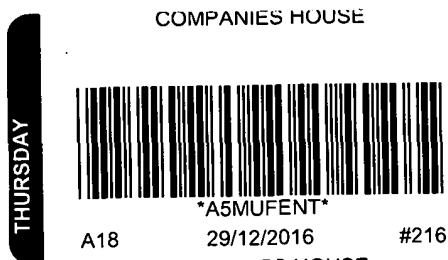


REGISTERED NUMBER: 00608910 (England and Wales)

PARKER BROTHERS (HOLDINGS) LIMITED
GROUP STRATEGIC REPORT,
REPORT OF THE DIRECTORS AND
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2016



Bevan & Buckland
Langdon House
Langdon Road
SA1 Swansea Waterfront
Swansea
SA1 8QY

PARKER BROTHERS (HOLDINGS) LIMITED

**CONTENTS OF THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2016**

| | Page |
|---|-------------|
| Company Information | 1 |
| Group Strategic Report | 2 |
| Report of the Directors | 3 |
| Report of the Independent Auditors | 5 |
| Consolidated Income Statement | 7 |
| Consolidated Other Comprehensive Income | 8 |
| Consolidated Balance Sheet | 9 |
| Company Balance Sheet | 10 |
| Consolidated Statement of Changes in Equity | 11 |
| Company Statement of Changes in Equity | 12 |
| Consolidated Cash Flow Statement | 13 |
| Notes to the Consolidated Cash Flow Statement | 14 |
| Notes to the Consolidated Financial Statements | 15 |
| Reconciliation of Equity | 28 |
| Reconciliation of Profit | 30 |
| Consolidated Trading and Profit and Loss Account | 31 |

PARKER BROTHERS (HOLDINGS) LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 31 MARCH 2016**

DIRECTORS:

G Parker
S Parker

SECRETARY:

G Parker

REGISTERED OFFICE:

Glyncoed Yard
Halfway
Llanelli
SA15 1HQ

REGISTERED NUMBER:

00608910 (England and Wales)

AUDITORS:

Bevan & Buckland
Langdon House
Langdon Road
SA1 Swansea Waterfront
Swansea
SA1 8QY

PARKER BROTHERS (HOLDINGS) LIMITED

**GROUP STRATEGIC REPORT
FOR THE YEAR ENDED 31 MARCH 2016**

The directors present their strategic report of the company and the group for the year ended 31 March 2016.

REVIEW OF BUSINESS

The Directors are pleased with the performance of the group in the year ended 31 March 2016, as set out in the consolidated profit and loss account on page 6 and in the financial position of the group as at that date, as set out in the consolidated balance sheet on page 8.

PRINCIPAL RISKS AND UNCERTAINTIES

The management of the business and the execution of the group's strategy are subject to a number of risks. The key business risks and uncertainties affecting the group are considered to relate to competition from other plant hire companies and employee retention. Business risks are reviewed regularly by the Directors and appropriate processes are put in place to monitor and mitigate their impact.

FINANCIAL RISK MANAGEMENT

The group's operations expose it to a variety of financial risks that include the effects of changes in prices, credit risk, liquidity risk and interest rate risk. The group seeks to limit the adverse effects on the financial performance of the group by the following:

Price risk

The group is exposed to commodity price risk as a result of its operations. The directors monitor market movements in material prices on a regular basis, but the cost of managing exposure to commodity price risk exceeds any potential benefits. The directors will revisit the appropriateness of this policy should the group's operations change in size or nature.


Credit risk

The group has implemented policies that require appropriate credit checks on potential customers before sales are made. The amount of exposure to any individual counter-party is subject to a limit, which is continually monitored in line with the group's credit control procedures.

Liquidity risk

The group actively maintains a mixture of long-term and short-term debt finance that is designed to ensure the group has sufficient available funds for operations and planned expansions.

ON BEHALF OF THE BOARD:


.....
G Parker - Director

Date: 
.....

PARKER BROTHERS (HOLDINGS) LIMITED

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 2016

The directors present their report with the financial statements of the company and the group for the year ended 31 March 2016.

DIVIDENDS

No dividends will be distributed for the year ended 31 March 2016.

DIRECTORS

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

G Parker
S Parker

POLITICAL DONATIONS AND EXPENDITURE

The group made donations of £28,095 to UK charities during the year (2015: £37,572).

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). 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.

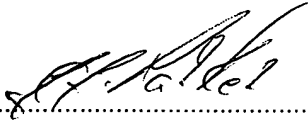
PARKER BROTHERS (HOLDINGS) LIMITED

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 MARCH 2016**

AUDITORS

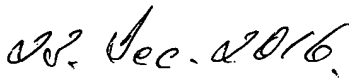
The auditors, Bevan & Buckland, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:



.....
G Parker - Director

Date:



REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF PARKER BROTHERS (HOLDINGS) LIMITED

We have audited the financial statements of Parker Brothers (Holdings) Limited for the year ended 31 March 2016 on pages seven to thirty. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in a Report of the Auditors and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As explained more fully in the Statement of Directors' Responsibilities set out on page three, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the group's and the parent company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Group Strategic Report and the Report of the Directors to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on Financial Statements

In our opinion the financial statements:

- give a true and fair view of the state of the group's and parent company's affairs as at 31 March 2016 and of the group's profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

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

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
PARKER BROTHERS (HOLDINGS) LIMITED**

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.



Bevan & Buckland (Senior Statutory Auditor)
for and on behalf of Bevan & Buckland
Langdon House
Langdon Road
SA1 Swansea Waterfront
Swansea
SA1 8QY

Date: 23 Dec 2016

PARKER BROTHERS (HOLDINGS) LIMITED

**CONSOLIDATED INCOME STATEMENT
FOR THE YEAR ENDED 31 MARCH 2016**

| | Notes | 2016 £ | 2015 £ |
|--|-------|-------------|-------------|
| TURNOVER | | 4,716,319 | 5,216,292 |
| Cost of sales | | (2,368,127) | (2,684,137) |
| GROSS PROFIT | | 2,348,192 | 2,532,155 |
| Administrative expenses | | (1,917,113) | (2,004,860) |
| | | 431,079 | 527,295 |
| Other operating income | | 116 | - |
| OPERATING PROFIT | 3 | 431,195 | 527,295 |
| Income from fixed asset investments | | 8,466 | 6,969 |
| Interest receivable and similar income | | 514 | 2,617 |
| | | 440,175 | 536,881 |
| Interest payable and similar charges | 4 | (52,936) | (59,777) |
| PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION | | 387,239 | 477,104 |
| Tax on profit on ordinary activities | 5 | (62,183) | (105,023) |
| PROFIT FOR THE FINANCIAL YEAR | | 325,056 | 372,081 |
| Profit attributable to: | | | |
| Owners of the parent | | 209,023 | 218,005 |
| Minority interests | | 116,033 | 154,076 |
| | | 325,056 | 372,081 |

The notes form part of these financial statements

PARKER BROTHERS (HOLDINGS) LIMITED
CONSOLIDATED OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MARCH 2016

| Notes | 2016 £ | 2015 £ |
|--|-----------------------|-----------------------|
| PROFIT FOR THE YEAR | 325,056 | 372,081 |
| OTHER COMPREHENSIVE INCOME | <u>-</u> | <u>-</u> |
| TOTAL COMPREHENSIVE INCOME FOR THE YEAR | <u><u>325,056</u></u> | <u><u>372,081</u></u> |
| Total comprehensive income attributable to: | | |
| Owners of the parent | 209,023 | 218,005 |
| Non-controlling interests | <u>116,033</u> | <u>154,076</u> |
| | <u><u>325,056</u></u> | <u><u>372,081</u></u> |

The notes form part of these financial statements

PARKER BROTHERS (HOLDINGS) LIMITED (REGISTERED NUMBER: 00608910)

**CONSOLIDATED BALANCE SHEET
31 MARCH 2016**

| | Notes | 2016 £ | 2015 £ |
|--|-------|------------------|------------------|
| FIXED ASSETS | | | |
| Tangible assets | 7 | 6,838,682 | 7,065,969 |
| Investments | 8 | 357,531 | 312,994 |
| | | <u>7,196,213</u> | <u>7,378,963</u> |
| CURRENT ASSETS | | | |
| Stocks and work in progress | 9 | 357,091 | 147,028 |
| Debtors | 10 | 1,264,637 | 1,708,293 |
| Cash at bank and in hand | | 197,902 | 79,927 |
| | | <u>1,819,630</u> | <u>1,935,248</u> |
| CREDITORS | | | |
| Amounts falling due within one year | 11 | 1,820,649 | 1,946,383 |
| NET CURRENT LIABILITIES | | <u>(1,019)</u> | <u>(11,135)</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | 7,195,194 | 7,367,828 |
| CREDITORS | | | |
| Amounts falling due after more than one year | 12 | (967,911) | (1,480,379) |
| PROVISIONS FOR LIABILITIES | 16 | (716,406) | (701,628) |
| MINORITY INTERESTS | 17 | (1,324,903) | (1,208,870) |
| NET ASSETS | | <u>4,185,974</u> | <u>3,976,951</u> |
| CAPITAL AND RESERVES | | | |
| Called up share capital | 18 | 900 | 900 |
| Capital redemption reserve | 19 | 100 | 100 |
| Retained earnings | 19 | 4,184,974 | 3,975,951 |
| SHAREHOLDERS' FUNDS | | <u>4,185,974</u> | <u>3,976,951</u> |

The financial statements were approved by the Board of Directors on 22. Dec 2016 and were signed on its behalf by:


.....

G Parker - Director

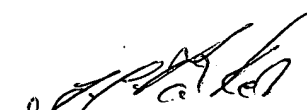
The notes form part of these financial statements

PARKER BROTHERS (HOLDINGS) LIMITED (REGISTERED NUMBER: 00608910)

**COMPANY BALANCE SHEET
31 MARCH 2016**

| | Notes | 2016 £ | 2015 £ |
|--|-------|----------------|----------------|
| FIXED ASSETS | | | |
| Tangible assets | 7 | - | - |
| Investments | 8 | 8,006 | 8,006 |
| | | <u>8,006</u> | <u>8,006</u> |
| CURRENT ASSETS | | | |
| Debtors | 10 | 279,272 | 350,109 |
| CREDITORS | | | |
| Amounts falling due within one year | 11 | <u>154,163</u> | <u>140,000</u> |
| NET CURRENT ASSETS | | <u>125,109</u> | <u>210,109</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | <u>133,115</u> | <u>218,115</u> |
| CAPITAL AND RESERVES | | | |
| Called up share capital | 18 | 900 | 900 |
| Capital redemption reserve | 19 | 100 | 100 |
| Retained earnings | 19 | <u>132,115</u> | <u>217,115</u> |
| SHAREHOLDERS' FUNDS | | <u>133,115</u> | <u>218,115</u> |

The financial statements were approved by the Board of Directors on 22 Dec 2016 and were signed on its behalf by:


.....
G Parker - Director

PARKER BROTHERS (HOLDINGS) LIMITED
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2016

| | Called up share capital £ | Retained earnings £ | Capital redemption reserve £ |
|---------------------------------|------------------------------------|--|---------------------------------------|
| Balance at 1 April 2014 | 900 | 3,757,946 | 100 |
| Changes in equity | | | |
| Total comprehensive income | - | 218,005 | - |
| Balance at 31 March 2015 | 900 | 3,975,951 | 100 |
| Changes in equity | | | |
| Total comprehensive income | - | 209,023 | - |
| Balance at 31 March 2016 | 900 | 4,184,974 | 100 |
| | Total £ | Non-controlling interests £ | Total equity £ |
| Balance at 1 April 2014 | 3,758,946 | 1,054,794 | 4,813,740 |
| Changes in equity | | | |
| Total comprehensive income | 218,005 | 154,076 | 372,081 |
| Balance at 31 March 2015 | 3,976,951 | 1,208,870 | 5,185,821 |
| Changes in equity | | | |
| Total comprehensive income | 209,023 | 116,033 | 325,056 |
| Balance at 31 March 2016 | 4,185,974 | 1,324,903 | 5,510,877 |

The notes form part of these financial statements

PARKER BROTHERS (HOLDINGS) LIMITED
COMPANY STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2016

| | Called up share capital £ | Retained earnings £ | Capital redemption reserve £ | Total equity £ |
|---------------------------------|------------------------------------|---------------------------|---------------------------------------|-----------------------|
| Balance at 1 April 2014 | 900 | 402,115 | 100 | 403,115 |
| Changes in equity | | | | |
| Total comprehensive income | - | (185,000) | - | (185,000) |
| Balance at 31 March 2015 | <u>900</u> | <u>217,115</u> | <u>100</u> | <u>218,115</u> |
| Changes in equity | | | | |
| Total comprehensive income | - | (85,000) | - | (85,000) |
| Balance at 31 March 2016 | <u><u>900</u></u> | <u><u>132,115</u></u> | <u><u>100</u></u> | <u><u>133,115</u></u> |

The notes form part of these financial statements

PARKER BROTHERS (HOLDINGS) LIMITED

**CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2016**

| | Notes | 2016 £ | 2015 £ |
|---|-------|-----------------------|----------------------|
| Cash flows from operating activities | | | |
| Cash generated from operations | 1 | 1,492,823 | 1,285,994 |
| Interest element of hire purchase payments paid | | (52,936) | (59,777) |
| Tax paid | | (4,401) | (71,445) |
| Net cash from operating activities | | <u>1,435,486</u> | <u>1,154,772</u> |
| Cash flows from investing activities | | | |
| Purchase of tangible fixed assets | | (1,081,665) | (1,911,839) |
| Purchase of fixed asset investments | | (142,897) | (181,380) |
| Sale of tangible fixed assets | | 279,129 | 316,922 |
| Sale of fixed asset investments | | 98,360 | - |
| Interest received | | 514 | 2,617 |
| Dividends received | | 8,466 | 6,969 |
| Net cash from investing activities | | <u>(838,093)</u> | <u>(1,766,711)</u> |
| Cash flows from financing activities | | | |
| Capital repayments in year | | (532,065) | - |
| Amount withdrawn by directors | | 56,606 | - |
| New HP agreements | | - | 965,854 |
| HP and Finance lease repayments | | - | (720,471) |
| Net cash from financing activities | | <u>(475,459)</u> | <u>245,383</u> |
| Increase/(decrease) in cash and cash equivalents | | <u>121,934</u> | <u>(366,556)</u> |
| Cash and cash equivalents at beginning of year | 2 | <u>75,968</u> | <u>442,524</u> |
| Cash and cash equivalents at end of year | 2 | <u><u>197,902</u></u> | <u><u>75,968</u></u> |

The notes form part of these financial statements

PARKER BROTHERS (HOLDINGS) LIMITED

**NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2016**

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

| | 2016 £ | 2015 £ |
|--|-------------------------|-------------------------|
| Profit before taxation | 387,239 | 477,104 |
| Depreciation charges | 1,116,734 | 1,136,383 |
| Profit on disposal of fixed assets | (86,911) | (85,603) |
| Finance costs | 52,936 | 59,777 |
| Finance income | (8,980) | (9,586) |
| | <u>1,461,018</u> | <u>1,578,075</u> |
| Increase in stocks and work in progress | (210,063) | (23,162) |
| Decrease/(increase) in trade and other debtors | 446,713 | (687,786) |
| (Decrease)/increase in trade and other creditors | <u>(204,845)</u> | <u>418,867</u> |
| Cash generated from operations | <u><u>1,492,823</u></u> | <u><u>1,285,994</u></u> |

2. CASH AND CASH EQUIVALENTS

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

Year ended 31 March 2016

| | 31.3.16 £ | 1.4.15 £ |
|---------------------------|----------------|---------------|
| Cash and cash equivalents | 197,902 | 79,927 |
| Bank overdrafts | - | (3,959) |
| | <u>197,902</u> | <u>75,968</u> |

Year ended 31 March 2015

| | 31.3.15 £ | 1.4.14 £ |
|---------------------------|---------------|----------------|
| Cash and cash equivalents | 79,927 | 442,524 |
| Bank overdrafts | (3,959) | - |
| | <u>75,968</u> | <u>442,524</u> |

PARKER BROTHERS (HOLDINGS) LIMITED

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2016**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

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

This is the first year in which the financial statements have been prepared under FRS 102. Please refer to pages 28 to 30 for explanation of the transition.

Going Concern

After reviewing the Group's forecasts and projections, the directors have a reasonable expectation that the Group has adequate resources to continue in operational existence for the foreseeable future. The Group therefore continues to adopt the going concern basis in preparing its financial statements.

Basis of consolidation

The consolidated financial statements incorporate the financial statements of the company and all group undertakings. These are adjusted, where appropriate, to conform to group accounting policies. As a consolidated profit and loss account is published, a separate profit and loss account for the parent is omitted from the group financial statements by virtue of section 408 of the Companies Act 2006.

Details of Subsidiary Undertakings

| Nature | Name | Registered Office |
|---------------|---------------------------------------|---|
| Parent | Parker Brothers (Holdings) Limited | Glyncoed Works, Halfway, Llanelli, SA15 1HQ |
| Subsidiary | Parker Plant Hire Limited | Glyncoed Works, Halfway, Llanelli, SA15 1HQ |
| Subsidiary | Parker Brothers (Contractors) Limited | Glyncoed Works, Halfway, Llanelli, SA15 1HQ |

All companies listed above are included in the Group consolidated financial statements.

Turnover

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

Turnover, which excludes value added tax, represents the invoiced value of goods and services provided during the year and relates entirely to the principal activity.

Turnover in relation to individual house sales is recognised on completion of the construction of the individual property.

PARKER BROTHERS (HOLDINGS) LIMITED

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2016**

1. ACCOUNTING POLICIES - continued

Tangible fixed assets

Tangible fixed assets are stated at cost less accumulated depreciation. Cost includes the original purchase price of the assets and the costs attributable to bringing the asset to its working condition for its intended use. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful economic lives on the following bases:

| | | |
|-----------------------|---|----------------------|
| Plant and machinery | - | 15% reducing balance |
| Motor Vehicles | - | 25% |
| Fixtures and fittings | - | 20% |

Impairment of assets

At each reporting date fixed assets are reviewed to determine whether there is any indication that those assets have suffered an impairment loss. If there is an indication of possible impairment, the recoverable amount of any affected asset is estimated and compared with its carrying amount. If estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in profit or loss.

If an impairment loss subsequently reverses, the carry amount of the asset is increased to the revised estimate of its recoverable amount, but not in excess of the amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised immediately in profit or loss.

Stocks and work in progress

Stocks and work in progress are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Stock and Work in Progress is valued at the lower of cost and net realisable value. Cost is that expenditure which has been incurred in the normal course of business in bringing each project to its present location and condition. This includes finance costs where specific project funding is in place. Net realisable value is based on estimated selling, price less future costs to completion and selling costs. Cost is determined on a first in first out basis.

Debtors

Short term debtors are measured at transaction price, less any impairment.

Creditors

Short term creditors are measured at transaction price.

PARKER BROTHERS (HOLDINGS) LIMITED

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2016**

1. ACCOUNTING POLICIES - continued

Taxation

Current tax is recognised for the amount of income tax payable in respect of the taxable profit for the current or past reporting periods using the tax rates and laws that have been enacted or substantively enacted by the reporting date.

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

Provision is made for tax gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold.

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.

Hire purchase and leasing commitments

Where assets are financed by leasing agreements which give substantially the same rights as ownership (finance leases), the assets are treated as if they had been purchased outright at the capital value of the assets and the corresponding leasing commitments are shown as obligations to the lessor. The capital element of lease payments is applied to reduce the outstanding obligations and the interest is charged to the profit and loss account over the period of the lease. Other rentals are charged wholly to the profit & loss account.

Investments

Investments held as fixed assets are valued at fair value.

The directors have not revalued the assets as the fair value is not materially different to the cost.

PARKER BROTHERS (HOLDINGS) LIMITED

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2016**

1. ACCOUNTING POLICIES - continued

Financial instruments

The Group has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the Group's statement of financial position when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include trade and other debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest.

Trade debtors, loans and other debtors that have fixed or determinable payments that are not quoted in an active market are classified as 'loans and debtors'. Loans and debtors are measured at amortised cost using the effective interest method, less any impairment.

Interest is recognised by applying the effective interest rate, except for short-term debtors when the recognition of interest would be immaterial. The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating the interest income over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the debt instrument to the net carrying amount on initial recognition.

Impairment of financial assets

Financial assets, other than those held at fair value through profit and loss, are assessed for indicators of impairment at each reporting end date.

Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected. If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in profit or loss.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in profit or loss.

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the company transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

PARKER BROTHERS (HOLDINGS) LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued **FOR THE YEAR ENDED 31 MARCH 2016**

1. ACCOUNTING POLICIES - continued

Basic financial liabilities

Basic financial liabilities, including trade and other creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Trade creditors are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Derecognition of financial liabilities

Financial liabilities are derecognised when the company's contractual obligations expire or are discharged or cancelled.

Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of direct issue costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

2. STAFF COSTS

Staff costs, including directors' remuneration, were as follows:

| | 2016 £ | 2015 £ |
|-----------------------|------------------|------------------|
| Wages and salaries | 952,763 | 949,887 |
| Social security costs | 74,447 | 76,773 |
| Other pension costs | 1,432 | 16,347 |
| | <u>1,028,642</u> | <u>1,042,997</u> |

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

| | 2016 £ | 2015 £ |
|----------------|-----------|-----------|
| Plant Hire | 35 | 37 |
| Administration | 17 | 17 |
| | <u>52</u> | <u>54</u> |

PARKER BROTHERS (HOLDINGS) LIMITED

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2016**

3. OPERATING PROFIT

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

| | 2016 | 2015 |
|--|---------------|---------------|
| | £ | £ |
| Hire of plant and machinery | 8,513 | 65 |
| Other operating leases | 2,500 | 3,700 |
| Depreciation - owned assets | 1,116,734 | 1,136,383 |
| Profit on disposal of fixed assets | (86,911) | (85,603) |
| Training | 3,849 | (9,824) |
| Auditors' remuneration - for audit services | 15,075 | 15,950 |
| Auditors' remuneration - for non-audit services | 5,000 | 8,000 |
| | <u>84,827</u> | <u>75,610</u> |
| Directors' remuneration | 84,827 | 75,610 |
| Directors' pension contributions to money purchase schemes | - | 16,347 |
| | <u>-</u> | <u>16,347</u> |

4. INTEREST PAYABLE AND SIMILAR CHARGES

| | 2016 | 2015 |
|---------------|---------------|---------------|
| | £ | £ |
| Hire purchase | 52,936 | 59,777 |
| | <u>52,936</u> | <u>59,777</u> |

5. TAXATION

Analysis of the tax charge

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

| | 2016 | 2015 |
|--------------------------------------|---------------|----------------|
| | £ | £ |
| Current tax: | | |
| UK corporation tax | 56,950 | 59,777 |
| Corporation tax - prior year | (9,545) | 405 |
| Total current tax | 47,405 | 60,182 |
| Deferred tax | 14,778 | 44,841 |
| Tax on profit on ordinary activities | <u>62,183</u> | <u>105,023</u> |

PARKER BROTHERS (HOLDINGS) LIMITED

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2016**

5. TAXATION - continued

Reconciliation of total tax charge included in profit and loss

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

| | 2016 £ | 2015 £ |
|--|----------------------|-----------------------|
| Profit on ordinary activities before tax | <u>387,239</u> | <u>477,104</u> |
| Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 20% (2015 - 21%) | 77,448 | 100,192 |
| Effects of: | | |
| Expenses not deductible for tax purposes | 5,759 | 5,085 |
| Capital allowances in excess of depreciation | (26,247) | (48,449) |
| Adjustments to tax charge in respect of previous periods | (9,545) | 2,475 |
| Tax at marginal rates | - | (321) |
| Deferred tax charge to profit and loss account | <u>14,768</u> | <u>46,041</u> |
| Total tax charge | <u><u>62,183</u></u> | <u><u>105,023</u></u> |

6. LOSS OF PARENT COMPANY

As permitted by Section 408 of the Companies Act 2006, the Income Statement of the parent company is not presented as part of these financial statements. The parent company's loss for the financial year was £(85,000) (2015 - £(185,000)).

7. TANGIBLE FIXED ASSETS

Group

| | Plant and machinery £ | Fixtures and fittings £ | Motor vehicles £ | Totals £ |
|------------------------|-----------------------------|----------------------------------|------------------------|-------------------------|
| COST | | | | |
| At 1 April 2015 | 17,249,009 | 136,708 | 724,783 | 18,110,500 |
| Additions | 1,059,065 | 13,610 | 8,990 | 1,081,665 |
| Disposals | (767,245) | - | (40,500) | (807,745) |
| At 31 March 2016 | <u>17,540,829</u> | <u>150,318</u> | <u>693,273</u> | <u>18,384,420</u> |
| DEPRECIATION | | | | |
| At 1 April 2015 | 10,262,990 | 133,027 | 648,514 | 11,044,531 |
| Charge for year | 1,072,795 | 2,522 | 41,417 | 1,116,734 |
| Eliminated on disposal | (575,027) | - | (40,500) | (615,527) |
| At 31 March 2016 | <u>10,760,758</u> | <u>135,549</u> | <u>649,431</u> | <u>11,545,738</u> |
| NET BOOK VALUE | | | | |
| At 31 March 2016 | <u><u>6,780,071</u></u> | <u><u>14,769</u></u> | <u><u>43,842</u></u> | <u><u>6,838,682</u></u> |
| At 31 March 2015 | <u><u>6,986,019</u></u> | <u><u>3,681</u></u> | <u><u>76,269</u></u> | <u><u>7,065,969</u></u> |

PARKER BROTHERS (HOLDINGS) LIMITED

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2016**

7. TANGIBLE FIXED ASSETS - continued

Group

Included in owned plant and machinery are tangible fixed assets purchased under hire purchase agreements with a net book value of £2,592,229 (2015: £3,070,576). All plant machinery is held for use for rental purposes.

The company does not hold any tangible fixed assets.

8. FIXED ASSET INVESTMENTS

Group

| | Listed investments £ | Unlisted investments £ | Totals £ |
|-----------------------|----------------------------|------------------------------|----------------|
| COST | | | |
| At 1 April 2015 | 311,994 | 1,000 | 312,994 |
| Additions | 142,897 | - | 142,897 |
| Disposals | (97,860) | (500) | (98,360) |
| At 31 March 2016 | <u>357,031</u> | <u>500</u> | <u>357,531</u> |
| NET BOOK VALUE | | | |
| At 31 March 2016 | <u>357,031</u> | <u>500</u> | <u>357,531</u> |
| At 31 March 2015 | <u>311,994</u> | <u>1,000</u> | <u>312,994</u> |

Company

| | Shares in group undertakings £ | Unlisted investments £ | Totals £ |
|--------------------------------------|---|------------------------------|--------------|
| COST | | | |
| At 1 April 2015 and 31 March 2016 | <u>7,506</u> | <u>500</u> | <u>8,006</u> |
| NET BOOK VALUE | | | |
| At 31 March 2016 | <u>7,506</u> | <u>500</u> | <u>8,006</u> |
| At 31 March 2015 | <u>7,506</u> | <u>500</u> | <u>8,006</u> |

The company owns 75% of the nominal value of the ordinary shares issued in Parker Plant Hire Limited, a company whose main activity is the hire, re-hire and sale of industrial plant and machinery. The company also owns 100% of the ordinary shares issued in Parker Brothers (Contractors) Limited, a company whose main activity is that of building contractors. Both companies are registered in England and Wales and operate entirely within their country of registration.

PARKER BROTHERS (HOLDINGS) LIMITED

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2016**

9. STOCKS AND WORK IN PROGRESS

| | Group | |
|--------|----------------|----------------|
| | 2016 | 2015 |
| | £ | £ |
| Stocks | <u>357,091</u> | <u>147,028</u> |

The current replacement cost of stocks and work in progress was not significantly different from the balance sheet value.

10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | Group | Company | |
|------------------------------------|------------------|------------------|----------------|
| | 2016 | 2015 | 2016 |
| | £ | £ | £ |
| Trade debtors | 1,147,066 | 1,256,848 | - |
| Amounts owed by group undertakings | - | - | 279,272 |
| Other debtors | 69,220 | 386,500 | - |
| Tax | 3,057 | - | - |
| Prepayments and accrued income | 45,294 | 64,945 | - |
| | <u>1,264,637</u> | <u>1,708,293</u> | <u>279,272</u> |
| | | | <u>350,109</u> |

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | Group | Company | |
|---|------------------|------------------|----------------|
| | 2016 | 2015 | 2016 |
| | £ | £ | £ |
| Bank loans and overdrafts (see note 13) | - | 3,959 | - |
| Hire purchase contracts (see note 14) | 744,292 | 763,889 | - |
| Trade creditors | 315,304 | 503,014 | - |
| Amounts owed to group undertakings | - | - | 84,158 |
| Tax | 105,444 | 59,383 | - |
| Social security and other taxes | 13,725 | 20,228 | - |
| VAT | 142,334 | 49,727 | - |
| Other creditors | - | 932 | - |
| Directors' loan accounts | 158,401 | 101,795 | - |
| Accruals and deferred income | 341,149 | 443,456 | 70,005 |
| | <u>1,820,649</u> | <u>1,946,383</u> | <u>154,163</u> |
| | | | <u>140,000</u> |

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

| | Group | |
|---------------------------------------|----------------|------------------|
| | 2016 | 2015 |
| | £ | £ |
| Hire purchase contracts (see note 14) | <u>967,911</u> | <u>1,480,379</u> |

PARKER BROTHERS (HOLDINGS) LIMITED

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2016**

13. LOANS

An analysis of the maturity of loans is given below:

| | Group | |
|---|--------------|--------------|
| | 2016 £ | 2015 £ |
| Amounts falling due within one year or on demand: | | |
| Bank overdrafts | - | 3,959 |
| | <u>-</u> | <u>3,959</u> |

14. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

| | Group | |
|----------------------------|------------------|------------------|
| | 2016 £ | 2015 £ |
| Net obligations repayable: | | |
| Within one year | 744,292 | 763,889 |
| Between one and five years | 967,911 | 1,480,379 |
| | <u>1,712,203</u> | <u>2,244,268</u> |

15. SECURED DEBTS

The following secured debts are included within creditors:

| | Group | |
|-------------------------|------------------|--------------|
| | 2016 £ | 2015 £ |
| Bank overdraft | - | 3,959 |
| Hire purchase contracts | 1,712,203 | - |
| | <u>1,712,203</u> | <u>3,959</u> |

The bank overdraft is secured by fixed and floating charges over the assets of the group.

The directors' loans are unsecured and have no fixed terms for repayment.

16. PROVISIONS FOR LIABILITIES

| | Group | |
|--------------|----------------|----------------|
| | 2016 £ | 2015 £ |
| Deferred tax | 716,406 | 701,628 |
| | <u>716,406</u> | <u>701,628</u> |

PARKER BROTHERS (HOLDINGS) LIMITED

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2016**

16. PROVISIONS FOR LIABILITIES - continued

Group

| | Deferred tax £ |
|--|----------------------|
| Balance at 1 April 2015 | 701,628 |
| Credit to Income Statement during year | 14,778 |
| Balance at 31 March 2016 | <u>716,406</u> |

17. MINORITY INTERESTS

The minority interest represents a 25% ownership of the nominal value of the shares issued in Parker Plant Hire Limited.

18. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

| Number: | Class: | Nominal value: £1 | 2016 £ | 2015 £ |
|---------|----------|-------------------------|------------|------------|
| 900 | Ordinary | | <u>900</u> | <u>900</u> |

AUTHORISED SHARE CAPITAL

| | 2016 £ | 2015 £ |
|----------------------------------|--------------|--------------|
| 1,000 Ordinary shares at £1 each | <u>1,000</u> | <u>1,000</u> |
| | <u>1,000</u> | <u>1,000</u> |

19. RESERVES

Group

| | Retained earnings £ | Capital redemption reserve £ | Totals £ |
|---------------------|---------------------------|---------------------------------------|------------------|
| At 1 April 2015 | 3,975,951 | 100 | 3,976,051 |
| Profit for the year | 209,023 | | 209,023 |
| At 31 March 2016 | <u>4,184,974</u> | <u>100</u> | <u>4,185,074</u> |

PARKER BROTHERS (HOLDINGS) LIMITED

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2016**

19. RESERVES - continued

Company

| | Retained earnings £ | Capital redemption reserve £ | Totals £ |
|----------------------|---------------------------|---------------------------------------|----------------|
| At 1 April 2015 | 217,115 | 100 | 217,215 |
| Deficit for the year | (85,000) | | (85,000) |
| At 31 March 2016 | <u>132,115</u> | <u>100</u> | <u>132,215</u> |

Called-up share capital - represents the nominal value of shares that have been issued.

Retained earnings - includes all current and prior period retained profits and losses.

Capital redemption reserve - comprises amounts transferred following the redemption or purchase of the company's own shares.

20. RELATED PARTY DISCLOSURES

G Parker

A director of the group

Included in other creditors is an amount of £77,011 (2015: £57,034) owed to Mr G Parker.

This amount is unsecured, has no fixed terms for repayment. Mr G Parker has also waived his entitlement to interest on this loan.

| | 2016 £ | 2015 £ |
|---|---------------|---------------|
| Amount due to related party at the balance sheet date | <u>77,011</u> | <u>57,034</u> |

S Parker

A director of the group

Included in other creditors is an amount of £81,390 (2015: £44,761) owed to Mr S Parker.

This amount is unsecured, has no fixed terms for repayment. Mr S Parker has also waived his entitlement to interest on this loan.

| | 2016 £ | 2015 £ |
|---|---------------|---------------|
| Amount due to related party at the balance sheet date | <u>81,390</u> | <u>44,761</u> |

Parker Brothers (Contractors) Limited

Subsidiary company

| | 2016 £ | 2015 £ |
|--|-----------------|---------------|
| Amount due (to)/from related party at the balance sheet date | <u>(84,158)</u> | <u>20,592</u> |

PARKER BROTHERS (HOLDINGS) LIMITED

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2016**

20. RELATED PARTY DISCLOSURES - continued

Parker Plant Hire Limited

Subsidiary company

During the year the company incurred management charges of £36,000 (2015 £85,000) from Parker Plant Hire Limited.

| | 2016 £ | 2015 £ |
|---|----------------|----------------|
| Amount due from related party at the balance sheet date | <u>279,272</u> | <u>329,517</u> |

PARKER BROTHERS (HOLDINGS) LIMITED

**RECONCILIATION OF EQUITY
1 APRIL 2014
(DATE OF TRANSITION TO FRS 102)**

| | Notes | UK GAAP £ | Effect of transition to FRS 102 £ | FRS 102 £ |
|--|--------------|--------------------------|--|----------------------|
| FIXED ASSETS | | | | |
| Tangible assets | | 6,521,833 | - | 6,521,833 |
| Investments | | 131,614 | - | 131,614 |
| | | <u>6,653,447</u> | <u>-</u> | <u>6,653,447</u> |
| CURRENT ASSETS | | | | |
| Stocks and work in progress | | 123,866 | - | 123,866 |
| Debtors | | 1,020,507 | - | 1,020,507 |
| Cash at bank | | 442,524 | - | 442,524 |
| | | <u>1,586,897</u> | <u>-</u> | <u>1,586,897</u> |
| CREDITORS | | | | |
| Amounts falling due within one year | | (1,434,805) | - | (1,434,805) |
| NET CURRENT ASSETS | | <u>152,092</u> | <u>-</u> | <u>152,092</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | 6,805,539 | - | 6,805,539 |
| CREDITORS | | | | |
| Amounts falling due after more than one year | | (1,336,212) | - | (1,336,212) |
| PROVISIONS FOR LIABILITIES | | (655,587) | - | (655,587) |
| MINORITY INTERESTS | | (1,054,794) | - | (1,054,794) |
| NET ASSETS | | <u>3,758,946</u> | <u>-</u> | <u>3,758,946</u> |
| CAPITAL AND RESERVES | | | | |
| Called up share capital | | 900 | - | 900 |
| Capital redemption reserve | | 100 | - | 100 |
| Retained earnings | | 3,757,946 | - | 3,757,946 |
| SHAREHOLDERS' FUNDS | | <u>3,758,946</u> | <u>-</u> | <u>3,758,946</u> |

The notes form part of these financial statements

PARKER BROTHERS (HOLDINGS) LIMITED

RECONCILIATION OF EQUITY - continued
31 MARCH 2015

| | Notes | UK GAAP £ | Effect of transition to FRS 102 £ | FRS 102 £ |
|--|--------------|--------------------------|--|----------------------|
| FIXED ASSETS | | | | |
| Tangible assets | | 7,065,969 | - | 7,065,969 |
| Investments | | 312,994 | - | 312,994 |
| | | <u>7,378,963</u> | <u>-</u> | <u>7,378,963</u> |
| CURRENT ASSETS | | | | |
| Stocks and work in progress | | 147,028 | - | 147,028 |
| Debtors | | 1,708,293 | - | 1,708,293 |
| Cash at bank | | 79,927 | - | 79,927 |
| | | <u>1,935,248</u> | <u>-</u> | <u>1,935,248</u> |
| CREDITORS | | | | |
| Amounts falling due within one year | | (1,946,383) | - | (1,946,383) |
| NET CURRENT LIABILITIES | | <u>(11,135)</u> | <u>-</u> | <u>(11,135)</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | 7,367,828 | - | 7,367,828 |
| CREDITORS | | | | |
| Amounts falling due after more than one year | | (1,480,379) | - | (1,480,379) |
| PROVISIONS FOR LIABILITIES | | (701,628) | - | (701,628) |
| MINORITY INTERESTS | | <u>(1,208,870)</u> | <u>-</u> | <u>(1,208,870)</u> |
| NET ASSETS | | <u>3,976,951</u> | <u>-</u> | <u>3,976,951</u> |
| CAPITAL AND RESERVES | | | | |
| Called up share capital | | 900 | - | 900 |
| Capital redemption reserve | | 100 | - | 100 |
| Retained earnings | | 3,975,951 | - | 3,975,951 |
| SHAREHOLDERS' FUNDS | | <u>3,976,951</u> | <u>-</u> | <u>3,976,951</u> |

The notes form part of these financial statements

PARKER BROTHERS (HOLDINGS) LIMITED

**RECONCILIATION OF PROFIT
FOR THE YEAR ENDED 31 MARCH 2015**

| | UK GAAP £ | Effect of transition to FRS 102 £ | FRS 102 £ |
|--|--------------------------|--|----------------------|
| TURNOVER | 5,216,292 | - | 5,216,292 |
| Cost of sales | (2,684,137) | - | (2,684,137) |
| GROSS PROFIT | 2,532,155 | - | 2,532,155 |
| Administrative expenses | (2,004,860) | - | (2,004,860) |
| OPERATING PROFIT | 527,295 | - | 527,295 |
| Income from fixed asset investments | 6,969 | - | 6,969 |
| Interest receivable and similar income | 2,617 | - | 2,617 |
| Interest payable and similar charges | (59,777) | - | (59,777) |
| PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION | 477,104 | - | 477,104 |
| Tax on profit on ordinary activities | (105,023) | - | (105,023) |
| PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION | 372,081 | - | 372,081 |
| Minority interest - equity | (154,076) | | |
| PROFIT FOR THE FINANCIAL YEAR | 218,005 | - | 372,081 |
| Profit attributable to: | | | |
| Owners of the parent | | | 218,005 |
| Minority interests | | | 154,076 |
| | | | 372,081 |

The notes form part of these financial statements