

STEVE HOSKIN CONSTRUCTION LIMITED
FINANCIAL STATEMENTS
30TH SEPTEMBER 2017



Company Registration Number 03096602

STEVE HOSKIN CONSTRUCTION LIMITED

Registered number 03096602

FINANCIAL STATEMENTS

YEAR ENDED 30TH SEPTEMBER 2017

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TEN ACRES LANE
ST IVE ROAD INDUSTRIAL ESTATE
PENSILVA
LISKEARD
CORNWALL
PL14 5RE

STEVE HOSKIN CONSTRUCTION LIMITED

STRATEGIC REPORT

The Directors present their strategic report for the year ended 30th September 2017.

Principal activity

The principal activity of the company in the year under review continued to be that of civil engineering.

Fair review of the business

The trading profit for the year, after taxation, was £4,413,819. Retained profits amount to £14,905,432 and the Directors consider the state of the affairs of the Company to be satisfactory in light of the challenges it has met in the economic climate particularly affecting the housebuilding sector of the Construction Industry.

The turnover has decreased from £62 million in the year ended 30th September 2016 to £53 million in the year ended 30th September 2017, whilst the gross profit percentage has decreased from 20.1% to 18.4%.

Current assets exceeded current liabilities by over £7 million at 30th September 2017, showing that there were no liquidity issues, and the distributable reserves of the company increased from nearly £12.5 million to nearly £15 million at the year end.

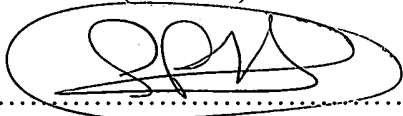
The company's growth strategy had seen turnover increase for six years running up to the year ended 30th September 2016. This growth has now slowed as the directors believe that the company is operating at a level that is maintainable and manageable. There was a slight reduction in turnover due to customers' attempts at reducing margins.

Principal risks and uncertainties

Principal business risks facing the company are believed to be the loss of key personnel and potential changes to the economic climate, which could affect the construction business sector. However, the experience of the directors would be expected to navigate the company through any difficult economic times.

ON BEHALF OF THE BOARD

Mr. S.R. Hoskin (Director)



Date: 26th June 2018

STEVE HOSKIN CONSTRUCTION LIMITED

DIRECTORS' REPORT

The Directors present their report, together with the audited financial statements, for the period 1st October, 2016 to 30th September, 2017.

Directors of the company

The directors who have served office during the year were:- S. R. Hoskin, N. Hoskin and C. Worden.

Financial instruments

Objectives and policies

The company's principal financial instruments comprise of bank balances, trade debtors, trade creditors and finance leases. The main purpose of these instruments is to finance the company's operations.

Price risk, credit risk, liquidity risk and cash flow risk

Due to the nature of the financial instruments used by the company, there is no exposure to risk. In respect of bank balances, the liquidity risk is managed by careful monitoring and by the management of debtors and creditors, whilst ensuring that payment policies are maintained.

Trade debtors are managed in respect of credit and cash flow risk by policies concerning credit terms and regular monitoring of amounts outstanding to ensure that payments are received within the time limits.

Trade creditors liquidity risk is managed by ensuring that sufficient funds are available to meet amounts due within the credit term agreed with suppliers.

Disclosure of information to the auditors

In the case of each of the persons who are directors at the time when the directors' report is approved:

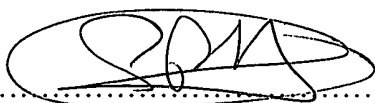
- so far as the director is aware, there is no relevant audit information (information needed by the company's auditors in connection with preparing their report) of which the company's auditors are unaware; and
- each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

Reappointment of auditors

The auditors, Dawe, Hawken & Dodd, Chartered Certified Accountants, will be proposed for reappointment in accordance with Section 485 of the Companies Act 2006.

ON BEHALF OF THE BOARD

Mr. S.R. Hoskin (Director)



..... Date: 26th June 2018

STEVE HOSKIN CONSTRUCTION LIMITED

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors acknowledge their responsibilities for preparing the Annual Report and the financial statements in accordance with applicable laws 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 of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- State whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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 proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 2006. The directors are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

STEVE HOSKIN CONSTRUCTION LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS

YEAR ENDED 30TH SEPTEMBER 2017

Opinion

We have audited the financial statements of Steve Hoskin Construction Limited (the 'company') for the year ended 30 September 2017, which comprise the Profit and Loss Account, Balance Sheet, Statement of Changes in Equity, Cashflow Statement, and 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 company's affairs as at 30 September 2017 and of its 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 Standard on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the company 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.

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 an auditor's report 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.

Conclusion 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 company'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 included in the annual report, other than the financial statements and our auditor's report 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.

STEVE HOSKIN CONSTRUCTION LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS (cont)

YEAR ENDED 30TH SEPTEMBER 2017

Other information (cont)

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.

Opinion on other matter 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 Strategic Report and Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and Directors' Report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

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

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, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosure 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

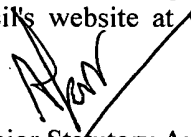
As explained more fully in the Statement of Directors' Responsibilities [set out on page 3], the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary 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 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 company or to cease operations, or have no realistic alternative but to do so.

Auditor's 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 an auditor's report 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 auditor's report.


Andrew Farr (Senior Statutory Auditor)
Dawe Hawken & Dodd
Chartered Certified Accountants and Registered Auditor
52 Fore Street, Callington, Cornwall, PL17 7AJ

Dated 27th June 2018

STEVE HOSKIN CONSTRUCTION LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30TH SEPTEMBER 2017

	<u>Note</u>	<u>Year ended</u> <u>30.9.17</u>		<u>Year ended</u> <u>30.9.16</u>	
		£	£	£	£
TURNOVER	1		53176355		62021431
<u>Less: COST OF SALES</u>					
Stock in Hand 30.9.16			49390		40654
Purchases, Materials & Contract Expenses			13442071		13073927
Wages, Payments to Sub-Contractors, National Insurance & PAYE			22479369		29267010
Plant Hire & Haulage			3636847		4082589
Motor & Machinery Running Expenses			2087027		1640293
Repairs & Renewals			163884		49242
Depreciation: Motors			353852		325910
Machinery & Equipment			1151699		1070602
Fixtures & Fittings & Office Equipment			<u>47229</u>		<u>39329</u>
			43411368		49589556
<u>Less: Stock in Hand 30.9.17</u>	1	<u>44284</u>	<u>43367084</u>	<u>49390</u>	<u>49540166</u>
<u>GROSS PROFIT</u>			9809271		12481265
 <u>ADMINISTRATIVE EXPENDITURE</u>					
Directors' Fees	6		1032302		1027056
Auditors' Remuneration			16350		16350
Bookkeeping & Administrative Fees			383596		257795
Insurances & Safety Consultancy Fees			474111		730677
Architect, Site Engineer & Legal Fees			1757455		1319358
Heating & Lighting			12304		8297
Business & Water Rates			39550		38117
Telephone incl. Mobile 'Phones			68911		22191
Postages, Stationery & Advertising			75011		97669
Bank Charges & Interest			5187		4240
Hire Purchase Interest & Charges			43430		57299
Sundry Expenditure			<u>334224</u>	<u>4242431</u>	<u>716804</u>
					<u>4295853</u>
C/FWD			5566840		8185412

STEVE HOSKIN CONSTRUCTION LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30TH SEPTEMBER 2017

(continued)

	<u>Note</u>	<u>Year ended</u> <u>30.9.17</u>	<u>Year ended</u> <u>30.9.16</u>
		<u>£</u>	<u>£</u>
B/FWD		5566840	8185412
<u>OTHER OPERATING INCOME</u>			
Interest Receivable		<u>9717</u>	<u>9648</u>
<u>PROFIT FOR THE FINANCIAL</u>			
<u>YEAR BEFORE TAXATION</u>		5576557	8195060
Tax on Profit on Ordinary Activities	1	(1162738)	(1682975)
Profit on Ordinary Activities after Taxation		4413819	6512085
Undistributed Profits B/Fwd from Previous Year		12434009	10497633
Distribution (Net)		(1964562)	(4579541)
Provision for Deferred Taxation	14	<u>22166</u>	<u>3832</u>
<u>UNDISTRIBUTED PROFITS CARRIED</u>			
<u>FORWARD TO NEXT YEAR</u>		<u>14905432</u>	<u>12434009</u>

The notes on pages 13 to 19 form part of these financial statements.

STEVE HOSKIN CONSTRUCTION LIMITED

STATEMENT OF CHANGES IN EQUITY YEAR ENDED 30th SEPTEMBER, 2017

	<u>Share Capital</u>	<u>Profit & Loss Account</u>	<u>Total</u>
		£	£
At 1 st October, 2016	2	12434009	12434011
Profit for the year		4413819	4413819
Provisions		<u>22166</u>	<u>22166</u>
Total Comprehensive Income	2	16869994	1689996
Dividends		<u>1964562</u>	<u>1964562</u>
<u>At 30th September, 2017</u>	<u><u>2</u></u>	<u><u>14905432</u></u>	<u><u>14905434</u></u>

	<u>Share Capital</u>	<u>Profit & Loss Account</u>	<u>Total</u>
		£	£
At 1 st October, 2015	2	10497633	10497635
Profit for the year		6512085	6512085
Provisions		<u>3832</u>	<u>3832</u>
Total Comprehensive Income	2	17013550	17013552
Dividends		<u>4579541</u>	<u>4579541</u>
<u>At 30th September, 2016</u>	<u><u>2</u></u>	<u><u>12434009</u></u>	<u><u>12434011</u></u>

STEVE HOSKIN CONSTRUCTION LIMITED

BALANCE SHEET AS AT 30TH SEPTEMBER, 2017

Company Registration Number: 03096602

	<u>Note</u>	<u>30.9.17</u>		<u>30.9.16</u>	
		£	£	£	£
<u>FIXED ASSETS</u>					
<u>INTANGIBLE ASSETS</u>					
Intellectual Property			1200		1200
<u>TANGIBLE ASSETS</u>					
	8				
Land & Buildings			1258009		1161881
Plant & Machinery			5352708		5230430
Motor Vehicles			1607199		1284521
Fixtures & Fittings & Office Equipment			<u>133706</u>	8351622	<u>175553</u>
					7852385
<u>CURRENT ASSETS</u>					
Cash in Hand		98		45	
Cash at Bank:					
Premier Interest Account		280165		280050	
Current/Call Account		3610516		2345533	
Short Term Loans		35604		194625	
Directors' Loan Account		164235		130941	
Stock	9	44284		49390	
Debtors:					
Trade Debtors, Work in Progress & Prepayments	10	<u>9194317</u>	13329219	<u>11668564</u>	14669148
<u>CREDITORS: Amounts falling due within one year</u>					
Trade Creditors & Accruals	11	5706898		7680364	
Hire Purchase Liabilities		522213		647235	
Corporation Tax		<u>95713</u>	<u>6324824</u>	<u>781500</u>	<u>9109099</u>
<u>NET CURRENT ASSETS</u>			<u>7004395</u>		<u>5560049</u>
<u>TOTAL ASSETS LESS</u>					
<u>CURRENT LIABILITIES</u>			15357217		13413634
<u>CREDITORS: Amounts Falling due after one year</u>					
Hire Purchase Liabilities	12		149498		655172
<u>PROVISION FOR LIABILITIES & CHARGES</u>					
Deferred Taxation	14		<u>302285</u>	<u>451783</u>	<u>324451</u>
			<u>14905434</u>		<u>979623</u>
					<u>12434011</u>

STEVE HOSKIN CONSTRUCTION LIMITED

BALANCE SHEET AS AT 30TH SEPTEMBER 2017

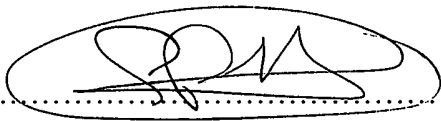
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CAPITAL & RESERVES

Called up Share Capital	15	2	2
Profit & Loss Account	16	<u>14905432</u>	<u>12434009</u>
		<u>14905434</u>	<u>12434011</u>

The financial statements were approved by the board and signed on its behalf by:

Mr. S.R. Hoskin (Director)



Date: 26th June 2018

The notes on pages 13 to 19 form part of these financial statements.

STEVE HOSKIN CONSTRUCTION LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 30TH SEPTEMBER 2017

	<u>2017</u>	<u>2016</u>
	£	£
Cash Flows from Operating Activities		
Profit for the Financial Year	4413819	6512085
Adjustments for:		
Depreciation Charges	1552780	1435841
Interest Received	(9717)	(9648)
Taxation	1162738	1682975
Decrease/(Increase) in Stock	5106	(8736)
Decrease/(Increase) in Debtors	2474247	(3264915)
(Decrease)/Increase in Creditors	(1973466)	1607805
Cash from Operations	7625507	7955407
Taxation	(1848525)	(1800000)
<u>Net Cash Generated from Operating Activities</u>	<u>5776982</u>	<u>6155407</u>
 <u>Cash Flows from Investing Activities</u>		
Interest Received	9717	9648
Loans Advanced by Company	(48979)	(182000)
Loans Repaid to Company	208000	12055
Payments to Acquire Tangible Fixed Assets	(2136812)	(1765906)
Receipts from Sales of Tangible Fixed Assets	84795	134475
<u>Net Cash from Investing Activities</u>	<u>(1883279)</u>	<u>(1791728)</u>
 <u>Cash Flows from Financing Activities</u>		
Dividends Paid	(1964562)	(4579541)
Capital Element of Finance Lease Rental Payments	(630696)	(711767)
Directors' Current/Loan Account	(33294)	(18593)
<u>Net Cash Used in Financing Activities</u>	<u>(2628552)</u>	<u>(5309901)</u>
 Net Increase/(Decrease) in Cash and Cash Equivalents	1265151	(946222)
Cash and Cash Equivalents at Beginning of Year	<u>2625628</u>	<u>3571850</u>
Cash and Cash Equivalents at End of Year	<u>3890779</u>	<u>2625628</u>

STEVE HOSKIN CONSTRUCTION LIMITED

COMPONENTS OF CASH AND CASH EQUIVALENTS

	<u>As at</u> <u>30.9.16</u>	<u>As at</u> <u>30.9.17</u>
	£	£
Cash	45	98
Current Account	(150790)	(206195)
Call Account	2496323	3816711
Deposit Account	<u>280050</u>	<u>280165</u>
<u>TOTAL</u>	<u>2625628</u>	<u>3890779</u>

STEVE HOSKIN CONSTRUCTION LIMITED

NOTES TO THE FINANCIAL STATEMENTS

PERIOD 1ST OCTOBER 2016 TO 30TH SEPTEMBER 2017

1. ACCOUNTING POLICIES

(a) Basis of Accounting

The financial statements have been prepared in accordance with the historical cost convention with the Company presumed to be carrying on business as a going concern.

The principal accounting policies which the Directors have adopted within that convention are set out below.

(b) Turnover

Turnover consists of the invoiced value (excluding VAT) for goods and services supplied to third parties.

The financial statements comply with Statement of Standard Accounting Practice 5 "Accounting for Valued Added Tax".

(c) Depreciation

Tangible Fixed Assets

Depreciation has been provided:

- (i) In respect of plant, machinery and office equipment at the rate of 25% per annum on the straight line basis method. Where this rate of depreciation would result in items having no net book value, these items have been included at estimated valuations.
- (ii) In respect of motor vehicles at the rate of 25% per annum on the straight line basis. Where this rate of depreciation would result in vehicles having no net book value, these vehicles have been included at estimated valuations.
- (iii) Land is not depreciated. Freehold buildings are maintained in a state of good repair and it is considered that residual values based on prices prevailing at the time of acquisition or subsequent valuation are such that depreciation is not significant.

(d) Stocks

Stocks and Work in Progress are stated at the lower of cost and estimated net realisable value.

In establishing cost, stocks and work in progress at the end of the year are taken to represent latest purchases.

STEVE HOSKIN CONSTRUCTION LIMITED

NOTES TO THE FINANCIAL STATEMENTS

PERIOD 1ST OCTOBER 2016 TO 30TH SEPTEMBER 2017

(continued)

(d) Stocks – (continued)

On this basis, cost comprises:-

Materials – purchase price.

Work in Progress – Materials, direct labour and attributable overheads on a time apportioned basis bearing in mind the periods of time that individual contracts are being worked.

Net realisable value is based on estimated selling price after taking into account all further costs expected to be incurred on completion and disposal.

(e) Taxation

The charge of £1,162,738 for the year is the Corporation Tax liability due on the profit for the Accounting Period ended 30th September 2017.

The Taxation creditor of £95,713 relates to the mainstream liability due for payment on 1st July 2018, less Corporation Tax payments on account.

(f) Deferred Taxation

The reserve of £302,285 has been calculated in accordance with FRS 19 – Deferred Tax using the full provision. (See note 14).

2. GROSS PROFIT

Gross Profit comprises turnover and other operating income, less Cost of Sales.

STEVE HOSKIN CONSTRUCTION LIMITED

NOTES TO THE FINANCIAL STATEMENTS

PERIOD 1ST OCTOBER 2016 TO 30TH SEPTEMBER 2017

(continued)

3. OPERATING PROFIT

	<u>2017</u>	<u>2016</u>
Operating Profit is arrived at after charging:	£	£
Depreciation of Tangible Fixed Assets:		
Motors	353852	325910
Machinery	1151699	1070602
Office Equipment	47229	39329
Hire of Plant & Machinery (including Haulage)	3636847	4082589
Auditors' Remuneration	16350	16350

4. INTEREST PAYABLE

	<u>2017</u>	<u>2016</u>
	£	£
Bank Interest and Charges	5187	4240
Hire Purchase Interest Charges	43430	57299

5. EMPLOYEES AND PENSIONS

EMPLOYEES

Mr. S.R. Hoskin, Mr. N. Hoskin and Mrs C. Worden were the Directors of the Company at the beginning and end of the year.

The Sub-Contractors engaged by the Company on a regular basis, remunerated at an hourly rate, were re-categorised as employees in the 1997/98 Fiscal year.

The remuneration paid to the directors and various classes of employee was:

	<u>2017</u>	<u>2016</u>
	£	£
Directors' Fees	835667	788255
Employees, Sub-Contractors and Other Labour	22479369	29267010
Bookkeeping, Clerical & Admin. Salaries	383596	257795

The average monthly number of employees, including directors, during the year was 286 (286 in 2016).

6. DIRECTORS

(a) Emoluments

Fees	841473	788255
Pension Contributions	60000	120000
Employer's Class 1 & Class 1A NIC	130829	118801
Benefits in Kind	<u>161902</u>	<u>95814</u>
	<u>1194204</u>	<u>1122870</u>

(b) Fees

Highest Paid Director	604167	500000
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STEVE HOSKIN CONSTRUCTION LIMITED

NOTES TO THE FINANCIAL STATEMENTS

PERIOD 1ST OCTOBER 2016 TO 30TH SEPTEMBER 2017

(continued)

7. DIVIDENDS

The Directors who are also the Shareholders, have it in their power to propose ordinary dividends to the full extent of the accumulated reserves as revealed in the Profit & Loss Account and Balance Sheet at any time.

8. FIXED ASSETS

	<u>Intangible Assets</u> £	<u>Land & Buildings</u> £	<u>Plant & Machinery</u> £	<u>Motor Vehicles</u> £	<u>Office Equipment & Fixtures & Fittings</u> £	<u>Total</u> £
Movement in Period						
As at 1.10.16	1200	1161881	7784672	1997155	290589	11235497
Additions	-	96128	1890227	832785	5382	2824522
Disposals	-	-	(1191536)	(328703)	-	(1520239)
As at 30.9.17	1200	1258009	8483363	2501237	295971	12539780
Depreciation						
As at 1.10.16	-	-	2554242	712634	115036	3381912
Charge for the Period	-	-	1151699	353852	47229	1552780
Disposals	-	-	(575286)	(172448)	-	(747734)
As at 30.9.17	-	-	3130655	894038	162265	4186958
Net Book Value						
As at 30.9.17	1200	1258009	5352708	1607199	133706	8352822
As at 30.9.16	1200	1161881	5230430	1284521	175553	7853585

Included above are assets held under finance leases or hire purchase contracts as follows:

	<u>2017</u> £	<u>2016</u> £
Plant & Machinery	1371227	1885115
Motor Vehicles	-	-
	<u>1371227</u>	<u>1885115</u>

9. STOCKS

	<u>2017</u> £	<u>2016</u> £
Raw Materials and Oil	44284	49390

STEVE HOSKIN CONSTRUCTION LIMITED

NOTES TO THE FINANCIAL STATEMENTS

PERIOD 1ST OCTOBER 2016 TO 30TH SEPTEMBER 2017

(continued)

10. <u>DEBTORS AND WORK IN PROGRESS</u>	<u>2017</u>	<u>2016</u>
	£	£
Trade Debtors & Prepayments	117451	5049
Work in Progress	7459994	9888162
Retentions	1253194	1493106
V.A.T. Repayments	<u>363678</u>	<u>282247</u>
	<u>9194317</u>	<u>11668564</u>

11. <u>CREDITORS: Amounts falling due within one year</u>	<u>2017</u>	<u>2016</u>
	£	£
Trade Creditors	5706898	7680364
# Hire Purchase Liabilities	522213	647235

See Note 12 below.

12. <u>CREDITORS: Amounts falling due after one year</u>	<u>2017</u>	<u>2016</u>
	£	£
# Hire Purchase Liabilities	149498	655172

These amounts (total £671,711) relate to the finance of items of Plant and Machinery included under Note 8 to the Accounts. The total Net Book Value of these assets reflected in the Financial Statements as at 30th September 2017, is £1,371,227.

13. OBLIGATIONS UNDER FINANCE LEASES AND HIRE PURCHASE CONTRACTS

The maturity of these amounts is as follows:

	<u>2017</u>	<u>2016</u>
	£	£
Amounts payable:		
Within one year	537053	667968
Within two to five years	<u>156827</u>	<u>677853</u>
	<u>693880</u>	<u>1345821</u>
Less: Finance charges allocated to future periods	<u>22169</u>	<u>43414</u>
	<u>671711</u>	<u>1302407</u>

STEVE HOSKIN CONSTRUCTION LIMITED

NOTES TO THE FINANCIAL STATEMENTS

PERIOD 1ST OCTOBER 2016 TO 30TH SEPTEMBER 2017

(continued)

14. <u>PROVISIONS FOR LIABILITIES AND CHARGES</u>	<u>2017</u>	<u>2016</u>
	£	£
Corporation Tax (See Note 1) Deferred Taxation		
Movement in Deferred Taxation		
Balance at 1st October, 2016	324451	328283
Profit and Loss Account Transfer	(22166)	(3832)
Balance at 30th September, 2017	<u>302285</u>	<u>324451</u>
 15. <u>CALLED UP SHARE CAPITAL</u>	 <u>2017</u>	 <u>2016</u>
	£	£
Allotted and Fully Paid	<u>2</u>	<u>2</u>
 16. <u>PROFIT AND LOSS ACCOUNT</u>	 <u>2017</u>	 <u>2016</u>
As at 30th September 2016	12434009	10497633
Distributable Profits for the Period	<u>2471423</u>	<u>1936376</u>
As at 30th September 2017		
(wholly available for distribution)	<u>14905432</u>	<u>12434009</u>
 17. <u>MOVEMENT IN SHAREHOLDERS' FUNDS</u>	 <u>2017</u>	 <u>2016</u>
	£	£
Profit for the Year	4413819	6512085
Less: Dividends	<u>1964562</u>	<u>4579541</u>
	2449257	1932544
Provisions for the Year	<u>22166</u>	<u>3832</u>
	2471423	1936376
Opening Shareholders' Funds	<u>12434011</u>	<u>10497635</u>
Closing Shareholders' Funds	<u>14905434</u>	<u>12434011</u>

STEVE HOSKIN CONSTRUCTION LIMITED

NOTES TO THE FINANCIAL STATEMENTS

PERIOD 1ST OCTOBER 2016 TO 30TH SEPTEMBER 2017

(continued)

18. RELATED PARTIES

The controlling party throughout the year was Mr. S.R. Hoskin by virtue of having ownership of 50% of the ordinary share capital.

Dividends of £1,964,562 were paid during the year to the directors.

During the period, the company traded on normal commercial terms with Groundfix Limited, a company in which Mr. S.R. Hoskin is also a director and shareholder. The trading was as follows:

Purchases from Groundfix Limited	2,366,758
Creditors at 30 th September 2017	291,686
Sales to Groundfix Limited	400,680
Creditors at 30 th September 2017	32,127