

Company Registration No. 06918456 (England and Wales)

DISTRIBUTION NETWORK SERVICES LTD
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023
PAGES FOR FILING WITH REGISTRAR

DISTRIBUTION NETWORK SERVICES LTD

COMPANY INFORMATION

Director	Mr A T Raybould
Company number	06918456
Registered office	2 Aston Street Wem Shrewsbury Shropshire SY4 5AY
Accountants	Ormerod Rutter Limited The Oakley Kidderminster Road Droitwich Worcestershire WR9 9AY
Bankers	Natwest 17 Church Street Oswestry Shropshire SY11 2SX

DISTRIBUTION NETWORK SERVICES LTD

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DISTRIBUTION NETWORK SERVICES LTD

ACCOUNTANTS' REPORT TO THE DIRECTOR ON THE PREPARATION OF THE UNAUDITED STATUTORY FINANCIAL STATEMENTS OF DISTRIBUTION NETWORK SERVICES LTD FOR THE YEAR ENDED 31 MARCH 2023

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Distribution Network Services Ltd for the year ended 31 March 2023 which comprise, the balance sheet and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/en/members/regulations-standards-and-guidance>.

This report is made solely to the Board of Directors of Distribution Network Services Ltd, as a body, in accordance with our terms of engagement. Our work has been undertaken solely to prepare for your approval the financial statements of Distribution Network Services Ltd and state those matters that we have agreed to state to the Board of Directors of Distribution Network Services Ltd, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Distribution Network Services Ltd and its Board of Directors as a body, for our work or for this report.

It is your duty to ensure that Distribution Network Services Ltd has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of Distribution Network Services Ltd. You consider that Distribution Network Services Ltd is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of Distribution Network Services Ltd. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

Ormerod Rutter Limited

15 September 2023

Chartered Accountants

The Oakley
Kidderminster Road
Droitwich
Worcestershire
WR9 9AY

DISTRIBUTION NETWORK SERVICES LTD

BALANCE SHEET

AS AT 31 MARCH 2023

	Notes	2023 £	£	2022 £	£
Fixed assets					
Intangible assets	3		1		1
Tangible assets	4		22,679		25,906
			<u>22,680</u>		<u>25,907</u>
Current assets					
Debtors	5	286,953		611,923	
Cash at bank and in hand		7,551		76,937	
		<u>294,504</u>		<u>688,860</u>	
Creditors: amounts falling due within one year	6	<u>(251,940)</u>		<u>(638,543)</u>	
Net current assets			<u>42,564</u>		<u>50,317</u>
Total assets less current liabilities			<u>65,244</u>		<u>76,224</u>
Creditors: amounts falling due after more than one year	7		(42,635)		(54,720)
Provisions for liabilities	8		<u>(3,892)</u>		<u>(4,416)</u>
Net assets			<u><u>18,717</u></u>		<u><u>17,088</u></u>
Capital and reserves					
Called up share capital	10		100		100
Profit and loss reserves			<u>18,617</u>		<u>16,988</u>
Total equity			<u><u>18,717</u></u>		<u><u>17,088</u></u>

The director of the company has elected not to include a copy of the profit and loss account within the financial statements.

For the financial year ended 31 March 2023 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The director acknowledges his responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The member has not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

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

DISTRIBUTION NETWORK SERVICES LTD

BALANCE SHEET (CONTINUED)

AS AT 31 MARCH 2023

The financial statements were approved and signed by the director and authorised for issue on 15 September 2023.

Mr A T Raybould
Director

Company Registration No. 06918456

DISTRIBUTION NETWORK SERVICES LTD

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2023

1 Accounting policies

Company information

Distribution Network Services Ltd is a private company limited by shares incorporated in England and Wales. The registered office is 2 Aston Street, Wem, Shrewsbury, Shropshire, SY4 5AY.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Turnover

Turnover is recognised at the fair value of the consideration received or receivable for services provided in the normal course of business, and is shown net of VAT.

Revenue from the provision of services is recognised by reference to the stage of completion, when the costs incurred and costs to complete can be estimated reliably.

1.3 Intangible fixed assets - goodwill

Goodwill represents the excess of the cost of acquisition of unincorporated businesses over the fair value of net assets acquired. It is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses.

1.4 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Plant and machinery	25% on reducing balance
Computer and office equipment	25% on reducing balance
Motor vehicles	20% on reducing balance

1.5 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

DISTRIBUTION NETWORK SERVICES LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

1 Accounting policies

(Continued)

Deferred tax

Deferred tax liabilities are generally recognised for all timing differences and deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each reporting end date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the profit and loss account, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset when the company has a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

1.6 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

1.7 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.8 Leases

Rentals payable under operating leases, including any lease incentives received, are charged to profit or loss on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the lease asset are consumed.

1.9 Government grants

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

A grant that specifies performance conditions is recognised in income when the performance conditions are met. Where a grant does not specify performance conditions it is recognised in income when the proceeds are received or receivable. A grant received before the recognition criteria are satisfied is recognised as a liability.

1.10 Invoice discounting

The company has entered into an invoice discounting arrangement for certain trade debtors. Amounts due from the customers are shown in full in trade debtors, with amounts due to the finance company in creditors due within twelve months under the other creditors heading.

2 Employees

The average monthly number of persons (including directors) employed by the company during the year was 5 (2022 - 6).

DISTRIBUTION NETWORK SERVICES LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

3 Intangible fixed assets

	Goodwill £
Cost	
At 1 April 2022 and 31 March 2023	1
Amortisation and impairment	
At 1 April 2022 and 31 March 2023	-
Carrying amount	
At 31 March 2023	1
At 31 March 2022	1

4 Tangible fixed assets

	Plant and machinery	Computer and office equipment	Motor vehicles	Total
	£	£	£	£
Cost				
At 1 April 2022 and 31 March 2023	6,161	6,250	21,275	33,686
Depreciation and impairment				
At 1 April 2022	2,707	3,300	1,773	7,780
Depreciation charged in the year	864	738	1,625	3,227
At 31 March 2023	3,571	4,038	3,398	11,007
Carrying amount				
At 31 March 2023	2,590	2,212	17,877	22,679
At 31 March 2022	3,454	2,950	19,502	25,906

5 Debtors

	2023 £	2022 £
Amounts falling due within one year:		
Trade debtors	252,921	568,777
Other debtors	34,032	43,146
	286,953	611,923

DISTRIBUTION NETWORK SERVICES LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

6 Creditors: amounts falling due within one year

	2023 £	2022 £
Bank loans and overdrafts	15,648	15,167
Trade creditors	56,204	156,414
Taxation and social security	13,172	16,504
Other creditors	166,916	450,458
	<u>251,940</u>	<u>638,543</u>

7 Creditors: amounts falling due after more than one year

	2023 £	2022 £
Bank loans and overdrafts	42,635	54,720
	<u>42,635</u>	<u>54,720</u>

8 Provisions for liabilities

	2023 £	2022 £
Deferred tax liabilities	3,892	4,416
	<u>3,892</u>	<u>4,416</u>

9 Secured debts

The following secured debts are included within creditors:

	2023 £	2022 £
Bank loans	58,283	69,887
Factoring account	148,589	416,070
	<u>206,872</u>	<u>485,957</u>

Bank loans are secured by way of a fixed and floating charge over all assets of the company, and by way of a government-backed guarantee.

All monies due or to become due from the company to the factoring company, Bibby Financial Services Ltd, are secured against trade debtors.

DISTRIBUTION NETWORK SERVICES LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

10 Called up share capital

	2023 £	2022 £
Ordinary share capital Issued and fully paid 100 Ordinary of £1 each	100	100
	<u>100</u>	<u>100</u>

11 Directors' transactions

Advances or credits have been granted by the company to its directors as follows:

Description	% Rate	Opening balance £	Amount advanced £	Interest charged £	Closing balance £
Loan account	2.00	-	17,000	340	17,340
		<u>-</u>	<u>17,000</u>	<u>340</u>	<u>17,340</u>

The director's loan account was repaid within nine months of the year end.

12 Ultimate controlling party

The ultimate controlling party is Mr A T Raybould.

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.