

REGISTERED NUMBER: 07966612 (England and Wales)

GROUP STRATEGIC REPORT, REPORT OF THE DIRECTORS AND
AUDITED CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2015
FOR
HAWK PLANT (UK) LIMITED AND SUBSIDIARIES

D.R.E. & Co. (Audit) Limited
Chartered Accountants & Statutory Auditors
7 Lower Brook Street
Oswestry
Shropshire
SY11 2HG



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FOR THE YEAR ENDED 31 DECEMBER 2015**

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HAWK PLANT (UK) LIMITED AND SUBSIDIARIES

COMPANY INFORMATION

FOR THE YEAR ENDED 31 DECEMBER 2015

DIRECTORS:

M E E Hawkins
A A Nixon
J G Earl
G W Bolsover

SECRETARIES:

Mrs J H Hawkins
A A Nixon

REGISTERED OFFICE:

Charleston House
Cruckmoor Lane
Prees Green
Whitchurch
Shropshire
SY13 2BS

REGISTERED NUMBER:

07966612 (England and Wales)

AUDITORS:

D.R.E. & Co. (Audit) Limited
Chartered Accountants & Statutory Auditors
7 Lower Brook Street
Oswestry
Shropshire
SY11 2HG

HAWK PLANT (UK) LIMITED AND SUBSIDIARIES (REGISTERED NUMBER: 07966612)

GROUP STRATEGIC REPORT
FOR THE YEAR ENDED 31 DECEMBER 2015

The directors present their strategic report of the company and the group for the year ended 31 December 2015.

REVIEW OF BUSINESS

The results for the 12 months to 31 December 15 are as shown in the annexed financial statements.

The directors monitor the company's performance using key performance indicators, the main indicators being sales growth, gross margin, operating profit margins and cash generation.

Sales revenues and margins have both grown strongly in the two main UK based hire companies, Hawk Plant Hire Limited and Hawk Hire Limited and with controlled spend on overheads this has seen the profit before tax increase substantially in these companies.

The Directors have decided to significantly scale back the operations of the group in West Africa. Repatriating plant to the UK to meet growing demand in this market

Cash generation from operating activities has increased substantially in the period and the overall cash position of the group has improved.

During the year the directors have continued to focus on ensuring the group provides the best service possible to its customers. This has included a continued strategic investment in the hire fleet to ensure a modern fleet capable of meeting our customers requirements.

During December 2015 the group received investment from BGF in the form of equity and loan finance. This strategic partnership will enable the group to continue to grow and invest in its fleet and wider business to meet the growing demands of the sector and planned major UK infrastructure projects.

As part of this investment the group undertook a small restructure which saw Hawk Site Facilities Ltd leave the group and a 90% stake acquired in Hawk Plant Sales Ltd.

HAWK PLANT (UK) LIMITED AND SUBSIDIARIES (REGISTERED NUMBER: 07966612)

REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 DECEMBER 2015

The directors present their report with the financial statements of the company and the group for the year ended 31 December 2015.

PRINCIPAL ACTIVITY

The principal activity of the group in the year under review was that of hiring of plant and equipment to the construction industry.

DIVIDENDS

Interim dividends per share were paid during the year as follows:

Ordinary £1	- £83.56	- 5 April 2015
A Ordinary £1	- £813.56	- 5 April-2015

The total distribution of dividends for the year ended 31 December 2015 will be £109,000.

DIRECTORS

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

M E E Hawkins
A A Nixon

Other changes in directors holding office are as follows:

J G Earl - appointed 15 December 2015
G W Bolsover - appointed 15 December 2015

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Report of the Directors and the financial statements in accordance with applicable law and regulations.

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

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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 and the group's transactions and disclose with reasonable accuracy at any time the financial position of the company and the group and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and the group 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 directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the group's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the group's auditors are aware of that information.

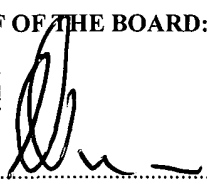
HAWK PLANT (UK) LIMITED AND SUBSIDIARIES (REGISTERED NUMBER: 07966612)

REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 DECEMBER 2015

AUDITORS

The auditors, D.R.E. & Co. (Audit) Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:


.....
A A Nixon - Director

Date: 6/6/16

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
HAWK PLANT (UK) LIMITED AND SUBSIDIARIES**

We have audited the financial statements of Hawk Plant (UK) Limited and Subsidiaries for the year ended 31 December 2015 on pages seven to thirty one. The financial reporting framework that has been applied in their preparation is 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'.

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 a Report of the Auditors 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 Statement of Directors' Responsibilities set out on page three, 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

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 group's and the parent 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 Group Strategic Report and the Report of the Directors 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 group's and of the parent company's affairs as at 31 December 2015 and of the group's 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.

Opinion on other matter prescribed by the Companies Act 2006

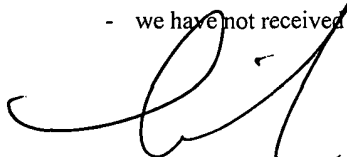
In our opinion the information given in the Group Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
HAWK PLANT (UK) LIMITED AND SUBSIDIARIES**

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 by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company 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.



Francis Nock FCCA (Senior Statutory Auditor)
for and on behalf of D.R.E. & Co. (Audit) Limited
Chartered Accountants & Statutory Auditors
7 Lower Brook Street
Oswestry
Shropshire
SY11 2HQ

Date:

6th June 2016

HAWK PLANT (UK) LIMITED AND SUBSIDIARIES (REGISTERED NUMBER: 07966612)

CONSOLIDATED INCOME STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2015

		Year Ended 31.12.15 £	Period 1.7.14 to 31.12.14 £
	Notes		
TURNOVER	2	78,395,607	21,202,643
Cost of sales		(63,119,234)	(18,642,839)
GROSS PROFIT		15,276,373	2,559,804
Administrative expenses		(7,364,192)	(2,448,865)
OPERATING PROFIT	4	7,912,181	110,939
Interest receivable and similar income		5,263	17
		7,917,444	110,956
Interest payable and similar charges	5	(5,156,142)	(784,296)
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		2,761,302	(673,340)
Tax on profit/(loss) on ordinary activities	6	(530,308)	27,826
PROFIT/(LOSS) FOR THE FINANCIAL YEAR		2,230,994	(645,514)
Profit/(loss) attributable to: Owners of the parent		2,230,994	(645,514)

The notes form part of these financial statements

HAWK PLANT (UK) LIMITED AND SUBSIDIARIES (REGISTERED NUMBER: 07966612)

CONSOLIDATED OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2015

	Notes	Year Ended 31.12.15 £	Period 1.7.14 to 31.12.14 £
PROFIT/(LOSS) FOR THE YEAR		2,230,994	(645,514)
OTHER COMPREHENSIVE INCOME			
Pre group restructure reserves		-	4,761,293
Income tax relating to other comprehensive income		-	-
OTHER COMPREHENSIVE INCOME			
FOR THE YEAR, NET OF INCOME TAX		-	4,761,293
TOTAL COMPREHENSIVE INCOME		2,230,994	4,115,779
FOR THE YEAR		2,230,994	4,115,779
Total comprehensive income attributable to: Owners of the parent		2,230,994	4,115,779

The notes form part of these financial statements


HAWK PLANT (UK) LIMITED AND SUBSIDIARIES (REGISTERED NUMBER: 07966612)**CONSOLIDATED BALANCE SHEET
31 DECEMBER 2015**

	Notes	31.12.15 £	31.12.14 £
FIXED ASSETS			
Intangible assets	9	-	-
Tangible assets	10	78,271,189	55,134,182
Investments	11	-	-
		<u>78,271,189</u>	<u>55,134,182</u>
CURRENT ASSETS			
Stocks	12	1,482,112	1,293,231
Debtors	13	18,455,739	13,167,186
Cash at bank and in hand		838,734	341,956
		<u>20,776,585</u>	<u>14,802,373</u>
CREDITORS			
Amounts falling due within one year	14	34,788,695	28,382,681
NET CURRENT LIABILITIES		<u>(14,012,110)</u>	<u>(13,580,308)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>64,259,079</u>	<u>41,553,874</u>
CREDITORS			
Amounts falling due after more than one year	15	(50,027,722)	(29,678,507)
PROVISIONS FOR LIABILITIES	19	(1,480,168)	(1,405,238)
MINORITY INTERESTS	20	(12,127)	-
NET ASSETS		<u>12,739,062</u>	<u>10,470,129</u>
CAPITAL AND RESERVES			
Called up share capital	21	826	817
Share premium	22	416,880	269,950
Retained earnings	22	12,321,356	10,199,362
SHAREHOLDERS' FUNDS		<u>12,739,062</u>	<u>10,470,129</u>

The financial statements were approved by the Board of Directors on
its behalf by:

6th June 2016

and were signed on


A A Nixon - Director

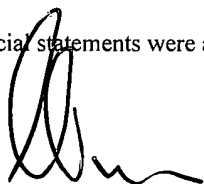
The notes form part of these financial statements

HAWK PLANT (UK) LIMITED AND SUBSIDIARIES (REGISTERED NUMBER: 07966612)**COMPANY BALANCE SHEET**
31 DECEMBER 2015

	Notes	31.12.15 £	31.12.14 £
FIXED ASSETS			
Intangible assets	9	-	-
Tangible assets	10	-	-
Investments	11	5,156,953	5,046,578
		<u>5,156,953</u>	<u>5,046,578</u>
CURRENT ASSETS			
Debtors	13	4,155,356	745,000
Cash in hand		1	1
		<u>4,155,357</u>	<u>745,001</u>
CREDITORS			
Amounts falling due within one year	14	94,783	767,762
NET CURRENT ASSETS/(LIABILITIES)		<u>4,060,574</u>	<u>(22,761)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>9,217,527</u>	<u>5,023,817</u>
CREDITORS			
Amounts falling due after more than one year	15	4,200,000	-
NET ASSETS		<u>5,017,527</u>	<u>5,023,817</u>
CAPITAL AND RESERVES			
Called up share capital	21	826	817
Share premium	22	4,942,088	4,795,158
Retained earnings	22	74,613	227,842
SHAREHOLDERS' FUNDS		<u>5,017,527</u>	<u>5,023,817</u>

The financial statements have been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved by the Board of Directors on 6 June 2016 and were signed on its behalf by:



A A Nixon - Director

The notes form part of these financial statements

HAWK PLANT (UK) LIMITED AND SUBSIDIARIES (REGISTERED NUMBER: 07966612)**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**
FOR THE YEAR ENDED 31 DECEMBER 2015

	Called up share capital £	Retained earnings £	Share premium £
Balance at 1 July 2014	494	6,158,583	269,950
Changes in equity			
Issue of share capital	323	-	-
Dividends	-	(75,000)	-
Total comprehensive income	-	4,115,779	-
Balance at 31 December 2014	<u>817</u>	<u>10,199,362</u>	<u>269,950</u>
Changes in equity			
Issue of share capital	9	-	146,930
Dividends	-	(109,000)	-
Total comprehensive income	-	2,230,994	-
Balance at 31 December 2015	<u>826</u>	<u>12,321,356</u>	<u>416,880</u>
	Total £	Non-controlling interests £	Total equity £
Balance at 1 July 2014	6,429,027	-	6,429,027
Changes in equity			
Issue of share capital	323	-	323
Dividends	(75,000)	-	(75,000)
Total comprehensive income	4,115,779	-	4,115,779
Balance at 31 December 2014	<u>10,470,129</u>	<u>-</u>	<u>10,470,129</u>
Changes in equity			
Issue of share capital	146,939	-	146,939
Dividends	(109,000)	-	(109,000)
Total comprehensive income	2,230,994	-	2,230,994
Balance at 31 December 2015	<u>12,739,062</u>	<u>-</u>	<u>12,739,062</u>

The notes form part of these financial statements

HAWK PLANT (UK) LIMITED AND SUBSIDIARIES (REGISTERED NUMBER: 07966612)

COMPANY STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2015

	Called up share capital £	Retained earnings £	Share premium £	Total equity £
Balance at 1 July 2014	494	78,300	-	78,794
Changes in equity				
Issue of share capital	323	-	4,795,158	4,795,481
Dividends	-	(75,000)	-	(75,000)
Total comprehensive income	-	224,542	-	224,542
Balance at 31 December 2014	817	227,842	4,795,158	5,023,817
Changes in equity				
Issue of share capital	9	-	146,930	146,939
Dividends	-	(109,000)	-	(109,000)
Total comprehensive income	-	(44,229)	-	(44,229)
Balance at 31 December 2015	826	74,613	4,942,088	5,017,527

The notes form part of these financial statements

HAWK PLANT (UK) LIMITED AND SUBSIDIARIES (REGISTERED NUMBER: 07966612)**CONSOLIDATED CASH FLOW STATEMENT**
FOR THE YEAR ENDED 31 DECEMBER 2015

		Year Ended 31.12.15 £	Period 1.7.14 to 31.12.14 £
	Notes		
Cash flows from operating activities			
Cash generated from operations	1	17,775,374	4,119,731
Interest paid		(50,470)	(12,951)
Interest element of hire purchase and finance lease rental payments paid		(5,105,672)	(768,482)
Tax paid		(1,306,882)	(134,542)
Net cash from operating activities		<u>11,312,350</u>	<u>3,203,756</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(5,583,764)	(323,628)
Sale of tangible fixed assets		5,560,206	290,422
Cash introduced on group formation		812	42,519
Interest received		5,263	17
Net cash from investing activities		<u>(17,483)</u>	<u>9,330</u>
Cash flows from financing activities			
New loans in year		4,000,000	-
Capital repayments in year		(14,806,418)	(2,442,447)
Amount introduced by directors		265,888	180,772
Amount withdrawn by directors		(200,000)	(143,756)
Share issue		9	-
Share premium		146,930	-
Equity dividends paid		(109,000)	(75,000)
Net cash from financing activities		<u>(10,702,591)</u>	<u>(2,480,431)</u>
Increase in cash and cash equivalents		<u>592,276</u>	<u>732,655</u>
Cash and cash equivalents at beginning of year	2	<u>205,392</u>	<u>(527,263)</u>
Cash and cash equivalents at end of year	2	<u><u>797,668</u></u>	<u><u>205,392</u></u>

The notes form part of these financial statements

HAWK PLANT (UK) LIMITED AND SUBSIDIARIES (REGISTERED NUMBER: 07966612)**NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2015****1. RECONCILIATION OF PROFIT/(LOSS) BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS**

	Year Ended 31.12.15 £	Period 1.7.14 to 31.12.14 £
Profit/(loss) before taxation	2,761,302	(673,340)
Depreciation charges	9,658,733	1,283,648
(Profit)/loss on disposal of fixed assets	(373,193)	31,749
Finance costs	5,156,142	784,296
Finance income	(5,263)	(17)
	17,197,721	1,426,336
Increase in stocks	(188,881)	(400,492)
Increase in trade and other debtors	(5,288,553)	(1,413,519)
Increase in trade and other creditors	6,055,087	4,507,406
Cash generated from operations	17,775,374	4,119,731

2. CASH AND CASH EQUIVALENTS

The amounts disclosed on the Consolidated Cash Flow Statement in respect of cash and cash equivalents are in respect of these Balance Sheet amounts:

Year ended 31 December 2015

	31.12.15 £	1.1.15 £
Cash and cash equivalents	838,734	341,956
Bank overdrafts	(41,066)	(136,564)
	797,668	205,392

Period ended 31 December 2014

	31.12.14 £	1.7.14 £
Cash and cash equivalents	341,956	50,603
Bank overdrafts	(136,564)	(577,866)
	205,392	(527,263)

The notes form part of these financial statements

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Basis of consolidation

The consolidated financial statements present the results of the parent company and those of its subsidiaries. All consolidated subsidiaries have coterminous financial year ends. Inter group transactions have been eliminated from the financial statements and subsidiary results have been restated, where possible to reflect comparable accounting policies.

Hawk Site Facilities Ltd was disposed of on 15th December 2015. A proportion of the income and expenses arising from the subsidiary have been included in the consolidated income statement but separate analysis between continuing and discontinuing activities have not been shown as in the opinion of the directors the values are immaterial.

Hawk Plant Sales Ltd joined the group on 15th December 2015 but no income or expenditure has been included in the consolidated income statement for the year, in the opinion of the directors the values are immaterial.

At the balance sheet date the group had net current liabilities of £14,012,110 (2014: £13,580,308) As shown in note 14 on page 18 of the full financial statements £15,083,738 (2014: £13,789,193) relates to hire purchase liabilities and finance leases used to finance the plant hire fleet shown in the balance sheet under tangible fixed assets.

Other working capital requirements are funded via an ongoing working capital facility and the issue of loan notes of £4m shortly before the year end.

In addition to the above the directors have considered post year end trading and believe that the going concern basis of preparation is appropriate.

Related party exemption

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

Transactions between group entities which have been eliminated on consolidation are not disclosed within the financial statements.

Turnover

Turnover represents net invoiced hire of plant, excluding value added tax.

Turnover includes the proceeds of sales of hire fleet assets. The net book value of these assets is disclosed within cost of sales.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2003, is being amortised evenly over its estimated useful life of ten years.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2015

1. ACCOUNTING POLICIES - continued

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off 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	- Varying rates between 2 and 20 % on cost
Plant and machinery	- 33% on cost, 20% on cost, varying rates between 5 and 20% on cost, between 8% and 25% reducing balance, between 20% and 33% on straight line, At varying rates, at varying rates on cost and varying rates between 10-20% on cost
Fixtures and fittings	- 20% on cost, at varying rates between 10-40% on cost, varying rates between 10-20% on cost, varying rates between 10-25% on cost and at varying rates between 10-50% on cost
Motor vehicles	- 25% on cost, 20% on cost, Between 10 and 35 % on cost and varying rates between 25 and 50% on cost
Computer equipment	- 33.3% on cost, 20% on cost and at varying rates 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.

Deferred tax

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

Foreign currencies

Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

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

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

Pension costs and other post-retirement benefits

The group operates a defined contribution pension scheme. Contributions payable to the group's pension scheme are charged to profit or loss in the period to which they relate.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2015

2. TURNOVER

The turnover and profit (2014 - loss) before taxation are attributable to the one principal activity of the group.

An analysis of turnover by geographical market is given below:

	Year Ended 31.12.15 £	Period 1.7.14 to 31.12.14 £
United Kingdom	76,498,879	18,317,542
Rest of world	1,896,728	2,885,101
	<u>78,395,607</u>	<u>21,202,643</u>

Included in the above turnover figure is £ 5,452,120 (2014: £290,414) in relation to asset sales. The profit recognised on these sales is £378,385 (2014: £14,617 loss).

3. STAFF COSTS

	Year Ended 31.12.15 £	Period 1.7.14 to 31.12.14 £
Wages and salaries	10,809,619	4,037,927
Social security costs	1,135,628	349,017
Other pension costs	63,950	28,906
	<u>12,009,197</u>	<u>4,415,850</u>

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

	Year Ended 31.12.15	Period 1.7.14 to 31.12.14
Operators	336	291
Administration & management	46	42
	<u>382</u>	<u>333</u>

HAWK PLANT (UK) LIMITED AND SUBSIDIARIES (REGISTERED NUMBER: 07966612)**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued**
FOR THE YEAR ENDED 31 DECEMBER 2015**4. OPERATING PROFIT**

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

	Year Ended 31.12.15 £	Period 1.7.14 to 31.12.14 £
Hire of plant and machinery	4,806,987	2,310,628
Lease of plant & machinery	4,662,300	2,583,292
Depreciation - owned assets	982,068	113,849
Depreciation - assets on hire purchase contracts and finance leases	8,676,664	1,176,668
Auditors remuneration - audit services	48,852	32,333
Auditors remuneration - non audit services	22,956	-
(Profit)/loss on disposal of fixed assets	(373,193)	31,749
	<u><u> </u></u>	<u><u> </u></u>
Directors' remuneration	<u><u>-</u></u>	<u><u>-</u></u>

None of the directors were remunerated for services directly by the group. Costs relating to directors remuneration are included in recharges from related companies (see note 25) but are not separately itemised.

5. INTEREST PAYABLE AND SIMILAR CHARGES

	Year Ended 31.12.15 £	Period 1.7.14 to 31.12.14 £
Bank interest	6,754	5
Other interest	12,807	14,260
Interest on overdue tax paid	63	-
Loan	30,846	-
Hire purchase	5,105,672	770,031
	<u><u>5,156,142</u></u>	<u><u>784,296</u></u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2015

6. TAXATION

Analysis of the tax charge/(credit)

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

	Year Ended 31.12.15 £	Period 1.7.14 to 31.12.14 £
Current tax:		
UK corporation tax	220,970	34,777
Adjustment for previous years	-	(274,537)
Foreign tax paid	234,176	124,655
Total current tax	455,146	(115,105)
Deferred tax	75,162	87,279
Tax on profit/(loss) on ordinary activities	530,308	(27,826)

Reconciliation of total tax charge/(credit) included in profit and loss

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

	Year Ended 31.12.15 £	Period 1.7.14 to 31.12.14 £
Profit/(loss) on ordinary activities before tax	2,761,302	(673,340)
Profit/(loss) on ordinary activities multiplied by the standard rate of corporation tax in the UK of 21% (2014 - 21%)	579,873	(141,401)
Effects of:		
Expenses not deductible for tax purposes	58,425	9,982
Capital allowances in excess of depreciation	(173,747)	(45,537)
Utilisation of tax losses	-	211,081
Adjustments to tax charge in respect of previous periods	-	(274,536)
Capital gains	21,154	-
Tax rate difference	(11,411)	-
Foreign tax paid	(17,384)	124,655
Timing differences	(46)	651
Deferred tax movement	75,162	87,279
Losses c/fwd	(1,718)	-
Total tax charge/(credit)	530,308	(27,826)

Tax effects relating to effects of other comprehensive income

	Gross £	31.12.15 Tax £	Net £
Pre group restructure reserves	_____	_____	_____
	=====	=====	=====

HAWK PLANT (UK) LIMITED AND SUBSIDIARIES (REGISTERED NUMBER: 07966612)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2015

6. TAXATION - continued

	1.7.14 to 31.12.14		
	Gross £	Tax £	Net £
Pre group restructure reserves	4,761,293	-	4,761,293
	<u>4,761,293</u>	<u>-</u>	<u>4,761,293</u>

7. LOSS OF PARENT COMPANY

As permitted by Section 408 of the Companies Act 2006, the Income Statement of the parent company is not presented as part of these financial statements. The parent company's loss for the financial year was £(44,229) (2014 - £224,542 profit).

8. DIVIDENDS

	Year Ended 31.12.15 £	Period 1.7.14 to 31.12.14 £
Ordinary shares of £1 each		
Interim	<u>109,000</u>	<u>75,000</u>

9. INTANGIBLE FIXED ASSETS

Group

	Goodwill £
COST	
At 1 January 2015	
and 31 December 2015	<u>250,000</u>
AMORTISATION	
At 1 January 2015	
and 31 December 2015	<u>250,000</u>
NET BOOK VALUE	
At 31 December 2015	<u>-</u>
At 31 December 2014	<u>-</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2015

10. TANGIBLE FIXED ASSETS

Group	Improvements to property £	Plant and machinery £	Fixtures and fittings £
COST			
At 1 January 2015	553,041	60,700,825	24,088
Additions	123,196	37,848,216	-
Disposals	-	(8,667,461)	-
At 31 December 2015	676,237	89,881,580	24,088
DEPRECIATION			
At 1 January 2015	71,842	6,322,382	429
Charge for year	26,022	9,533,231	5,311
Eliminated on disposal	-	(3,500,006)	-
At 31 December 2015	97,864	12,355,607	5,740
NET BOOK VALUE			
At 31 December 2015	578,373	77,525,973	18,348
At 31 December 2014	481,199	54,378,443	23,659
	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1 January 2015	270,194	61,925	61,610,073
Additions	-	11,340	37,982,752
Disposals	(76,269)	-	(8,743,730)
At 31 December 2015	193,925	73,265	90,849,095
DEPRECIATION			
At 1 January 2015	80,407	831	6,475,891
Charge for year	68,016	26,152	9,658,732
Eliminated on disposal	(56,711)	-	(3,556,717)
At 31 December 2015	91,712	26,983	12,577,906
NET BOOK VALUE			
At 31 December 2015	102,213	46,282	78,271,189
At 31 December 2014	189,787	61,094	55,134,182

Included within the above group totals is £67,186,934 (2014: £49,931,789) in respect of assets held under hire purchase contracts and finance leases.

HAWK PLANT (UK) LIMITED AND SUBSIDIARIES (REGISTERED NUMBER: 07966612)**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2015****11. FIXED ASSET INVESTMENTS****Company****Shares in
group
undertakings
£****COST**

At 1 January 2015

5,046,578

Additions

110,376

Disposals

(1)

At 31 December 2015

5,156,953

NET BOOK VALUE

At 31 December 2015

5,156,953

At 31 December 2014

5,046,578

The group or the company's investments at the Balance Sheet date in the share capital of companies include the following:

Subsidiaries**Hawk Plant Ltd**

Nature of business: Plant hire

	% holding
Class of shares:	
Ordinary shares	100.00
A Ordinary shares	100.00

	31.12.15 £	31.12.14 £
Aggregate capital and reserves	1,824,715	1,363,359
Profit/(loss) for the year/period	461,356	(1,317,895)

Hawk Plant Hire Ltd

Nature of business: Plant hire

	% holding
Class of shares:	
A Ordinary shares	100.00
B Ordinary shares	100.00

	31.12.15 £	31.12.14 £
Aggregate capital and reserves	5,045,853	4,110,404
Profit for the year/period	935,449	697,475

HAWK PLANT (UK) LIMITED AND SUBSIDIARIES (REGISTERED NUMBER: 07966612)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2015

11. FIXED ASSET INVESTMENTS - continued

Hawk Plant Sales Ltd

Nature of business: Plant hire

Class of shares:	%	
Ordinary shares	holding	
	90.00	
		31.12.15
		£
Aggregate capital and reserves		121,267
Loss for the year		(3,686)

Safety and Training Ltd

Nature of business: Training

Class of shares:	%		
Ordinary shares	holding		
	100.00		
		31.12.15	31.12.14
		£	£
Aggregate capital and reserves		202,833	195,439
Profit/(loss) for the year/period		7,394	(2,452)

Hawk Hire Ltd

Nature of business: Plant hire

Class of shares:	%		
Ordinary shares	holding		
A Ordinary shares	100.00		
	100.00		
		31.12.15	31.12.14
		£	£
Aggregate capital and reserves		5,556,554	4,750,707
Profit for the year/period		805,847	406,011

Enverity Ltd

Nature of business: Technical testing and analysis

Class of shares:	%		
Ordinary shares	holding		
	100.00		
		31.12.15	31.12.14
		£	£
Aggregate capital and reserves		157,042	66,225
Profit for the year/period		90,817	27,278

12. STOCKS

	Group	
	31.12.15	31.12.14
	£	£
Parts	1,482,112	1,284,740
Consumables	-	8,491
	1,482,112	1,293,231

HAWK PLANT (UK) LIMITED AND SUBSIDIARIES (REGISTERED NUMBER: 07966612)**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2015****13. DEBTORS**

	Group		Company	
	31.12.15	31.12.14	31.12.15	31.12.14
	£	£	£	£
Amounts falling due within one year:				
Trade debtors	16,337,369	11,465,212	-	-
Amounts owed by group undertakings	-	-	4,117,393	745,000
Other debtors	860,229	196,248	-	-
Amounts due from related undertaking	-	691,674	-	-
Tax	871	-	-	-
VAT	-	-	25,370	-
Prepayments	757,269	704,680	12,593	-
	<u>17,955,738</u>	<u>13,057,814</u>	<u>4,155,356</u>	<u>745,000</u>
Amounts falling due after more than one year:				
Trade debtors	435,001	109,372	-	-
Other debtors	65,000	-	-	-
	<u>500,001</u>	<u>109,372</u>	<u>-</u>	<u>-</u>
Aggregate amounts	<u>18,455,739</u>	<u>13,167,186</u>	<u>4,155,356</u>	<u>745,000</u>

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	31.12.15	31.12.14	31.12.15	31.12.14
	£	£	£	£
Bank loans and overdrafts (see note 16)	41,066	154,103	-	-
Hire purchase contracts and finance leases (see note 17)	15,083,738	13,789,193	-	-
Trade creditors	12,904,543	6,133,363	-	-
Tax	309,229	1,160,964	44,229	-
Social security and other taxes	783,451	891,400	-	-
Other creditors	3,820,258	4,341,996	-	-
Due to group	17,960	-	-	-
Amounts owed to group companies	(17,960)	-	-	-
Amounts due to related undertakings	69,251	-	-	599,753
Directors' current accounts	-	143,756	-	143,756
Accruals and deferred income	1,776,659	1,767,906	50,554	24,253
Accrued expenses	500	-	-	-
	<u>34,788,695</u>	<u>28,382,681</u>	<u>94,783</u>	<u>767,762</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2015

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

	Group		Company	
	31.12.15	31.12.14	31.12.15	31.12.14
	£	£	£	£
Bank loans (see note 16)	-	74,612	-	-
Other loans (see note 16)	4,000,000	-	4,000,000	-
Hire purchase contracts and finance leases (see note 17)	45,827,722	29,437,545	-	-
Other creditors	-	166,350	-	-
Directors' loan accounts	200,000	-	200,000	-
	<u>50,027,722</u>	<u>29,678,507</u>	<u>4,200,000</u>	<u>-</u>

16. LOANS

An analysis of the maturity of loans is given below:

	Group		Company	
	31.12.15	31.12.14	31.12.15	31.12.14
	£	£	£	£
Amounts falling due within one year or on demand:				
Bank overdrafts	41,066	136,564	-	-
Bank loans	-	17,539	-	-
	<u>41,066</u>	<u>154,103</u>	<u>-</u>	<u>-</u>
Amounts falling due between one and two years:				
Bank loans - 1-2 years	-	18,467	-	-
	<u>-</u>	<u>18,467</u>	<u>-</u>	<u>-</u>
Amounts falling due between two and five years:				
Bank loans - 2-5 years	-	56,145	-	-
	<u>-</u>	<u>56,145</u>	<u>-</u>	<u>-</u>
Amounts falling due in more than five years:				
Repayable by instalments				
Other loans more 5yrs instal	4,000,000	-	4,000,000	-
	<u>4,000,000</u>	<u>-</u>	<u>4,000,000</u>	<u>-</u>

17. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

Group	Hire purchase contracts		Finance leases	
	31.12.15	31.12.14	31.12.15	31.12.14
	£	£	£	£
Net obligations repayable:				
Within one year	4,047,075	4,841,562	11,036,663	8,947,631
Between one and five years	11,185,178	6,465,151	34,642,544	22,972,394
	<u>15,232,253</u>	<u>11,306,713</u>	<u>45,679,207</u>	<u>31,920,025</u>

HAWK PLANT (UK) LIMITED AND SUBSIDIARIES (REGISTERED NUMBER: 07966612)**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2015****17. LEASING AGREEMENTS - continued**

	Non-cancellable operating leases	
	31.12.15	31.12.14
	£	£
Within one year	2,427,194	2,460,543
Between one and five years	2,686,716	4,271,140
In more than five years	35,931	34,135
	5,149,841	6,765,818

18. SECURED DEBTS

The following secured debts are included within creditors:

	Group	
	31.12.15	31.12.14
	£	£
Bank overdraft	41,066	136,564
Hire purchase contracts and finance leases	60,911,460	43,226,738
Other creditors	3,615,048	3,878,350
	64,567,574	47,241,652

Hire purchase assets are secured on the asset to which they relate to.

Other creditors includes a working capital facility which is secured by a fixed charge and floating charge dated 26 March 2014 over all assets of the company.

The bank overdraft is secured by:-

- an unlimited composite cross guarantee between Hawk Plant Hire Ltd and Hawk Developments (UK) Ltd, a related company.
- an all monies debenture granted by Hawk Plant Hire Ltd over the whole assets of the company.
- an all monies debenture granted by Hawk Plant Ltd over the whole assets of the company.

19. PROVISIONS FOR LIABILITIES

	Group	
	31.12.15	31.12.14
	£	£
Deferred tax		
Accelerated capital allowances	1,480,168	1,405,238
Group		
		Deferred tax £
Balance at 1 January 2015		1,405,238
Rate movement		(142,491)
Provision movement		217,421
Balance at 31 December 2015		1,480,168

HAWK PLANT (UK) LIMITED AND SUBSIDIARIES (REGISTERED NUMBER: 07966612)**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued**
FOR THE YEAR ENDED 31 DECEMBER 2015**20. MINORITY INTERESTS**

This represents the 10% stake in Hawk Plant Sales Ltd which is not controlled by the group.

21. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	31.12.15 £	31.12.14 £
572	Ordinary	£1	572	730
245	A Ordinary	£1	245	59
9	B Ordinary	£1	9	28
			<u>826</u>	<u>817</u>

9 'B' Ordinary £1 shares were issued at a premium during the year. The share premium arising on the issue of these shares was £146,930.

Ordinary shares and ordinary 'B' shares have equal rights to dividends and distributions, exit proceeds and voting.

Ordinary 'A' shares are entitled to receive the priority dividend and the long term dividend (as defined in the articles) in priority to the holders of the ordinary shares and the ordinary 'B' shares. Ordinary 'A' shares are also entitled to receive exit proceeds in priority to the holders of the ordinary shares and the ordinary 'B' shares. Ordinary 'A' shares have full voting rights and enhanced voting rights upon an enhanced voting event (as defined in the articles).

During the year 158 Ordinary shares and 28 B Ordinary shares were redesignated as ordinary 'A' shares.

22. RESERVES**Group**

	Retained earnings £	Share premium £	Totals £
At 1 January 2015	10,199,362	269,950	10,469,312
Profit for the year	2,230,994		2,230,994
Dividends	(109,000)		(109,000)
Pre group restructure reserves	-	146,930	146,930
At 31 December 2015	<u>12,321,356</u>	<u>416,880</u>	<u>12,738,236</u>

Company

	Retained earnings £	Share premium £	Totals £
At 1 January 2015	227,842	4,795,158	5,023,000
Deficit for the year	(44,229)		(44,229)
Dividends	(109,000)		(109,000)
Pre group restructure reserves	-	146,930	146,930
At 31 December 2015	<u>74,613</u>	<u>4,942,088</u>	<u>5,016,701</u>

HAWK PLANT (UK) LIMITED AND SUBSIDIARIES (REGISTERED NUMBER: 07966612)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2015

23. CONTINGENT LIABILITIES

Hawk Plant Ltd has an unlimited composite cross guarantee with Hawk Developments (UK) Ltd on bank borrowings. Borrowings by Hawk Developments (UK) Ltd at the balance sheet date amounted to £nil (2014: £241,972).

24. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

MEE Hawkins has given a personal guarantee as security against default payment of operating lease commitments with a number of finance providers.

25. RELATED PARTY DISCLOSURES

During the year, total dividends of £48,000 were paid to the directors.

Entities over which the entity has control, joint control or significant influence

	31.12.15	31.12.14
	£	£
Sales	533,975	162,103
Purchases	3,423,760	2,100,410
Loans	-	41,700
Amount due from related party	-	691,674
Amount due to related party	69,251	-

Hawk Developments (UK) Ltd and Hawkins (UK) Ltd are related due to MEE Hawkins, director, having a material interest as beneficial shareholder. 365 Resources and Recruitment Ltd is related due to AT Raybould, a director and shareholder, being a close family member to MEE Hawkins.

26. ULTIMATE CONTROLLING PARTY

The group is controlled by the director M E E Hawkins by virtue of his controlling shareholding.

HAWK PLANT (UK) LIMITED AND SUBSIDIARIES (REGISTERED NUMBER: 07966612)**RECONCILIATION OF EQUITY****1 JULY 2014****(DATE OF TRANSITION TO FRS 102)**

	Notes	UK GAAP £	Effect of transition to FRS 102 £	FRS 102 £
FIXED ASSETS				
Tangible assets		16,401,548	-	16,401,548
CURRENT ASSETS				
Stocks		850,730	-	850,730
Debtors		11,604,998	-	11,604,998
Cash at bank and in hand		50,603	-	50,603
		12,506,331	-	12,506,331
CREDITORS				
Amounts falling due within one year		(13,430,472)	-	(13,430,472)
NET CURRENT LIABILITIES		(924,141)	-	(924,141)
TOTAL ASSETS LESS CURRENT LIABILITIES		15,477,407	-	15,477,407
CREDITORS				
Amounts falling due after more than one year		(8,505,134)	-	(8,505,134)
PROVISIONS FOR LIABILITIES		(543,246)	-	(543,246)
NET ASSETS		6,429,027	-	6,429,027
CAPITAL AND RESERVES				
Called up share capital		494	-	494
Share premium		269,950	-	269,950
Retained earnings		6,158,583	-	6,158,583
SHAREHOLDERS' FUNDS		6,429,027	-	6,429,027

The notes form part of these financial statements

HAWK PLANT (UK) LIMITED AND SUBSIDIARIES (REGISTERED NUMBER: 07966612)**RECONCILIATION OF EQUITY - continued**
31 DECEMBER 2014

	Notes	UK GAAP £	Effect of transition to FRS 102 £	FRS 102 £
FIXED ASSETS				
Tangible assets		55,134,182	-	55,134,182
CURRENT ASSETS				
Stocks		1,293,231	-	1,293,231
Debtors		13,023,430	143,756	13,167,186
Cash at bank and in hand		341,956	-	341,956
		14,658,617	143,756	14,802,373
CREDITORS				
Amounts falling due within one year		(28,238,925)	(143,756)	(28,382,681)
NET CURRENT LIABILITIES		(13,580,308)	-	(13,580,308)
TOTAL ASSETS LESS CURRENT LIABILITIES		41,553,874	-	41,553,874
CREDITORS				
Amounts falling due after more than one year		(29,678,507)	-	(29,678,507)
PROVISIONS FOR LIABILITIES		(1,405,238)	-	(1,405,238)
NET ASSETS		10,470,129	-	10,470,129
CAPITAL AND RESERVES				
Called up share capital		817	-	817
Share premium		269,950	-	269,950
Retained earnings		10,199,362	-	10,199,362
SHAREHOLDERS' FUNDS		10,470,129	-	10,470,129

The notes form part of these financial statements

HAWK PLANT (UK) LIMITED AND SUBSIDIARIES (REGISTERED NUMBER: 07966612)

RECONCILIATION OF LOSS

FOR THE PERIOD 1 JULY 2014 TO 31 DECEMBER 2014

	UK GAAP £	Effect of transition to FRS 102 £	FRS 102 £
TURNOVER	21,202,643	-	21,202,643
Cost of sales	(18,642,839)	-	(18,642,839)
GROSS PROFIT	2,559,804	-	2,559,804
Administrative expenses	(2,448,865)	-	(2,448,865)
OPERATING PROFIT	110,939	-	110,939
Interest receivable and similar income	17	-	17
Interest payable and similar charges	(784,296)	-	(784,296)
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION	(673,340)	-	(673,340)
Tax on loss on ordinary activities	27,826	-	27,826
LOSS FOR THE FINANCIAL YEAR	(645,514)	-	(645,514)
Loss attributable to: Owners of the parent	(645,514)	-	(645,514)

The notes form part of these financial statements