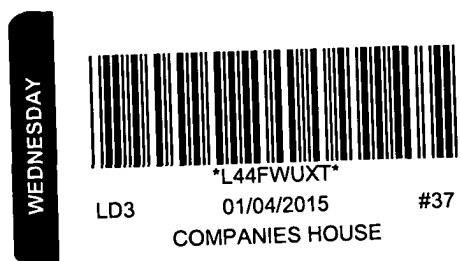


G4S Aviation Services (UK) Limited

FINANCIAL STATEMENTS

for the year ended
31 December 2014



Company Registration No. 2837136

G4S Aviation Services (UK) Limited

DIRECTORS, OFFICERS AND PROFESSIONAL ADVISORS

DIRECTORS

GN Grosso
D Hewitson

SECRETARY

V Patel

REGISTERED OFFICE

Sutton Park House
15 Carshalton Road
Sutton
Surrey
SM1 4LD

AUDITOR

KPMG Audit Plc
15 Canada Square
London
E14 5GL

G4S Aviation Services (UK) Limited

STRATEGIC REPORT

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The company continues to work with the airlines and airports to deliver quality solutions against the background of an ever increasing focus on security, particularly in the aviation industry. The future of the aviation business sees G4S as developing its products and services to a wider remit and building on current strengths.

G4S Aviation Services (UK) Limited continues to develop and promote the values of quality, reliability and integrity associated with the G4S brand. This has seen us forge true partnerships with our customers, who recognising the value that we bring to their business have remained extremely loyal.

Our commitment is as always to increase shareholder value through our guiding principles of excellence in customer service, committed employees, the delivery of innovative products and services, sound commercial decisions and by fostering a climate of continuous improvement.

FUTURE PERFORMANCE AND ACTIVITIES

We anticipate that the company will continue to perform at current levels.

PRINCIPAL RISKS AND UNCERTAINTIES

All businesses are subject to risk and many individual risks are macro-economic or social and common across many businesses. The key risks are those which could materially damage the company's strategy, reputation, business, profitability or assets and these risks are listed below. This list is in no particular order and is not an exhaustive list of all potential risks. Some risks may be unknown and it may transpire that others currently considered immaterial become material.

Price competition

The security industry in the UK is fragmented with relatively low economic barriers to entry and there are a wide variety of operators of varying sizes. Actions taken by our competitors may place pressure on our pricing, margins and profitability.

In-sourcing by customers

If the trend towards outsourcing manned security were for any reason to be reversed, the company's revenue and profitability may be adversely affected.

Deterioration in labour relations

The company's most significant asset is its large and committed workforce. Were the current good relationships between the group and its employees to become strained, the company's operational performance and reputation may be adversely affected.

Terrorist attacks

The company operates in an industry which is sometimes involved in seeking to protect its customers against acts of terrorism. Were terrorist incidents in the future to involve premises or events for which the company is contracted to provide security they could result in brand and reputational damage and so affect earnings and profitability.

IT systems

The company makes widespread use of IT systems both in its operations and for financial management. Failure in these systems, including failure in business continuity procedures in the event of physical damage to or inaccessibility of normal systems, could result in reputational damage and the loss of revenue and profitability.

G4S Aviation Services (UK) Limited

STRATEGIC REPORT

Regulatory requirements

Security can be a high profile industry. There is a wide and ever changing variety of regulations applicable to our business across the UK. Changes in such regulations may adversely affect the company's revenues and profitability.

The potential impact of these risks is mitigated through the company's performance management procedures, operational standards and policy of proactive engagement with customers, industry associations, government regulators and employee representatives.

KEY PERFORMANCE INDICATORS

Due to the nature of our business, the majority of our KPIs are contract specific and monitored internally on a contract by contract basis. Bespoke KPIs have been developed across a number of contracts to ensure the specific nature all contracts are recognised. Staff attrition has increased to circa 9% (2013: 8%) for the business.

ENVIRONMENTAL

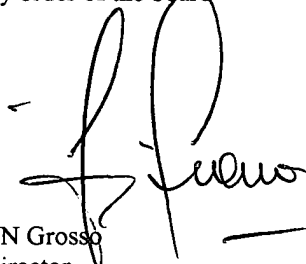
The main business of the company is involved in the provision of security solutions personnel to our customers and therefore the organisation does not have a significant direct impact on the environment. However as part of G4S Plc we participate in the group initiatives aimed at maximising energy conservation through the adoption of best practices, we remain committed to the recycling of materials where possible and we are compliant with the relevant standards on vehicle emissions.

EMPLOYEE INVOLVEMENT

The company keeps employees informed on a regular basis of current activities, progress and general matters of interest by various methods, including:

- a) the holding of regular regional and area meetings and management roadshows;
- b) the annual employee survey distributed to all staff;
- c) the circulation, on an individual basis, of an annual report to employees;
- d) the circulation of the company's monthly in-house newsletter "The Link"; and
- e) the intranet and electronic newsletters

By order of the board



GN Grosso
Director
24 March 2015

G4S Aviation Services (UK) Limited

DIRECTORS' REPORT

The directors submit their report and the financial statements of G4S Aviation Services (UK) Limited for the year ended 31 December 2014.

DIVIDENDS

The directors do not recommend the payment of a dividend (2013: £4,000,000). The directors believe the results are satisfactory.

DIRECTORS

The following directors have held office since 1 January 2014:

GN Grosso
D Hewitson
S Curl (resigned 28 February 2014)

POLICY ON PAYMENT OF CREDITORS

It is the company's policy to pay suppliers in accordance with the payment terms negotiated with them. Thus, prompt payment is normally made to those suppliers meeting their obligations. The company does not follow any formal code or standard on payment practice.

EMPLOYEES

Within G4S Aviation Services (UK) Limited, we value the fact that we have a diverse workforce and we expect everyone to treat each other with dignity. We welcome and value people from all communities and cultures and fully realise the benefits that can come from having employees who feel comfortable in being able to put forward different views, ideas and perspectives.

G4S Aviation Services (UK) Limited has an equal opportunities policy which aims to ensure that no job applicant, employee or group of employees receives less favourable treatment on the grounds of gender, religion, marital status, disability, age, race, colour, ethnic or national origins or is disadvantaged by conditions or requirements which cannot be shown to be justifiable. It will therefore apply employment policies which are fair and consistent with the skills and abilities of its employees. These policies will ensure that all employees are afforded equal opportunity for recruitment, training and development, based solely on personal performance, ability and aptitude.

G4S Aviation Services (UK) Limited actively participates in the Group's programme of investing in the Community, by actively giving back to the community in which we operate and encouraging our employees to do the same within their local communities.

POLITICAL AND CHARITABLE CONTRIBUTIONS

The Company made no political and no charitable donations during the year (2013: £Nil).

AUDITOR APPOINTMENT

PricewaterhouseCoopers LLP will be proposed as the Company's auditor for the financial year ending 31 December 2015 and a resolution relating to this appointment will be tabled at the forthcoming annual general meeting of G4S Plc.

G4S Aviation Services (UK) Limited

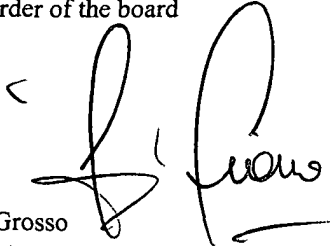
DIRECTORS' REPORT

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITOR

The directors who were in office on the date of approval of these financial statements have confirmed, as far as they are aware, that there is no relevant audit information of which the auditor is aware. Each of the directors have confirmed that they have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that it has been communicated to the auditor.

By order of the board

GN Grosso
Director
24 March 2015

A handwritten signature in black ink, appearing to read 'GN Grosso', is written over the printed name and date.

G4S Aviation Services (UK) Limited

STATEMENT OF DIRECTORS' RESPONSIBILITIES IN RESPECT OF THE STRATEGIC REPORT, THE DIRECTORS' REPORT AND THE FINANCIAL STATEMENTS

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 they have elected to prepare the financial statements in accordance with UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice).

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 judgments and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- 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 have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF G4S AVIATION SERVICES (UK) LIMITED

We have audited the financial statements of G4S Aviation Services (UK) Limited for the year ended 31 December 2014 set out on pages 8 to 19. The financial reporting framework that has been applied in their preparation is applicable law and UK Accounting Standards (UK Generally Accepted Accounting Practice).

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

RESPECTIVE RESPONSIBILITIES OF DIRECTOR AND AUDITOR

As explained more fully in the Directors' Responsibilities Statement set out on page 6, 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 Auditing Practices Board's Ethical Standards for Auditors.

SCOPE OF THE AUDIT OF THE FINANCIAL STATEMENTS

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's website at www.frc.org.uk/auditscopeukprivate.

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 31 December 2014 and of its profit for the year then ended;
- have been properly prepared in accordance with UK Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

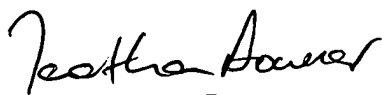
OPINION ON OTHER MATTER PRESCRIBED BY THE COMPANIES ACT 2006

In our opinion the information given in the Strategic Report and Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

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.



Jonathan Downer (Senior Statutory Auditor)
for and on behalf of KPMG Audit Plc, Statutory Auditor
Chartered Accountants
15 Canada Square
London
E14 5GL

25 March 2015

G4S Aviation Services (UK) Limited

PROFIT AND LOSS ACCOUNT

for the year ended 31 December 2014

	<i>Notes</i>	2014 £000	2013 £000
TURNOVER	1	40,951	45,523
Cost of Sales		(36,295)	(40,615)
GROSS PROFIT		4,656	4,908
Other operating expenses		(2,955)	(3,077)
OPERATING PROFIT		1,701	1,831
Restructure costs	4	(94)	(1,537)
Interest payable and similar charges	2	(1,851)	(1)
Interest receivable	3	1,410	1,094
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	4	1,166	1,387
Taxation	7	(812)	(194)
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION	15	354	1,193

The operating profit for the year arises from the company's continuing operations.

No separate Statement of Total Recognised Gains and Losses has been presented as all such gains and losses have been dealt with in the profit and loss account for the current and preceding year.

There are no material differences between the results as stated above and their historical cost equivalents.

The notes on pages 10 to 19 form part of the financial statements.

G4S Aviation Services (UK) Limited

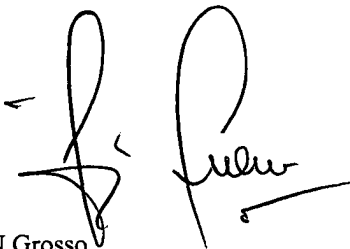
BALANCE SHEET

31 December 2014

	<i>Notes</i>	2014 £'000	2013 £'000
FIXED ASSETS			
Tangible assets	10	148	174
		<u>148</u>	<u>174</u>
CURRENT ASSETS			
Debtors	11	92,745	77,144
Cash at bank and in hand		668	533
		<u>93,413</u>	<u>77,677</u>
CREDITORS			
Amounts falling due within one year	12	(91,628)	(72,047)
		<u>1,785</u>	<u>5,630</u>
NET CURRENT ASSETS			
		<u>1,933</u>	<u>5,804</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			
		<u>1,933</u>	<u>5,804</u>
PROVISIONS FOR LIABILITIES AND CHARGES	13	(1,255)	(1,480)
		<u>678</u>	<u>4,324</u>
NET ASSETS			
		<u>678</u>	<u>4,324</u>
CAPITAL AND RESERVES			
Called up share capital	14	219	219
Profit and loss account	15	459	4,105
		<u>678</u>	<u>4,324</u>
EQUITY SHAREHOLDERS' FUNDS	16		
		<u>678</u>	<u>4,324</u>

The notes on pages 10 to 19 form part of the financial statements.

The financial statements were approved by the board of directors and authorised for issue on 24 March 2015 and are signed on its behalf by:


GN Grosso
Director

Company Registration No. 2837136

G4S Aviation Services (UK) Limited

ACCOUNTING POLICIES

BASIS OF PREPARATION

The financial statements have been prepared under the historical cost convention in accordance with applicable accounting standards.

The Directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. As a result, the financial statements have been prepared on a going concern basis.

The accounts present information about the company as an individual undertaking and not about its group, as the company has taken advantage of the exemption provided by section 400 of the Companies Act 2006, as it is a wholly owned subsidiary undertaking of G4S plc, a company incorporated in England & Wales, and is included in the consolidated accounts of that company.

Under FRS 1 the Company is exempt from the requirements to prepare a cash flow statement on the grounds that a parent undertaking includes the Company in its own published consolidated financial statements.

As the Company is a wholly owned subsidiary of G4S plc, the Company has taken advantage of the exemption contained in FRS 8 and has therefore not disclosed transactions or balances with entities which form part of the group.

FRS 100 sets out the application of financial reporting requirements in the UK and Republic of Ireland and FRS 101 'IFRS with reduced disclosures' outlines the reduced disclosure framework available for use by qualifying entities choosing to report under IFRS. FRS 102 is applicable in the UK and Republic of Ireland and is known as 'new UK GAAP'. The mandatory effective date for the new framework of reporting is for accounting periods beginning on or after 1 January 2015. The Company will apply either FRS 101 ('IFRS with reduced disclosures') or FRS 102 ('new UK GAAP'). A full analysis is currently being undertaken to identify the most appropriate option.

TANGIBLE FIXED ASSETS

Fixed assets are stated at historic cost.

Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write each asset down to its estimated residual value evenly over its expected useful life, as follows:-

Computer equipment	over 3 years
Office and commercial equipment	over 5 years
Ground technical equipment	over 5 years

TAXATION

The charge for taxation is based on the profit for the year and takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes.

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 tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the company's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in years different from those in which they are recognised in the financial statements.

Deferred tax is measured at the average tax rates that are expected to apply in the years in which timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantially enacted by the balance sheet date. Deferred tax is measured on a non-discounted basis.

G4S Aviation Services (UK) Limited

ACCOUNTING POLICIES

OPERATING LEASES

The annual rentals are charged to the profit and loss account on a straight line basis over the term.

PROVISIONS

Provisions are made when an obligation exists for a future liability in respect of a past event, payment is probable and where the amount of the obligation can be reliably estimated. The costs of meeting lease requirements on unoccupied properties are provided for on a discounted basis. Interest is calculated at an applicable interest rate and charged to the profit and loss account.

POST RETIREMENT BENEFITS

The Company offers a defined contribution pension scheme to the majority of its employees. The assets of the scheme are held separately from those of the Company in an independently administered fund. The amounts charged to the profit and loss account represent the contributions payable to the scheme in respect of the financial year.

The Company also participates in a defined benefit pension scheme along with other G4S businesses within the UK. The assets of the scheme are held separately from those of the Company. The Company is unable to identify its share of the underlying assets and liabilities of the scheme on a consistent and reasonable basis and therefore, as required by FRS 17 'Retirement benefits', accounts for the scheme as if it were a defined contribution scheme. As a result, the amount charged to the profit and loss account represents the contributions payable to the scheme in respect of the financial year.

TURNOVER

Turnover is recognised at the fair value of the consideration received or receivable for the sale of goods and/or services in the ordinary nature of the business, net of Value Added Tax, recognised at the point of delivery of service.

DIVIDENDS ON SHARES PRESENTED WITHIN SHAREHOLDERS' FUNDS

Dividends unpaid at the balance sheet date are only recognised as a liability at that date to the extent that they are appropriately authorised and are no longer at the discretion of the Company. Unpaid dividends that do not meet these criteria are disclosed in the notes to the financial statements.

G4S Aviation Services (UK) Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2014

1 TURNOVER AND PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

The company's turnover and profit on ordinary activities were derived from its principal activity, wholly undertaken in the United Kingdom.

2	INTEREST PAYABLE	2014 £'000	2013 £'000
	Payable to group companies	1,790	-
	Other interest payable	2	1
	Unwinding of discount	59	-
		<u>1,851</u>	<u>1</u>

3	INTEREST INCOME	2014 £'000	2013 £'000
	Receivable from group undertakings	1,410	1,094
		<u>1,410</u>	<u>1,094</u>

4	PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	2014 £'000	2013 £'000
	Profit on ordinary activities before taxation is stated after charging:		
	Depreciation and amounts written off tangible fixed assets:		
	Charge for the year:		
	owned assets	140	306
	Operating lease rentals:		
	Land and buildings	273	273
	Auditors' remuneration:		
	Audit of these financial statements	20	17
	Restructuring costs:		
	Property costs relating to vacation of Princess House	-	1,452
	Redundancy costs	94	56
	Fixed Asset write offs	-	29
		<u></u>	<u></u>

No other fees were paid to KPMG Audit Plc in respect of the company (2013: £Nil).

G4S Aviation Services (UK) Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2014

5	EMPLOYEES	2014 No.	2013 No.
	The average weekly number of persons (including directors) employed by the company during the year was:		
	Management and administration	-	40
	Operational	1,940	2,264
		<u>1,940</u>	<u>2,304</u>
		£'000	£'000
	Staff costs for above persons:		
	Wages and salaries	32,144	36,566
	Social security costs	2,614	2,862
	Other pension costs	327	271
		<u>35,085</u>	<u>39,699</u>

DIRECTORS' REMUNERATION

The directors received no emoluments in the year in respect of their services to the company (2013: £Nil).

6 PENSIONS

In respect of employees in the United Kingdom, the company pays contributions to a defined benefit pension scheme and a defined contribution pension scheme.

The defined benefit pension scheme is called the G4S Pension Scheme. During 2011 the G4S Pension Scheme was closed to future accrual. Existing members retained their benefits accrued to date and where appropriate their link to final salary. A small number of employees continued to accrue benefits in the G4S Pension Scheme due to their pension entitlement being protected. Members were offered the opportunity to move to a new defined contribution scheme for future pension benefits. There has been no curtailment gain or loss.

The Company is unable to identify its share of the underlying assets and liabilities of the G4S Pension Scheme and has therefore taken advantage of the exemption available in FRS17 to account for contributions to the scheme as if it were a defined contributions scheme. Full details of the scheme can be found in the accounts of G4S plc.

The pension costs are assessed on the advice of independent qualified actuaries using the projected unit credit method. The most recent actuarial valuation was 5 April 2012. The assets of the G4S Pension Scheme are held in separate trustee administered funds.

The company also pays into the G4S Group Personal Pension Plan which is a defined contribution scheme.

Contributions paid by the company during the year to the pension schemes amounted to £271,252 (2013: £152,876).

Contributions paid by the company during the period to the defined benefits scheme amounted to £28 (2013: £35) and payments to the defined contribution scheme amounted to £271,224 (2013: £152,840).

The amounts being held within creditors in relation to defined benefit schemes is £Nil (2013: £184) and defined contribution schemes £64,358 (2013: £24,262).

G4S Aviation Services (UK) Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2014

7	TAXATION	2014 £'000	2013 £'000
	Current tax:		
	UK corporation tax on profit for the year	1,458	671
	Adjustment in respect of the prior periods	(662)	(474)
	Total current tax	796	197
	Deferred taxation:		
	Adjustment in respect of previous years	1	1
	Origination and reversal of timing differences	15	(15)
	Effect of change in tax rate	-	11
	Total deferred tax	16	(3)
	Tax charge on ordinary activities	812	194
	Factors affecting tax charge for year:		
	The tax assessed for the year is lower than the standard rate of corporation tax in the UK (21.5%). The differences are explained below:		
	Profit on ordinary activities before tax	1,166	1,387
	Profit on ordinary activities multiplied by standard rate of corporation tax in the UK (21.5% (2013: 23.3%))	251	322
	Effects of:		
	Expenses not deductible for tax purposes	(32)	1
	Depreciation in excess of capital allowances	(16)	10
	Other charges	1,255	338
	Adjustment in respect of previous years	(662)	(474)
	Current tax charge for year	796	197

Factors that may affect future tax charges

Reductions in the UK corporation tax rate from 26% to 24% (effective from 1 April 2012) and to 23% (effective 1 April 2013) were substantively enacted on 26 March 2012 and 3 July 2012 respectively. Further reductions to 21% (effective from 1 April 2014) and 20% (effective from 1 April 2015) were substantively enacted on 2 July 2013. This will reduce the company's future current tax charge accordingly.

The deferred tax asset at 31 December 2014 has been calculated based on the rate of 20% substantively enacted at the balance sheet date.

G4S Aviation Services (UK) Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2014

8 DEFERRED TAXATION

	2014 £'000	2013 £'000
Balance at 1 January	3	23
Transfer to profit and loss account	(16)	3
Group Relief	86	(23)
Balance at 31 December	73	3
The deferred taxation asset, which is included in debtors (see note 11) comprises:	2014 £'000	2013 £'000
Decelerated capital allowances	73	3

9 DIVIDENDS

The directors do not recommend the payment of a dividend (2013: £4,000,000, £18.30 per share).

10 TANGIBLE FIXED ASSETS

	Ground technical equipment £'000	Office and commercial equipment £'000	Asset under course of construction £'000	Total £'000
Cost:				
1 January 2014	831	97	-	928
Additions	99	-	19	118
Disposals	(150)	-	-	(150)
Transfer to Asset Register	4	15	(19)	-
31 December 2014	784	112	-	896
Depreciation:				
1 January 2014	661	93	-	754
Charged in the year	138	2	-	140
Disposals	(146)	-	-	(146)
31 December 2014	653	95	-	748
Net book value:				
31 December 2014	131	17	-	148
31 December 2013	170	4	-	174

G4S Aviation Services (UK) Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2014

11	DEBTORS	2014 £'000	2013 £'000
	Due within one year:		
	Trade debtors	4,879	4,992
	Amounts owed by group undertakings	87,559	71,686
	Other debtors	40	62
	Prepayments and accrued income	194	401
	Deferred tax asset	73	3
		<u>92,745</u>	<u>77,144</u>

Amounts owed by group undertakings are unsecured, repayable on demand with interest receivable at 2.06% (2013: 2.03%).

12	CREDITORS: Amounts falling due within one year	2014 £'000	2013 £'000
	Trade creditors	153	1,210
	Amounts owed to group undertakings	85,060	61,986
	Other taxation and social security costs	1,788	4,287
	Other creditors	3,091	3,045
	Accruals and deferred income	77	1,322
	Corporation Tax	1,459	197
		<u>91,628</u>	<u>72,047</u>

Amounts owed to group undertakings are unsecured, repayable on demand with interest payable at 3.06% (2013: 3.03%).

13 PROVISION FOR LIABILITIES AND CHARGES

	Unoccupied Properties £'000	Legal Claims £'000	Total £'000
Provision at 1 January 2014	1,452	28	1,480
Additions	-	19	19
Discounting Unwind	59	-	59
Utilised in the year	(303)	-	(303)
Provision at 31 December 2014	<u>1,208</u>	<u>47</u>	<u>1,255</u>

G4S Aviation Services (UK) Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2014

13 PROVISION FOR LIABILITIES AND CHARGES (Continued)

Unoccupied properties

The provision is based on the value of future net cash outflows relating to rent, rates, service charge and costs marketing the properties. An assessment is made by property of the likelihood of sub-letting the property before the end of the lease and provision is made up to this date. Each provision is reviewed annually and expected to be utilised between 1 and 25 years.

Legal Claims

The provisions relate to ongoing industrial tribunal cases, legal claims and customer claims. It is envisaged that these will be utilised throughout 2015.

14	SHARE CAPITAL	2014 £'000	2013 £'000
	Allotted, issued and fully paid:		
	218,707 ordinary shares of £1 each (2013: 218,707 ordinary shares of £1 each)	219	219
		<hr/>	<hr/>
15	PROFIT AND LOSS ACCOUNT	2014 £'000	2013 £'000
	1 January	4,105	3,712
	Profit for the financial year	354	1,193
	Dividend paid	(4,000)	(800)
	31 December	<hr/> 459	<hr/> 4,105
		<hr/>	<hr/>
16	RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS	2014 £'000	2013 £'000
	Profit for the financial year	354	1,193
	Dividends paid	(4,000)	(800)
	Net movement in shareholders' funds	<hr/> (3,646)	<hr/> 393
	Opening shareholders' funds	4,324	3,931
	Closing shareholders' funds	<hr/> 678	<hr/> 4,324
		<hr/>	<hr/>

G4S Aviation Services (UK) Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2014

17 COMMITMENTS UNDER OPERATING LEASES

At 31 December 2014 the company had annual commitments under non-cancellable operating leases expiring as follows:

	2014 £'000	2013 £'000
Land and buildings		
expiring within 1 year	3	3
expiring between 1 and 2 years	-	8
expiring between 2 and 5 years	1,015	265
expiring after 5 years	-	-
	<u>1,018</u>	<u>276</u>

18 RELATED PARTY TRANSACTIONS

In accordance with paragraph 3(c) of FRS 8 "Related Party Transactions", the company is exempt from disclosing details of arrangements with other wholly owned companies in the group.

During the year, the company had transactions with the following disclosable related parties:

- Fellow subsidiary undertakings (not wholly owned) as listed below:

G4S FSI Limited (85% owned by G4S Group)

BALANCES	2014 £'000	2013 £'000
AMOUNTS DUE FROM RELATED PARTIES		
G4S FSI Limited	-	402
	<u>-</u>	<u>402</u>
AMOUNTS DUE TO RELATED PARTIES		
G4S FSI Limited	-	4
	<u>-</u>	<u>4</u>

No expense has been recognised in the year for bad and doubtful debts in respect of amounts owed by related parties (2012: £Nil)

G4S Aviation Services (UK) Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2014

19 CONTINGENT LIABILITIES

- a) The company is included in a Group registration for VAT purposes and is therefore jointly and severally liable for all other group companies' unpaid debts in this connection. The liability of the UK Group registration at 31 December 2014 totalled £13,717,244 (2013: £16,973,772).
- b) The company, together with other certain group companies, is jointly and severally liable under the terms of a guarantee provided in respect of a revolving credit loan facility granted to G4S Plc.
- c) The company is included within a group composite banking arrangement with certain fellow subsidiary undertakings and has provided an unlimited guarantee.

20 ULTIMATE PARENT UNDERTAKING

At 31 December 2014 the ultimate holding company of G4S Aviation Services (UK) Limited was G4S plc, which is registered in England and Wales. Copies of the group accounts of G4S plc can be obtained from The Manor, Manor Royal, Crawley, West Sussex, RH10 9UN.