
GROUND DEVELOPMENTS LIMITED

**ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2017**

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COMPANIES HOUSE

GROUND DEVELOPMENTS LIMITED

COMPANY INFORMATION

Directors	P Nicholas W Barr A Warneford J Newman K Mackenzie
Company secretary	Mrs S E Nicholas
Registered number	SC258485
Registered office	Unit 1 Burnhouse Industrial Estate Whitburn Bathgate West Lothian EH47 0LQ
Independent auditors	French Duncan LLP Chartered Accountants & Statutory Auditors 133 Finnieston Street Glasgow G3 8HB
Bankers	Bank of Scotland 44 Court Street Haddington EH41 3NP
Solicitors	Anderson Strathern 1 Rutland Court Edinburgh EH3 8EY

GROUND DEVELOPMENTS LIMITED

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GROUND DEVELOPMENTS LIMITED

STRATEGIC REPORT FOR THE YEAR ENDED 28 FEBRUARY 2017

Business review

The Company continued its principal activity of ground developments throughout the current year.

Development and financial performance during the year

As reported in the Statement of Income and Retained Earnings, revenue has shown a strong increase of 13% from £12,016,185 to £13,569,594 in the current year. Profit after tax has increased from £243,260 to £570,813. The current period was a successful year for the business.

Financial position at the reporting date

The Balance Sheet shows that the Company's net assets at the year end have reduced from £1,226,016 to £1,007,549. This reflects profit after tax of £570,813 with dividends of £789,280 being paid.

The Company generated cash from operations of £929,172 and invested £15,128 in fixed assets. After taking into account interest received of £2,217 and dividends paid of £789,280 there was a net increase in cash of £129,566 in the year. This resulted in cash and cash equivalents increasing from £1,138,007 to £1,267,573 at the year end.

Principal risks and uncertainties

Management continually monitor the key risks facing the Company together with assessing the controls used for managing these risks. The principal risks and uncertainties facing the Company are as follows:

Contract risk - the Company conducts a significant element of its business under customer contracts. Contract risk is managed through robust tendering procedures supported by effective operational management.

Credit risk - the Company acknowledges the importance of maintaining close relationships with its key customers including having established credit control procedures.

Competitor pressure - the market in which the company operates is considered to be relatively competitive and therefore competitor pressure could result in losing contracts to key competitors. The Company manages this risk by providing a quality service 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 and employees are retained.

Funding Risk - the Company prepares forecasts and budgets to monitor performance including cash flow and overall liquidity.

GROUND DEVELOPMENTS LIMITED

**STRATEGIC REPORT (CONTINUED)
FOR THE YEAR ENDED 28 FEBRUARY 2017**

Financial key performance indicators

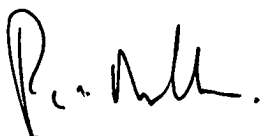
Management use a range of performance measures to monitor and manage the business. The performance measures are split into financial and non-financial key performance indicators. The financial key performance indicators are included below.

Gross profit margin - this increased from 10.6% to 12.7% in the current year.

Turnover - rose from £12.0m to £13.6m.

This report was approved by the board and signed on its behalf.

P Nicholas
Director



Date: 14 August 2017

GROUND DEVELOPMENTS LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 28 FEBRUARY 2017

The directors present their report and the financial statements for the year ended 28 February 2017.

Directors' responsibilities statement

The directors are responsible for preparing the Strategic Report, the Directors' Report 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 applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. 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 for the Company's financial statements and then apply them consistently;
- make judgments 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 to 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.

Principal activity

The principal activity of the Company in the year under review was that of ground development. There have not been any significant changes in the Company's principal activity in the year under review.

Results and dividends

The profit for the year, after taxation, amounted to £570,813 (2016 - £243,260).

Interim dividends totalling £789,280 (2016 - £329,280) were paid in the year. The directors do not recommend the payment of a final dividend.

Directors

The directors who served during the year were:

P Nicholas
W Barr
A Warneford
J Newman
K Mackenzie

GROUND DEVELOPMENTS LIMITED

**DIRECTORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 28 FEBRUARY 2017**

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.

Going Concern

The directors have reviewed cash flow forecasts and investment plans and are satisfied that the company has adequate cash resources to enable it to meet its liabilities as they fall due for the foreseeable future.

Disclosure of information to auditors

Each of the persons who are directors at the time when this Directors' Report is approved has confirmed that:

- so far as the director is aware, there is no relevant audit information of which the Company's auditors are unaware, and
- the director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

Post balance sheet events

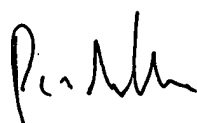
There have been no significant events affecting the Company since the year end.

Auditors

The auditors, French Duncan LLP, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

This report was approved by the board and signed on its behalf.

P Nicholas
Director



Date: 14 August 2017

GROUND DEVELOPMENTS LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF GROUND DEVELOPMENTS LIMITED

We have audited the financial statements of Ground Developments Limited for the year ended 28 February 2017, set out on pages 7 to 21. The relevant financial reporting framework that has been applied in their preparation is applicable law and the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

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 an 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 and the Company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of Directors and Auditors

As explained more fully in the Directors' Responsibilities Statement on page 3, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Financial Reporting Council's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the Company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Strategic Report and the Directors' Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the Company's affairs as at 28 February 2017 and of its 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.

GROUND DEVELOPMENTS LIMITED

**INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF GROUND DEVELOPMENTS LIMITED
(CONTINUED)**

Opinion on other matter 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 Directors' Report for the financial year for which the financial statements are prepared is consistent with those financial statements and such reports have been prepared in accordance with applicable legal requirements.

In the light of our 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 and the Directors' Report.

Matters on which we are required to report by exception

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.

French Duncan LLP

Paula Galloway (Senior Statutory Auditor)

for and on behalf of

French Duncan LLP

Chartered Accountants & Statutory Auditors

133 Finnieston Street

Glasgow

G3 8HB

Date: 15 August 2017

GROUND DEVELOPMENTS LIMITED

**STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED 28 FEBRUARY 2017**

	Note	2017 £	2016 £
Turnover	4	13,569,594	12,016,185
Cost of sales		(11,849,648)	(10,743,438)
Gross profit		1,719,946	1,272,747
Administrative expenses		(1,010,905)	(975,681)
Other operating income	5	2,585	3,703
Operating profit	6	711,626	300,769
Interest receivable and similar income	9	2,217	6,273
Profit before tax		713,843	307,042
Tax on profit	10	(143,030)	(63,782)
Profit after tax		570,813	243,260
Retained earnings at the beginning of the year		1,185,916	1,271,936
Profit for the year		570,813	243,260
Dividends declared and paid		(789,280)	(329,280)
Retained earnings at the end of the year		967,449	1,185,916

The notes on pages 10 to 21 form part of these financial statements.

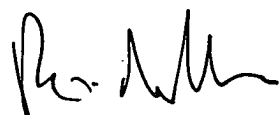
GROUND DEVELOPMENTS LIMITED
REGISTERED NUMBER: SC258485

BALANCE SHEET
AS AT 28 FEBRUARY 2017

	Note	28 February 2017 £	29 February 2016 £
Fixed assets			
Tangible assets	12	43,021	34,505
		<u>43,021</u>	<u>34,505</u>
Current assets			
Debtors: amounts falling due within one year	13	2,212,850	2,612,771
Cash at bank and in hand	14	1,267,573	1,138,007
		<u>3,480,423</u>	<u>3,750,778</u>
Creditors: amounts falling due within one year	15	(2,513,274)	(2,556,469)
Net current assets		<u>967,149</u>	<u>1,194,309</u>
Total assets less current liabilities		<u>1,010,170</u>	<u>1,228,814</u>
Provisions for liabilities			
Deferred tax	17	(2,621)	(2,798)
Net assets		<u><u>1,007,549</u></u>	<u><u>1,226,016</u></u>
Capital and reserves			
Called up share capital	18	140	140
Share premium account	19	39,960	39,960
Profit and loss account	19	967,449	1,185,916
		<u><u>1,007,549</u></u>	<u><u>1,226,016</u></u>

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:

P Nicholas
Director



Date: 14 August 2017

The notes on pages 10 to 21 form part of these financial statements.

GROUND DEVELOPMENTS LIMITED

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 28 FEBRUARY 2017**

	28 February 2017 £	29 February 2016 £
Cash flows from operating activities		
Profit for the financial year	570,813	243,260
Adjustments for:		
Depreciation of tangible assets	6,612	5,736
Government grants	(2,585)	(3,703)
Interest received	(2,217)	(6,273)
Taxation charge	143,030	63,782
Decrease/(increase) in debtors	399,921	(676,698)
(Decrease)/increase in creditors	(122,840)	552,805
Corporation tax paid	(63,562)	(318,336)
Net cash generated from/(used in) operating activities	929,172	(139,427)
Cash flows from investing activities		
Purchase of tangible fixed assets	(15,128)	(2,401)
Government grants received	2,585	3,703
Interest received	2,217	6,273
Net cash (used in)/from investing activities	(10,326)	7,575
Cash flows from financing activities		
Dividends paid	(789,280)	(329,280)
Net cash used in financing activities	(789,280)	(329,280)
Net increase/(decrease) in cash and cash equivalents	129,566	(461,132)
Cash and cash equivalents at beginning of year	1,138,007	1,599,139
Cash and cash equivalents at the end of year	1,267,573	1,138,007
Cash and cash equivalents at the end of year comprise:		
Cash at bank and in hand	1,267,573	1,138,007
	1,267,573	1,138,007

The notes on pages 10 to 21 form part of these financial statements.

GROUND DEVELOPMENTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 28 FEBRUARY 2017

1. General information

Ground Developments Limited is a private company, limited by shares and registered in Scotland. The Company's registered number and registered office address can be found on the Company Information page.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgment in applying the Company's accounting policies (see note 3).

The following principal accounting policies have been applied:

2.2 Revenue

Revenue from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

2.3 Long Term Contracts

Amounts recoverable on contracts which are included in debtors are stated at cost, which comprises of direct materials and direct labour, plus attributable profit to the extent that this is reasonably certain less any losses incurred or foreseen in bringing contracts to completion, and less amounts received as progress payments.

For any contracts where receipts exceed the book value of work done, the excess is included in trade and other payables as payments on account.

2.4 Tangible fixed assets

Tangible fixed assets are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

GROUND DEVELOPMENTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 28 FEBRUARY 2017

2. Accounting policies (continued)

2.4 Tangible fixed assets (continued)

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, on a reducing balance basis.

Depreciation is provided on the following basis:

Office equipment	-	15% reducing balance
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The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Statement of Income and Retained Earnings.

2.5 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.6 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

2.7 Financial instruments

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the Statement of Income and Retained Earnings.

2.8 Creditors

Short term creditors are measured at the transaction price. Other financial liabilities are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

GROUND DEVELOPMENTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 28 FEBRUARY 2017

2. Accounting policies (continued)

2.9 Government grants

Grants are accounted under the accruals model as permitted by FRS 102. Grants relating to expenditure on tangible fixed assets are credited to the Statement of Income and Retained Earnings at the same rate as the depreciation on the assets to which the grant relates. The deferred element of grants is included in creditors as deferred income.

Grants of a revenue nature are recognised in the Statement of Income and Retained Earnings in the same period as the related expenditure.

2.10 Dividends

Equity dividends are recognised when they become legally payable. Interim equity dividends are recognised when paid. Final equity dividends are recognised when approved by the shareholders at an annual general meeting.

2.11 Operating leases

Rentals paid under operating leases are charged to the Statement of Income and Retained Earnings on a straight line basis over the lease term.

2.12 Pensions

Defined contribution pension plan

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in the Statement of Income and Retained Earnings when they fall due. Amounts not paid are shown in accruals as a liability in the Balance Sheet. The assets of the plan are held separately from the Company in independently administered funds.

2.13 Provisions for liabilities

Provisions are made where an event has taken place that gives the Company a legal or constructive obligation that probably requires settlement by a transfer of economic benefit, and a reliable estimate can be made of the amount of the obligation.

Provisions are charged as an expense to the Statement of Income and Retained Earnings in the year that the Company becomes aware of the obligation, and are measured at the best estimate at the Balance Sheet date of the expenditure required to settle the obligation, taking into account relevant risks and uncertainties.

When payments are eventually made, they are charged to the provision carried in the Balance Sheet.

GROUND DEVELOPMENTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 28 FEBRUARY 2017

2. Accounting policies (continued)

2.14 Current and deferred taxation

The tax expense for the year comprises current and deferred tax. Tax is recognised in the Statement of Income and Retained Earnings, except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the balance sheet date in the countries where the Company operates and generates income.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Balance Sheet date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

3. Judgements in applying accounting policies and key sources of estimation uncertainty

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. Key accounting judgements include:

Long term contracts

The Company undertakes construction contracts which take place over a period of time and revenue and profits are recognised as the contracts progress. 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 as a proportion of total estimated costs. Management base this assessment on detailed costings and progress reports and their experience of similar contracts in the past. Adjustments are made to reflect any after date events which have a significant impact on the final outcomes expected to be achieved on contracts.

4. Turnover

All turnover arose within the United Kingdom.

All turnover arose on long-term contracts relating to the Company's principal activity.

GROUND DEVELOPMENTS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2017**

5. Other operating income

	2017 £	2016 £
Government grants	2,585	3,703
	<u>2,585</u>	<u>3,703</u>

6. Operating profit

The operating profit is stated after charging:

	2017 £	2016 £
Depreciation of tangible fixed assets	6,612	5,736
Fees payable to the Company's auditor and its associates for the audit of the Company's annual financial statements	8,500	7,000
Other operating lease rentals	<u>20,833</u>	<u>-</u>

7. Employees

Staff costs, including directors' remuneration, were as follows:

	2017 £	2016 £
Wages and salaries	2,742,262	1,883,117
Social security costs	273,384	186,526
Cost of defined contribution scheme	13,411	165,276
	<u>3,029,057</u>	<u>2,234,919</u>

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

	2017 No.	2016 No.
Directors	5	5
Staff	47	48
	<u>52</u>	<u>53</u>

GROUND DEVELOPMENTS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2017**

8. Directors' remuneration

	2017 £	2016 £
Directors' emoluments	222,818	222,178
	<u>222,818</u>	<u>222,178</u>

The highest paid director received remuneration of £90,000 (2016 - £90,000).

9. Interest receivable

	2017 £	2016 £
Other interest receivable	2,217	6,273
	<u>2,217</u>	<u>6,273</u>

10. Taxation

	2017 £	2016 £
Corporation tax		
Current tax on profits for the year	143,207	63,562
Total current tax	<u>143,207</u>	<u>63,562</u>
Deferred tax		
Origination and reversal of timing differences	(177)	234
Changes to tax rates	-	(14)
Total deferred tax	<u>(177)</u>	<u>220</u>
Taxation on profit on ordinary activities	<u>143,030</u>	<u>63,782</u>

GROUND DEVELOPMENTS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2017**

10. Taxation (continued)

Factors affecting tax charge for the year

The tax assessed for the year is higher than (2016 - *higher than*) the standard rate of corporation tax in the UK of 20% (2016 - 20.054%). The differences are explained below:

	2017 £	2016 £
Profit on ordinary activities before tax	<u>713,843</u>	<u>307,042</u>
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 20% (2016 - 20.054%)	142,769	61,574
Effects of:		
Expenses not deductible for tax purposes.	398	2,221
Adjustments to tax charge in respect of prior periods	(137)	(13)
Total tax charge for the year	<u><u>143,030</u></u>	<u><u>63,782</u></u>

Factors that may affect future tax charges

There were no factors that may affect future tax charges.

11. Dividends

	28 February 2017 £	29 February 2016 £
'A' Ordinary shares - interim dividends	480,000	-
'B' Ordinary shares - interim dividends	77,320	82,320
'C' Ordinary shares - interim dividends	77,320	82,320
'D' Ordinary shares - interim dividends	77,320	82,320
'E' Ordinary shares - interim dividends	77,320	82,320
	<u><u>789,280</u></u>	<u><u>329,280</u></u>

GROUND DEVELOPMENTS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2017**

12. Tangible fixed assets

	Office equipment £
Cost or valuation	
At 1 March 2016	82,625
Additions	15,128
At 28 February 2017	97,753
Depreciation	
At 1 March 2016	48,120
Charge for the year on owned assets	6,612
At 28 February 2017	54,732
Net book value	
At 28 February 2017	43,021
At 29 February 2016	34,505

13. Debtors

	28 February 2017 £	29 February 2016 £
Trade debtors	304,022	1,263,186
Other debtors	192,691	44,440
Prepayments and accrued income	17,607	-
Amounts recoverable on long term contracts	1,698,530	1,305,145
	2,212,850	2,612,771

GROUND DEVELOPMENTS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2017**

14. Cash and cash equivalents

	28 February 2017 £	29 February 2016 £
Cash at bank and in hand	1,267,573	1,138,007
	<u>1,267,573</u>	<u>1,138,007</u>

15. Creditors: Amounts falling due within one year

	28 February 2017 £	29 February 2016 £
Payments received on account	247,003	247,003
Trade creditors	1,766,230	1,934,981
Corporation tax	143,207	63,562
Other taxation and social security	96,800	62,797
Other creditors	65,373	32,911
Accruals and deferred income	194,661	215,215
	<u>2,513,274</u>	<u>2,556,469</u>

GROUND DEVELOPMENTS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2017**

16. Financial instruments

	28 February 2017 £	29 February 2016 £
Financial assets		
Financial assets that are debt instruments measured at amortised cost	2,195,243	2,612,771
	<u>2,195,243</u>	<u>2,612,771</u>
Financial liabilities		
Financial liabilities measured at amortised cost	(2,273,267)	(2,430,110)
	<u>(2,273,267)</u>	<u>(2,430,110)</u>

Financial assets that are debt instruments measured at amortised cost comprise trade debtors, other debtors and amounts recoverable on long term contracts.

Financial liabilities measured at amortised cost comprise payments received on account, trade creditors, other creditors and accruals.

17. Deferred taxation

	2017 £
At beginning of year	(2,798)
Released to the income statement	177
At end of year	<u>(2,621)</u>

The provision for deferred taxation is made up as follows:

	28 February 2017 £
Accelerated capital allowances	(2,621)
	<u>(2,621)</u>

GROUND DEVELOPMENTS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2017**

18. Share capital

	28 February 2017	29 February 2016
	£	£
Shares classified as equity		
Allotted, called up and fully paid		
84 'A' Ordinary shares of £1 each	84	84
14 'B' Ordinary shares of £1 each	14	14
14 'C' Ordinary shares of £1 each	14	14
14 'D' Ordinary shares of £1 each	14	14
14 'E' Ordinary shares of £1 each	14	14
	140	140

19. Reserves

Share premium account

The reserve represents the excess over par value paid for issues of share capital.

Profit and loss account

The reserve incorporates all current and prior period retained profits and losses less dividends paid.

20. Pension commitments

The Company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the Company in an independently administered fund. The pension cost charge represents contributions payable by the Company to the fund and amounted to £13,411 (2016 - £165,276). Contributions totalling £2,743 (2016 - £1,635) were payable to the fund at the Balance Sheet date.

21. Commitments under operating leases

At 28 February 2017 the Company had future minimum lease payments under non-cancellable operating leases as follows:

	28 February 2017	29 February 2016
	£	£
Not later than 1 year	50,000	-
Later than 1 year and not later than 5 years	200,000	-
Later than 5 years	275,000	-
	525,000	-

GROUND DEVELOPMENTS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
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22. Related party transactions

Key management personnel of the Company

All directors and others who have authority and responsibility for planning, directing and controlling the entity are considered to be key management personnel. Total remuneration in respect of these individuals was £312,818 (2016 - £312,178). Dividends totalling £789,280 (2016 - £329,280) were also paid to key management personnel.

Entities that provide key management personnel services to the Company

During the year management fees totalling £180,000 (2016 - £180,000) were paid to entities providing key management personnel services.

Other related parties

During the year the Company made sales of £240,181 (2016 - £154,498) to other related parties. Also during the year the Company made purchases of £2,598,512 (2016 - £2,793,474) from other related parties. At the year end the balance due to other related parties was £425,626 (2016 - £784,484). Balances are unsecured, interest free and repayable on demand.

23. Controlling party

The controlling party of the Company is P Nicholas.