

Mid Holding Co UK Limited

Report and financial statements

For the initial period from 16 May 2014 to

31 December 2014

Registration number: 09045035



Mid Holding Co UK Limited

Report and financial statements for the initial period from 16 May 2014 to 31 December 2014

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Mid Holding Co UK Limited

Directors and advisors

Directors

S Majali
S S Majali
A B O Al Masri
A D Shepherd
A G S Yakhout

Company secretary

Bird & Bird Company Secretaries Limited

Registered office

90 Fetter Lane
London
EC4A 1EQ

Independent auditors

Ernst & Young LLP
Chartered Accountants and Statutory Auditors
1 More London Place
London
SE1 2AF

Registered number

09045035

Mid Holding Co UK Limited

Strategic Report

Principal activities

The principal activities of the Group is that of design and build of commercial and residential buildings and development in building land.

On the 28 November 2014, the Company acquired, the entire shareholding in Mid Global Investment Group, a company incorporated in Jordan. Mid Global Investment Group's principal activity is that of design and build of commercial buildings which include hotels, hospitals, roads and ports in Jordan and Saudi Arabia.

The profit for the initial period is set out in the consolidated profit and loss account on page 4. The directors consider the performance of the Group and the Company during the initial period, the financial position at the end of the period and the prospects for the future to be satisfactory.

Review of the business

2014 has been a year of transition for the Mid Holding Co UK Limited and its subsidiaries ("Mid Group"). We have successfully completed and handed over the Group's largest ever project, the Phosphoric and Sulfuric Acid Plant in Jordan. The Group has also been awarded two major new contracts in Jordan and a number of projects in the Kingdom of Saudi Arabia, further establishing our foothold there. There was a significant gap between completion of one major project and starting on the next two, which has brought turnover and profitability down in the year, but we see this as a temporary correction whilst the business was transitioning.

We opened for business in the United Kingdom in 2014 and are hopeful of having our first contracts awarded in 2015. The United Kingdom office will support trading in the Middle East and will also seek to benefit from the exceptional track record and client relationships in the Middle East. The UK business will focus on the under-supplied residential market in the first instance, before growing into other sectors and recruitment and investment by the group has been focused on this area.

In 2014, Mid Contracting Jordan has completed the Phosphoric and Sulfuric Acid Plant for the Jordan-India Fertilizer Company. This \$625m project was delivered in conjunction with SNC-Lavalin Europe over a 4 year period. The plant is a major and complex piece of infrastructure and one of the largest inward investments into Jordan. With a capacity of over 500,000 tonnes p.a. this is the largest single stream unit in the world and needed a contractor with the capacity and capability to deliver it. The successful delivery of this project had led on to Mid Contracting Jordan being awarded a number of similar contracts in the region.

Mid Contracting Jordan were delighted to be appointed as the Main Contractor, with joint venture partner OHL, for the Amman Strategic Reserve Terminal for Petroleum Project (ASTPP) in the year by the Jordanian Ministry of Energy and Mineral Resources. This \$174m new award requires Mid Contracting to deliver storage tanks for diesel, jet fuel and LPG, as well as significant ancillary infrastructure. The terminal is being built near Amman and will have a total storage capacity of 350,000 tons of petroleum products.

In 2014 Mid Contracting were also appointed to deliver a major infrastructure project for the Aqaba Development Corporation. This project follows on from the successful delivery of previous projects in Aqaba, including elements of the new Aqaba Port. Mid Contracting are delivering a range of utilities, services, roads and administrative buildings as part of this contract.

Principal risks and uncertainties

The directors are aware of the risks inherent in the construction, property and overseas construction industries. These typically concern the tendering process, the property market in the UK and in Jordan, exchange rate fluctuations, and health and safety of employees on site. The directors manage these risks by monitoring the property market and market conditions and exchange movements together with internal controls.

In addition, the Company also takes the risk of impairment of its investment in its subsidiaries. This risk is directly related to the performance of the subsidiaries.

Mid Holding Co UK Limited

Registration number: 09045035

Directors' report

for the initial period from 16 May 2014 to 31 December 2014

The directors present their initial report and the financial statements for the initial period from 16 May 2014 to 31 December 2014.

Dividends

The directors have neither paid nor declared a dividend in the initial period.

Directors

The directors of the Company during the initial period, and up to the date of signing the financial statements, are set out below:

S Majali	(appointed 16 May 2014)
S S Majali	(appointed 22 December 2014)
A B O Al Masri	(appointed 22 December 2014)
A D Shepherd	(appointed 22 December 2014)
A G S Yakhout	(appointed 22 December 2014)

Directors' responsibilities statement

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

Company law requires the directors to prepare group and parent company financial statements for each financial year. Under that law the directors have elected to prepare both the group and the parent company financial statements in accordance with IFRSs as adopted by the EU 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 group and the parent company of their profit or loss for that period. In preparing each of the group and parent company financial statements, the directors are required to:

Directors' responsibilities statement

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether they have been prepared in accordance with IFRSs as adopted by the EU; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the group and the parent 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 group and to prevent and detect fraud and other irregularities.

Political donations

Neither the Company nor any of its subsidiaries made any political donations nor incurred any political expenditure in the initial period.

Mid Holding Co UK Limited

Directors' report (continued) for the initial period from 16 May 2014 to 31 December 2014

Statement of disclosure of information to auditors

In the case of each director in office at the date the directors' report is approved, so far as the director is aware, there is no relevant audit information of which Ernst & Young LLP ('E&Y') are unaware, and the director has taken all the steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information, and to establish that E&Y are aware of that information.

Independent auditors

The auditors, Ernst & Young LLP, Chartered Accountants and Statutory Auditors, have signified their willingness to continue in office.

By order of the board ON 30 SEPTEMBER 2015



**S Majali
Director**

Company registered number: 09045035

Mid Holding Co UK Limited

Consolidated profit and loss account for the initial period from 16 May 2014 to 31 December 2014

	Note	16 May 2014 to 31 December 2014
		£
Turnover	1,2	3,202,647
Cost of sales		(2,672,329)
Gross profit		530,318
Administrative expenses		(730,212)
Operating loss	3	(199,894)
Share from operating loss in joint venture		(58,537)
Total operating loss		(258,431)
Interest income	5	38,030
Interest payable	6	(99,223)
Net financing expense		(61,193)
Loss on ordinary activities before taxation		(319,624)
Tax on profit on ordinary activities	7	(26,879)
Loss from continuing operations		(346,503)
Net loss attributable to the parent company		(346,503)

There are no material differences between the loss as shown in the profit and loss account above and its historical cost equivalent.

Mid Holding Co UK Limited

Consolidated Income and Statement of Changes in Equity for the initial period from 16 May 2014 to 31 December 2014

	16 May 2014 to 31 December 2014 £
Loss for the initial period	(346,503)
<i>Items that maybe reclassified subsequently to the income statement:</i>	
Foreign exchange translation differences	-
Total comprehensive expense attributable to the parent company	(346,503)
Total comprehensive expense	(346,503)

Statement of Changes in Equity

	Share capital	Share premium	Translation reserve	Retained earnings	Total equity
	£	£	£	£	£
Group:					
As at 16 May 2014	-	-	-	-	-
Increase in share capital	1,000	19,999,100	-	-	20,000,100
Loss for the initial period	-	-	-	(346,503)	(346,503)
Translation of foreign operations	-	-	170,291	-	170,291
Other comprehensive income/(expense)	-	-	-	-	-
As at 31 December 2014	1,000	19,999,100	170,291	(346,503)	19,823,888

Mid Holding Co UK Limited

Consolidated Income and Statement of Changes in Equity (continued) for the initial period from 16 May 2014 to 31 December 2014

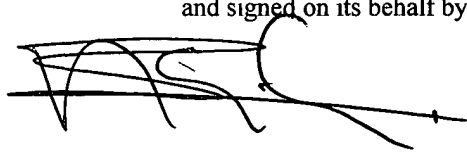
Statement of Changes in Equity					
	Share capital	Share premium	Translation reserve	Retained earnings	Total equity
	£	£	£	£	£
Company:					
As at 16 May 2014	-	-	-	-	-
Increase in share capital	1,000	19,999,100	-	-	20,000,100
Loss for the initial period	-	-	-	(16,290)	(16,290)
Other comprehensive expense			-	-	-
As at 31 December 2014	1,000	19,999,100	-	(16,290)	19,983,810

Mid Holding Co UK Limited

Consolidated balance sheet as at 31 December 2014

	Note	As at 31 December 2014 £
Fixed assets		
Intangible assets	9	8,421,987
Property, plant and equipment	10	7,025,034
Investments in joint ventures	11	5,731,580
Investments in projects	12	20,576,982
		41,755,583
Current assets		
Inventories		10,948,947
Trade and other receivables	13	36,780,088
Cash at bank and in hand		1,938,093
		49,667,128
Creditors: amounts falling due within one year	14	(70,829,031)
Net current assets		(21,161,903)
Total assets less current liabilities		20,593,680
Creditors: amounts falling due after more than one year	15	(769,792)
Net assets		19,823,888
Capital and reserves		
Called up share capital	16	1,000
Share premium	16	19,999,100
Translation reserve		170,291
Retained earnings		(346,503)
Equity shareholder's funds		19,823,888

The financial statements were approved by the board of Directors on **30 SEPTEMBER 2015**
and signed on its behalf by:



S Majali – Director


Company registered number: 09045035

Mid Holding Co UK Limited

Company balance sheet as at 31 December 2014

	Note	As at 31 December 2014 £
Fixed assets		
Investments in group undertakings	11	20,000,200
Current assets		
Other receivables	13	22,859
Creditors: amounts falling due within one year	14	(39,249)
Net current liabilities		(16,390)
Total assets less current liabilities		19,983,810
Creditors: amounts falling due after more than one year		-
Net assets		19,983,810
Capital and reserves		
Called up share capital	16	1,000
Share premium	16	19,999,100
Retained earnings		(16,290)
Equity shareholder's funds		19,983,810

The financial statements were approved by the board of Directors on 30 SEPTEMBER 2015
and signed on its behalf by:



S Majali – Director

Company registered number: 09045035

Mid Holding Co UK Limited

Consolidated cash flow statement

For the initial period from 16 May 2014 to 31 December 2014

	Note	16 May 2014 to 31 December 2014 £
Net cash outflow/(inflow) from operating activities	17	(505,164)
Returns on investment and servicing of finance		(61,193)
Tax paid		(236,477)
Capital expenditure and financial investment	17	(150,593)
Cash inflow/(outflow) before financing		(953,427)
Financing	17	359,218
Decrease in cash in the initial period		(594,209)

Analysis of net debt

	At 16 May 2014 £	Cash flow £	At 31 December 2014 £
Cash at bank and in hand	-	1,938,093	1,938,093
Bank overdraft	-	(2,532,302)	(2,532,302)
Net bank overdraft	-	(594,209)	(594,209)
Short-term bank loans	-	(17,318,464)	(17,318,464)
Net debt	-	(17,912,673)	(17,912,673)

Mid Holding UK Limited

Notes to the financial statements for the initial period from 16 May 2014 to 31 December 2014

1 Principal accounting policies

A summary of the company's principal accounting policies, which have been consistently applied, is set out below:

Basis of preparation of accounts

The financial statements for both the Group and the Company have been prepared on the going concern basis and under the historical cost convention.

The financial statements have been prepared in accordance with the Companies Act 2006 and with the International Financial Reporting Standards as adopted by the EU ("adopted IFRSs"). The Company has taken advantage of the exemption in s408 of the Companies Act 2006 not to present its individual profit and loss account and related notes that form a part of these approved financial statements.

Basis of consolidation

Subsidiaries are entities that are controlled by the Group. Specifically, the Group controls an entity if the Group has the power, directly or indirectly, to govern the financial and operating policies of that entity so as to benefit from the returns arising from that power.

The consolidated financial statements comprise the financial statements of the Company and its subsidiaries and joint ventures from the date that control commences to the date control ceases.

The interest of non-controlling shareholders is stated as the non-controlling shareholders portion of the fair value of the net assets recognised under equity and reserves.

A joint venture is a contractual arrangement whereby the Group undertakes an economic activity that is subject to joint control. The consolidated financial statements include the Group's share of profits or losses and net assets under the equity accounting method.

Investments

Investments are stated at cost less provision for any impairment in value.

Tangible fixed assets and depreciation

Property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment loss. The initial cost of property and equipment comprises its purchase price and any directly attributable costs of bringing the asset to its working condition and location for its intended use. In situations where it can be clearly demonstrated that subsequent expenditure has resulted in an increase in the future economic benefit beyond its original assessment, such expenditure is capitalised as an additional cost.

Depreciation is calculated on a straight line basis over the estimated useful lives of the assets as follows:

Machine, tools and equipment	-	7%
Readymade houses and caravans	-	10%
Concrete steels	-	7%
Computers and software	-	5%
Office equipment, furniture and fixtures	-	10%
Vehicles	-	7%

The useful life and depreciation method are reviewed periodically to ensure that they are consistent with the expected pattern of economic benefits from items of property and equipment.

Mid Holding Co UK Limited

Notes to the financial statements (continued) for the initial period from 16 May 2014 to 31 December 2014

Tangible fixed assets and depreciation (continued)

Projects under construction are stated at cost and includes cost of construction, equipment and other direct costs. Construction in progress is not depreciated until such time as the relevant assets are completed and ready to be put into operational use.

The carrying value of tangible fixed assets are reviewed for impairment when events or changes in circumstances indicate that the carrying value may not be recoverable. If any such indications exist and where the carrying value exceeds the estimated recoverable amount the assets are written down to their recoverable amount and an impairment is recognised in the profit and loss account.

Intangible assets

Intangible assets acquired through business combination are recorded at fair value on that date. Goodwill represents amounts arising on the acquisition of subsidiaries and jointly controlled entities and amounts to the difference between the fair value of the acquisition and the fair value of the net assets and contingent liabilities acquired. Goodwill is stated at fair value less any accumulated impairment losses. Goodwill is allocated to cash generating units and is not amortised but tested annually for impairment. Impairment losses are taken to the profit and loss account.

Other intangible assets are measured on initial recognition at cost. Intangible assets with finite lives are amortised over their useful economic life.

Intangible assets include computer software and programs. These intangibles are amortised over their estimated useful economic lives with rates ranging between 10% and 20% annually.

Revenue recognition

The Group principally operates through fixed price contracts. If the outcome of such contract can be reliably measured, revenue associated with the construction contract is recognised by reference to the stage of completion of the contract activity at the period end (the percentage completion method).

The outcome of a construction contract can be reliably measured when i) the total contract revenue can be reliably measured; ii) it is probable that the economic benefits associated with the contract will flow to the entity; iii) the cost to complete the contract and the stage of completion can be measured reliably so that the actual contract costs incurred can be compared with prior estimates. When the outcome of a construction contract cannot be reliably estimated contract revenue is recognised only to the extent of costs incurred that are expected to be recoverable.

Inventories

Inventories are valued at the lower of cost and net realisable value where cost is determined using the first in first out (FIFO) method. Costs incurred in bringing each product to its present location and conditions are recognised by the actual cost incurred.

Finance leases

Finance leases which transfer to the Group substantially all the risks and benefits incidental to ownership of the leased item are capitalised at the commencement of the lease at the fair value of the leased property or, if lower, at the present value of the minimum lease payments. Lease payments are apportioned between finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognised in the profit and loss account. Leased assets are depreciated over their useful economic lives, if however the Group is it uncertain that ownership will transfer to the Group at the end of lease term then the asset is depreciated over the shorter of the lease term and the useful economic life.

Mid Holding UK Limited

Notes to the financial statements (continued) for the initial period from 16 May 2014 to 31 December 2014

Foreign currencies

Transactions in foreign currencies are translated at the foreign exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are translated at the foreign exchange rate ruling at that date. Foreign exchange difference arising on translation are recognised in the profit and loss account. Non-monetary assets and liabilities that are measured in terms of historical cost are in a foreign currency are translated using the exchange rate ruling at the date of the transaction. Non-monetary assets and liabilities denominated in foreign currencies that are stated at fair value are translated at foreign exchange rates ruling at the date the fair value was determined.

The assets and liabilities of foreign subsidiaries and joint ventures are translated at the exchange rate ruling at the period end. The profit and loss of the foreign subsidiaries and joint ventures are translated at the average rate. Foreign currency differences are recognised in the statement of comprehensive income and recognised in the translation reserve in equity.

Deferred taxation

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.

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

Deferred tax assets are only recognised when it is considered more likely than not that there will be suitable taxable profits from which the future reversal of underlying timing differences can be deducted.

2 Segmental reporting

The segmental reporting is based geographically as follows:

- Jordan (except Aqaba)
- Aqaba
- Kingdom of Saudi Arabia
- UK

	Jordan £	Aqaba £	KSA £	UK £	Group £
Revenue	1,964,185	470,049	768,413	-	3,202,647
Cost of sales	(1,651,954)	(481,782)	(538,593)	-	(2,672,329)
Gross profit/(loss)	312,231	(11,733)	229,820	-	530,318
Admin expense	(317,721)	(11,118)	(178,403)	(222,970)	(730,212)
Share of op. loss in JV	(58,537)	-	-	-	(58,537)
Interest income	38,030	-	-	-	38,030
Interest expense	(92,223)	-	-	-	(92,223)
Loss before tax	(118,220)	(22,851)	51,417	(229,970)	(319,624)
Tax	(11,157)	(2,875)	(12,847)	-	(26,879)
Loss after tax	(129,377)	(25,726)	38,570	(229,970)	(346,503)

Mid Holding Co UK Limited

Notes to the financial statements (continued) for the initial period from 16 May 2014 to 31 December 2014

3 Operating loss

Included in the operating loss are the following:

	16 May 2014 to 31 December 2014 £
Depreciation of tangible assets	173,059
Profit on disposal of property, plant and equipment	30,798
Operating leases	7,434

4 Employees and directors' remuneration

Staff costs during the period amounted to:

	16 May 2014 to 31 December 2014 £
Wages and salaries	693,660
Social security costs	53,092
Other staff benefits	10,654
Total wages and salaries	757,406

Salaries and bonuses for directors and key executive personnel amounted to £171,040 for the initial period.
None of the directors are accruing benefits under a Group defined benefit plan.

5 Interest income

	16 May 2014 to 31 December 2014 £
Bank interest income	38,030

Mid Holding UK Limited

Notes to the financial statements (continued) for the initial period from 16 May 2014 to 31 December 2014

6 Interest payable

	16 May 2014 to 31 December 2014 £
Interest on bank loans and overdrafts	99,223

7 Tax on loss on ordinary activities

a) Analysis of tax for the initial period

	16 May 2014 to 31 December 2014 £
Current tax	
UK corporation tax on losses in the initial period	-
Foreign tax on losses in the initial period	26,879
Tax on loss on ordinary activities	26,879

Reconciliation of effective tax rate

The tax assessed for the period is higher than the standard rate of corporation tax in the UK. The differences are explained below:

Loss on ordinary activities before taxation	(319,624)
Theoretical tax at UK corporation tax rates 20%	(63,925)
Effects of:	
Depreciation	34,612
Profit on disposal of fixed assets	6,160
Differences between UK and foreign tax	45,310
Expenditure disallowable for tax	4,722
Tax on loss on ordinary activities	26,879

Changes to the UK tax rate set to reduce from 24% to 20% over a three year period by April 2015 will reduce the Group's future current tax charge accordingly. The impact of this has not yet been estimated.

Mid Holding UK Limited

Notes to the financial statements (continued) for the initial period from 16 May 2014 to 31 December 2014

8 Dividends

There were no dividends paid nor declared in the initial period.

9 Intangible fixed assets

Group:	Goodwill	Computer software	Total
	£	£	£
At 16 May 2014	-	-	-
Acquisition of subsidiaries in the period	8,214,578	210,421	8,424,999
Amortisation in the period	-	(3,012)	(3,012)
As at 31 December 2014	8,214,578	207,409	8,421,987

Goodwill has arisen from the acquisition of Mid Global Investment Group (Jordan) in the initial period.

Mid Holding UK Limited

Notes to the financial statements (continued) for the initial period from 16 May 2014 to 31 December 2014

10 Property, plant and equipment

Group	Land £	Machines & equipm't £	Houses & caravans £	Concrete steels £	Computers £	Office and fittings £	Vehicles £	Total £
As at 16 May 2014	-	-	-	-	-	-	-	-
Acquired with investments in subsidiaries	1,893,756	8,831,752	1,734,422	4,035,845	580,295	394,396	1,736,737	19,207,203
Additions	-	-	-	-	575	-	-	575
As at 31 December 2014	1,893,756	8,831,752	1,734,422	4,035,845	580,870	394,396	1,736,737	19,207,778
Depreciation								
As at 16 May 2014	-	-	-	-	-	-	-	-
Acquired with investments in subsidiaries	-	5,885,589	757,458	3,544,191	483,486	232,392	1,106,569	12,009,685
Charge for the initial period	-	88,139	14,242	41,654	4,703	2,849	21,472	173,059
As at 31 December 2014	-	5,973,728	771,700	3,585,845	488,189	235,241	1,128,041	12,182,744
Net book value as at 31 December 2014	1,893,756	2,858,024	962,722	450,000	92,681	159,155	608,696	7,025,034

The bank borrowings, as shown in note 14, are secured against the land

Mid Holding UK Limited

Notes to the financial statements (continued) for the initial period from 16 May 2014 to 31 December 2014

11 Investments in joint ventures

The Group has the following interests in joint ventures as per the agreements with third parties:

Joint venture	JV interest	JV's objective
Group Five construction Limited and Mid-Contacting Company (Jordan)	50%	Construction of Amman Ring Road, Phase 1
Masar United Contracting Company Limited, Mid Contracting Company (Jordan) and Bab Al-Fayha'a Gulf Contracting and Construction Company	50%	Electro-mechanical works for Abdali Development project, the Boulevard, Phase 2
Masar United Contracting Company Limited, Mid Contracting Company (Jordan)	50%	Construction of a pedestrian walkway for Abdali Development project, the Boulevard, Phase 2

The following amounts represents the Groups's share of net assets

11 Investments

As at 31
December
2014

Company: £

Investments in group undertakings:

Cost and net book value at 31 December 2014 20,000,200

During the initial period, the Company acquired the entire issued share capital of the following entities:

Subsidiary undertaking:	Principal activity	Country of registration
Mid Contracting and Consulting	Building Contractor	England & Wales
Sterling Living	Property developer	England & Wales
Mid Global Investment Group (Jordan)	Holding Company	Jordan
Mid Contracting (Jordan)	Building Contractor	Jordan
Arab Mid Contracting	Building Contractor	Kingdom of Saudi Arabia
Mid Information Technology (Jordan)	Software Developer	Jordan

Mid Holding UK Limited

Notes to the financial statements (continued) for the initial period from 16 May 2014 to 31 December 2014

12 Investments in projects

	As at 31 December 2014
	£
Investments in projects represents contractual payments to finance new ventures	20,576,982

13 Debtors:

	As at 31 December 2014	As at 31 December 2014
	Group	Company
	£	£
Trade debtors	32,058,654	-
Other debtors	4,721,434	13,859
Prepayments and accrued income	-	9,000
	36,780,088	22,859

As at 31 December 2014, other debtors include retentions of £4,016,983 relating to construction contracts.

14 Creditors: amounts falling due less than one year

	As at 31 December 2014	As at 31 December 2014
	Group	Company
	£	£
Bank borrowings	17,318,464	-
Bank overdraft	2,532,302	-
Trade creditors	38,666,439	24,042
Other creditors	2,172,012	15,207
Corporation tax	170,977	-
Accruals and deferred income	9,968,837	-
	70,829,031	39,249

Mid Holding UK Limited

Notes to the financial statements (continued) for the initial period from 16 May 2014 to 31 December 2014

14 Creditors: amounts falling due less than one year (continued)

The bank borrowings were obtained to finance working capital and existing projects. These loans are subject to interest rates ranging between 5% - 9.5% and these loans are being repaid in monthly/quarterly instalments or all at once according to the loan agreement.

Included in other creditors are amounts of £2,026,805 which relate to retentions on construction contracts.

15 Creditors: amounts falling due after more than year

	As at 31 December 2014	As at 31 December 2014
	Group	Company
	£	£
Finance lease	690,792	-
Other creditors	79,000	-
	769,792	-

16 Called up share capital

	As at 31 December 2014
	£
Allotted and fully paid	
1,000 ordinary shares of £1 each	1,000

On 28 November 2014, the Company acquired the entire issued share capital of Mid Global Investment Group (Jordan) by way of a share for share exchange and as such no consideration was paid. In the financial statements, this transaction has been accounted under the fair value method which has in turn created a share premium on the issue of the new shares amounting to £19,999,100.