Limited**

Nature of business: Skip hire and waste management

Class of shares:	% holding	2016 £	2015 £
Ordinary £1	100.00		
Aggregate capital and reserves		2,332,352	2,380,959
Loss for the year		<u>(48,607)</u>	<u>(145,234)</u>

**10. STOCKS**

	<b>Group</b>	
	2016 £	2015 £
Recycled materials	26,925	28,800
Fuel	<u>31,838</u>	<u>31,281</u>
	<u>58,763</u>	<u>60,081</u>

**11. DEBTORS**

	<b>Group</b>		<b>Company</b>	
	2016 £	2015 £	2016 £	2015 £
Amounts falling due within one year:				
Trade debtors	1,046,050	1,227,037	-	-
Amounts owed by group undertakings	-	-	92,957	92,957
Other debtors	492	-	-	-
Prepayments	<u>104,990</u>	<u>125,690</u>	-	-
	<u>1,151,532</u>	<u>1,352,727</u>	<u>92,957</u>	<u>92,957</u>
Amounts falling due after more than one year:				
Other debtors	<u>26,250</u>	<u>26,250</u>	-	-
Aggregate amounts	<u>1,177,782</u>	<u>1,378,977</u>	<u>92,957</u>	<u>92,957</u>

**TAURUS WASTE RECYCLING (HOLDINGS) LTD**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued**  
**for the year ended 31 October 2016**

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

	<b>Group</b>	
	2016	2015
	£	£
Bank loans and overdrafts (see note 14)	447,878	866,557
Other loans (see note 14)	10,506	20,905
Hire purchase contracts and finance leases (see note 15)	274,531	129,523
Trade creditors	475,413	802,311
CT61	15,431	12,967
Social security and other taxes	46,978	46,913
VAT	159,083	133,243
Other creditors	1,267	6,549
Accrued expenses	105,884	10,500
	<u>1,536,971</u>	<u>2,029,468</u>

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

	<b>Group</b>	
	2016	2015
	£	£
Bank loans (see note 14)	354,793	385,319
Other loans (see note 14)	248,136	258,003
Hire purchase contracts and finance leases (see note 15)	674,440	50,668
	<u>1,277,369</u>	<u>693,990</u>

**TAURUS WASTE RECYCLING (HOLDINGS) LTD**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued**  
**for the year ended 31 October 2016**

**14. LOANS**

An analysis of the maturity of loans is given below:

	<b>Group</b>	
	2016	2015
	£	£
Amounts falling due within one year or on demand:		
Bank overdrafts	417,667	838,329
Bank loans	30,211	28,228
Other loans	<u>10,506</u>	<u>20,905</u>
	<u>458,384</u>	<u>887,462</u>
Amounts falling due between one and two years:		
Bank loans - 1-2 years	32,334	30,211
Other loans - 1-2 years	3,636	10,127
Directors' loan accounts	<u>244,500</u>	<u>244,500</u>
	<u>280,470</u>	<u>284,838</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	322,459	103,977
Other loans - 2-5 years	<u>-</u>	<u>3,376</u>
	<u>322,459</u>	<u>107,353</u>
Amounts falling due in more than five years:		
Repayable by instalments		
Bank loans more 5 yr by instal	<u>-</u>	<u>251,131</u>



**TAURUS WASTE RECYCLING (HOLDINGS) LTD**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued**  
**for the year ended 31 October 2016**

**15. LEASING AGREEMENTS**

Minimum lease payments fall due as follows:

**Group**

	Hire purchase contracts		Finance leases	
	2016	2015	2016	2015
	£	£	£	£
Gross obligations repayable:				
Within one year	211,789	149,433	117,833	-
Between one and five years	<u>408,948</u>	<u>56,246</u>	<u>321,774</u>	-
	<u>620,737</u>	<u>205,679</u>	<u>439,607</u>	-
Finance charges repayable:				
Within one year	38,767	19,910	16,324	-
Between one and five years	<u>34,612</u>	<u>5,578</u>	<u>21,670</u>	-
	<u>73,379</u>	<u>25,488</u>	<u>37,994</u>	-
Net obligations repayable:				
Within one year	173,022	129,523	101,509	-
Between one and five years	<u>374,336</u>	<u>50,668</u>	<u>300,104</u>	-
	<u>547,358</u>	<u>180,191</u>	<u>401,613</u>	-

**Group**

	Non-cancellable operating leases	
	2016	2015
	£	£
Within one year	729,217	736,908
Between one and five years	1,862,599	2,222,938
In more than five years	<u>3,491,247</u>	<u>3,799,843</u>
	<u>6,083,063</u>	<u>6,759,689</u>

**16. SECURED DEBTS**

The following secured debts are included within creditors:

	Group	
	2016	2015
	£	£
Bank overdrafts	417,667	838,329
Bank loans	385,004	413,547
Hire purchase contracts and finance leases	<u>948,971</u>	<u>180,191</u>
	<u>1,751,642</u>	<u>1,432,067</u>

The bank loans and overdraft are secured by fixed and floating charges over the group's land and buildings and other assets. Obligations under hire purchase contracts are secured on the related asset.

**TAURUS WASTE RECYCLING (HOLDINGS) LTD**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued**  
**for the year ended 31 October 2016**

**17. PROVISIONS FOR LIABILITIES**

	<b>Group</b>	
	2016 £	2015 £
Deferred tax		
Accelerated capital allowances	330,448	370,000
Tax losses carried forward	<u>(127,562)</u>	<u>(111,200)</u>
	<u>202,886</u>	<u>258,800</u>

**Group**

	Deferred tax £
Balance at 1 November 2015	258,800
Timing differences	(39,552)
Tax losses	<u>(16,362)</u>
Balance at 31 October 2016	<u>202,886</u>

**18. CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:			2016	2015
Number:	Class:	Nominal value:	£	£
100	Ordinary	1	<u>600,000</u>	<u>600,000</u>

**19. RESERVES**

**Group**

	Retained earnings £
At 1 November 2015	1,873,916
Deficit for the year	<u>(48,607)</u>
At 31 October 2016	<u>1,825,309</u>

**Company**

	Retained earnings £
At 1 November 2015	(11,110)
Profit for the year	<u>-</u>
At 31 October 2016	<u>(11,110)</u>

**TAURUS WASTE RECYCLING (HOLDINGS) LTD**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued**  
**for the year ended 31 October 2016**

**20. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES**

Mr P J Scarborough has loaned the company £132,000 (2015: £132,000). Mr R Bird has loaned the company £12,500 (2015: £12,500). The loans are shown in the accounts under creditors falling due after one year.

Mrs J A Scarborough has loaned the company £100,000 (2015 £100,000). Interest is payable on the loan at a commercial rate. The loan is shown in the accounts under creditors falling due after one year.

**21. ULTIMATE CONTROLLING PARTY**

The ultimate controlling body is Mr P J Scarborough and Mr S T Mills who together own 66.6% of the share capital.

**22. FIRST YEAR ADOPTION**

No adjustments were required to the prior year figures in transitioning to FRS 102.