

**Strategic Report, Report of the Directors and
Financial Statements
for the Period 1 January 2017 to 30 June 2018
for
Premier Freight Services Limited**

Mudd Partners LLP
Statutory Auditors
Chartered Accountants
Lakeview House
4 Woodbrook Crescent
Billericay
Essex
CM12 0EQ

**Contents of the Financial Statements
for the Period 1 January 2017 to 30 June 2018**

	Page
Company Information	1
Strategic Report	2
Report of the Directors	3
Report of the Independent Auditors	5
Statement of Comprehensive Income	7
Statement of Financial Position	8
Statement of Changes in Equity	9
Statement of Cash Flows	10
Notes to the Statement of Cash Flows	11
Notes to the Financial Statements	12

Premier Freight Services Limited
Company Information
for the Period 1 January 2017 to 30 June 2018

DIRECTORS:	R K Pugh J W Ressel Mrs A J Pugh
SECRETARY:	Mrs A J Pugh
REGISTERED OFFICE:	Lakeview House 4 Woodbrook Crescent Billericay Essex CM12 0EQ
REGISTERED NUMBER:	01494833 (England and Wales)
SENIOR STATUTORY AUDITOR:	Jeffrey Stanley FCA
INDEPENDENT AUDITORS:	Mudd Partners LLP Statutory Auditors Chartered Accountants Lakeview House 4 Woodbrook Crescent Billericay Essex CM12 0EQ

**Strategic Report
for the Period 1 January 2017 to 30 June 2018**

The directors present their strategic report for the period 1 January 2017 to 30 June 2018.

REVIEW OF BUSINESS

The general activity of the business continued to be freight forwarding and transportation of chilled foods with particular emphasis being placed on growth and market share during the reporting period.

The company's fleet of vehicles continue to be renewed to maintain the highest standard of client serviceability and operating efficiency.

Published turnover of £17,664,181 spans an eighteen month period. On a like for like pro-rata basis, turnover has increased by 2.6% (2016 : £11,479,553) across the period.

The average gross margin of 9.0% (2016 : 11.7%) is published after depreciation of tangible fixed assets and spans an eighteen month period. The directors are pleased to report that contract renewals on improved terms plus efficiency measures introduced during and after the period have resulted in post period margins return to 12.6% (for the period to January 2019).

The company's net assets of £805,394 (2016 : £480,891) were boosted by a £400,000 capital contribution from an associate company, further details of which are disclosed in note 21 of these financial statements.

PRINCIPAL RISKS AND UNCERTAINTIES

The company's business is shipping and forwarding, customs clearance and container transportation, primarily specializing in frozen and chilled products. Any changes in regulation or taxation may have an adverse affect on the company.

The company has been established for over 35 years and its strong reputation is pivotal to its success. However, the company remains vigilant and price competitive to ensure that its market share is not eroded.

KEY FINANCIAL PERFORMANCE INDICATORS

The key financial performance indicator used by the directors is gross profit margin, a review of which is included above. Gross margin performance is closely monitored accordingly and service contracts reviewed on a regular basis.

FUTURE DEVELOPMENTS

The company continues to tender for contracts on improved margins and to consolidate its position with newly gained business in specialist markets.

The company continues to update its fleet of commercial lorries to ensure optimal service and operational performance.

ON BEHALF OF THE BOARD:

J W Ressel - Director

29 March 2019

**Report of the Directors
for the Period 1 January 2017 to 30 June 2018**

The directors present their report with the financial statements of the company for the period 1 January 2017 to 30 June 2018.

PRINCIPAL ACTIVITY

The principal activity of the company in the period under review was that of international freight forwarding and transportation of chilled foods.

DIVIDENDS

No dividends will be distributed for the period ended 30 June 2018.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 January 2017 to the date of this report.

R K Pugh
J W Ressel
Mrs A J Pugh

DISCLOSURE IN THE STRATEGIC REPORT

Details of future developments and a review of financial and other risks, management objectives and policies are now provided within the strategic report.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the 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 of the profit or loss of the company 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 transactions and disclose with reasonable accuracy at any time the financial position of the company 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 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 company's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

**Report of the Directors
for the Period 1 January 2017 to 30 June 2018**

AUDITORS

The auditors, Mudd Partners LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:

J W Ressel - Director

29 March 2019

Report of the Independent Auditors to the Members of Premier Freight Services Limited

Opinion

We have audited the financial statements of Premier Freight Services Limited (the 'company') for the period ended 30 June 2018 which comprise the Statement of Comprehensive Income, Statement of Financial Position, Statement of Changes in Equity, Statement of Cash Flows and Notes to the Statement of Cash Flows, 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 company's affairs as at 30 June 2018 and of its loss for the period 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 company 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 draw attention to note 2 in the financial statements referring to Going Concern which indicates that the company incurred an operating loss for the period of £122,979. At the reporting date it had net current liabilities of £419,439. As stated in note 2 these matters together with other information as set out in that note, indicate that a material uncertainty exists that may cast significant doubt on the company's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

Other information

The directors are responsible for the other information. The other information comprises the information in the Strategic Report and the Report of the Directors, 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 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, 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.

Opinion 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 Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and the Report of the Directors have been prepared in accordance with applicable legal requirements.

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 Strategic Report or 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.

Report of the Independent Auditors to the Members of Premier Freight Services Limited

Responsibilities of directors

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, and for such internal control as the directors determine 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 directors are responsible for assessing the 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 directors either intend to liquidate the company or to cease operations, or have 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.

Jeffrey Stanley FCA (Senior Statutory Auditor)
for and on behalf of Mudd Partners LLP
Statutory Auditors
Chartered Accountants
Lakeview House
4 Woodbrook Crescent
Billericay
Essex
CM12 0EQ

29 March 2019

Statement of Comprehensive Income
for the Period 1 January 2017 to 30 June 2018

	Notes	Period 1.1.17 to 30.6.18 £	Year Ended 31.12.16 £
TURNOVER	3	17,664,181	11,479,553
Cost of sales		<u>16,082,276</u>	<u>10,136,873</u>
GROSS PROFIT		1,581,905	1,342,680
Administrative expenses		<u>1,942,466</u> (360,561)	<u>1,150,489</u> 192,191
Other operating income		<u>346,548</u>	<u>10,000</u>
OPERATING (LOSS)/PROFIT	5	(14,013)	202,191
Interest receivable and similar income		<u>-</u> (14,013)	<u>1,128</u> 203,319
Interest payable and similar expenses	7	<u>108,966</u> (122,979)	<u>63,069</u> 140,250
Tax on (loss)/profit	8	<u>(47,482)</u>	<u>17,659</u>
(LOSS)/PROFIT FOR THE FINANCIAL PERIOD		(75,497)	122,591
OTHER COMPREHENSIVE INCOME			
Movement in other reserves		400,000	-
Income tax relating to other comprehensive income		<u>-</u>	<u>-</u>
OTHER COMPREHENSIVE INCOME FOR THE PERIOD, NET OF INCOME TAX		400,000	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		324,503	122,591

The notes form part of these financial statements

Statement of Financial Position
30 June 2018

	Notes	30.6.18 £	£	31.12.16 £	£
FIXED ASSETS					
Tangible assets	9		1,619,522		2,140,326
Investments	10		<u>200</u>		<u>200</u>
			1,619,722		2,140,526
CURRENT ASSETS					
Stocks	11	3,767		16,097	
Debtors	12	1,664,185		2,065,459	
Cash at bank and in hand		<u>6,255</u>		<u>1,016</u>	
		1,674,207		2,082,572	
CREDITORS					
Amounts falling due within one year	13	<u>2,093,644</u>		<u>2,747,638</u>	
NET CURRENT LIABILITIES			<u>(419,437)</u>		<u>(665,066)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			1,200,285		1,475,460
CREDITORS					
Amounts falling due after more than one year	14		(339,432)		(891,628)
PROVISIONS FOR LIABILITIES	19		<u>(55,459)</u>		<u>(102,941)</u>
NET ASSETS			<u>805,394</u>		<u>480,891</u>
CAPITAL AND RESERVES					
Called up share capital	20		100		100
Other reserves	21		400,000		-
Retained earnings	21		<u>405,294</u>		<u>480,791</u>
SHAREHOLDERS' FUNDS			<u>805,394</u>		<u>480,891</u>

The financial statements were approved by the Board of Directors on 29 March 2019 and were signed on its behalf by:

J W Ressel - Director

Statement of Changes in Equity
for the Period 1 January 2017 to 30 June 2018

	Called up share capital £	Retained earnings £	Other reserves £	Total equity £
Balance at 1 January 2016	100	358,200	-	358,300
Changes in equity				
Total comprehensive income	-	122,591	-	122,591
Balance at 31 December 2016	100	480,791	-	480,891
Changes in equity				
Total comprehensive income	-	(75,497)	400,000	324,503
Balance at 30 June 2018	100	405,294	400,000	805,394

The notes form part of these financial statements

Statement of Cash Flows
for the Period 1 January 2017 to 30 June 2018

	Notes	Period 1.1.17 to 30.6.18 £	Year Ended 31.12.16 £
Cash flows from operating activities			
Cash generated from operations	1	593,261	466,990
Interest paid		(41,616)	(16,319)
Interest element of hire purchase payments paid		(67,350)	(46,750)
Tax paid		(225)	-
Net cash from operating activities		<u>484,070</u>	<u>403,921</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(322,259)	(903,175)
Sale of tangible fixed assets		125,000	78,000
Interest received		-	1,128
Net cash from investing activities		<u>(197,259)</u>	<u>(824,047)</u>
Cash flows from financing activities			
Factoring		854,062	-
New finance leases and HP in year		144,951	-
Capital repayments in year		(988,082)	192,802
Amount introduced by directors		-	7,947
Amount withdrawn by directors		(8,500)	-
Net cash from financing activities		<u>2,431</u>	<u>200,749</u>
Increase/(decrease) in cash and cash equivalents		<u>289,242</u>	<u>(219,377)</u>
Cash and cash equivalents at beginning of period	2	<u>(282,987)</u>	<u>(63,610)</u>
Cash and cash equivalents at end of period	2	<u><u>6,255</u></u>	<u><u>(282,987)</u></u>

The notes form part of these financial statements

Notes to the Statement of Cash Flows
for the Period 1 January 2017 to 30 June 2018

1. **RECONCILIATION OF (LOSS)/PROFIT BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS**

	Period 1.1.17 to 30.6.18 £	Year Ended 31.12.16 £
(Loss)/profit before taxation	(122,979)	140,250
Depreciation charges	682,589	439,803
Loss on disposal of fixed assets	35,473	10,875
Finance costs	108,966	63,069
Finance income	-	(1,128)
	<u>704,049</u>	<u>652,869</u>
Decrease/(increase) in stocks	12,330	(4,928)
Decrease/(increase) in trade and other debtors	412,537	(414,930)
(Decrease)/increase in trade and other creditors	(535,655)	233,979
Cash generated from operations	<u>593,261</u>	<u>466,990</u>

2. **CASH AND CASH EQUIVALENTS**

The amounts disclosed on the Statement of Cash Flows in respect of cash and cash equivalents are in respect of these Statement of Financial Position amounts:

Period ended 30 June 2018

	30.6.18 £	1.1.17 £
Cash and cash equivalents	6,255	1,016
Bank overdrafts	-	(284,003)
	<u>6,255</u>	<u>(282,987)</u>

Year ended 31 December 2016

	31.12.16 £	1.1.16 £
Cash and cash equivalents	1,016	2,491
Bank overdrafts	(284,003)	(66,101)
	<u>(282,987)</u>	<u>(63,610)</u>

**Notes to the Financial Statements
for the Period 1 January 2017 to 30 June 2018**

1. STATUTORY INFORMATION

Premier Freight Services 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.

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.

Going concern

The company incurred an operating loss for the period of £122,979. At the reporting date it had net current liabilities of £419,439. The directors have undertaken a number of cost reduction measures since the reporting date and have reduced operating costs to reflect an expected downturn in activities. Profit and cash flow projections indicate that over the next 12 months expected trading activity together with some asset sales should result in a positive movement in cash resources. However the projections show the increase in cash resources to be marginal and dependent on operating efficiencies. The directors are confident that they can achieve the results predicted. These financial statements have therefore been prepared on the going concern basis.

Turnover

Turnover is measured at the fair value of the consideration received or receivable net of VAT and trade discounts. Sale of services are recognised when the company has delivered to the customer services and collectability of the related receivable is reasonably assured.

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.

Improvements to property	- 10% on cost
Fixtures and fittings	- 20% on reducing balance
Motor vehicles	- 20% on reducing balance
Computer equipment	- 20% on reducing balance

Investments in associates

Investments in associate undertakings are recognised at cost, less impairment.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing stock to its present location and condition. Cost is calculated using the first-in, first-out formula. Provision is made for damaged, obsolete and slow-moving stock where appropriate.

Taxation

Taxation for the period comprises current and deferred tax. Tax is recognised in the Statement of Comprehensive Income, 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 statement of financial position date.

Notes to the Financial Statements - continued
for the Period 1 January 2017 to 30 June 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 statement of financial position 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 period 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.

Employee benefits

When employees have rendered service to the company, short-term employee benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service.

Basic financial instruments

Trade and other debtors are recognised initially at transaction price less attributable transaction costs. Trade and other creditors are recognised initially at transaction price plus attributable transaction costs. Subsequent to initial recognition they are measured at amortised cost using the effective interest method, less any impairment losses in the case of trade debtors. If the arrangement constitutes a financing transaction, for example if payment is deferred beyond normal business terms, then it is measured at the present value of future payments discounted at a market rate of instrument for a similar debt instrument.

3. TURNOVER

The turnover and loss (2016 - profit) before taxation are attributable to the one principal activity of the company.

An analysis of turnover by class of business is given below:

	Period 1.1.17 to 30.6.18 £	Year Ended 31.12.16 £
Sale of transport services	17,664,181	11,479,553
	<u>17,664,181</u>	<u>11,479,553</u>

Notes to the Financial Statements - continued
for the Period 1 January 2017 to 30 June 2018

3. **TURNOVER - continued**

An analysis of turnover by geographical market for the year ended 31 December 2016 is given below:

	£
United Kingdom	9,043,624
Europe	2,427,365
United States of America	8,564
	<u>11,479,553</u>

This analysis is not considered to be applicable to the period ended 30 June 2018.

4. **EMPLOYEES AND DIRECTORS**

	Period 1.1.17 to 30.6.18 £	Year Ended 31.12.16 £
Wages and salaries	3,587,802	2,312,171
Social security costs	338,683	223,445
Other pension costs	28,404	14,821
	<u>3,954,889</u>	<u>2,550,437</u>

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

	Period 1.1.17 to 30.6.18	Year Ended 31.12.16
Directors	3	3
Office & administration	14	14
Transport & distribution	54	50
	<u>71</u>	<u>67</u>

	Period 1.1.17 to 30.6.18 £	Year Ended 31.12.16 £
Directors' remuneration	<u>115,059</u>	<u>77,568</u>

The number of directors to whom retirement benefits were accruing was as follows:

Money purchase schemes	<u>1</u>	<u>1</u>
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Notes to the Financial Statements - continued
for the Period 1 January 2017 to 30 June 2018

5. OPERATING (LOSS)/PROFIT

The operating loss (2016 - operating profit) is stated after charging:

	Period 1.1.17 to 30.6.18 £	Year Ended 31.12.16 £
Depreciation - owned assets	40,066	40,120
Depreciation - assets on hire purchase contracts	642,524	399,682
Loss on disposal of fixed assets	<u>35,473</u>	<u>10,875</u>

6. AUDITORS' REMUNERATION

	Period 1.1.17 to 30.6.18 £	Year Ended 31.12.16 £
Fees payable to the company's auditors for the audit of the company's financial statements	16,400	18,025
Total audit fees	<u>16,400</u>	<u>18,025</u>

7. INTEREST PAYABLE AND SIMILAR EXPENSES

	Period 1.1.17 to 30.6.18 £	Year Ended 31.12.16 £
Bank interest	23,616	16,319
Other loan interest	18,000	-
Hire purchase	<u>67,350</u>	<u>46,750</u>
	<u>108,966</u>	<u>63,069</u>

Notes to the Financial Statements - continued
for the Period 1 January 2017 to 30 June 2018

8. TAXATION**Analysis of the tax (credit)/charge**

The tax (credit)/charge on the loss for the period was as follows:

	Period 1.1.17 to 30.6.18 £	Year Ended 31.12.16 £
Current tax:		
UK corporation tax	-	226
Deferred tax	<u>(47,482)</u>	<u>17,433</u>
Tax on (loss)/profit	<u>(47,482)</u>	<u>17,659</u>

Reconciliation of total tax (credit)/charge included in profit and loss

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

	Period 1.1.17 to 30.6.18 £	Year Ended 31.12.16 £
(Loss)/profit before tax	<u>(122,979)</u>	<u>140,250</u>
(Loss)/profit multiplied by the standard rate of corporation tax in the UK of 0% (2016 - 20%)	-	28,050
Effects of:		
Expenses not deductible for tax purposes	-	2,941
Capital allowances in excess of depreciation	-	(7,217)
Utilisation of tax losses	-	(23,548)
Deferred tax	<u>(47,482)</u>	<u>17,433</u>
Total tax (credit)/charge	<u>(47,482)</u>	<u>17,659</u>

Tax effects relating to effects of other comprehensive income

	Gross £	1.1.17 to 30.6.18 Tax £	Net £
Movement in other reserves	<u>400,000</u>	<u>-</u>	<u>400,000</u>

Notes to the Financial Statements - continued
for the Period 1 January 2017 to 30 June 2018

9. TANGIBLE FIXED ASSETS

	Improvements to property £	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST					
At 1 January 2017	43,708	74,477	2,909,228	147,216	3,174,629
Additions	109,116	1,650	206,983	4,510	322,259
Disposals	-	(36,032)	(346,000)	(2,900)	(384,932)
At 30 June 2018	<u>152,824</u>	<u>40,095</u>	<u>2,770,211</u>	<u>148,826</u>	<u>3,111,956</u>
DEPRECIATION					
At 1 January 2017	36,683	69,860	810,297	117,463	1,034,303
Charge for period	10,131	1,272	662,203	8,984	682,590
Eliminated on disposal	-	(35,435)	(186,309)	(2,715)	(224,459)
At 30 June 2018	<u>46,814</u>	<u>35,697</u>	<u>1,286,191</u>	<u>123,732</u>	<u>1,492,434</u>
NET BOOK VALUE					
At 30 June 2018	<u>106,010</u>	<u>4,398</u>	<u>1,484,020</u>	<u>25,094</u>	<u>1,619,522</u>
At 31 December 2016	<u>7,025</u>	<u>4,617</u>	<u>2,098,931</u>	<u>29,753</u>	<u>2,140,326</u>

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

	Motor vehicles £
COST	
At 1 January 2017	2,602,254
Additions	161,057
Disposals	(346,000)
Transfer to ownership	(655,975)
At 30 June 2018	<u>1,761,336</u>
DEPRECIATION	
At 1 January 2017	621,417
Charge for period	642,524
Eliminated on disposal	(186,309)
Transfer to ownership	(339,850)
At 30 June 2018	<u>737,782</u>
NET BOOK VALUE	
At 30 June 2018	<u>1,023,554</u>
At 31 December 2016	<u>1,980,837</u>

Notes to the Financial Statements - continued
for the Period 1 January 2017 to 30 June 201810. **FIXED ASSET INVESTMENTS**

	Interest in associate £
COST	
At 1 January 2017 and 30 June 2018	<u>200</u>
NET BOOK VALUE	
At 30 June 2018	<u>200</u>
At 31 December 2016	<u>200</u>

The company's investments at the Statement of Financial Position date in the share capital of companies include the following:

Global Cruise Services (UK) Limited

Registered office:

Nature of business: Shipping agent

	%		
Class of shares:	holding		
Ordinary	20.00	30.6.18	31.12.16
		£	£
Aggregate capital and reserves		28,074	7,488
Profit for the period/year		<u>20,586</u>	<u>11,195</u>

11. **STOCKS**

	30.6.18	31.12.16
	£	£
Stocks	<u>3,767</u>	<u>16,097</u>

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

	30.6.18	31.12.16
	£	£
Trade debtors	1,381,381	1,789,083
Amounts owed by group undertakings	15,807	-
Other debtors	119,775	168,924
Directors' current accounts	8,500	-
Tax	2,763	-
VAT	30,780	40,064
Prepayments and accrued income	105,179	67,388
	<u>1,664,185</u>	<u>2,065,459</u>

Notes to the Financial Statements - continued
for the Period 1 January 2017 to 30 June 2018

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

	30.6.18	31.12.16
	£	£
Bank loans and overdrafts (see note 15)	-	284,003
Hire purchase contracts (see note 16)	382,692	673,627
Trade creditors	565,220	755,732
Tax	2,763	226
Social security and other taxes	40,620	56,268
Other creditors	164,038	912,641
Factoring account	854,062	-
Accrued expenses	84,249	65,141
	<u>2,093,644</u>	<u>2,747,638</u>

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

	30.6.18	31.12.16
	£	£
Hire purchase contracts (see note 16)	<u>339,432</u>	<u>891,628</u>

15. **LOANS**

An analysis of the maturity of loans is given below:

	30.6.18	31.12.16
	£	£
Amounts falling due within one year or on demand:		
Bank overdrafts	<u>-</u>	<u>284,003</u>

Notes to the Financial Statements - continued
for the Period 1 January 2017 to 30 June 2018

16. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

	Hire purchase contracts	
	30.6.18	31.12.16
	£	£
Gross obligations repayable:		
Within one year	409,951	721,432
Between one and five years	364,795	955,804
	<u>774,746</u>	<u>1,677,236</u>
Finance charges repayable:		
Within one year	27,259	47,805
Between one and five years	25,363	64,176
	<u>52,622</u>	<u>111,981</u>
Net obligations repayable:		
Within one year	382,692	673,627
Between one and five years	339,432	891,628
	<u>722,124</u>	<u>1,565,255</u>
	Non-cancellable operating leases	
	30.6.18	31.12.16
	£	£
Within one year	11,459	252,608
Between one and five years	4,662	238,001
	<u>16,121</u>	<u>490,609</u>

17. SECURED DEBTS

The following secured debts are included within creditors:

	30.6.18	31.12.16
	£	£
Bank overdraft	-	284,003
Hire purchase contracts	722,124	1,565,255
	<u>722,124</u>	<u>1,849,258</u>

A cross guarantee and debenture between Premier Freight Services Limited and Yewdale Properties Limited is provided to Barclays Bank plc.

The hire purchase agreements are secured against the assets in which they relate to.

Notes to the Financial Statements - continued
for the Period 1 January 2017 to 30 June 2018

18. FINANCIAL INSTRUMENTS

	31.6.18 £	31.12.16 £
Carrying amount of financial assets		
Debt instruments measured at amortised cost	<u>1,535,704</u>	<u>2,025,395</u>
Carrying amount of financial liabilities		
Debt instruments measured at amortised cost	<u>1,492,002</u>	<u>3,289,896</u>

19. PROVISIONS FOR LIABILITIES

	30.6.18 £	31.12.16 £
Deferred tax		
Accelerated capital allowances	94,285	175,493
Tax losses carried forward	<u>(38,826)</u>	<u>(72,552)</u>
	<u>55,459</u>	<u>102,941</u>
		Deferred tax
		£
Balance at 1 January 2017		102,941
Accelerated capital allowances		(81,208)
Tax losses		<u>33,726</u>
Balance at 30 June 2018		<u>55,459</u>

20. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	30.6.18 £	31.12.16 £
100	Ordinary	£1	<u>100</u>	<u>100</u>

21. RESERVES

	Retained earnings £	Other reserves £	Totals £
At 1 January 2017	480,791	-	480,791
Deficit for the period	(75,497)		(75,497)
Subordinate loan	-	400,000	400,000
At 30 June 2018	<u>405,294</u>	<u>400,000</u>	<u>805,294</u>

During the period, Evradale (Guernsey) Limited, an associate company, made a capital contribution to Premier Freight Services Limited by waiving its right to repayment of an existing loan of £400,000.

Notes to the Financial Statements - continued
for the Period 1 January 2017 to 30 June 2018

22. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to a director subsisted during the period ended 30 June 2018 and the year ended 31 December 2016:

	30.6.18	31.12.16
	£	£
J W Ressel		
Balance outstanding at start of period	-	7,947
Amounts advanced	8,500	-
Amounts repaid	-	(7,947)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of period	<u>8,500</u>	<u>-</u>

The above overdrawn director's balance as at 30 June 2018 represented a repayable on demand interest free loan.

23. RELATED PARTY DISCLOSURES

Information about related party transactions and outstanding balances are outlined below:

	30.06.18	31.12.16
	£	£
Other related parties		
Sales of goods & services	-	-
Purchases of goods & services	6,175	16,934
Management fees incurred	204,845	124,300
Loan interest incurred	18,000	12,000
Asset hire fees incurred	112,200	105,050
Sales of tangible fixed assets	-	60,000
Purchases of tangible fixed assets	-	-
Rent incurred	105,000	70,000
Outstanding balances due to related parties	31,206	254,807
Key management personnel of the company		
Key management personnel remuneration	129,424	136,150

24. ULTIMATE CONTROLLING PARTY

The ultimate controlling party during this year and last year is R K Pugh by virtue of his majority shareholding.

25. DEFINED CONTRIBUTION PENSION SCHEME

The company operates a defined contribution pension scheme. During the period the company has recognised £28,404 (2016: £14,821) in the income statement in respect of pension contributions.

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