

REGISTERED NUMBER: SC258485 (Scotland)

ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 29 FEBRUARY 2016

FOR

GROUND DEVELOPMENTS LIMITED

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FOR THE YEAR ENDED 29 FEBRUARY 2016**

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GROUND DEVELOPMENTS LIMITED

COMPANY INFORMATION FOR THE YEAR ENDED 29 FEBRUARY 2016

DIRECTORS:

P Nicholas
W Barr
A Warneford
J Newman
K MacKenzie

SECRETARY:

Mrs S E Nicholas

REGISTERED OFFICE:

Paragon House
Oakbank
Livingston
EH53 0JS

REGISTERED NUMBER:

SC258485 (Scotland)

AUDITORS:

Johnston Carmichael LLP
Chartered Accountants
7-11 Melville Street
Edinburgh
EH3 7PE

BANKERS:

Bank of Scotland
44 Court Street
Haddington
EH41 3NP

SOLICITORS:

Anderson Strathern
1 Rutland Court
Edinburgh
EH3 8EY

STRATEGIC REPORT
FOR THE YEAR ENDED 29 FEBRUARY 2016

The directors present their strategic report for the year ended 29 February 2016.

REVIEW OF BUSINESS

The company continued its principal activities throughout the current year.

Key performance indicators

Management use a range of performance measures to monitor and manage the business. The performance measures are split into financial and non-financial key performance indicators. The financial key performance indicators are included below.

Profit Ratios: Gross Profit Margin and Net Profit Margin

Liquidity Ratios: Current Ratio and Working Capital on Total Assets

Activity Ratios: Debtor Days and Creditor Days

Capital Ratios: Total Assets/Total Liabilities, Gearing and Interest Cover

Development and financial performance during the year

As reported in the company's profit and loss account, revenue has shown a strong increase of 17% from £10,273,227 to £12,016,185 in the current period. Profit after tax has decreased from £1,178,826 to £243,260. The current period was a successful year for the business, but in comparison to a hugely profitable prior year there were a few more challenges. The business undertook a change in direction to the type of work it would undertake and the first contract in this new line of business has proved to be hugely challenging both from an operational perspective and a financial perspective. The underlying business remains very strong and should provide a great platform for the forthcoming year.

Financial position at the reporting date

The balance sheet shows that the the company's net assets at the year end has reduced from £1,312,036 to £1,226,016. This is due to profit after tax of £243,260 with dividends of £329,280 being declared, resulting in the reduction in net assets of £86,020.

The company generated cash from operations of £182,612 and invested £2,401 in fixed assets. After taking into account tax paid of £318,336, interest received of £6,273 and dividends paid of £329,280 there was a net decrease in cash of £461,132 in the year. This resulted in cash and cash equivalents reducing from £1,599,139 to £1,138,007 at the year end.

STRATEGIC REPORT
FOR THE YEAR ENDED 29 FEBRUARY 2016

PRINCIPAL RISKS AND UNCERTAINTIES

Management continually monitor the key risks facing the company together with assessing the controls used for managing these risks. The board of directors formally reviews and documents the principal risks facing the business at least annually.

The principal risks and uncertainties facing the company are as follows:

Accounting for construction contracts - The company undertakes construction contracts which take place over a period of time and revenue and profits are recognised as the company performs under these contracts. The extent to which the contract revenue and profits have been earned involve estimating a percentage of completion under ongoing contracts which is based on costs incurred at the date as a proportion of total estimated costs.

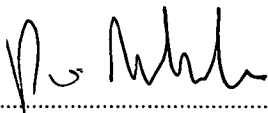
Economic conditions - the company acknowledges the importance of maintaining close relationships with its key customers in order to be able to identify the early signs of potential financial difficulties. Sales trends in its major markets are constantly reviewed to enable early action to be taken in the event of sales declining.

Competitor pressure - the market in which the company operates is considered to be relatively competitive and therefore competitor pressure could result in losing sales to key competitors. The company manages this risk by providing quality services and maintaining strong relationships with its key customers.

Reliance on key suppliers - the company's purchasing activities could expose it to over reliance on key suppliers and inflationary pricing pressure. The company manages this risk by ensuring there is enough breadth in its supplier base and by constantly seeking to find potential alternative suppliers that may be used, if necessary.

Loss of key personnel - this could present significant operational difficulties for the company. Management seek to ensure that key personnel are appropriately remunerated to ensure that good performance is recognised.

ON BEHALF OF THE BOARD:



.....
P Nicholas - Director

Date: 7 OCTOBER 2016

GROUND DEVELOPMENTS LIMITED (REGISTERED NUMBER: SC258485)

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 29 FEBRUARY 2016

The directors present their report with the accounts of the company for the year ended 29 February 2016.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of ground developments. There have not been any significant changes in the company's principal activities in the year under review. The directors are not aware, at the date of this report, of any likely major changes in the company's principal activities in the forthcoming year.

DIVIDENDS

The following Interim dividends were paid during the year:

	Ordinary B	Ordinary C	Ordinary D	Ordinary E
23 April 2015 - £3,183 per share	£31,830	£31,830	£31,830	£31,830
9 July 2015 - £683 per share	£6,830	£6,830	£6,830	£6,830
8 October 2015 - £683 per share	£6,830	£6,830	£6,830	£6,830
7 January 2016 - £683 per share	£6,830	£6,830	£6,830	£6,830
28 January 2016 - £3,000 per share	£30,000	£30,000	£30,000	£30,000

The total distribution of dividends for the year ended 29 February 2016 is £329,280.

FUTURE DEVELOPMENTS

The directors believe that the company is well placed in terms of strategic and market position to maximise its ability to generate sales and satisfy customer demand.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 March 2015 to the date of this report.

P Nicholas
W Barr
A Warneford
J Newman
K MacKenzie

FINANCIAL INSTRUMENTS

The Directors have considered the risk associated with respect to the use of financial instruments and are satisfied that such information is not material for the assessment of the assets, liabilities, financial position and profit and loss of the company.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing 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.

GROUND DEVELOPMENTS LIMITED (REGISTERED NUMBER: SC258485)

REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 29 FEBRUARY 2016

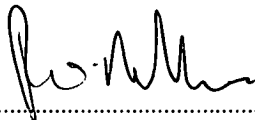
STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

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 ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

AUDITORS

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

ON BEHALF OF THE BOARD:



.....
P Nicholas - Director

Date: 7 OCTOBER 2016

**REPORT OF THE INDEPENDENT AUDITORS TO
GROUND DEVELOPMENTS LIMITED
UNDER SECTION 449 OF THE COMPANIES ACT 2006**

We have examined the abbreviated accounts set out on pages seven to nineteen, together with the full financial statements of Ground Developments Limited for the year ended 29 February 2016 prepared under Section 396 of the Companies Act 2006.

This report is made solely to the company, in accordance with Section 449 of the Companies Act 2006. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditors' report 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, for our work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with Section 445 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the Regulations made under that Section and to report our opinion to you.

Basis of opinion

We conducted our work in accordance with Bulletin 2008/4 issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 445(3) of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with the Regulations made under that Section.

Johnston Carmichael LLP

David Holmes (Senior Statutory Auditor)
for and on behalf of Johnston Carmichael LLP
Chartered Accountants
7-11 Melville Street
Edinburgh
EH3 7PE

Date: *20 October 2016*

GROUND DEVELOPMENTS LIMITED (REGISTERED NUMBER: SC258485)

ABBREVIATED INCOME STATEMENT
FOR THE YEAR ENDED 29 FEBRUARY 2016

	Notes	29.2.16 £	28.2.15 £
TURNOVER	2	12,016,185	10,273,227
Cost of sales and other operating income		(10,739,735)	(8,131,536)
		<u>1,276,450</u>	<u>2,141,691</u>
Administrative expenses		<u>975,681</u>	<u>649,044</u>
OPERATING PROFIT	4	300,769	1,492,647
Interest receivable and similar income		<u>6,273</u>	<u>4,251</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		307,042	1,496,898
Tax on profit on ordinary activities	5	<u>63,782</u>	<u>318,072</u>
PROFIT FOR THE FINANCIAL YEAR		<u><u>243,260</u></u>	<u><u>1,178,826</u></u>

The notes form part of these abbreviated accounts

GROUND DEVELOPMENTS LIMITED (REGISTERED NUMBER: SC258485)

OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 29 FEBRUARY 2016

	Notes	29.2.16 £	28.2.15 £
PROFIT FOR THE YEAR		243,260	1,178,826
OTHER COMPREHENSIVE INCOME		<u>-</u>	<u>-</u>
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		<u>243,260</u>	<u>1,178,826</u>

The notes form part of these abbreviated accounts

GROUND DEVELOPMENTS LIMITED (REGISTERED NUMBER: SC258485)

ABBREVIATED BALANCE SHEET

29 FEBRUARY 2016

	Notes	29.2.16 £	28.2.15 £
FIXED ASSETS			
Tangible assets	7	34,505	37,840
CURRENT ASSETS			
Debtors	8	2,612,771	1,936,073
Cash at bank and in hand		<u>1,138,007</u>	<u>1,599,139</u>
		3,750,778	3,535,212
CREDITORS			
Amounts falling due within one year	9	<u>2,556,469</u>	<u>2,258,438</u>
NET CURRENT ASSETS		<u>1,194,309</u>	<u>1,276,774</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		1,228,814	1,314,614
PROVISIONS FOR LIABILITIES	11	<u>2,798</u>	<u>2,578</u>
NET ASSETS		<u>1,226,016</u>	<u>1,312,036</u>
CAPITAL AND RESERVES			
Called up share capital	12	140	140
Share premium	13	39,960	39,960
Retained earnings	13	<u>1,185,916</u>	<u>1,271,936</u>
SHAREHOLDERS' FUNDS		<u>1,226,016</u>	<u>1,312,036</u>

The abbreviated accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to medium-sized companies.

The financial statements were approved by the Board of Directors on 7 OCTOBER 2016 and were signed on its behalf by:



 P Nicholas - Director

The notes form part of these abbreviated accounts

GROUND DEVELOPMENTS LIMITED (REGISTERED NUMBER: SC258485)

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 29 FEBRUARY 2016

	Called up share capital £	Retained earnings £	Share premium £	Total equity £
Balance at 1 March 2014	140	770,670	39,960	810,770
Changes in equity				
Dividends	-	(677,560)	-	(677,560)
Total comprehensive income	<u>-</u>	<u>1,178,826</u>	<u>-</u>	<u>1,178,826</u>
Balance at 28 February 2015	<u>140</u>	<u>1,271,936</u>	<u>39,960</u>	<u>1,312,036</u>
Changes in equity				
Dividends	-	(329,280)	-	(329,280)
Total comprehensive income	<u>-</u>	<u>243,260</u>	<u>-</u>	<u>243,260</u>
Balance at 29 February 2016	<u>140</u>	<u>1,185,916</u>	<u>39,960</u>	<u>1,226,016</u>

The notes form part of these abbreviated accounts

GROUND DEVELOPMENTS LIMITED (REGISTERED NUMBER: SC258485)

CASH FLOW STATEMENT
FOR THE YEAR ENDED 29 FEBRUARY 2016

	Notes	29.2.16 £	28.2.15 £
Cash flows from operating activities			
Cash generated from operations	1	182,612	1,312,683
Tax paid		<u>(318,336)</u>	<u>(160,546)</u>
Net cash from operating activities		<u>(135,724)</u>	<u>1,152,137</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(2,401)	(4,820)
Interest received		<u>6,273</u>	<u>4,251</u>
Net cash from investing activities		<u>3,872</u>	<u>(569)</u>
Cash flows from financing activities			
Equity dividends paid		<u>(329,280)</u>	<u>(677,560)</u>
Net cash from financing activities		<u>(329,280)</u>	<u>(677,560)</u>
(Decrease)/increase in cash and cash equivalents		(461,132)	474,008
Cash and cash equivalents at beginning of year	2	1,599,139	1,125,131
Cash and cash equivalents at end of year	2	<u>1,138,007</u>	<u>1,599,139</u>

The notes form part of these abbreviated accounts

GROUND DEVELOPMENTS LIMITED (REGISTERED NUMBER: SC258485)

NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 29 FEBRUARY 2016

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

	29.2.16	28.2.15
	£	£
Profit before taxation	307,042	1,496,898
Depreciation charges	5,736	6,062
Finance income	<u>(6,273)</u>	<u>(4,251)</u>
	306,505	1,498,709
Decrease in stocks	-	37,405
Increase in trade and other debtors	(676,698)	(1,048,253)
Increase in trade and other creditors	<u>552,805</u>	<u>824,822</u>
Cash generated from operations	<u><u>182,612</u></u>	<u><u>1,312,683</u></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 29 February 2016

	29.2.16	1.3.15
	£	£
Cash and cash equivalents	<u><u>1,138,007</u></u>	<u><u>1,599,139</u></u>

Year ended 28 February 2015

	28.2.15	1.3.14
	£	£
Cash and cash equivalents	<u><u>1,599,139</u></u>	<u><u>1,125,131</u></u>

The notes form part of these abbreviated accounts

NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 29 FEBRUARY 2016

1. ACCOUNTING POLICIES

Company information

Ground Developments Limited is a limited company domiciled and incorporated in Scotland. The registered office is Paragon House, Oakbank, Livingston, EH53 0JS.

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.

These financial statements for the year ended 29 February 2016 are the first financial statements of Ground Developments Limited prepared in accordance with FRS 102. The date of transition to FRS 102 was 1 March 2014. The transition to FRS 102 has had no impact on the reported financial position and financial performance of the company.

Turnover

Revenue comprises the fair value of the sale of goods and services net of value added tax, rebates and discounts.

Revenue is recognised as follows:

Sales of goods are recognised when the company has delivered products to the customer, the customer has accepted the products, and collectability of the related receivables is fairly assured. In respect of products sold with a right of return, accumulated experience is used to estimate and provide for such returns at the time of sale.

Service revenues are recognised as those services are provided to customers.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant, equipment & machinery - 15% on reducing balance

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 profits for the year.

Taxable profit differs from net profit as reported in the income statement 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 date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date, where transactions or events that result in an obligation to pay more or a right to pay less tax in the future have occurred by the balance sheet date with certain limited exceptions. Where this is a deferred tax asset, this will only be recognised where there is a reasonable expectation that profits will be made by the company in the future.

Deferred tax is calculated on an undiscovered basis at the tax rates that are expected to apply in the periods in which the timing differences are expected to reverse, based on tax rates and laws enacted or substantially enacted at the statement of financial position date.

Hire purchase and leasing commitments

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

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 29 FEBRUARY 2016

1. ACCOUNTING POLICIES - continued

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.

Long term contracts

Amounts recoverable on long term contracts, which are included in debtors, are stated at the net sales value of the work done after provision for contingencies and anticipated future losses on contracts, less amounts received as progress payments on account. No profit is recognised until a contract has advanced to a stage where the total profit can be assessed with reasonable certainty. Income arising from settlement of contract claims is recorded when final negotiations have been completed and the amount of the settlement is considered to be collectable.

Impairment of assets

At each reporting date fixed assets are reviewed to determine whether there is an indication that those assets have suffered on impairment loss. If there is an indication of possible impairment, the recoverable amount of any affected asset is estimated and compared with its carrying amount. If estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in profit or loss.

If an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but not in excess of the amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised immediately in profit or loss.

Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks and bank overdrafts

Short term debtors and creditors

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price including transaction costs. Any losses arising from impairment review at the reporting date are recognised in the statement of comprehensive income.

Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of direct issue costs. Dividends payable or equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

Financial instruments

Fair value of financial assets carried at amortised cost - The directors consider that the carrying amounts of financial assets carried at amortised cost in the financial statements approximate to their fair values.

Critical estimates and judgements

The directors are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

Accounting for construction contracts - The company undertakes construction contracts which take place over a period of time and revenue and profits are recognised as the company performs under these contracts. The extent to which the contract revenue and profits have been earned involve estimating a percentage of completion under ongoing contracts which is based on costs incurred at the date as a proportion of total estimated costs.

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 29 FEBRUARY 2016

1. ACCOUNTING POLICIES - continued

Employee benefits

Short-term employee benefits are recognised as an expenses in the period in which they are incurred. The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

2. TURNOVER

The turnover and profit before taxation are attributable to the one principal activity of the company.

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

	29.2.16 £	28.2.15 £
Ground construction works	<u>12,016,185</u>	<u>10,273,227</u>
	<u>12,016,185</u>	<u>10,273,227</u>

An analysis of turnover by geographical market is given below:

	29.2.16 £	28.2.15 £
United Kingdom	<u>12,016,185</u>	<u>10,273,227</u>
	<u>12,016,185</u>	<u>10,273,227</u>

3. STAFF COSTS

	29.2.16 £	28.2.15 £
Wages and salaries	1,793,117	1,654,421
Social security costs	186,526	166,227
Other pension costs	<u>165,276</u>	<u>-</u>
	<u>2,144,919</u>	<u>1,820,648</u>

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

	29.2.16	28.2.15
Directors	5	5
Staff	<u>48</u>	<u>44</u>
	<u>53</u>	<u>49</u>

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 29 FEBRUARY 2016

4. OPERATING PROFIT

The operating profit is stated after charging:

	29.2.16	28.2.15
	£	£
Hire of plant and machinery	3,282,610	1,907,218
Other operating leases	24,035	16,320
Depreciation - owned assets	5,736	6,062
Auditors' remuneration	<u>7,000</u>	<u>3,500</u>
Directors' remuneration	<u>132,178</u>	<u>135,457</u>

5. TAXATION

Analysis of the tax charge

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

	29.2.16	28.2.15
	£	£
Current tax:		
UK corporation tax	<u>63,562</u>	<u>318,330</u>
Deferred tax:		
Origination and reversal of timing differences	234	(120)
Changes in tax rates	<u>(14)</u>	<u>(138)</u>
Total deferred tax	<u>220</u>	<u>(258)</u>
Tax on profit on ordinary activities	<u>63,782</u>	<u>318,072</u>

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:

	29.2.16	28.2.15
	£	£
Profit on ordinary activities before tax	<u>307,042</u>	<u>1,496,898</u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 20.054% (2015 - 21.170%)	61,574	316,893
Effects of:		
Expenses not deductible for tax purposes	2,221	1,324
Capital allowances in excess of depreciation	(233)	-
Depreciation in excess of capital allowances	-	120
Adjustments to tax charge in respect of previous periods	-	(7)
Deferred tax movement	<u>220</u>	<u>(258)</u>
Total tax charge	<u>63,782</u>	<u>318,072</u>

GROUND DEVELOPMENTS LIMITED (REGISTERED NUMBER: SC258485)

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 29 FEBRUARY 2016

5. TAXATION - continued

During the current year the UK corporation tax rate has decreased. There will be a further reduction in the main rate of corporation tax to 19% from 1 April 2017, as enacted on 18 November 2015.

6. DIVIDENDS

	29.2.16	28.2.15
	£	£
Ordinary shares of £1 each		
Interim	<u>329,280</u>	<u>677,560</u>

7. TANGIBLE FIXED ASSETS

	Plant, equipment & machinery £
COST	
At 1 March 2015	80,224
Additions	<u>2,401</u>
At 29 February 2016	<u>82,625</u>
DEPRECIATION	
At 1 March 2015	42,384
Charge for year	<u>5,736</u>
At 29 February 2016	<u>48,120</u>
NET BOOK VALUE	
At 29 February 2016	<u>34,505</u>
At 28 February 2015	<u>37,840</u>

8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	29.2.16	28.2.15
	£	£
Trade debtors	1,263,186	492,634
Amounts recoverable on contract	1,305,145	1,334,793
Other debtors	44,440	48,500
VAT	-	60,146
	<u>2,612,771</u>	<u>1,936,073</u>

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 29 FEBRUARY 2016

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	29.2.16	28.2.15
	£	£
Payments on account	247,003	247,003
Trade creditors	1,934,981	1,456,547
Tax	63,562	318,336
Social security and other taxes	44,502	61,723
VAT	18,295	-
Other creditors	10,357	4,339
Wages control account	22,554	26,089
Accrued expenses	<u>215,215</u>	<u>144,401</u>
	<u>2,556,469</u>	<u>2,258,438</u>

10. FINANCIAL INSTRUMENTS

Fair value of financial assets carried at amortised cost - The directors consider that the carrying amounts of financial assets carried at amortised cost in the financial statements approximate to their fair values.

11. PROVISIONS FOR LIABILITIES

	29.2.16	28.2.15
	£	£
Deferred tax		
Accelerated capital allowances	<u>2,798</u>	<u>2,578</u>
		Deferred tax
		£
Balance at 1 March 2015		2,578
Provided during year		<u>220</u>
Balance at 29 February 2016		<u>2,798</u>

12. CALLED UP SHARE CAPITAL

	28.02.16	28.02.15
	£	£
Allotted, called up and fully paid		
84 'A' Ordinary Shares of £1 each	84	100
14 'B' Ordinary Shares of £1 each	14	10
14 'C' Ordinary Shares of £1 each	14	10
14 'D' Ordinary Shares of £1 each	14	10
14 'E' Ordinary Shares of £1 each	<u>14</u>	<u>10</u>
	<u>140</u>	<u>140</u>

During the year 16 'A' Ordinary Shares of £1 each were reclassified into 4 'B', 4 'C', 4 'D' and 4 'E' Ordinary Shares of £1 each.

GROUND DEVELOPMENTS LIMITED (REGISTERED NUMBER: SC258485)

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 29 FEBRUARY 2016

13. RESERVES

	Retained earnings £	Share premium £	Totals £
At 1 March 2015	1,271,936	39,960	1,311,896
Profit for the year	243,260		243,260
Dividends	<u>(329,280)</u>	<u></u>	<u>(329,280)</u>
At 29 February 2016	<u>1,185,916</u>	<u>39,960</u>	<u>1,225,876</u>

14. CONTINGENT LIABILITIES

There were no contingent liabilities at 28 February 2016.

15. RELATED PARTY DISCLOSURES

During the year, total dividends of £329,280 (2015 - £677,560) were paid to the directors.

Ground Equipment Hire Ltd

A company in which Mr Nicholas has a controlling interest

During the year, the company hired equipment and purchased fuel in the sum of £2,793,474 (2015: £1,279,738) from Ground Equipment Hire Limited.

A management charge for the services of Mr & Mrs Nicholas of £180,000 (2015: £180,000) was charged from Ground Equipment Hire Limited to the company.

Expenses in the sum of £154,498 (2015: £84,002) incurred during the year by the company were recharged to Ground Equipment Hire Ltd.

	29.2.16 £	28.2.15 £
Amount due to related party at the balance sheet date	<u>784,484</u>	<u>168,573</u>

16. ULTIMATE CONTROLLING PARTY

The controlling party is P Nicholas.