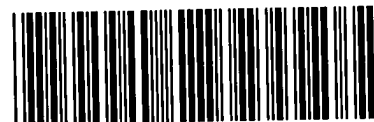


**ASHVALE CIVIL ENGINEERING
(HOLDINGS) LIMITED**

**GROUP STRATEGIC REPORT,
REPORT OF THE DIRECTORS AND
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2019**

Higginson & Co (UK) Ltd
Statutory Auditors
3 Kensworth Gate
200 - 204 High Street South
Dunstable
Bedfordshire
LU6 3HS

THURSDAY



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04/06/2020

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COMPANIES HOUSE

**ASHVALE CIVIL ENGINEERING
(HOLDINGS) LIMITED (REGISTERED NUMBER: 09359129)**

**CONTENTS OF THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2019**

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ASHVALE CIVIL ENGINEERING (HOLDINGS) LIMITED

COMPANY INFORMATION FOR THE YEAR ENDED 30 SEPTEMBER 2019

DIRECTORS: S Cunningham
S Cleary
M Cunningham (Jnr)

SECRETARY: Indigo Secretaries Limited

REGISTERED OFFICE: Firbank Trading Estate
Dallow Road
Luton
Bedfordshire
LU1 1TD

REGISTERED NUMBER: 09359129 (England and Wales)

AUDITORS: Higginson & Co (UK) Ltd
Statutory Auditors
3 Kensworth Gate
200 - 204 High Street South
Dunstable
Bedfordshire
LU6 3HS

ASHVALE CIVIL ENGINEERING (HOLDINGS) LIMITED

GROUP STRATEGIC REPORT FOR THE YEAR ENDED 30 SEPTEMBER 2019

The directors present their strategic report of the company and the group for the year ended 30 September 2019.

REVIEW OF BUSINESS

The companies principal activity in the year continued to be building contractors.

The key financial and other performance indicators in the year were as follows:

These figures are for the full trading year of the subsidiaries along with its comparative data is as follows:

Ashvale Civil Engineering Limited

| | 2019 | 2018 |
|------------------------|--------|--------|
| | £'000 | £'000 |
| Turnover | 24,655 | 22,832 |
| Total Operating Profit | 3,744 | 3,135 |
| Profit after tax | 3,027 | 2,496 |
| Shareholders funds | 6,397 | 4,870 |

The company was acquired of the 24th of July 2017. The figures are for the 18 months to 30th September 2019 and for the year to the 30th of June 2018..

Ashvale Plant Hire Limited

| | 2018 | 2018 |
|------------------------|-------|-------|
| | £'000 | £'000 |
| Turnover | 1,826 | 1,286 |
| Total Operating Profit | 429 | 417 |
| Profit after tax | 332 | 338 |
| Shareholders funds | 1,774 | 1,442 |

All results are denoted in thousands.

The directors are satisfied with the results for the year. They believe that the business remains in a strong position.

The financial statements have been prepared on a going concern basis.

ASHVALE CIVIL ENGINEERING (HOLDINGS) LIMITED

GROUP STRATEGIC REPORT FOR THE YEAR ENDED 30 SEPTEMBER 2019

PRINCIPAL RISKS AND UNCERTAINTIES

Price risk

The directors are aware of the risk from changes in prices and aim to adjust prices of such products to maintain margin in the face of such changes. The directors actively monitor competitor activity to ensure that the company is well positioned in the market place.

Fair value interest rate risk

Trade debtors and creditors do not attract interest and are therefore not subject to fair value interest rate risk.

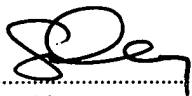
Credit risk

The company monitors the risk on credit allowed to customers, credit control procedures are reviewed and revised as necessary to ensure any credit risk is kept to a minimum.

Liquidity risk

The company considers its exposure to liquidity risk to be comparatively low and has a conservative approach to expenditure and investments but reviews this on an ongoing basis.

ON BEHALF OF THE BOARD:



.....
S Cleary - Director

Date: 15.5.2020
.....

ASHVALE CIVIL ENGINEERING (HOLDINGS) LIMITED

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 30 SEPTEMBER 2019

The directors present their report with the financial statements of the company and the group for the year ended 30 September 2019.

DIVIDENDS

The total distribution of dividends for the year ended 30 September 2019 will be £501,498.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 October 2018 to the date of this report.

S Cunningham
S Cleary
M Cunningham (Jnr)

POLITICAL DONATIONS AND EXPENDITURE

The company made no Political Donations in the year.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Group Strategic Report, 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), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. 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;
- 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.

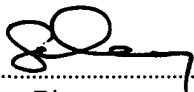
**ASHVALE CIVIL ENGINEERING
(HOLDINGS) LIMITED**

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30 SEPTEMBER 2019**

AUDITORS

The auditors, Higginson & Co (UK) Ltd, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:



.....
S Cleary - Director

Date: 15.5.2020.....

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF ASHVALE CIVIL ENGINEERING (HOLDINGS) LIMITED

Opinion

We have audited the financial statements of Ashvale Civil Engineering (Holdings) Limited (the 'parent company') and its subsidiaries (the 'group') for the year ended 30 September 2019 which comprise the Consolidated Statement of Comprehensive Income, Consolidated Balance Sheet, Company Balance Sheet, Consolidated Statement of Changes in Equity, Company Statement of Changes in Equity, Consolidated Cash Flow Statement and Notes to the Consolidated Cash Flow Statement, Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the group's and of the parent company affairs as at 30 September 2019 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.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the group's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The directors are responsible for the other information. The other information comprises the information in the Group Strategic Report and the Report of the Directors, but does not include the financial statements and our Report of the Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- 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; and
- the Group Strategic Report and the Report of the Directors have been prepared in accordance with applicable legal requirements.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF ASHVALE CIVIL ENGINEERING (HOLDINGS) LIMITED

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the group and the parent company and its environment obtained in the course of the audit, we have not identified material misstatements in the Group Strategic Report or the Report of the Directors.

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.

Responsibilities of directors

As explained more fully in the Statement of Directors' Responsibilities set out on page four, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the group's and the parent company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the group or the parent company or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Auditors.

Use of our report

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.

Donald Brown FCA (Senior Statutory Auditor)
for and on behalf of Higginson & Co (UK) Ltd
Statutory Auditors
3 Kensworth Gate
200 - 204 High Street South
Dunstable
Bedfordshire
LU6 3HS

Date:

**ASHVALE CIVIL ENGINEERING
(HOLDINGS) LIMITED**

**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 SEPTEMBER 2019**

| | Notes | 30.9.19 £ | 30.9.18 £ |
|---|-------|--------------|--------------|
| TURNOVER | | 26,481,144 | 24,118,315 |
| Cost of sales | | 19,705,956 | 18,273,952 |
| GROSS PROFIT | | 6,775,188 | 5,844,363 |
| Administrative expenses | | 2,841,207 | 2,361,927 |
| | | 3,933,981 | 3,482,436 |
| Other operating income | | 20,329 | 19,942 |
| OPERATING PROFIT | 4 | 3,954,310 | 3,502,378 |
| Interest receivable and similar income | | 10,490 | 4,070 |
| | | 3,964,800 | 3,506,448 |
| Gain/loss on revaluation of investments | | 21,295 | (17,828) |
| | | 3,986,095 | 3,488,620 |
| Interest payable and similar expenses | 5 | 19,320 | 19,006 |
| PROFIT BEFORE TAXATION | | 3,966,775 | 3,469,614 |
| Tax on profit | 6 | 794,652 | 719,070 |
| PROFIT FOR THE FINANCIAL YEAR | | 3,172,123 | 2,750,544 |
| OTHER COMPREHENSIVE INCOME | | - | - |
| TOTAL COMPREHENSIVE INCOME FOR THE YEAR | | 3,172,123 | 2,750,544 |
| Profit attributable to: Owners of the parent | | 3,172,123 | 2,750,544 |
| Total comprehensive income attributable to: Owners of the parent | | 3,172,123 | 2,750,544 |


The notes form part of these financial statements

**ASHVALE CIVIL ENGINEERING
(HOLDINGS) LIMITED (REGISTERED NUMBER: 09359129)**

**CONSOLIDATED BALANCE SHEET
30 SEPTEMBER 2019**

| | Notes | 30.9.19 £ | 30.9.18 £ |
|--|-------|--------------------------|-------------------------|
| FIXED ASSETS | | | |
| Intangible assets | 9 | 1,165,942 | 1,230,665 |
| Tangible assets | 10 | 2,236,730 | 1,800,053 |
| Investments | 11 | - | - |
| | | <u>3,402,672</u> | <u>3,030,718</u> |
| CURRENT ASSETS | | | |
| Stocks | 12 | 2,799,153 | 3,108,955 |
| Debtors | 13 | 2,831,521 | 2,061,156 |
| Investments | 14 | 703,467 | 682,172 |
| Cash at bank and in hand | | 6,086,720 | 3,622,236 |
| | | <u>12,420,861</u> | <u>9,474,519</u> |
| CREDITORS | | | |
| Amounts falling due within one year | 15 | <u>2,910,938</u> | <u>2,784,453</u> |
| NET CURRENT ASSETS | | <u>9,509,923</u> | <u>6,690,066</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | <u>12,912,595</u> | <u>9,720,784</u> |
| CREDITORS | | | |
| Amounts falling due after more than one year | 16 | (575,861) | (87,812) |
| PROVISIONS FOR LIABILITIES | 18 | (182,493) | (149,356) |
| NET ASSETS | | <u><u>12,154,241</u></u> | <u><u>9,483,616</u></u> |
| CAPITAL AND RESERVES | | | |
| Called up share capital | 19 | 130 | 130 |
| Share premium | 20 | 378,428 | 378,428 |
| Capital redemption reserve | 20 | 50 | 50 |
| Retained earnings | 20 | 11,775,633 | 9,105,008 |
| SHAREHOLDERS' FUNDS | | <u><u>12,154,241</u></u> | <u><u>9,483,616</u></u> |

The financial statements were approved by the Board of Directors and authorised for issue on and were signed on its behalf by:


.....
S Cleary - Director


The notes form part of these financial statements


**ASHVALE CIVIL ENGINEERING
(HOLDINGS) LIMITED (REGISTERED NUMBER: 09359129)**

**COMPANY BALANCE SHEET
30 SEPTEMBER 2019**

| | Notes | 30.9.19 £ | 30.9.18 £ |
|--|-------|-------------------------|-------------------------|
| FIXED ASSETS | | | |
| Intangible assets | 9 | - | - |
| Tangible assets | 10 | - | - |
| Investments | 11 | 4,250,000 | 4,250,000 |
| | | <u>4,250,000</u> | <u>4,250,000</u> |
| CURRENT ASSETS | | | |
| Debtors | 13 | 565 | 565 |
| Investments | 14 | 703,467 | 682,172 |
| Cash at bank and in hand | | 2,156,035 | 1,300,012 |
| | | <u>2,860,067</u> | <u>1,982,749</u> |
| CREDITORS | | | |
| Amounts falling due within one year | 15 | 27,906 | 27,906 |
| | | <u>27,906</u> | <u>27,906</u> |
| NET CURRENT ASSETS | | <u>2,832,161</u> | <u>1,954,843</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | <u><u>7,082,161</u></u> | <u><u>6,204,843</u></u> |
| CAPITAL AND RESERVES | | | |
| Called up share capital | 19 | 130 | 130 |
| Share premium | 20 | 279,996 | 279,996 |
| Retained earnings | 20 | 6,802,035 | 5,924,717 |
| | | <u>7,082,161</u> | <u>6,204,843</u> |
| SHAREHOLDERS' FUNDS | | <u><u>7,082,161</u></u> | <u><u>6,204,843</u></u> |
| Company's profit for the financial year | | <u><u>1,378,818</u></u> | <u><u>2,186,672</u></u> |

The financial statements were approved by the Board of Directors and authorised for issue on and were signed on its behalf by:


.....
S Cleary - Director


.....
M Cunningham (Jnr) - Director

The notes form part of these financial statements

**ASHVALE CIVIL ENGINEERING
(HOLDINGS) LIMITED**

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 SEPTEMBER 2019**

| | Called up share capital £ | Retained earnings £ | Share premium £ | Capital redemption reserve £ | Total equity £ |
|-------------------------------------|------------------------------------|---------------------------|-----------------------|---------------------------------------|----------------------|
| Balance at 1 October 2017 | 130 | 6,859,297 | 378,428 | 50 | 7,237,905 |
| Changes in equity | | | | | |
| Dividends | - | (504,833) | - | - | (504,833) |
| Total comprehensive income | - | 2,750,544 | - | - | 2,750,544 |
| Balance at 30 September 2018 | 130 | 9,105,008 | 378,428 | 50 | 9,483,616 |
| Changes in equity | | | | | |
| Dividends | - | (501,498) | - | - | (501,498) |
| Total comprehensive income | - | 3,172,123 | - | - | 3,172,123 |
| Balance at 30 September 2019 | 130 | 11,775,633 | 378,428 | 50 | 12,154,241 |

The notes form part of these financial statements

**ASHVALE CIVIL ENGINEERING
(HOLDINGS) LIMITED**

**COMPANY STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 SEPTEMBER 2019**

| | Called up share capital £ | Retained earnings £ | Share premium £ | Total equity £ |
|-------------------------------------|------------------------------------|---------------------------|-----------------------|----------------------|
| Balance at 1 October 2017 | 130 | 4,242,878 | 279,996 | 4,523,004 |
| Changes in equity | | | | |
| Dividends | - | (504,833) | - | (504,833) |
| Total comprehensive income | - | 2,186,672 | - | 2,186,672 |
| Balance at 30 September 2018 | 130 | 5,924,717 | 279,996 | 6,204,843 |
| Changes in equity | | | | |
| Dividends | - | (501,500) | - | (501,500) |
| Total comprehensive income | - | 1,378,818 | - | 1,378,818 |
| Balance at 30 September 2019 | 130 | 6,802,035 | 279,996 | 7,082,161 |

The notes form part of these financial statements

ASHVALE CIVIL ENGINEERING (HOLDINGS) LIMITED

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 30 SEPTEMBER 2019

| | Notes | 30.9.19 £ | 30.9.18 £ |
|---|-------|-------------------------|-------------------------|
| Cash flows from operating activities | | | |
| Cash generated from operations | 1 | 4,522,989 | 3,340,185 |
| Interest paid | | - | (32) |
| Interest element of hire purchase payments paid | | (19,320) | (18,974) |
| Tax paid | | (672,681) | (1,055,655) |
| Net cash from operating activities | | <u>3,830,988</u> | <u>2,265,524</u> |
| Cash flows from investing activities | | | |
| Purchase of tangible fixed assets | | (2,234,589) | (824,577) |
| Sale of tangible fixed assets | | 742,740 | 308,250 |
| Purchase of Investments | | - | (682,172) |
| Interest received | | 10,490 | 4,070 |
| Net cash from investing activities | | <u>(1,481,359)</u> | <u>(1,194,429)</u> |
| Cash flows from financing activities | | | |
| Loan repayments in year | | - | (1,200,000) |
| Capital repayments in year | | 615,575 | (131,765) |
| Amount introduced by directors | | 780 | 780 |
| Amount withdrawn by directors | | - | (60,000) |
| Equity dividends paid | | (501,500) | (504,833) |
| Net cash from financing activities | | <u>114,855</u> | <u>(1,895,818)</u> |
| Increase/(decrease) in cash and cash equivalents | | <u>2,464,484</u> | <u>(824,723)</u> |
| Cash and cash equivalents at beginning of year | 2 | 3,622,236 | 4,446,959 |
| Cash and cash equivalents at end of year | 2 | <u><u>6,086,720</u></u> | <u><u>3,622,236</u></u> |

The notes form part of these financial statements

ASHVALE CIVIL ENGINEERING (HOLDINGS) LIMITED

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 30 SEPTEMBER 2019

1. RECONCILIATION OF PROFIT BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS

| | 30.9.19 | 30.9.18 |
|--|------------------|------------------|
| | £ | £ |
| Profit before taxation | 3,966,775 | 3,469,614 |
| Depreciation charges | 1,230,974 | 768,573 |
| Profit on disposal of fixed assets | (111,079) | (65,540) |
| (Gain)/loss on revaluation of fixed assets | (21,295) | 17,828 |
| Finance costs | 19,320 | 19,006 |
| Finance income | (10,490) | (4,070) |
| | <u>5,074,205</u> | <u>4,205,411</u> |
| Decrease in stocks | 309,802 | 32,435 |
| Increase in trade and other debtors | (770,365) | (223,687) |
| Decrease in trade and other creditors | (90,653) | (673,974) |
| | <u>4,522,989</u> | <u>3,340,185</u> |
| Cash generated from operations | 4,522,989 | 3,340,185 |

2. CASH AND CASH EQUIVALENTS

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

Year ended 30 September 2019

| | 30.9.19 | 1.10.18 |
|---------------------------|------------------|------------------|
| | £ | £ |
| Cash and cash equivalents | <u>6,086,720</u> | <u>3,622,236</u> |

Year ended 30 September 2018

| | 30.9.18 | 1.10.17 |
|---------------------------|------------------|------------------|
| | £ | £ |
| Cash and cash equivalents | <u>3,622,236</u> | <u>4,446,959</u> |

3. ACQUISITION OF BUSINESS

On the 9th of February 2015 the company acquired the whole of the shares in Ashvale Civil Engineering Limited, a company registered in England & Wales for an agreed gross value of £ 1,850,000.

On the 24th July 2017 the company acquired the wholes of the shares in Ashvale Plant Hire Limited, a company registered in England & Wales for an agreed gross value of £ 2,400,000.

The notes form part of these financial statements

ASHVALE CIVIL ENGINEERING (HOLDINGS) LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2019

1. STATUTORY INFORMATION

Ashvale Civil Engineering (Holdings) Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the General Information page.

2. 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.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2018, is being amortised evenly over its estimated useful life of twenty years.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

| | |
|---------------------|---------------|
| Plant and machinery | - 25% on cost |
| Motor vehicles | - 25% on cost |
| Computer equipment | - 25% 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.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Consolidated Statement of Comprehensive Income, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

ASHVALE CIVIL ENGINEERING (HOLDINGS) LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 SEPTEMBER 2019

2. ACCOUNTING POLICIES - continued

Deferred tax

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

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

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.

3. EMPLOYEES AND DIRECTORS

| | 30.9.19 | 30.9.18 |
|-----------------------|------------------|------------------|
| | £ | £ |
| Wages and salaries | 1,578,141 | 1,498,874 |
| Social security costs | 156,415 | 151,648 |
| Other pension costs | 282,948 | 144,676 |
| | <u>2,017,504</u> | <u>1,795,198</u> |

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

| | 30.9.19 | 30.9.18 |
|----------------|-----------|-----------|
| Directors | 3 | 4 |
| Administrative | 13 | 11 |
| Other staff | 32 | 32 |
| | <u>48</u> | <u>47</u> |

| | 30.9.19 | 30.9.18 |
|--|---------|---------|
| | £ | £ |
| Directors' remuneration | 36,000 | 53,500 |
| Directors' pension contributions to money purchase schemes | 107,833 | 68,077 |
| Compensation to director for loss of office | - | 15,000 |
| | <u></u> | <u></u> |

ASHVALE CIVIL ENGINEERING (HOLDINGS) LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 SEPTEMBER 2019

4. OPERATING PROFIT

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

| | 30.9.19 | 30.9.18 |
|------------------------------------|-------------------|-------------------|
| | £ | £ |
| Depreciation - owned assets | 1,166,251 | 703,799 |
| Profit on disposal of fixed assets | (111,079) | (65,540) |
| Goodwill amortisation | 64,723 | 64,772 |
| Auditors' remuneration | 20,500 | 19,000 |
| | <u> </u> | <u> </u> |

5. INTEREST PAYABLE AND SIMILAR EXPENSES

| | 30.9.19 | 30.9.18 |
|----------------------|-------------------|-------------------|
| | £ | £ |
| Interest on late tax | - | 32 |
| Hire purchase | 19,320 | 18,974 |
| | <u> </u> | <u> </u> |
| | 19,320 | 19,006 |
| | <u> </u> | <u> </u> |

6. TAXATION

Analysis of the tax charge

The tax charge on the profit for the year was as follows:

| | 30.9.19 | 30.9.18 |
|------------------------------------|-------------------|-------------------|
| | £ | £ |
| Current tax: | | |
| UK corporation tax | 761,515 | 711,803 |
| Over/under provision in prior year | - | 24,898 |
| No description | - | (16) |
| | <u> </u> | <u> </u> |
| Total current tax | 761,515 | 736,685 |
| Deferred tax | 33,137 | (17,615) |
| | <u> </u> | <u> </u> |
| Tax on profit | 794,652 | 719,070 |
| | <u> </u> | <u> </u> |

7. INDIVIDUAL STATEMENT OF COMPREHENSIVE INCOME

As permitted by Section 408 of the Companies Act 2006, the Statement of Comprehensive Income of the parent company is not presented as part of these financial statements.

ASHVALE CIVIL ENGINEERING (HOLDINGS) LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 SEPTEMBER 2019

8. DIVIDENDS

| | 30.9.19 £ | 30.9.18 £ |
|---|----------------|----------------|
| Ordinary shares of £1 each Interim | 107,998 | 108,000 |
| Ordinary A shares of £1 each Interim | 108,000 | 108,000 |
| Ordinary B shares of 1 each Interim | 83,000 | 81,333 |
| Ordinary D shares of £1 each Interim | 81,000 | 83,000 |
| Ordinary E shares of £1 each Interim | 81,000 | 83,000 |
| Ordinary F shares of £1 each Interim | 40,500 | 41,500 |
| | <u>501,498</u> | <u>504,833</u> |

9. INTANGIBLE FIXED ASSETS

Group

COST

| | |
|--|----------------------------|
| At 1 October 2018 and 30 September 2019 | Goodwill £ 1,295,437 |
|--|----------------------------|

AMORTISATION

| | |
|-----------------------|--------|
| At 1 October 2018 | 64,772 |
| Amortisation for year | 64,723 |

| | |
|----------------------|----------------|
| At 30 September 2019 | <u>129,495</u> |
|----------------------|----------------|

NET BOOK VALUE

| | |
|----------------------|------------------|
| At 30 September 2019 | <u>1,165,942</u> |
| At 30 September 2018 | <u>1,230,665</u> |

Goodwill represents the amount in excess of net asset value paid for Ashvale Plant Hire Ltd, a company registered in England & Wales that was purchased on the 24th of July 2017. The year end of the above company was the 30th June 2018. The accounting period has now been extended to the 30th September 2019 so as to be coterminous with the year end of the group.

**ASHVALE CIVIL ENGINEERING
(HOLDINGS) LIMITED**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2019**

10. TANGIBLE FIXED ASSETS

Group

| | Plant and machinery £ | Fixtures and fittings £ | Motor vehicles £ | Computer equipment £ | Totals £ |
|------------------------|-----------------------------|----------------------------------|------------------------|----------------------------|-------------|
| COST | | | | | |
| At 1 October 2018 | 1,898,306 | 45,774 | 870,525 | 19,594 | 2,834,199 |
| Additions | 2,072,168 | - | 162,421 | - | 2,234,589 |
| Disposals | (1,272,830) | - | (57,904) | - | (1,330,734) |
| At 30 September 2019 | 2,697,644 | 45,774 | 975,042 | 19,594 | 3,738,054 |
| DEPRECIATION | | | | | |
| At 1 October 2018 | 603,229 | 43,234 | 370,216 | 17,467 | 1,034,146 |
| Charge for year | 903,831 | 1,023 | 260,453 | 944 | 1,166,251 |
| Eliminated on disposal | (644,086) | - | (54,987) | - | (699,073) |
| At 30 September 2019 | 862,974 | 44,257 | 575,682 | 18,411 | 1,501,324 |
| NET BOOK VALUE | | | | | |
| At 30 September 2019 | 1,834,670 | 1,517 | 399,360 | 1,183 | 2,236,730 |
| At 30 September 2018 | 1,295,077 | 2,540 | 500,309 | 2,127 | 1,800,053 |

11. FIXED ASSET INVESTMENTS

Company

| | Shares in group undertakings £ |
|--|---|
| COST | |
| At 1 October 2018 and 30 September 2019 | 4,250,000 |
| NET BOOK VALUE | |
| At 30 September 2019 | 4,250,000 |
| At 30 September 2018 | 4,250,000 |

ASHVALE CIVIL ENGINEERING (HOLDINGS) LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 SEPTEMBER 2019

11. FIXED ASSET INVESTMENTS - continued

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

Subsidiaries

Ashvale Civil Engineering Ltd

Registered office:

Nature of business: Construction engineering

| | |
|--------------------------------|---------|
| | % |
| Class of shares: | holding |
| All classes of ordinary shares | 100.00 |

Ashvale Plant Hire Limited

Registered office:

Nature of business: Plant & Equipment Hire

| | |
|--------------------------------|---------|
| | % |
| Class of shares: | holding |
| All classes of ordinary shares | 100.00 |

On the 24th July 2017 the company acquired the whole of the share capital of Ashvale Plant Hire Limited, a company registered in England & Wales for £ 2,400,000.

The net assets of the business at 30 June 2017 were £ 1,104,563. The balance of the payment made represents goodwill.

12. STOCKS

| | Group | |
|---------------|------------------|------------------|
| | 30.9.19 | 30.9.18 |
| | £ | £ |
| Valuation | 2,785,280 | 3,095,082 |
| Raw materials | 13,873 | 13,873 |
| | <u>2,799,153</u> | <u>3,108,955</u> |

13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | Group | | Company | |
|--------------------------------|------------------|------------------|------------|------------|
| | 30.9.19 | 30.9.18 | 30.9.19 | 30.9.18 |
| | £ | £ | £ | £ |
| Trade debtors | 386,377 | 353,577 | - | - |
| Other debtors | 300,408 | 299,291 | 565 | 565 |
| VAT | 322,445 | 162,676 | - | - |
| Prepayments and accrued income | 1,822,291 | 1,245,612 | - | - |
| | <u>2,831,521</u> | <u>2,061,156</u> | <u>565</u> | <u>565</u> |

ASHVALE CIVIL ENGINEERING (HOLDINGS) LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 SEPTEMBER 2019

14. CURRENT ASSET INVESTMENTS

| | Group | | Company | |
|--------------------|----------------|----------------|----------------|----------------|
| | 30.9.19 | 30.9.18 | 30.9.19 | 30.9.18 |
| | £ | £ | £ | £ |
| Listed investments | <u>703,467</u> | <u>682,172</u> | <u>703,467</u> | <u>682,172</u> |

Market value of listed investments at 30 September 2019 held by the group and the company - £703,467

15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | Group | | Company | |
|---|------------------|------------------|---------------|---------------|
| | 30.9.19 | 30.9.18 | 30.9.19 | 30.9.18 |
| | £ | £ | £ | £ |
| Hire purchase contracts (see note 17) | 450,155 | 322,629 | - | - |
| Trade creditors | 1,203,486 | 1,146,873 | - | - |
| Amounts owed to participating interests | 27,906 | 27,906 | 27,906 | 27,906 |
| Amounts owed to associates | 135,302 | 95,382 | - | - |
| Corporation tax | 760,715 | 711,803 | - | - |
| Social security and other taxes | 37,479 | 44,308 | - | - |
| No description | 571 | 370 | - | - |
| Other creditors | 9,707 | 2,935 | - | - |
| Directors' current accounts | 3,900 | 3,120 | - | - |
| Accrued expenses | 281,717 | 429,127 | - | - |
| | <u>2,910,938</u> | <u>2,784,453</u> | <u>27,906</u> | <u>27,906</u> |

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

| | Group | |
|---------------------------------------|----------------|---------------|
| | 30.9.19 | 30.9.18 |
| | £ | £ |
| Hire purchase contracts (see note 17) | <u>575,861</u> | <u>87,812</u> |

ASHVALE CIVIL ENGINEERING (HOLDINGS) LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 SEPTEMBER 2019

17. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

Group

| | Hire purchase contracts | |
|------------------------------|-------------------------|----------------|
| | 30.9.19 | 30.9.18 |
| | £ | £ |
| Gross obligations repayable: | | |
| Within one year | 461,791 | 331,748 |
| Between one and five years | 587,040 | 91,027 |
| | <u>1,048,831</u> | <u>422,775</u> |
| Finance charges repayable: | | |
| Within one year | 11,636 | 9,119 |
| Between one and five years | 11,179 | 3,215 |
| | <u>22,815</u> | <u>12,334</u> |
| Net obligations repayable: | | |
| Within one year | 450,155 | 322,629 |
| Between one and five years | 575,861 | 87,812 |
| | <u>1,026,016</u> | <u>410,441</u> |

18. PROVISIONS FOR LIABILITIES

| | Group | |
|---|----------------|----------------|
| | 30.9.19 | 30.9.18 |
| | £ | £ |
| Deferred tax | <u>182,493</u> | <u>149,356</u> |
| Group | | |
| | | Deferred tax |
| | | £ |
| Balance at 1 October 2018 | | 149,356 |
| Charge to Statement of Comprehensive Income during year | | 33,137 |
| Balance at 30 September 2019 | | <u>182,493</u> |

ASHVALE CIVIL ENGINEERING (HOLDINGS) LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 SEPTEMBER 2019

19. CALLED UP SHARE CAPITAL

| Allotted, issued and fully paid: | | Nominal value: | 30.9.19 £ | 30.9.18 £ |
|----------------------------------|------------|-------------------|--------------|--------------|
| Number: | Class: | | | |
| 40 | Ordinary | £1 | 40 | 40 |
| 40 | Ordinary A | £1 | 40 | 40 |
| 20 | Ordinary B | 1 | 20 | 20 |
| 10 | Ordinary D | £1 | 10 | 10 |
| 10 | Ordinary E | £1 | 10 | 10 |
| 10 | Ordinary F | £1 | 10 | 10 |
| | | | <u>130</u> | <u>130</u> |

20. RESERVES

Group

| | Retained earnings £ | Share premium £ | Capital redemption reserve £ | Totals £ |
|----------------------|---------------------------|-----------------------|---------------------------------------|-------------------|
| At 1 October 2018 | 9,105,008 | 378,428 | 50 | 9,483,486 |
| Profit for the year | 3,172,123 | | | 3,172,123 |
| Dividends | (501,498) | | | (501,498) |
| At 30 September 2019 | <u>11,775,633</u> | <u>378,428</u> | <u>50</u> | <u>12,154,111</u> |

Company

| | Retained earnings £ | Share premium £ | Totals £ |
|----------------------|---------------------------|-----------------------|------------------|
| At 1 October 2018 | 5,924,717 | 279,996 | 6,204,713 |
| Profit for the year | 1,378,818 | | 1,378,818 |
| Dividends | (501,500) | | (501,500) |
| At 30 September 2019 | <u>6,802,035</u> | <u>279,996</u> | <u>7,082,031</u> |