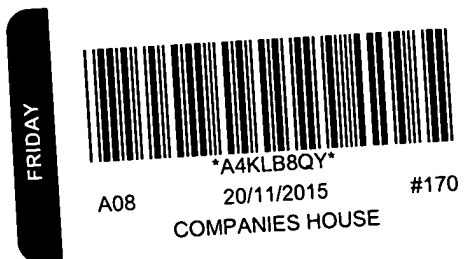


BOND MISSION CRITICAL SERVICES PLC

Annual Report and Financial Statements

For the 15 months to 31 March 2015



ANNUAL REPORT AND FINANCIAL STATEMENTS 2015

CONTENTS	Page
Officers and professional advisers	1
Strategic report	2
Directors' report	3
Directors' responsibilities statement	5
Independent auditors' report	6
Profit and loss account	8
Balance sheet	9
Notes to the financial statements	10

OFFICERS AND PROFESSIONAL ADVISERS

DIRECTORS

A Cicero

L Inigo Moreno-Ventas

J Drummond

R Mintern

(Resigned 23 September 2014)

(Resigned 18 May 2015)

SECRETARY

Babcock Corporate Secretaries Limited

L Ingo Moreno Ventas

(Appointed 12 November 2014)

(Resigned 12 November 2014)

REGISTERED OFFICE

33 Wigmore Street

London

England

W1U 1QX

BANKERS

Bank of Scotland Corporate

2^{1/2} Devonshire Square

London

EC2M 4BA

SOLICITORS

Ashurst LLP

5 Appold Street

London

EC2A 2HA

INDEPENDENT AUDITORS

PricewaterhouseCoopers LLP

2 Glass Wharf

Bristol

BS2 0FR

STRATEGIC REPORT

The directors, in preparing this Strategic Report, have complied with s414C of the Companies Act 2006.

BUSINESS REVIEW

The principal activity of the company is to act as holding company and to provide financial support for the operating companies of the wider Bond Aviation Group.

On 16 May 2014, Babcock International Group PLC acquired the entire share capital of Avincis Mission Critical Services Topco Limited from World Helicopters S.a.r.l. and became the new ultimate parent company. Subsequent to the acquisition, the external debt was repaid and replaced with intercompany loans.

Following the acquisition, the year-end for the company has been changed to 31 March. Accordingly, the figures presented as part of the current period financial statements are for the 15 months ending 31 March 2015 and are not comparable to the prior year figures.

The loss for the financial period amounted to £0.7 million (2013: profit of £6.0 million). The position of the company for the 15 months to 31 March 2015 is shown in the balance sheet on page 9.

KEY PERFORMANCE INDICATORS ("KPI")

The main KPI of the company is profit for the financial period. In the 15 months to 31 March 2015 the company recorded a loss of £0.7 million (2013: profit £6.0 million) which was in line with expectations.

PRINCIPAL RISKS AND UNCERTAINTIES

Financial risk management objectives and policies

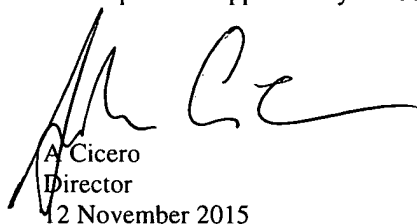
The company's present activities are mainly in sterling and are funded via intercompany loans and so the company has limited exposure to currency and interest rate risk. Prior to the acquisition the company had loan notes at floating rates and so interest rate swaps and caps were used to hedge the interest rate risk. No transactions of a speculative nature are undertaken. Financial Risk is now managed in accordance with Group policies and procedures which are discussed on pages 44 to 46 and Note 2 of the annual report of Babcock International Group PLC, which does not form part of this report.

GOING CONCERN AND FUTURE DEVELOPMENTS

In preparing the financial statements, the directors have considered the proposed future reorganisation of the Group and have indicated that the company will cease trading and be wound up during the next financial year.

Accordingly the going concern basis of preparation is not appropriate and the financial statements have been prepared on a basis other than going concern as described in note 1 to the financial statements. No adjustments were necessary in the financial statements to adjust assets to their realisable values, to provide for liabilities arising from the decision or to reclassify fixed assets and long term liabilities as current assets and liabilities.

This report was approved by the board of directors on 5 November 2015 and signed on its behalf by:



A. Cicero
Director
12 November 2015

DIRECTORS' REPORT

The directors present their report and the audited financial statements of the company for the 15 months ended 31 March 2015.

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The principal activity of the company is to act as holding company and to provide financial support for the operating companies of the wider Bond Aviation Group. A review of the company's business during the period, together with information on the company's risks and uncertainties and future developments are provided in the strategic report.

RESULTS AND DIVIDENDS

The loss for the financial period amounted to £0.7 million (2013: profit of £6.0 million). The directors do not recommend payment of a dividend for the period (2013: £nil).

DIRECTORS

The directors who served the company during the period and up to the date of this report are as shown on page 1.

DIRECTORS' PROTECTION

Babcock International Group PLC provides protections for Directors of Companies within the Group against personal financial exposure they may incur in their capacity as such. These include qualifying third party indemnity provisions (as defined by Companies Act 2006) for the benefit of members of Babcock International Group PLC, including, where applicable, in their capacity as a director of the Company and other companies within the Group.

CHANGE IN OWNERSHIP AND YEAR END

On 16 May 2014, Babcock International Group PLC acquired the entire share capital of Avincis Mission Critical Services Topco Limited from World Helicopters S.a.r.l. and became the new ultimate parent company.

Following the acquisition, the year end for the company has been changed to 31 March. Accordingly, the figures presented as part of the current period financial statements are for the 15 months ending 31 March 2015 and are not comparable to the prior period figures, which were for a 37 week period since incorporation.

GOING CONCERN

In preparing the financial statements, the directors have considered the proposed future reorganisation of the Group and have indicated that the company will cease trading and be wound up during the next financial year. Accordingly the going concern basis of preparation is not appropriate and the financial statements have been prepared on a basis other than going concern as described in note 1 to the financial statements. No adjustments were necessary in the financial statements to adjust assets to their realisable values, to provide for liabilities arising from the decision or to reclassify fixed assets and long term liabilities as current assets and liabilities.

DISCLOSURE OF INFORMATION TO AUDITORS

In the case of each of the persons who are directors of the company at the date when this report is approved:

- so far as each of the directors is aware, there is no relevant audit information of which the company's auditors are unaware; and
- each of the directors has taken all the steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

This confirmation is given and should be interpreted in accordance with the provisions of s418 of the Companies Act 2006.

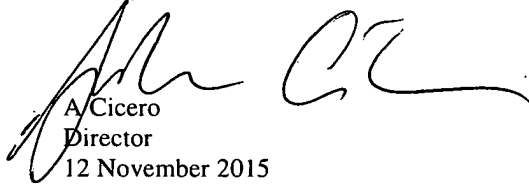
DIRECTORS' REPORT (continued)

INDEPENDENT AUDITORS

During the period the auditors Deloitte LLP resigned as auditors and PricewaterhouseCoopers LLP were appointed auditors.

PricewaterhouseCoopers LLP have indicated their willingness to continue in office as the company's auditors and a resolution for their reappointment will be proposed at the forthcoming Annual General Meeting.

Approved by the Board of Directors
and signed on behalf of the Board



A. Cicero
Director
12 November 2015

DIRECTORS' RESPONSIBILITIES STATEMENT

The directors are responsible for preparing the strategic report, directors' report and the financial statements in accordance with applicable law and regulations.

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

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- 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 are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the Board of Directors
and signed on behalf of the Board



A Cicero
Director

12 November 2015

Independent auditors' report to the members of Bond Mission Critical Services PLC

Report on the financial statements

Our opinion

In our opinion, Bond Mission Critical Services PLC's financial statements (the "financial statements"):

- give a true and fair view of the state of the company's affairs as at 31 March 2015 and of its loss for the 15 month period (the "period") 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.

Emphasis of matter - Basis of preparation

In forming our opinion on the financial statements, which is not modified, we have considered the adequacy of the disclosure made in note 1 to the financial statements concerning the basis of preparation. Following the period end the Directors have indicated that the company will cease trading and be wound up during the next financial year. Accordingly, the going concern basis of preparation is no longer appropriate and the financial statements have been prepared on a basis other than going concern as described in note 1 to the financial statements. No adjustments were necessary in these financial statements to reduce assets to their realisable values, to provide for liabilities arising from the decision or to reclassify fixed assets and long-term liabilities as current assets and liabilities.

What we have audited

The financial statements, included within the Annual Report and Financial Statements (the "Annual Report"), comprise:

- the balance sheet as at 31 March 2015;
- the profit and loss account for the period then ended; and
- the notes to the financial statements, which include a summary of significant accounting policies and other explanatory information.

The financial reporting framework that has been applied in the preparation of the financial statements is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In applying the financial reporting framework, the directors have made a number of subjective judgements, for example in respect of significant accounting estimates. In making such estimates, they have made assumptions and considered future events.

Opinion on other matters prescribed by the Companies Act 2006

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

Other matters on which we are required to report by exception

Adequacy of accounting records and information and explanations received

Under the Companies Act 2006 we are required to report to you if, in our opinion:

- we have not received all the information and explanations we require for our audit; or
- 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.

We have no exceptions to report arising from this responsibility.

Directors' remuneration

Under the Companies Act 2006 we are required to report to you if, in our opinion, certain disclosures of directors' remuneration specified by law are not made. We have no exceptions to report arising from this responsibility.

Independent auditors' report to the members of Bond Mission Critical Services PLC

Responsibilities for the financial statements and the audit

Our responsibilities and those of the directors

As explained more fully in the Directors' Responsibilities Statement set out on page 5, 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) ("ISAs (UK & Ireland)"). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

What an audit of financial statements involves

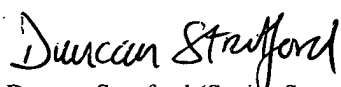
We conducted our audit in accordance with ISAs (UK & Ireland). An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of:

- whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed;
- the reasonableness of significant accounting estimates made by the directors; and
- the overall presentation of the financial statements.

We primarily focus our work in these areas by assessing the directors' judgements against available evidence, forming our own judgements, and evaluating the disclosures in the financial statements.

We test and examine information, using sampling and other auditing techniques, to the extent we consider necessary to provide a reasonable basis for us to draw conclusions. We obtain audit evidence through testing the effectiveness of controls, substantive procedures or a combination of both.

In addition, we read all the financial and non-financial information in the Annual Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.



Duncan Stratford (Senior Statutory Auditor)
for and on behalf of PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
Bristol
12 November 2015

PROFIT AND LOSS ACCOUNT
For the 15 months ended 31 March 2015

	Note	For the 15 months to 31 March 2015 £'000	For the 37 weeks to 31 December 2013 £'000
Administrative income/(expenses)		<u>1,066</u>	<u>(29)</u>
OPERATING PROFIT/(LOSS)	2	1,066	(29)
Interest receivable and similar income	4	27,778	17,461
Interest payable and similar charges	5	<u>(29,548)</u>	<u>(9,569)</u>
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		(704)	7,863
Tax on (loss)/profit on ordinary activities	6	<u>-</u>	<u>(1,838)</u>
(LOSS)/PROFIT FOR THE FINANCIAL PERIOD	13	(704)	6,025

All of the activities of the company are classed as continuing.

There have been no recognised gains and losses for the current financial period other than as stated in the profit and loss account and, accordingly, no separate statement of total recognised gains and losses is presented.

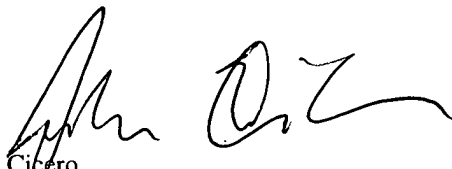
There is no difference between the (loss)/profit on ordinary activities before taxation and the (loss)/profit for the financial period stated above and their historical equivalents.

BALANCE SHEET
As at 31 March 2015

		31 March 2015 £'000	31 December 2013 £'000
	Note		
FIXED ASSETS			
Investments	7	177,043	53,388
CURRENT ASSETS			
Debtors	8		
- Amounts falling due within one year		-	318
- Amounts falling due after more than one year		333,922	289,743
		333,922	290,061
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	9	(365,607)	(3,350)
NET CURRENT (LIABILITIES)/ASSETS		(31,685)	286,711
TOTAL ASSETS LESS CURRENT LIABILITIES		145,358	340,099
CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	10	-	(194,037)
NET ASSETS		145,358	146,062
CAPITAL AND RESERVES			
Called up share capital	12	140,037	140,037
Profit and loss account	13	5,321	6,025
TOTAL SHAREHOLDERS' FUNDS	13	145,358	146,062

The financial statements of Bond Mission Critical Services plc (registered number 08493316) on pages 8 to 16 were approved by the Board of Directors and authorised for issue on 12 November 2015.

Signed on behalf of the Board of Directors


A Cicero
Director
12 November 2015

NOTES TO THE FINANCIAL STATEMENTS

For the 15 months ended 31 March 2015

1. PRINCIPAL ACCOUNTING POLICIES

The financial statements have been prepared in accordance with the Companies Act 2006 and applicable United Kingdom accounting standards. The particular accounting policies adopted, which have been applied consistently throughout the current and prior financial periods, are described below. The financial statements have been prepared under the historical cost convention.

Going concern

In preparing the financial statements, the directors have considered the proposed future reorganisation of the Group and have indicated that the company will cease trading and be wound up during the next financial year. Accordingly the going concern basis of preparation is not appropriate and the financial statements have been prepared on a basis other than going concern. No adjustments were necessary in the financial statements to adjust assets to their realisable values, to provide for liabilities arising from the decision or to reclassify fixed assets and long term liabilities as current assets and liabilities.

Consolidation

The company has taken advantage of the exemption permitted by section 400 of the Companies Act 2006 and not produced consolidated financial statements as at 31 March 2015 it was itself a wholly-owned subsidiary of Bond Aviation Group Limited. The ultimate holding company for which consolidated financial statements are produced is Babcock International Group PLC and the financial statements that are publicly available from at 33 Wigmore Street, London, England, W1UQX. The financial statements therefore present information about the company as an individual undertaking and not about its group.

Cash flow statement

The directors have taken advantage of the exemption in Financial Reporting Standard No 1 (Revised 1996) from including a cash flow statement in the financial statements on the grounds that the company is a wholly-owned subsidiary of a company that prepares a cash flow statement.

Investments

The investment in subsidiary undertakings in the company's balance sheet is stated at cost less provision for impairment. Directors assess the investments annually and at the end of the financial period, for any indication of impairment. Impairments are recognised in the profit and loss account in the period they occur and cannot exceed the value of the asset.

Taxation

Current tax, including UK corporation tax and foreign tax, is provided at amounts expected to be paid or recovered using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

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 have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exception:

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted. Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Foreign currencies

Monetary assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken to the profit and loss account.

NOTES TO THE FINANCIAL STATEMENTS

For the 15 months ended 31 March 2015

1. PRINCIPAL ACCOUNTING POLICIES (CONTINUED)

Derivative financial instruments

Interest rate swaps are disclosed at the balance sheet date at the fair value of the swap as valued by the loan finance provider. The company does not enter into speculative derivative contracts. All such instruments are used for hedging purposes to mitigate the interest rate risk in line with the group's risk management policies. The derivative instruments are held off balance sheet.

Finance costs

Finance costs of financial liabilities are recognised in the profit and loss account over the term of such instruments at a constant rate on the carrying amount.

Comparatives

Comparatives have been included in the financial statements and represent 37 weeks of trading for 2013 as this was the company's first period of trading. In 2014, the year end of the company changed to 31 March and the 2015 figures presented are for the 15 months ending 31 March 2015. Therefore the figures are not comparable.

2. OPERATING (LOSS)/PROFIT

The operating loss for the financial period relates entirely to the company's principal activities. All activities are undertaken in the United Kingdom.

Operating (loss)/profit is stated after charging/(crediting):

	For the 15 months to 31 March 2015 £'000	For the 37 weeks to 31 December 2013 £'000
Audit remuneration – fees payable for the statutory audit of the financial statements	5	5
Net gain on foreign currency transactions	<u>(1,899)</u>	<u>(3)</u>

3. INFORMATION REGARDING DIRECTORS AND EMPLOYEES

The company had no employees during the current or prior financial periods. The directors are remunerated by Bond Aviation Group Limited for their services to the group as a whole and it is not practicable to allocate their remuneration between individual entities.

4. INTEREST RECEIVABLE AND SIMILAR INCOME

	For the 15 months to 31 March 2015 £'000	For the 37 weeks to 31 December 2013 £'000
Interest received from group undertakings	<u>27,778</u>	<u>17,461</u>

NOTES TO THE FINANCIAL STATEMENTS
For the 15 months ended 31 March 2015

5. INTEREST PAYABLE AND SIMILAR CHARGES

	For the 15 months to 31 March 2015 £'000	For the 37 weeks to 31 December 2013 £'000
Interest payable on loan notes	6,724	8,663
Loan financing and break fees	13,581	906
Interest payable to group undertakings	9,243	-
	<u>29,548</u>	<u>9,569</u>

6. TAX ON (LOSS)/PROFIT ON ORDINARY ACTIVITIES

(a) Analysis of charge in the period

	For the 15 months to 31 March 2015 £'000	For the 37 weeks to 31 December 2013 £'000
Current tax		
Payment for group relief	-	1,838
	<u>-</u>	<u>1,838</u>

(b) Factors affecting current tax charge

The difference between the current taxation shown above and the amount calculated by applying the standard rate of UK corporation tax to the (loss)/profit before tax is as follows:

	For the 15 months to 31 March 2015 £'000	For the 37 weeks to 31 December 2013 £'000
(Loss)/profit on ordinary activities before taxation	(704)	7,863
Tax on (loss)/profit on ordinary activities at the blended standard UK corporation tax rate of 21.40% (2013:23.25%)	(151)	1,828
Net expenses not deductible for tax purposes	-	10
Group relief surrendered/(claimed)	151	(1,838)
Payments for group relief	-	1,838
Current tax charge for the period	<u>-</u>	<u>1,838</u>

The forthcoming changes in the corporation tax rate to 20% from 1 April 2015 is not expected to materially affect the future tax charge.

NOTES TO THE FINANCIAL STATEMENTS

For the 15 months ended 31 March 2015

7. INVESTMENTS

	£'000
Opening cost and net book value at 1 January 2014	53,388
Addition: Babcock MCS Scandinavia A.B	17,992
Addition: Babcock Malta(Number Two) Limited	105,663
Disposals: Babcock Malta(Number Two) Limited	(105,663)
Addition: Bond Aviation Holdings Limited	105,663
Closing cost and net book value at 31 March 2015	177,043

The company has direct investments in the following subsidiary undertakings:

Company name	Country of incorporation	Principal activity	Holding	%
Bond Aviation Holdings Limited	UK	Holding company	Ordinary shares	100
Bond Aviation Europe Limited	UK	Holding company	Ordinary shares	100
Babcock MCS Scandinavia A.B	Sweden	Holding company	Ordinary shares	84.64

The company has indirect (wholly owned by Bond Aviation Holdings Limited, Bond Aviation Europe Limited and Babcock MCS Scandinavia A.B and subsidiaries of those companies) investments in the following subsidiary undertakings:

Bond Aviation Holdings II Limited	UK	Holding company	Ordinary shares	100
Bond Helicopters Europe Limited	UK	Holding company	Ordinary shares	100
Bond Air Services Limited	UK	Helicopter services	Ordinary shares	100
Bond Air Services (Ireland) Limited	UK	Helicopter services	Ordinary shares	100
Bond Offshore Helicopters Limited	UK	Helicopter services	Ordinary shares	100
International Aviation Leasing Limited	UK	Aircraft leasing	Ordinary shares	100
Bond Aviation Leasing Limited	UK	Aircraft leasing	Ordinary shares	100
Bond European Aviation Leasing Limited	UK	Aircraft leasing	Ordinary shares	100
World Helicopters Norway A.S.	Norway	Holding company	Ordinary shares	100
Norsk Helikopter Service A.S	Norway	Helicopter services	Ordinary shares	84.16
Scandinavian Medicopter A.S	Sweden	Helicopter services	Ordinary shares	100
Scandinavian Air Ambulance A.B	Sweden	Helicopter services	Ordinary shares	100
S.O.S Helikoptern Gotland A.B	Sweden	Helicopter services	Ordinary shares	100
Svensk Flygamulans A.B	Sweden	Helicopter services	Ordinary shares	100
Falck Air Ambulance A.S	Sweden	Helicopter services	Ordinary shares	50

The directors believe that the carrying value of the investments is supported by their underlying net assets.

NOTES TO THE FINANCIAL STATEMENTS
For the 15 months ended 31 March 2015

8. DEBTORS

	31 March 2015 £'000	31 December 2013 £'000
Amounts falling due within one year		
Amounts owed by group undertakings	-	314
Prepayments and accrued income	-	4
	<u>-</u>	<u>318</u>
Amounts falling due after more than one year		
Amounts owed by group undertakings	<u>333,922</u>	<u>289,743</u>

The amounts owed by Group undertakings are unsecured and earn interest at LIBOR + 6.75% and are repayable on demand.

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31 March 2015 £'000	31 December 2013 £'000
Loan notes due within one year (net of deferred finance fee)	-	554
Trade creditors	-	74
Amounts owed to group undertakings	365,607	2,717
Accruals and deferred income	-	5
	<u>365,607</u>	<u>3,350</u>

The prior period loan notes were stated net of deferred finance costs of £1,403,000 which were released over the current period.

The amounts owed to Group undertakings are unsecured and incur interest at LIBOR + 4% and are repayable on demand.

NOTES TO THE FINANCIAL STATEMENTS

For the 15 months ended 31 March 2015

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

	31 March 2015 £'000	31 December 2013 £'000
Loan notes (net of fees)	-	194,037
Borrowings are repayable as follows:	31 March 2015 £'000	31 December 2013 £'000
Loan notes		
After five years (by instalments)	-	201,402
On demand or within one year (by instalments)	-	554
Total gross loan notes	-	201,956
Less capitalised loan arrangement fees	-	(7,365)
Less on demand or within one year (note 9)	-	(554)
Borrowings	-	194,037

The loan notes were secured on a fixed and floating charge over the group's assets and attracted interest at 5.75% plus LIBOR. The loan notes were stated net of deferred finance costs of £5,962,000 at 31 December 2013 and these costs are allocated to the profit and loss account during the current period.

The loan notes were repaid in full during the 15 months to 31 March 2015.

At the period end, the company had guaranteed or had joint and several liability for drawn Babcock International Group PLC bank facilities of £1,359.5 million (2013:£nil) provided to certain group companies. In addition, the Company at the period end had joint and several liabilities for the drawn bank overdraft facilities of other group companies of £115.0 million (2013:£nil).

DERIVATIVES NOT INCLUDED AT FAIR VALUE

The company has derivatives which are not included at fair value in the period-end financial statements as follows:

	31 March 2015		31 December 2013	
	Principal £'000	Fair value £'000	Principal £'000	Fair value £'000
Interest rate swap contracts	-	-	29,083	(1,031)
Interest rate caps	-	-	63,000	314

The company used the derivatives to hedge its exposure to interest rate movements on its bank borrowings. The interest rate swap contracts at 31 December 2013, with nominal value of £29,083,000 had fixed interest payments at rates between 2.64% and 5.98% for periods up until December 2016. The interest rate caps at 31 December 2013, with nominal value of £63,000,000, capped floating rates at 4% for periods up to March 2017. These derivatives were settled in the period when the loan notes were repaid.

11. RELATED PARTY TRANSACTIONS

The company is a wholly-owned subsidiary of Bond Aviation Group Limited, which is registered in England and Wales, which is itself a 100% subsidiary of Babcock International Group PLC, which is also a company

NOTES TO THE FINANCIAL STATEMENTS
For the 15 months ended 31 March 2015

registered in England and Wales. The company has taken advantage of the exemption of FRS 8 'Related Party Transactions' from disclosing transactions with other group undertakings wholly-owned within the Bond Aviation Group and the Babcock International Group PLC Group.

12. CALLED UP SHARE CAPITAL

	31 March 2015 £000	31 December 2013 £000
Allotted, called up and fully paid		
140,036,750 (2013: 140,036,750) ordinary shares of £1 each	140,037	140,037

13. COMBINED RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS AND STATEMENT OF MOVEMENTS ON RESERVES

	Called up Share capital £'000	Profit and loss account £'000	Total £'000
Issue of 140,036,750 ordinary shares of £1 each	140,037	-	140,037
Profit for the financial period	-	6,025	6,025
Balance as at 31 December 2013	140,037	6,025	146,062
Loss for the financial period	-	(704)	(704)
Balance as at 31 March 2015	140,037	5,321	145,358

14. ULTIMATE PARENT UNDERTAKING AND CONTROLLING PARTY

Bond Aviation Group Limited owns 100% of Bond Mission Critical Services PLC's issued share capital and is considered to be its immediate parent company.

On 16 May 2014, Babcock International Group PLC acquired the entire share capital of Avincis Mission Critical Services Topco Limited from World Helicopters S.a.r.l. and became the new ultimate parent company and controlling party.

The smallest and largest group of undertakings for which group financial statements have been drawn up is that headed by Babcock Group International Group PLC, a company incorporated in the United Kingdom. The financial statements are available at 33 Wigmore Street, London, England, WIU 1QX.