

REGISTERED NUMBER: 03778022 (England and Wales)

**Unaudited Financial Statements
for the Year Ended 31 August 2018
for
Harry Needle Railroad Company Ltd**

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for the Year Ended 31 August 2018**

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Harry Needle Railroad Company Ltd

**Company Information
for the Year Ended 31 August 2018**

DIRECTOR: Mr H C Needle

SECRETARY: Mrs C A Needle

REGISTERED OFFICE: Reedham House
31 King Street West
Manchester
M3 2PJ

BUSINESS ADDRESS: 13 Eagle Crescent
Rainford
St Helens
Merseyside
WA11 8BG

REGISTERED NUMBER: 03778022 (England and Wales)

ACCOUNTANTS: Freedman Frankl & Taylor
Chartered Accountants
Reedham House
31 King Street West
Manchester
M3 2PJ

Harry Needle Railroad Company Ltd (Registered number: 03778022)

**Balance Sheet
31 August 2018**

	Notes	2018 £	£	2017 £	£
FIXED ASSETS					
Intangible assets	4		-		-
Tangible assets	5		<u>1,029,855</u>		<u>1,329,485</u>
			1,029,855		1,329,485
CURRENT ASSETS					
Stocks		458,580		145,394	
Debtors	6	1,370,036		814,122	
Cash at bank and in hand		<u>955,193</u>		<u>1,525,179</u>	
		2,783,809		2,484,695	
CREDITORS					
Amounts falling due within one year	7	<u>1,227,751</u>		<u>1,326,448</u>	
NET CURRENT ASSETS			<u>1,556,058</u>		<u>1,158,247</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			2,585,913		2,487,732
CREDITORS					
Amounts falling due after more than one year	8		(7,341)		(79,860)
PROVISIONS FOR LIABILITIES			<u>(2,496)</u>		<u>(71)</u>
NET ASSETS			<u>2,576,076</u>		<u>2,407,801</u>
CAPITAL AND RESERVES					
Called up share capital	10		100		100
Retained earnings			<u>2,575,976</u>		<u>2,407,701</u>
SHAREHOLDERS' FUNDS			<u>2,576,076</u>		<u>2,407,801</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 August 2018.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 August 2018 in accordance with Section 476 of the Companies Act 2006.

The director acknowledges his 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)

Harry Needle Railroad Company Ltd (Registered number: 03778022)

**Balance Sheet - continued
31 August 2018**

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 Statement of Income and Retained Earnings has not been delivered.

The financial statements were approved by the director on 17 May 2019 and were signed by:

Mr H C Needle - Director

The notes form part of these financial statements

**Notes to the Financial Statements
for the Year Ended 31 August 2018**

1. **STATUTORY INFORMATION**

Harry Needle Railroad Company Ltd 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.

2. **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" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Related party exemption

The company has taken advantage of exemption, under the terms of Section 1A "Small Entities" of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

Turnover

Revenue is recognised in the income statement on a straight line basis over the period of the hire.

Revenue arising from services provided is recognised in the income statement when the service is performed.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2007, is being amortised evenly over its estimated useful life of five 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.

Locomotives on hire	- 20% on reducing balance
Plant and machinery	- 20% on reducing balance
Fixtures and fittings	- 20% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 25% 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.

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.

Notes to the Financial Statements - continued
for the Year Ended 31 August 2018

2. ACCOUNTING POLICIES - continued

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.

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 company's financial statements for the year ended 31 August 2018 have been prepared on a going concern basis as, after making appropriate enquiries, the director has a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future.

Operating leases

Rentals paid under operating leases are charged to the statement of comprehensive income on a straight line basis over the period of the lease.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 23 (2017 - 27) .

4. INTANGIBLE FIXED ASSETS

	Goodwill £
COST	
At 1 September 2017 and 31 August 2018	<u>10,000</u>
AMORTISATION	
At 1 September 2017 and 31 August 2018	<u>10,000</u>
NET BOOK VALUE	
At 31 August 2018	<u> -</u>
At 31 August 2017	<u> -</u>

Notes to the Financial Statements - continued
for the Year Ended 31 August 2018

5. TANGIBLE FIXED ASSETS

	Locomotives on hire £	Plant and machinery £	Fixtures and fittings £
COST			
At 1 September 2017	3,153,030	377,805	14,867
Additions	178,000	5,645	-
Disposals	(501,907)	-	-
At 31 August 2018	<u>2,829,123</u>	<u>383,450</u>	<u>14,867</u>
DEPRECIATION			
At 1 September 2017	1,953,059	326,008	9,593
Charge for year	232,013	11,489	1,055
Eliminated on disposal	(252,750)	-	-
At 31 August 2018	<u>1,932,322</u>	<u>337,497</u>	<u>10,648</u>
NET BOOK VALUE			
At 31 August 2018	<u>896,801</u>	<u>45,953</u>	<u>4,219</u>
At 31 August 2017	<u>1,199,971</u>	<u>51,797</u>	<u>5,274</u>
	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1 September 2017	156,603	4,300	3,706,605
Additions	45,967	1,033	230,645
Disposals	(21,990)	-	(523,897)
At 31 August 2018	<u>180,580</u>	<u>5,333</u>	<u>3,413,353</u>
DEPRECIATION			
At 1 September 2017	85,997	2,463	2,377,120
Charge for year	26,180	717	271,454
Eliminated on disposal	(12,326)	-	(265,076)
At 31 August 2018	<u>99,851</u>	<u>3,180</u>	<u>2,383,498</u>
NET BOOK VALUE			
At 31 August 2018	<u>80,729</u>	<u>2,153</u>	<u>1,029,855</u>
At 31 August 2017	<u>70,606</u>	<u>1,837</u>	<u>1,329,485</u>

Notes to the Financial Statements - continued
for the Year Ended 31 August 2018

5. **TANGIBLE FIXED ASSETS - continued**

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

	Motor vehicles £
COST	
At 1 September 2017	90,663
Additions	19,722
Transfer to ownership	<u>(58,370)</u>
At 31 August 2018	<u>52,015</u>
DEPRECIATION	
At 1 September 2017	44,588
Charge for year	16,449
Transfer to ownership	<u>(37,437)</u>
At 31 August 2018	<u>23,600</u>
NET BOOK VALUE	
At 31 August 2018	<u>28,415</u>
At 31 August 2017	<u>46,075</u>

6. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2018 £	2017 £
Trade debtors	1,309,898	801,293
Other debtors	60,138	12,829
	<u>1,370,036</u>	<u>814,122</u>

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

	2018 £	2017 £
Bank loans and overdrafts	442,374	669,626
Hire purchase contracts	11,121	29,587
Trade creditors	604,878	456,713
Taxation and social security	150,056	146,865
Other creditors	19,322	23,657
	<u>1,227,751</u>	<u>1,326,448</u>

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

	2018 £	2017 £
Bank loans	-	73,143
Hire purchase contracts	7,341	6,717
	<u>7,341</u>	<u>79,860</u>

Notes to the Financial Statements - continued
for the Year Ended 31 August 2018

9. SECURED DEBTS

The following secured debts are included within creditors:

	2018	2017
	£	£
Bank loans	442,374	742,769
Hire purchase contracts	<u>18,462</u>	<u>36,304</u>
	<u>460,836</u>	<u>779,073</u>

10. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2018	2017
			£	£
100	Ordinary	£1	<u>100</u>	<u>100</u>

11. RELATED PARTY DISCLOSURES

Included in other creditors is the director's current account balance of £503 (2017 - £257). This is interest free and repayable on demand.

12. ULTIMATE CONTROLLING PARTY

The company is a wholly owned subsidiary of HNRC Holdings LTD, a company incorporated in England and Wales. The Registered office address is Reedham House, 31 King Street West, Manchester, M3 2PJ.

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.