

D K FORECOURTS LIMITED
GROUP STRATEGIC REPORT,
REPORT OF THE DIRECTOR AND
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED
30 SEPTEMBER 2019

Bevan Buckland LLP
Langdon House
Langdon Road
SA1 Swansea Waterfront
Swansea
SA1 8QY

**CONTENTS OF THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2019**

	Page
Company Information	1
Group Strategic Report	2
Report of the Director	3
Report of the Independent Auditors	4
Consolidated Income Statement	6
Consolidated Other Comprehensive Income	7
Consolidated Balance Sheet	8
Company Balance Sheet	9
Consolidated Statement of Changes in Equity	11
Company Statement of Changes in Equity	12
Consolidated Cash Flow Statement	13
Notes to the Consolidated Cash Flow Statement	14
Notes to the Consolidated Financial Statements	15

D K FORECOURTS LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 30 SEPTEMBER 2019

DIRECTOR: D K Williams

REGISTERED OFFICE: Reflectalux House
PO Box 5
Avondale Way
Cwmbran
Gwent
NP44 1TS

REGISTERED NUMBER: 03081965 (England and Wales)

AUDITORS: Bevan Buckland LLP
Langdon House
Langdon Road
SA1 Swansea Waterfront
Swansea
SA1 8QY

**GROUP STRATEGIC REPORT
FOR THE YEAR ENDED 30 SEPTEMBER 2019**

The director presents his strategic report of the company and the group for the year ended 30 September 2019.

REVIEW OF BUSINESS

The principal activity of the group in the year under review was that of the retail sale of automotive fuel.

The trading activities of the group continued with good levels of profits, showing a gross profit of £1,973,196 (2018: £1,637,893) and a (loss)/profit before tax of £329,099 (2018: £178,086).

	2019	2018
Turnover £'000	22,331	21,214
Gross Profit Margin	8.8%	7.7%
Average Number of Employees	69	59

The group has continued the investment in infrastructure and the group's bankers are fully supportive of the current trading position and of the plans moving forward.

PRINCIPAL RISKS AND UNCERTAINTIES

The group uses various financial instruments which include cash and various items such as trade debtors and trade creditors that arise directly from its operations. The main purpose of these financial instruments is to raise finance for the group's operations.

The group's operations expose it to a variety of financial risks primarily interest rate and liquidity risks.

Liquidity risk

The group manages financial risk by ensuring sufficient liquidity is available to meet its forecast needs. Short-term flexibility is achieved by overdraft facilities. The group also finances some of its investments in tangible fixed assets through hire purchase contracts.

Interest rate risk

The group finances its operations through a combination of retained profits, bank overdrafts, long term loans and finance lease or hire purchase agreements. The interest rate on loans are fixed. The group manages its exposure to interest rate fluctuations on its hire purchase agreements and finance leases by entering into fixed rate agreements. The group manages the liquidity risk by ensuring there are sufficient funds to meet the payments.

Given the size of the company, the director has not delegate the responsibility of monitoring the financial risk management to a sub-committee of the board. The policies set by the board of directors are implemented by the company's finance department.

ON BEHALF OF THE BOARD:

D K Williams - Director

30 September 2020

**REPORT OF THE DIRECTOR
FOR THE YEAR ENDED 30 SEPTEMBER 2019**

The director presents his report with the financial statements of the company and the group for the year ended 30 September 2019.

DIVIDENDS

The total distribution of dividends for the year ended 30 September 2019 will be £ 25,000 .

DIRECTOR

D K Williams held office during the whole of the period from 1 October 2018 to the date of this report.

DISCLOSURE IN THE STRATEGIC REPORT

The group has chosen in accordance with s414C(11) of the Companies Act 2006 to set out in the group's strategic report information required by Schedule 7 of the Large and Medium-sized Companies and Groups (Accounts and Reports) Regulations 2008 to be contained in the director's report. It has done so in respect of future developments and financial risk management.

STATEMENT OF DIRECTOR'S RESPONSIBILITIES

The director is responsible for preparing the Group Strategic Report, the Report of the Director and the financial statements in accordance with applicable law and regulations.

Company law requires the director to prepare financial statements for each financial year. Under that law the director has 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 director must not approve the financial statements unless he is 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 director is 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 director is 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 him to ensure that the financial statements comply with the Companies Act 2006. He is 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 director is 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 he 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, Bevan Buckland LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:

D K Williams - Director

30 September 2020

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF D K FORECOURTS LIMITED

Opinion

We have audited the financial statements of D K Forecourts Limited (the 'parent company') and its subsidiaries (the 'group') for the year ended 30 September 2019 which comprise the Consolidated Income Statement, Consolidated Other Comprehensive Income, Consolidated Balance Sheet, Company Balance Sheet, Consolidated Statement of Changes in Equity, Company Statement of Changes in Equity, Consolidated Cash Flow Statement and Notes to the Consolidated Cash Flow Statement, Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the group's and of the parent company affairs as at 30 September 2019 and of the group's profit 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.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the director's use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the director has not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the group's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The director is responsible for the other information. The other information comprises the information in the Group Strategic Report and the Report of the Director, but does not include the financial statements and our Report of the Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters 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 Group Strategic Report and the Report of the Director for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Group Strategic Report and the Report of the Director have been prepared in accordance with applicable legal requirements.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF D K FORECOURTS LIMITED

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the group and the parent company and its environment obtained in the course of the audit, we have not identified material misstatements in the Group Strategic Report or the Report of the Director.

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 by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of director's remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of director

As explained more fully in the Statement of Director's Responsibilities set out on page three, the director is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the director determines necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the director is responsible for assessing the group's and the parent company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the director either intends to liquidate the group or the parent company or to cease operations, or has no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Auditors.

Use of our report

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.

Alison Vickers (Senior Statutory Auditor)
for and on behalf of Bevan Buckland LLP
Langdon House
Langdon Road
SA1 Swansea Waterfront
Swansea
SA1 8QY

30 September 2020

**CONSOLIDATED INCOME STATEMENT
FOR THE YEAR ENDED 30 SEPTEMBER 2019**

	Notes	2019 £	2018 £
TURNOVER		22,331,139	21,213,503
Cost of sales		<u>(20,357,943)</u>	<u>(19,575,610)</u>
GROSS PROFIT		1,973,196	1,637,893
Administrative expenses		<u>(1,755,345)</u>	<u>(1,547,577)</u>
		217,851	90,316
Other operating income		<u>159,068</u>	<u>155,105</u>
OPERATING PROFIT	4	<u>376,919</u>	<u>245,421</u>
Interest receivable and similar income		<u>42</u>	<u>-</u>
		376,961	245,421
Interest payable and similar expenses	5	<u>(47,862)</u>	<u>(67,335)</u>
PROFIT BEFORE TAXATION		329,099	178,086
Tax on profit	6	<u>(87,105)</u>	<u>(64,485)</u>
PROFIT FOR THE FINANCIAL YEAR		<u>241,994</u>	<u>113,601</u>
Profit attributable to:			
Owners of the parent		<u>241,994</u>	<u>113,601</u>

The notes form part of these financial statements

**CONSOLIDATED OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 SEPTEMBER 2019**

	Notes	2019 £	2018 £
PROFIT FOR THE YEAR		241,994	113,601
OTHER COMPREHENSIVE INCOME		<u>-</u>	<u>-</u>
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		<u>241,994</u>	<u>113,601</u>
Total comprehensive income attributable to: Owners of the parent		<u>241,994</u>	<u>113,601</u>

CONSOLIDATED BALANCE SHEET
30 SEPTEMBER 2019

	Notes	2019 £	£	2018 £	£
FIXED ASSETS					
Intangible assets	9		342,419		443,836
Tangible assets	10		2,286,554		2,358,461
Investments	11		-		-
			<u>2,628,973</u>		<u>2,802,297</u>
CURRENT ASSETS					
Stocks	12	539,957		541,377	
Debtors	13	327,940		178,432	
Cash at bank and in hand		<u>828,954</u>		<u>801,150</u>	
		1,696,851		1,520,959	
CREDITORS					
Amounts falling due within one year	14	<u>1,841,861</u>		<u>1,888,679</u>	
NET CURRENT LIABILITIES			<u>(145,010)</u>		<u>(367,720)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			2,483,963		2,434,577
CREDITORS					
Amounts falling due after more than one year	15		(1,147,292)		(1,307,084)
PROVISIONS FOR LIABILITIES	19		<u>(54,761)</u>		<u>(62,577)</u>
NET ASSETS			<u>1,281,910</u>		<u>1,064,916</u>
CAPITAL AND RESERVES					
Called up share capital	20		100		100
Retained earnings	21		<u>1,281,810</u>		<u>1,064,816</u>
SHAREHOLDERS' FUNDS			<u>1,281,910</u>		<u>1,064,916</u>

The financial statements were approved by the director and authorised for issue on 30 September 2020 and were signed by:

D K Williams - Director

COMPANY BALANCE SHEET
30 SEPTEMBER 2019

	Notes	2019 £	£	2018 £	£
FIXED ASSETS					
Intangible assets	9		87,500		152,500
Tangible assets	10		1,353,162		1,407,834
Investments	11		<u>1,250,000</u>		<u>1,250,000</u>
			2,690,662		2,810,334
CURRENT ASSETS					
Stocks	12	460,888		477,103	
Debtors	13	308,489		152,923	
Cash at bank and in hand		<u>701,050</u>		<u>664,092</u>	
		1,470,427		1,294,118	
CREDITORS					
Amounts falling due within one year	14	<u>1,803,774</u>		<u>1,728,255</u>	
NET CURRENT LIABILITIES			<u>(333,347)</u>		<u>(434,137)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			2,357,315		2,376,197
CREDITORS					
Amounts falling due after more than one year	15		(1,147,292)		(1,307,084)
PROVISIONS FOR LIABILITIES	19		<u>(50,025)</u>		<u>(57,081)</u>
NET ASSETS			<u>1,159,998</u>		<u>1,012,032</u>
CAPITAL AND RESERVES					
Called up share capital	20		100		100
Retained earnings			<u>1,159,898</u>		<u>1,011,932</u>
SHAREHOLDERS' FUNDS			<u>1,159,998</u>		<u>1,012,032</u>
Company's profit for the financial year			<u>172,966</u>		<u>95,913</u>

The notes form part of these financial statements

COMPANY BALANCE SHEET - continued
30 SEPTEMBER 2019

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

The financial statements were approved by the director and authorised for issue on 30 September 2020 and were signed by:

D K Williams - Director

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 SEPTEMBER 2019**

	Called up share capital £	Retained earnings £	Total equity £
Balance at 1 October 2017	100	953,215	953,315
Changes in equity			
Dividends	-	(2,000)	(2,000)
Total comprehensive income	-	113,601	113,601
Balance at 30 September 2018	100	1,064,816	1,064,916
Changes in equity			
Dividends	-	(25,000)	(25,000)
Total comprehensive income	-	241,994	241,994
Balance at 30 September 2019	100	1,281,810	1,281,910

**COMPANY STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 SEPTEMBER 2019**

	Called up share capital £	Retained earnings £	Total equity £
Balance at 1 October 2017	100	918,019	918,119
Changes in equity			
Dividends	-	(2,000)	(2,000)
Total comprehensive income	-	95,913	95,913
Balance at 30 September 2018	<u>100</u>	<u>1,011,932</u>	<u>1,012,032</u>
Changes in equity			
Dividends	-	(25,000)	(25,000)
Total comprehensive income	-	172,966	172,966
Balance at 30 September 2019	<u>100</u>	<u>1,159,898</u>	<u>1,159,998</u>

**CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 SEPTEMBER 2019**

	Notes	2019 £	2018 £
Cash flows from operating activities			
Cash generated from operations	1	448,849	678,119
Interest paid		(45,129)	(55,359)
Interest element of hire purchase payments paid		(2,733)	(11,976)
Tax paid		(100,533)	(58,590)
Net cash from operating activities		<u>300,454</u>	<u>552,194</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(31,106)	(34,505)
Interest received		42	-
Net cash from investing activities		<u>(31,064)</u>	<u>(34,505)</u>
Cash flows from financing activities			
Loan repayments in year		(100,320)	(99,063)
New HPs in the year		4,500	-
Capital repayments in year		(27,553)	(43,109)
Amount introduced by directors		81,362	155,843
Amount withdrawn by directors		(174,575)	(246,189)
Equity dividends paid		(25,000)	(2,000)
Net cash from financing activities		<u>(241,586)</u>	<u>(234,518)</u>
Increase in cash and cash equivalents		<u>27,804</u>	<u>283,171</u>
Cash and cash equivalents at beginning of year	2	801,150	517,979
Cash and cash equivalents at end of year	2	<u>828,954</u>	<u>801,150</u>

The notes form part of these financial statements

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 SEPTEMBER 2019

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

	2019	2018
	£	£
Profit before taxation	329,099	178,086
Depreciation charges	204,431	209,774
Finance costs	47,862	67,335
Finance income	(42)	-
	<u>581,350</u>	<u>455,195</u>
Decrease in stocks	1,420	68,268
Increase in trade and other debtors	(56,295)	(19,562)
(Decrease)/increase in trade and other creditors	<u>(77,626)</u>	<u>174,218</u>
Cash generated from operations	<u>448,849</u>	<u>678,119</u>

2. **CASH AND CASH EQUIVALENTS**

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

Year ended 30 September 2019

	30.9.19	1.10.18
	£	£
Cash and cash equivalents	<u>828,954</u>	<u>801,150</u>

Year ended 30 September 2018

	30.9.18	1.10.17
	£	£
Cash and cash equivalents	<u>801,150</u>	<u>517,979</u>

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2019**

1. STATUTORY INFORMATION

D K Forecourts 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 General 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" 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 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.

Transactions between group entities which have been eliminated on consolidation are not disclosed within the financial statements.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a businesses in 2009, 2012 and 2017, these are being amortised evenly over the estimated useful life of ten years.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

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
Long leasehold	- Over the term of the lease
Improvements to property	- 2% on cost
Plant and machinery	- 15% reducing balance
Fixtures and fittings	- 25% Reducing Balance and 10% on cost
Motor vehicles	- 15% 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 Consolidated 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 CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2019**

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 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.

Fixed asset investments

Fixed asset investments are valued at fair value unless fair value cannot be measured reliably, in which case investments are valued at cost less impairment.

Deferred income

Income received from a fuel supplier is released to the income and expenditure account over a period of 5 years. This gives rise to a deferred income figure which is shown as a short and long term creditor.

Hire purchase and leasing commitments

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

Debtors

Short term debtors are measured at transaction price, less any impairment.

Creditors

Short term creditors are measured at the transaction price.

Provisions for liabilities

Provisions are recognised when the group has a present obligation (legal or constructive) from a past event that will probably result in a transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably.

Financial instruments

Basic financial instruments are recognised at amortised cost.

Functional and presentation currency

The group's functional and presentation currency is pounds sterling.

Going Concern

The group continues to adopt the going concern basis in preparing its financial statements.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2019

3. EMPLOYEES AND DIRECTORS

	2019	2018
	£	£
Wages and salaries	853,571	701,534
Social security costs	40,101	38,288
Other pension costs	2,221	4,234
	<u>895,893</u>	<u>744,056</u>

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

	2019	2018
Sales and administrative	<u>69</u>	<u>59</u>

	2019	2018
	£	£
Director's remuneration	<u>-</u>	<u>-</u>

4. OPERATING PROFIT

The operating profit is stated after charging:

	2019	2018
	£	£
Depreciation - owned assets	80,373	86,028
Depreciation - assets on hire purchase contracts	22,640	22,331
Goodwill amortisation	101,417	101,417
Auditors' remuneration	<u>11,823</u>	<u>13,000</u>

5. INTEREST PAYABLE AND SIMILAR EXPENSES

	2019	2018
	£	£
Bank interest	623	228
Bank loan interest	43,752	55,131
Corporation Tax Interest	754	-
Hire purchase	2,733	11,976
	<u>47,862</u>	<u>67,335</u>

6. TAXATION**Analysis of the tax charge**

The tax charge on the profit for the year was as follows:

	2019	2018
	£	£
Current tax:		
UK corporation tax	94,921	67,989
Deferred tax	(7,816)	(3,504)
Tax on profit	<u>87,105</u>	<u>64,485</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2019

6. TAXATION - continued**Reconciliation of total tax charge included in profit and loss**

The tax assessed for the year is higher than the standard rate of corporation tax in the UK. The difference is explained below:

	2019 £	2018 £
Profit before tax	<u>329,099</u>	<u>178,086</u>
Profit multiplied by the standard rate of corporation tax in the UK of 19% (2018 - 19%)	62,529	33,836
Effects of:		
Expenses not deductible for tax purposes	133	29,319
Depreciation in excess of capital allowances	32,259	4,833
Deferred tax	(7,816)	(3,503)
tax		
Total tax charge	<u>87,105</u>	<u>64,485</u>

7. INDIVIDUAL INCOME STATEMENT

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.

8. DIVIDENDS

	2019 £	2018 £
Ordinary shares shares of £1 each		
Final	<u>25,000</u>	<u>2,000</u>

9. INTANGIBLE FIXED ASSETS**Group**

	Goodwill £
COST	
At 1 October 2018	
and 30 September 2019	<u>1,014,170</u>
AMORTISATION	
At 1 October 2018	570,334
Amortisation for year	<u>101,417</u>
At 30 September 2019	<u>671,751</u>
NET BOOK VALUE	
At 30 September 2019	<u>342,419</u>
At 30 September 2018	<u>443,836</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2019

9. INTANGIBLE FIXED ASSETS - continued**Company**

Goodwill
£

COST

At 1 October 2018
and 30 September 2019

650,000

AMORTISATION

At 1 October 2018
Amortisation for year
At 30 September 2019

497,500

65,000

562,500

NET BOOK VALUE

At 30 September 2019
At 30 September 2018

87,500

152,500

10. TANGIBLE FIXED ASSETS**Group**

	Freehold property £	Long leasehold £	Improvements to property £
--	---------------------------	------------------------	-------------------------------------

COST

At 1 October 2018
Additions
At 30 September 2019

1,410,712

320,000

722,765

-

-

-

1,410,712

320,000

722,765

DEPRECIATION

At 1 October 2018
Charge for year
At 30 September 2019

227,375

80,671

53,955

6,343

21,513

18,879

233,718

102,184

72,834

NET BOOK VALUE

At 30 September 2019
At 30 September 2018

1,176,994

217,816

649,931

1,183,337

239,329

668,810

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2019

10. TANGIBLE FIXED ASSETS - continued**Group**

	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
COST				
At 1 October 2018	497,197	88,564	19,718	3,058,956
Additions	26,426	4,680	-	31,106
At 30 September 2019	<u>523,623</u>	<u>93,244</u>	<u>19,718</u>	<u>3,090,062</u>
DEPRECIATION				
At 1 October 2018	261,468	62,924	14,102	700,495
Charge for year	47,883	6,992	1,403	103,013
At 30 September 2019	<u>309,351</u>	<u>69,916</u>	<u>15,505</u>	<u>803,508</u>
NET BOOK VALUE				
At 30 September 2019	<u>214,272</u>	<u>23,328</u>	<u>4,213</u>	<u>2,286,554</u>
At 30 September 2018	<u>235,729</u>	<u>25,640</u>	<u>5,616</u>	<u>2,358,461</u>

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

	Plant and machinery £
COST	
At 1 October 2018	162,601
Additions	4,500
Transfer to ownership	(114,580)
At 30 September 2019	<u>52,521</u>
DEPRECIATION	
At 1 October 2018	60,154
Charge for year	22,640
Transfer to ownership	(60,510)
At 30 September 2019	<u>22,284</u>
NET BOOK VALUE	
At 30 September 2019	<u>30,237</u>
At 30 September 2018	<u>102,447</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2019

10. TANGIBLE FIXED ASSETS - continued

Company

	Freehold property £	Long leasehold £	Improvements to property £
COST			
At 1 October 2018	855,000	320,000	329,511
Additions	-	-	-
At 30 September 2019	<u>855,000</u>	<u>320,000</u>	<u>329,511</u>
DEPRECIATION			
At 1 October 2018	227,375	80,671	31,909
Charge for year	6,343	21,513	7,571
At 30 September 2019	<u>233,718</u>	<u>102,184</u>	<u>39,480</u>
NET BOOK VALUE			
At 30 September 2019	<u>621,282</u>	<u>217,816</u>	<u>290,031</u>
At 30 September 2018	<u>627,625</u>	<u>239,329</u>	<u>297,602</u>

	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
COST				
At 1 October 2018	497,197	53,253	19,718	2,074,679
Additions	26,426	4,680	-	31,106
At 30 September 2019	<u>523,623</u>	<u>57,933</u>	<u>19,718</u>	<u>2,105,785</u>
DEPRECIATION				
At 1 October 2018	261,468	51,320	14,102	666,845
Charge for year	47,883	1,065	1,403	85,778
At 30 September 2019	<u>309,351</u>	<u>52,385</u>	<u>15,505</u>	<u>752,623</u>
NET BOOK VALUE				
At 30 September 2019	<u>214,272</u>	<u>5,548</u>	<u>4,213</u>	<u>1,353,162</u>
At 30 September 2018	<u>235,729</u>	<u>1,933</u>	<u>5,616</u>	<u>1,407,834</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2019

10. TANGIBLE FIXED ASSETS - continued**Company**

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

	Plant and machinery £
COST	
At 1 October 2018	162,601
Additions	4,500
Transfer to ownership	<u>(114,580)</u>
At 30 September 2019	<u>52,521</u>
DEPRECIATION	
At 1 October 2018	60,154
Charge for year	22,640
Transfer to ownership	<u>(60,510)</u>
At 30 September 2019	<u>22,284</u>
NET BOOK VALUE	
At 30 September 2019	<u>30,237</u>
At 30 September 2018	<u>102,447</u>

11. FIXED ASSET INVESTMENTS**Company**

	Other investments £
COST	
At 1 October 2018 and 30 September 2019	<u>1,250,000</u>
NET BOOK VALUE	
At 30 September 2019	<u>1,250,000</u>
At 30 September 2018	<u>1,250,000</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2019

11. **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

Llewellyns Garage (Blackwood) Limited

Registered office: 275 High Street, Blackwood, Gwent, NP12 1AW

Nature of business: Fuel station

Class of shares:		% holding	2019	2018
Ordinary		100.00		
	£	£		
Aggregate capital and reserves			841,736	712,604
(Loss)/Profit for the year			<u>129,132</u>	<u>54,104</u>

12. **STOCKS**

	Group		Company	
	2019	2018	2019	2018
	£	£	£	£
Stocks	<u>539,957</u>	<u>541,377</u>	<u>460,888</u>	<u>477,103</u>

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

	Group		Company	
	2019	2018	2019	2018
	£	£	£	£
Trade debtors	94,229	72,402	74,778	59,376
Amounts owed from related co	66,423	13,674	66,423	13,674
Directors' current accounts	119,266	26,053	119,266	26,053
Prepayments	<u>48,022</u>	<u>66,303</u>	<u>48,022</u>	<u>53,820</u>
	<u>327,940</u>	<u>178,432</u>	<u>308,489</u>	<u>152,923</u>

Included in debtors is an amount of £30,747 (2018: £13,674) due from Blaenavon Motor Company Limited, a company related by common control.

Included in debtors is an amount of £35,675 (2018: £nil) due from D.K. Commercial Property Limited, a company related by common control.

Included in debtors is an amount of £144,266 (2018: £26,053) due from the directors of the company. This amount was repaid within 9 months of the year end.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2019**

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2019	2018	2019	2018
	£	£	£	£
Bank loans and overdrafts (see note 16)	99,083	99,708	99,083	99,708
Hire purchase contracts (see note 17)	11,441	29,488	11,441	29,488
Trade creditors	1,360,276	1,417,874	1,225,709	1,252,371
Amounts owed to group undertakings	-	-	150,726	46,001
Tax	95,039	100,651	66,871	75,901
Social security and other taxes	12,356	7,924	11,644	7,210
VAT	51,067	61,636	55,206	59,830
Other creditors	1,357	-	1,357	-
Accruals and deferred income	211,242	171,398	181,737	157,746
	<u>1,841,861</u>	<u>1,888,679</u>	<u>1,803,774</u>	<u>1,728,255</u>

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

	Group		Company	
	2019	2018	2019	2018
	£	£	£	£
Bank loans (see note 16)	1,110,331	1,210,027	1,110,331	1,210,027
Hire purchase contracts (see note 17)	1,596	6,600	1,596	6,600
Accruals and deferred income	35,365	90,457	35,365	90,457
	<u>1,147,292</u>	<u>1,307,084</u>	<u>1,147,292</u>	<u>1,307,084</u>

16. LOANS

An analysis of the maturity of loans is given below:

	Group		Company	
	2019	2018	2019	2018
	£	£	£	£
Amounts falling due within one year or on demand:				
Bank loans	<u>99,083</u>	<u>99,708</u>	<u>99,083</u>	<u>99,708</u>
Amounts falling due between one and two years:				
Bank loans - 1-2 years	<u>99,083</u>	<u>99,708</u>	<u>99,083</u>	<u>99,708</u>
Amounts falling due between two and five years:				
Bank loans - 2-5 years	<u>294,546</u>	<u>299,123</u>	<u>294,546</u>	<u>299,123</u>
Amounts falling due in more than five years:				
Repayable by instalments				
Bank loans more 5 yr by instal	<u>716,702</u>	<u>811,196</u>	<u>716,702</u>	<u>811,196</u>

Bank loans have interest charged at 6.5% and are being repaid monthly over a 25 year term.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2019

17. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

Group

	Hire purchase contracts	
	2019	2018
	£	£
Net obligations repayable:		
Within one year	11,441	29,488
Between one and five years	1,596	6,600
	<u>13,037</u>	<u>36,088</u>

Company

	Hire purchase contracts	
	2019	2018
	£	£
Net obligations repayable:		
Within one year	11,441	29,488
Between one and five years	1,596	6,600
	<u>13,037</u>	<u>36,088</u>

18. SECURED DEBTS

The following secured debts are included within creditors:

	Group		Company	
	2019	2018	2019	2018
	£	£	£	£
Bank loans	1,209,414	1,309,735	1,209,414	1,309,735
Hire purchase contracts	13,037	36,088	13,037	36,088
	<u>1,222,451</u>	<u>1,345,823</u>	<u>1,222,451</u>	<u>1,345,823</u>

Charge over Caerphilly Service Station, Nantgarn Road, Caerphilly, Mid Glamorgan by Barclays Bank on the Banks standard form dated 04/10/1995.

Gulf Oil (Great Britain) Limited have a legal charge over freehold land and filling station premises erected thereon k/a Caerphilly Service Station, Nantgarn Road, Caerphilly, Mid Glamorgan with all fixtures and fittings and equipment including storage tanks petrol pumps etc and a floating charge over all moveable plant machinery implements utensils furniture and equipment dated 04/10/1995.

Texaco Limited have a legal charge dated 04/01/2000 over the property known as Caerphilly Service Station, Nantgarn Road, Caerphilly, Mid Glamorgan and a floating charge over all assets..

Barclays bank have a fixed and floating charge covering all property or undertaking of the company dated 18/06/2013.

Barclays bank hold a charge over the leasehold property known as Former Monty Smith Garage, Cardiff road, Barry dated 23/07/2015.

Barclays bank hold a legal charge over 275 High Street, Blackwood dated 22/12/2016.

Hire purchase balances as secured against the assets they relate.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2019

19. PROVISIONS FOR LIABILITIES

	Group		Company	
	2019	2018	2019	2018
	£	£	£	£
Deferred tax	<u>54,761</u>	<u>62,577</u>	<u>50,025</u>	<u>57,081</u>
Group				
				Deferred tax
				£
Balance at 1 October 2018				62,577
Credit to Income Statement during year				<u>(7,816)</u>
Balance at 30 September 2019				<u>54,761</u>
Company				
				Deferred tax
				£
Balance at 1 October 2018				57,081
Provided during year				<u>(7,056)</u>
Balance at 30 September 2019				<u>50,025</u>

20. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	2019	2018
			£	£
96	Ordinary shares	£1	96	96
2	Ordinary A	£1	2	2
2	Ordinary B	£1	<u>2</u>	<u>2</u>
			<u>100</u>	<u>100</u>

Each share is entitled to:

- One vote in any circumstances;
- Pari passu to dividend or any other distribution; and
- full participation in capital distributions.

21. RESERVES

Group	
	Retained earnings
	£
At 1 October 2018	1,064,816
Profit for the year	241,994
Dividends	<u>(25,000)</u>
At 30 September 2019	<u>1,281,810</u>

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2019**

22. RELATED PARTY DISCLOSURES

During the year the company received £nil (2017 - £15,000) in administration charges from sole trade business Reflectalux, of which Mr D K Williams is the proprietor.

During the year rent of £40,012 (2017: £41,012) was paid to Mr D K Williams.

23. ULTIMATE CONTROLLING PARTY

The controlling party is D K Williams.

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.