

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2017

FOR

DRAIN LINE SOUTHERN LIMITED

CONTENTS OF THE FINANCIAL STATEMENTS
for the year ended 31 March 2017

	Page
Company Information	1
Balance Sheet	2
Notes to the Financial Statements	4

DRAIN LINE SOUTHERN LIMITED

COMPANY INFORMATION
for the year ended 31 March 2017

DIRECTORS:

W Holdaway
D M Mogre
Ms S P Whelan

SECRETARY:

Ms S P Whelan

REGISTERED OFFICE:

Station House South
Mercer Road
Warnham
West Sussex
RH12 3SR

REGISTERED NUMBER:

04933418 (England and Wales)

BALANCE SHEET
31 March 2017

	Notes	2017 £	2016 £
FIXED ASSETS			
Tangible assets	4	520,786	722,809
CURRENT ASSETS			
Stocks	5	-	3,000
Debtors	6	604,096	589,823
Cash at bank and in hand		80,392	248,638
		<u>684,488</u>	<u>841,461</u>
CREDITORS			
Amounts falling due within one year	7	(381,304)	(459,034)
NET CURRENT ASSETS		<u>303,184</u>	<u>382,427</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		823,970	1,105,236
CREDITORS			
Amounts falling due after more than one year	8	(234,523)	(430,193)
PROVISIONS FOR LIABILITIES	11	(62,625)	(52,500)
NET ASSETS		<u>526,822</u>	<u>622,543</u>
CAPITAL AND RESERVES			
Called up share capital	12	109	109
Share premium		39,991	39,991
Revaluation reserve	13	20,316	20,316
Retained earnings		466,406	562,127
SHAREHOLDERS' FUNDS		<u>526,822</u>	<u>622,543</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2017.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2017 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their 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)

BALANCE SHEET - continued
31 March 2017

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 Board of Directors on 26 July 2017 and were signed on its behalf by:

Ms S P Whelan - Director

D M Mogre - Director

**NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2017**

1. STATUTORY INFORMATION

Drain Line Southern Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

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.

The impact on the financial statements from transition to FRS 102 has been disclosed in the notes to the financial statements.

Significant judgements and estimates

Preparation of the financial statements requires management to make significant judgements and estimates and these estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The items in the financial statements where these judgements and estimates have been made include the useful economic life of tangible fixed assets, the depreciation of these assets, provision for liabilities and the recoverability of debtors.

Turnover

Turnover represents the fair value of consideration received or receivable net of VAT and trade discounts. Revenue from the sale of services is recognised at the point of sale.

Tangible fixed assets

Tangible fixed assets are stated at cost (or deemed cost) or valuation less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended by management.

Plant and machinery	- 25% on reducing balance
Fixtures, fittings and equipment	- 25% on reducing balance
Motor vehicles	- 25% on reducing balance or over lease period
Computer equipment	- 33% on reducing balance

Stocks

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

Financial instruments

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities.

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2017**

2. ACCOUNTING POLICIES - continued

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.

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.

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

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.

Going concern

The directors have a reasonable expectation that the company has adequate resources to continue in existence for the foreseeable future. The company therefore continues to adopt the going concern basis in preparing its financial statements.

Impairment policy

At each balance sheet date, the company reviews the carrying amount of its assets to determine whether there is any indication that any items have suffered an impairment loss. If any such indication exists, the recoverable amount of an asset is estimated in order to determine the extent of the impairment loss, if any. Where it is not possible to estimate the recoverable amount of an asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 25 (2016 - 28) .

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2017

4. TANGIBLE FIXED ASSETS

	Plant & machinery £	Fixtures, fittings & equipment £	Motor vehicles £	Computer equipment £	Totals £
COST					
At 1 April 2016	359,370	75,362	849,502	15,475	1,299,709
Additions	-	18,221	35,994	4,570	58,785
Disposals	-	-	(33,445)	-	(33,445)
At 31 March 2017	<u>359,370</u>	<u>93,583</u>	<u>852,051</u>	<u>20,045</u>	<u>1,325,049</u>
DEPRECIATION					
At 1 April 2016	156,794	46,151	365,419	8,536	576,900
Charge for year	50,644	11,858	183,775	3,798	250,075
Eliminated on disposal	-	-	(22,712)	-	(22,712)
At 31 March 2017	<u>207,438</u>	<u>58,009</u>	<u>526,482</u>	<u>12,334</u>	<u>804,263</u>
NET BOOK VALUE					
At 31 March 2017	<u>151,932</u>	<u>35,574</u>	<u>325,569</u>	<u>7,711</u>	<u>520,786</u>
At 31 March 2016	<u>202,576</u>	<u>29,211</u>	<u>484,083</u>	<u>6,939</u>	<u>722,809</u>

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

	Plant & machinery £	Motor vehicles £	Totals £
COST			
At 1 April 2016	242,000	765,590	1,007,590
Additions	-	35,994	35,994
Transfer to ownership	-	(32,295)	(32,295)
At 31 March 2017	<u>242,000</u>	<u>769,289</u>	<u>1,011,289</u>
DEPRECIATION			
At 1 April 2016	60,500	318,454	378,954
Charge for year	45,375	174,206	219,581
Transfer to ownership	-	(20,231)	(20,231)
At 31 March 2017	<u>105,875</u>	<u>472,429</u>	<u>578,304</u>
NET BOOK VALUE			
At 31 March 2017	<u>136,125</u>	<u>296,860</u>	<u>432,985</u>
At 31 March 2016	<u>181,500</u>	<u>447,136</u>	<u>628,636</u>

5. STOCKS

	2017 £	2016 £
Stock	<u>-</u>	<u>3,000</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2017

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017	2016
	£	£
Trade debtors	498,883	538,946
Other debtors	<u>105,213</u>	<u>50,877</u>
	<u>604,096</u>	<u>589,823</u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017	2016
	£	£
Trade creditors	60,743	47,911
Taxation and social security	83,184	94,184
Other creditors	<u>237,377</u>	<u>316,939</u>
	<u>381,304</u>	<u>459,034</u>

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

	2017	2016
	£	£
Other creditors	<u>234,523</u>	<u>430,193</u>

9. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2017	2016
	£	£
Within one year	15,900	2,917
Between one and five years	<u>49,840</u>	<u>-</u>
	<u>65,740</u>	<u>2,917</u>

10. SECURED DEBTS

Lloyds TSB Commercial Finance Ltd has a fixed and floating charge over the assets of the company.

11. PROVISIONS FOR LIABILITIES

	2017	2016
	£	£
Deferred tax	<u>62,625</u>	<u>52,500</u>

	Deferred tax
	£
Balance at 1 April 2016	52,500
Accelerated capital allowances	<u>10,125</u>
Balance at 31 March 2017	<u>62,625</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2017

12. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2017 £	2016 £
10,000	Ordinary A	1p	100	100
900	Ordinary B	1p	9	9
			<u>109</u>	<u>109</u>

13. RESERVESAt 1 April 2016
and 31 March 2017Revaluation
reserve
£20,316**14. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES**

The following advances and credits to directors subsisted during the years ended 31 March 2017 and 31 March 2016:

	2017 £	2016 £
D M Mogre and Ms S P Whelan		
Balance outstanding at start of year	-	-
Amounts advanced	114,855	-
Amounts repaid	(61,000)	-
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>53,855</u>	<u>-</u>

The loan is repayable on demand. Interest is charged at 3% p.a. and the amount charged in the year totalled £572.

15. FIRST YEAR ADOPTION

The policies applied under the entity's previous accounting framework are not materially different to FRS102 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.