

REGISTERED NUMBER: 02545561 (England and Wales)

P P O'CONNOR LIMITED

ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 OCTOBER 2014

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**CONTENTS OF THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 OCTOBER 2014**

	Page
Company Information	1
Strategic Report	2
Report of the Director	5
Report of the Independent Auditors on the Abbreviated Accounts	7
Abbreviated Profit and Loss Account	8
Abbreviated Balance Sheet	9
Cash Flow Statement	10
Notes to the Cash Flow Statement	11
Notes to the Abbreviated Accounts	13

P P O'CONNOR LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 31 OCTOBER 2014

DIRECTOR:

P P O'Connor

SECRETARY:

Mrs C H O'Connor

REGISTERED OFFICE:

Thames Trading Estate
Woodrow Way
Irlam
Manchester
M44 6NN

REGISTERED NUMBER:

02545561 (England and Wales)

AUDITORS:

DTE Business Advisers Limited
Chartered Accountants
Statutory Auditors
The Exchange
5 Bank Street
Bury
BL9 0DN

**STRATEGIC REPORT
FOR THE YEAR ENDED 31 OCTOBER 2014**

The director presents his strategic report for the year ended 31 October 2014.

BUSINESS OVERVIEW

Established in 1960 P P O'Connor Limited is a leading force in the construction industry specialising in civil engineering, bulk earthworks, remediation, complex deconstruction and demolition, sustainable disposal and aggregate supply.

Although work in 2014 was predominantly undertaken in the North West of England, the company has secured works which will see the company working in Yorkshire, Wales and in the North of England.

MARKETS AND TRENDS

The company continued its growth within the construction industry enabling the company to retain its strong market position. This was in large due to its continued work on the Metro-link network in and around Manchester, complemented by new contracts won, some being with new clients.

The company's impressive record of delivery of projects and its focus on safety, has led to the company being in a position to win new works in areas outside of the North West of England which we hope will continue into the new year and beyond.

BUSINESS MODEL

The company continues to maintain good working relationships with both customers and suppliers. It is the intention of the director to maintain, consolidate and build upon this position going forward by focussing on winning new contracts and monitoring costs whilst maintaining the company's high quality service ensuring that it continues to have a significant presence in the construction and excavation industry.

Our key differentiators are our project delivery capability, operational excellence, and our investments in people, technology and equipment

The director's close involvement in the management of the company ensures that costs are appropriately controlled and that the company remains competitive in its market.

Technology and Innovation

We continue to invest in new technology and innovations and work closely with our suppliers to enable us to be at the forefront of new developments.

Plant and Machinery Investment

Our policy has always been to invest significantly in new plant and machinery and vehicles. We strive to ensure that our equipment represents our company's image positively and provides efficiency and reliability to all our works. By ensuring that our fleet of vehicles are maintained appropriately, we are able to reduce the impact on the company's carbon footprint.

People

2014 was another year in which the company continued the recruitment and training of its employees, as we continue to equip our employees with the necessary technical and operational skills required to deliver our projects. We will seek to employ apprentices; providing them with the necessary skills in their chosen area of work, whilst benefiting from the experience of our knowledgeable staff.

OBJECTIVES

The company has secured numerous new contracts with a diversity of clients, which will further strengthen the company's position as a major player in the construction industry.

We anticipate that turnover will be similar in 2015 to that reported in 2014. We will seek to improve our operating costs through improvement to our operating performance, with an emphasis on health, safety and environment.

Our key priorities for 2015 are project delivery, improvement in project evaluation and selection, and therefore enhancement of our capital efficiency, and improving our financial performance.

**STRATEGIC REPORT
FOR THE YEAR ENDED 31 OCTOBER 2014**

STRATEGY

We seek to reinforce our strong position within the industry through investment in our employees, increasing our efforts in health and safety and environmental responsibilities, and maintaining our investments in technology and equipment.

Such commitment to our investments, we believe, will be a deciding factor in the growth of our business.

Through the management of integrated value chains we are able to approach the increasing market demands and changes to deliver projects effectively and efficiently in line with client requirements, and with emphasis on delivering growth to the business.

Management

The company has strengthened its senior management team by employing people to head up its operations function, and also its finance department. They bring with them a vast wealth of experience and knowledge, and will be vital for driving the company's strategy in to the next year and beyond.

RISK FACTORS

We are always cognisant of the principal risks and uncertainties that are present within our industry.

We are exposed to various elements which can have an adverse effect on our operational performance, financial performance, and cash flows. Examples being fuel costs, aggregate prices, supply of materials. We seek to manage the impact of such risks without eroding our competitive position.

The nature of the industry in which the company operates requires careful cash-flow management. Funding is provided by the company's bank, in the form of an overdraft facility and invoice discounting. The relationship with the bank continues to be a strong one and the director is not aware of any reasons why the afforded facilities should be withdrawn.

Many of our larger projects are delivered by our clients through joint arrangements where we have little control; our risk being that the client is unable to meet their own financial obligations or targets and therefore threatening the viability of the project as a whole.

The nature of some of our projects exposes the company to health, safety and environment risks. Any breach of laws and regulations would incur fines, penalties and costs, whilst also damaging the reputation of the company.

The other key business risks affecting the company are considered to relate to competition, regulation, customer acquisition and working capital management. However the director actively monitors trends in trading and, with the help of management, makes strategic decisions to mitigate any material threat to the long term stability of the company.

As with many companies operating within the construction industry, the risk of bad debts is relatively high. Management tries to mitigate against the risk by servicing a large customer base and not placing excessive reliance on one individual customer.

KEY PERFORMANCE INDICATORS

The key performance indicators are sales turnover, net profitability, cash flow and working capital; the results of which can be obtained from the financial statements.

In addition the company looks to project delivery; being the capability of delivering projects to budget and other set targets, as a key indicator.

PERFORMANCE

The company was able to once again increase its turnover in 2014, but was unable to deliver the desired improvement in margins.

We delivered on new projects for new clients throughout the year and we look positively towards delivering some of the significant opportunities in the industry.

**STRATEGIC REPORT
FOR THE YEAR ENDED 31 OCTOBER 2014**

The company are working extensively on the management of operational performance and management of costs such that we can return to the margin levels as previously reported.

We will endeavour to increase the performance from capital employed in the business thus improving its financial returns and cash flows.

We are confident that our strategy, together with our new senior management team will allow us to deliver all of our targets and objectives.

ON BEHALF OF THE BOARD:



.....
P P O'Connor - Director

Date: 28-07-2015

**REPORT OF THE DIRECTOR
FOR THE YEAR ENDED 31 OCTOBER 2014**

The director presents his report with the accounts of the company for the year ended 31 October 2014.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of the transport of soil, hardcore and other materials, excavation, demolition and recycling.

DIVIDENDS

During the year, interim dividends totalling £165,000 were paid in respect of the Ordinary £1 'A' shares to P P O'Connor (2013 - £147,000).

In addition, an interim dividend totalling £5,000 was voted and paid in respect of the Ordinary £1 'B' shares to Mrs C H O'Connor (2013 - £16,000).

EVENTS SINCE THE END OF THE YEAR

Information relating to events since the end of the year is given in the notes to the accounts.

DIRECTOR

P P O'Connor held office during the whole of the period from 1 November 2013 to the date of this report.

STATEMENT OF DIRECTOR'S RESPONSIBILITIES

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

Company law requires the director to prepare financial statements for each financial year. Under that law the director has elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the director must not approve the financial statements unless he is satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the director is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable him to ensure that the financial statements comply with the Companies Act 2006. He is also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the director is aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and he has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

**REPORT OF THE DIRECTOR
FOR THE YEAR ENDED 31 OCTOBER 2014**

AUDITORS

The auditors, DTE Business Advisers Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:



.....
P P O'Connor - Director

Date: 28-07-2015

**REPORT OF THE INDEPENDENT AUDITORS TO
P P O'CONNOR LIMITED
UNDER SECTION 449 OF THE COMPANIES ACT 2006**

We have examined the abbreviated accounts set out on pages eight to twenty two, together with the full financial statements of P P O'Connor Limited for the year ended 31 October 2014 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 director and auditors

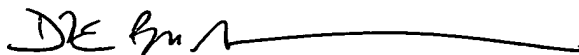
The director is responsible for preparing the abbreviated accounts in accordance with Section 445 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated 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.



Fiona O'Loughlin (Senior Statutory Auditor)
for and on behalf of DTE Business Advisers Limited
Chartered Accountants
Statutory Auditors
The Exchange
5 Bank Street
Bury
BL9 0DN

Date: 28 July.....2015

**ABBREVIATED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 OCTOBER 2014**

	Notes	2014 £	2013 £
TURNOVER		20,994,394	17,119,952
Cost of sales and other operating income		(18,325,100)	(14,480,765)
		2,669,294	2,639,187
Administrative expenses		(2,015,782)	(1,638,230)
OPERATING PROFIT	4	653,512	1,000,957
Interest payable and similar charges	5	(479,638)	(418,241)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		173,874	582,716
Tax on profit on ordinary activities	6	42,605	(129,127)
PROFIT FOR THE FINANCIAL YEAR		216,479	453,589

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current year or previous year.

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profits for the current year or previous year.

The notes form part of these abbreviated accounts

ABBREVIATED BALANCE SHEET
31 OCTOBER 2014

	Notes	2014 £	2013 £
FIXED ASSETS			
Tangible assets	8	12,241,399	9,843,496
CURRENT ASSETS			
Stocks	9	87,007	27,865
Debtors	10	6,292,865	4,510,515
Cash at bank		204,076	951,651
		<u>6,583,948</u>	<u>5,490,031</u>
CREDITORS			
Amounts falling due within one year	11	(9,555,951)	(6,482,170)
NET CURRENT LIABILITIES		<u>(2,972,003)</u>	<u>(992,139)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>9,269,396</u>	<u>8,851,357</u>
CREDITORS			
Amounts falling due after more than one year	12	(4,205,992)	(3,886,910)
PROVISIONS FOR LIABILITIES	15	<u>(741,177)</u>	<u>(688,699)</u>
NET ASSETS		<u><u>4,322,227</u></u>	<u><u>4,275,748</u></u>
CAPITAL AND RESERVES			
Called up share capital	16	100	100
Profit and loss account	17	<u>4,322,127</u>	<u>4,275,648</u>
SHAREHOLDERS' FUNDS	21	<u><u>4,322,227</u></u>	<u><u>4,275,748</u></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 director on 28-07-2015 and were signed by:



P P O'Connor - Director

The notes form part of these abbreviated accounts

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 OCTOBER 2014**

	Notes	2014 £	2013 £
Net cash inflow from operating activities	1	3,602,073	3,703,184
Returns on investments and servicing of finance	2	(479,638)	(418,241)
Taxation		(461,811)	(156,326)
Capital expenditure	2	(3,556,524)	(2,035,017)
Equity dividends paid		(170,000)	(163,000)
		(1,065,900)	930,600
Financing	2	318,325	(262,271)
(Decrease)/increase in cash in the period		<u>(747,575)</u>	<u>668,329</u>
Reconciliation of net cash flow to movement in net debt	3		
(Decrease)/increase in cash in the period		(747,575)	668,329
Cash (inflow)/outflow from (increase)/decrease in debt and lease financing		<u>(182,228)</u>	<u>204,515</u>
Change in net debt resulting from cash flows		<u>(929,803)</u>	<u>872,844</u>
Movement in net debt in the period		<u>(929,803)</u>	<u>872,844</u>
Net debt at 1 November		<u>(5,694,257)</u>	<u>(6,567,101)</u>
Net debt at 31 October		<u><u>(6,624,060)</u></u>	<u><u>(5,694,257)</u></u>

The notes form part of these abbreviated accounts

NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 OCTOBER 2014

1. RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	2014 £	2013 £
Operating profit	653,512	1,000,957
Depreciation charges	1,506,966	1,539,003
Profit on disposal of fixed assets	(348,345)	(80,338)
(Increase)/decrease in stocks	(59,142)	3,152
(Increase)/decrease in debtors	(1,744,321)	1,114,904
Increase in creditors	3,593,403	125,506
Net cash inflow from operating activities	3,602,073	3,703,184

2. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	2014 £	2013 £
Returns on investments and servicing of finance		
Interest paid	(99,027)	(60,833)
Interest element of hire purchase and finance lease rental payments	(380,611)	(357,408)
Net cash outflow for returns on investments and servicing of finance	(479,638)	(418,241)
Capital expenditure		
Purchase of tangible fixed assets	(5,194,179)	(3,177,689)
Sale of tangible fixed assets	1,637,655	1,142,672
Net cash outflow for capital expenditure	(3,556,524)	(2,035,017)
Financing		
New HP / finance leases in year	4,955,877	3,017,127
Capital repayments in year	(4,773,649)	(3,221,641)
Amount introduced by directors	136,097	-
Amount withdrawn by directors	-	(57,757)
Net cash inflow/(outflow) from financing	318,325	(262,271)

The notes form part of these abbreviated accounts

NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 OCTOBER 2014

3. ANALYSIS OF CHANGES IN NET DEBT

	At 1.11.13 £	Cash flow £	At 31.10.14 £
Net cash:			
Cash at bank and in hand	951,651	(747,575)	204,076
	<u>951,651</u>	<u>(747,575)</u>	<u>204,076</u>
Debt:			
Hire purchase and finance leases	(6,645,908)	(182,228)	(6,828,136)
	<u>(6,645,908)</u>	<u>(182,228)</u>	<u>(6,828,136)</u>
Total	<u>(5,694,257)</u>	<u>(929,803)</u>	<u>(6,624,060)</u>

The notes form part of these abbreviated accounts

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 OCTOBER 2014**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

For the reasons fully explained in the Strategic Report, the director has a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Thus he continues to adopt the going concern basis in preparing the annual financial statements.

Accounting convention

The financial statements have been prepared under the historical cost convention.

Revenue

Turnover represents the value of the sale of services provided, net of value added tax and after taking into account retentions on contracts and expected remedial works.

Revenue is recognised when a right to consideration has been obtained through performance under each contract. Consideration accrues as contract activity progresses by reference to the value of work performed. Turnover is not recognised where the right to receive payment is contingent on events outside the control of the company.

Unbilled revenue is included in debtors as 'Trade debtors and Amounts recoverable on contracts'.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off the cost less estimated residual value of 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
Plant and machinery	- Straight line over 7 years
Fixtures and fittings	- Straight line over 10 years
Motor vehicles	- 25% on reducing balance
Computer equipment	- 10% to 33.33% on cost

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Cost represents actual purchase price.

Deferred tax

Deferred tax is recognised in respect of all material timing differences that have originated but not reversed at the balance sheet date.

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 the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

All other leases are treated as operating leases. The annual rentals are charged to the profit and loss account in the period in which they become payable.

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 the profit and loss account in the period to which they relate.

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 31 OCTOBER 2014

2. OTHER OPERATING INCOME

	2014	2013
	£	£
Rents received	-	4,711
Sundry receipts	-	9,040
	<u>-</u>	<u>13,751</u>

3. STAFF COSTS

	2014	2013
	£	£
Wages and salaries	5,345,611	4,234,527
Social security costs	559,792	434,547
Other pension costs	12,508	1,994
	<u>5,917,911</u>	<u>4,671,068</u>

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

	2014	2013
Director	1	1
Administration and clerical	18	12
Direct labour	131	130
	<u>150</u>	<u>143</u>

4. OPERATING PROFIT

The operating profit is stated after charging/(crediting):

	2014	2013
	£	£
Depreciation - owned assets	225,943	174,492
Depreciation - assets on hire purchase contracts and finance leases	1,281,023	1,364,511
Profit on disposal of fixed assets	(348,345)	(80,338)
Auditors' remuneration	14,500	13,000
	<u>27,670</u>	<u>26,140</u>
Director's remuneration	4	-
Director's pension contributions to money purchase schemes	<u>-</u>	<u>-</u>

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 31 OCTOBER 2014

5. INTEREST PAYABLE AND SIMILAR CHARGES

	2014	2013
	£	£
Bank interest	14,783	23,183
Interest on overdue tax	11,466	6,510
Invoice discounting charges	72,778	31,140
Hire purchase interest	303,446	272,195
Lease finance charges	77,165	85,213
	<u>479,638</u>	<u>418,241</u>

6. TAXATION

Analysis of the tax (credit)/charge

The tax (credit)/charge on the profit on ordinary activities for the year was as follows:

	2014	2013
	£	£
Current tax:		
UK corporation tax	(95,083)	95,083
Under provision in prior year	-	29,936
Total current tax	<u>(95,083)</u>	<u>125,019</u>
Deferred tax:		
Accelerated capital allowances	77,756	4,108
Unrelieved tax losses	(25,278)	-
Total deferred tax	<u>52,478</u>	<u>4,108</u>
Tax on profit on ordinary activities	<u>(42,605)</u>	<u>129,127</u>

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 31 OCTOBER 2014

6. TAXATION - continued

Factors affecting the tax (credit)/charge

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

	2014 £	2013 £
Profit on ordinary activities before tax	<u>173,874</u>	<u>582,716</u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 21% (2013 - 24%)	36,514	139,852
Effects of:		
Expenses not deductible for tax purposes	23,673	21,577
Capital allowances in excess of depreciation	(100,678)	(22,883)
Adjustments to tax charge in respect of previous periods	-	29,936
(Profit) / loss on disposal of fixed assets	(74,500)	(38,180)
Marginal relief	-	(5,283)
Unutilised charges	628	-
Impact of marginal relief / tax rate on loss carried back	(7,262)	-
Losses carried forward	<u>26,542</u>	<u>-</u>
Current tax (credit)/charge	<u>(95,083)</u>	<u>125,019</u>

7. DIVIDENDS

	2014 £	2013 £
Ordinary A shares of £1 each Interim	165,000	147,000
Ordinary B shares of £1 each Interim	<u>5,000</u>	<u>16,000</u>
	<u>170,000</u>	<u>163,000</u>

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 31 OCTOBER 2014

8. TANGIBLE FIXED ASSETS

	Improvements to property £	Plant and machinery £	Fixtures and fittings £
COST			
At 1 November 2013	296,819	13,549,299	254,084
Additions	-	4,911,690	80,064
Disposals	-	(2,363,682)	-
At 31 October 2014	296,819	16,097,307	334,148
DEPRECIATION			
At 1 November 2013	223,500	4,182,726	98,501
Charge for year	7,237	1,388,065	22,533
Eliminated on disposal	-	(1,074,372)	-
At 31 October 2014	230,737	4,496,419	121,034
NET BOOK VALUE			
At 31 October 2014	66,082	11,600,888	213,114
At 31 October 2013	73,319	9,366,573	155,583
	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1 November 2013	693,106	-	14,793,308
Additions	148,203	54,222	5,194,179
Disposals	-	-	(2,363,682)
At 31 October 2014	841,309	54,222	17,623,805
DEPRECIATION			
At 1 November 2013	445,085	-	4,949,812
Charge for year	83,264	5,867	1,506,966
Eliminated on disposal	-	-	(1,074,372)
At 31 October 2014	528,349	5,867	5,382,406
NET BOOK VALUE			
At 31 October 2014	312,960	48,355	12,241,399
At 31 October 2013	248,021	-	9,843,496

Included in the cost of improvements to property is freehold land of £59,532 (2013 - £59,532) which is not depreciated.

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 31 OCTOBER 2014

8. TANGIBLE FIXED ASSETS - continued

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

	Plant and machinery £	Motor vehicles £	Totals £
COST			
At 1 November 2013	9,338,887	228,744	9,567,631
Additions	4,807,674	148,203	4,955,877
Transfer to ownership	(283,333)	(102,657)	(385,990)
At 31 October 2014	<u>13,863,228</u>	<u>274,290</u>	<u>14,137,518</u>
DEPRECIATION			
At 1 November 2013	2,163,759	85,288	2,249,047
Charge for year	1,235,536	45,487	1,281,023
Transfer to ownership	(116,884)	(56,114)	(172,998)
At 31 October 2014	<u>3,282,411</u>	<u>74,661</u>	<u>3,357,072</u>
NET BOOK VALUE			
At 31 October 2014	<u>10,580,817</u>	<u>199,629</u>	<u>10,780,446</u>
At 31 October 2013	<u>7,175,128</u>	<u>143,456</u>	<u>7,318,584</u>

9. STOCKS

	2014 £	2013 £
Stocks	<u>87,007</u>	<u>27,865</u>

10. DEBTORS

	2014 £	2013 £
Amounts falling due within one year:		
Trade debtors and amounts recoverable on contracts	5,683,346	3,734,284
Other debtors	252,980	245,498
Director's current account	-	57,054
Corporation tax	95,083	-
S455 tax	37,947	37,947
Prepayments and accrued income	198,509	407,732
	<u>6,267,865</u>	<u>4,482,515</u>
Amounts falling due after more than one year:		
Other debtors	<u>25,000</u>	<u>28,000</u>
Aggregate amounts	<u>6,292,865</u>	<u>4,510,515</u>

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 31 OCTOBER 2014

10. DEBTORS - continued

At the balance sheet date included within trade debtors are amounts totalling £1,869,899 (2013 - £719,382) which are subject to an invoice discounting arrangement.

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2014 £	2013 £
Hire purchase contracts and finance leases (see note 13)	2,622,144	2,758,998
Trade creditors	4,358,370	1,834,364
Corporation tax	-	461,811
Social security and other taxes	420,875	443,580
Other creditors	122,891	105,637
Invoice discounting creditor	1,011,670	468,742
Director's current account	79,043	-
Accruals and deferred income	940,958	409,038
	<u>9,555,951</u>	<u>6,482,170</u>

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

	2014 £	2013 £
Hire purchase contracts and finance leases (see note 13)	<u>4,205,992</u>	<u>3,886,910</u>

13. OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS AND LEASES

	Hire purchase contracts		Finance leases	
	2014 £	2013 £	2014 £	2013 £
Gross obligations repayable:				
Within one year	2,176,926	2,264,542	706,590	736,123
Between one and five years	3,819,338	2,706,260	652,003	1,377,557
	<u>5,996,264</u>	<u>4,970,802</u>	<u>1,358,593</u>	<u>2,113,680</u>
Finance charges repayable:				
Within one year	216,583	163,871	44,789	77,796
Between one and five years	245,364	131,106	19,985	65,801
	<u>461,947</u>	<u>294,977</u>	<u>64,774</u>	<u>143,597</u>
Net obligations repayable:				
Within one year	1,960,343	2,100,671	661,801	658,327
Between one and five years	3,573,974	2,575,154	632,018	1,311,756
	<u>5,534,317</u>	<u>4,675,825</u>	<u>1,293,819</u>	<u>1,970,083</u>

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 31 OCTOBER 2014

14. SECURED DEBTS

The following secured debts are included within creditors:

	2014 £	2013 £
Hire purchase contracts and finance leases	6,828,136	6,645,908
Invoice discounting creditor	1,011,670	468,742
	<u>7,839,806</u>	<u>7,114,650</u>

The overdraft and other credit facilities are secured by a debenture dated 14 August 2013 incorporating a fixed and floating charge over all of the assets of the company.

The net obligations under finance leases and hire purchase contracts are secured against the fixed assets to which they relate.

The invoice discounting creditor is secured over the book debts of the company.

15. PROVISIONS FOR LIABILITIES

	2014 £	2013 £
Deferred tax		
Accelerated capital allowances	766,455	688,699
Unrelieved tax losses	(25,278)	-
	<u>741,177</u>	<u>688,699</u>

	Deferred tax £
Balance at 1 November 2013	688,699
Movement in the year	52,478
Balance at 31 October 2014	<u>741,177</u>

16. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2014 £	2013 £
50	Ordinary A	£1	50	50
50	Ordinary B	£1	50	50
			<u>100</u>	<u>100</u>

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 31 OCTOBER 2014

17. RESERVES

	Profit and loss account £
At 1 November 2013	4,275,648
Profit for the year	216,479
Dividends	(170,000)
At 31 October 2014	<u>4,322,127</u>

18. DIRECTOR'S ADVANCES, CREDITS AND GUARANTEES

Included within creditors falling due within one year is a director's current account balance of £79,043 (2013 - £57,054 overdrawn) due to P P O'Connor. This advance is unsecured, interest free and repayable upon demand.

During the year, the maximum overdrawn balance amounted to £57,054 (2013 - £64,462). There have not been any individual single advances to the director which are considered material in either the current or prior year.

19. RELATED PARTY DISCLOSURES

P P O'Connor (Contractors) Limited

The director of this company is the brother of P P O'Connor.

Included within creditors falling due within one year is an amount owed to P P O'Connor (Contractors) Limited totalling £66,254 (2013 - £68,384). This advance is unsecured, interest free and repayable upon demand.

C O'Connor

Sister of director

Included within creditors falling due within one year is an amount owed to C O'Connor totalling £2,603 (2013 - £9,823). This advance is unsecured, interest free and repayable upon demand.

J O'Connor

Brother of director

Included within debtors falling due within one year is a balance totalling £12,744 (2013 - £10,904) in respect of J O'Connor. This advance is unsecured, interest free and repayable upon demand.

C L G Developments & Civils UK Limited

Common directorship

Included within creditors falling due within one year is a balance totalling £33,304 (2013 - £25,431) in respect of C L G Developments & Civils UK Limited. This advance is unsecured, interest free and repayable upon demand.

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 31 OCTOBER 2014

19. RELATED PARTY DISCLOSURES - continued

PJC Partnership

A partnership controlled by O'Connor family members

During the year the company:-

i) Paid rent totalling £94,952 (2013 - £90,662) to the PJC Partnership in respect of the business premises occupied at Delhi Road, Irlam. There is no formal lease agreement in place.

ii) Recognised a total rental charge of £60,000 in respect of the occupation of the "Sharston Site", which is owned by the PJC Partnership. At the balance sheet date, the rental charges had not been invoiced and are included in accruals and deferred income.

Included within debtors falling due within one year are amounts totalling £167,696 (2013 - £165,186) in respect of the PJC Partnership. This balance is unsecured, interest free and repayable upon demand.

P P O'Connor Plant Limited

A company in which P P O'Connor has an interest

During the year, the company was charged £95,520 (2013 - £23,880) for the hire of plant and machinery from P P O'Connor Plant Limited. At the balance sheet date £2,400 (2013 - £2,400) was owed to P P O'Connor Plant Limited in respect of unpaid hire fees and is included within trade creditors.

Included within debtors falling due within one year is a balance totalling £67,784 (2013 - £42,200) in respect of P P O'Connor Plant Limited. This advance is unsecured, interest free and repayable upon demand.

20. POST BALANCE SHEET EVENTS

Since the year end, interim dividends totalling £55,000 have been voted and paid in respect of the Ordinary 'A' shares.

21. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2014	2013
	£	£
Profit for the financial year	216,479	453,589
Dividends	(170,000)	(163,000)
Net addition to shareholders' funds	46,479	290,589
Opening shareholders' funds	4,275,748	3,985,159
Closing shareholders' funds	4,322,227	4,275,748