

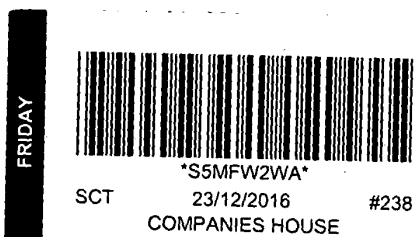
Registration number: SC110121

Briggs Environmental Services Limited

Annual Report and Consolidated Financial Statements

for the Year Ended 31 March 2016

COMPANIES HOUSE
23 DEC 2016
EDINBURGH FRONT DESK



COMPANIES HOUSE
23 DEC 2016
EDINBURGH FRONT DESK

Morris & Young, Statutory Auditor
Chartered Accountants
6 Atholl Crescent
PERTH
PH1 5JN

Briggs Environmental Services Limited

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Briggs Environmental Services Limited

Company Information

Directors	P T Diamond
	R Briggs
	G Crookston
	R C Briggs
Registered office	Seaforth House
	Seaforth Place
	BURNTISLAND
	Fife
	KY3 9AX
Auditors	Morris & Young, Statutory Auditor
	Chartered Accountants
	6 Atholl Crescent
	PERTH
	PH1 5JN

Briggs Environmental Services Limited

Strategic Report for the Year Ended 31 March 2016

The Directors present their strategic report for the year ended 31 March 2016.

Principal activity

The principal activity of the company is providing pollution control, training and consultancy services.

Fair review of the business

Turnover for the year, including share of joint ventures, has decreased by 9% from the previous year to £4.1m as a result of lower sales in Azerbaijan. Gross Profit decreased to £0.58m, having been £1.18m in the previous financial year.

The group turnover, net of joint ventures, has also decreased from the previous year to £4.1m.

The operating profit before the share of joint venture results decreased from that that reported in the previous year of £0.75m, but remains positive at £0.21m. However, the operating profit, including the joint venture results has decreased from £0.75m in the previous year to a loss of £0.42m, due to exceptional items relating to the disengagement with the JV's in Oman and Egypt. A share sale has been agreed in late 2016 for the joint venture in Oman, while the joint venture in Egypt is in the process of being closed down. In both cases, the value realised will be much lower than the value attributed to the shareholding last year.

Notwithstanding the overseas Joint Ventures, operating profit is lower due to the lower price of oil which has affected the business in Azerbaijan in particular, but robust management and performance has maintained profitability.

Market Developments

The company continues to try and develop its business in the UK by offering a fuller scope of service to both new and existing clients, and by extending its participation in the supply chain, and we expect the results in 2016/2017 to reflect further progress. The Board retains an interest in developing overseas opportunities where appropriate.

Trading

Operating profit has decreased in the year. The group achieved an operating profit, despite the lower oil price and the consequent market adjustment, through the application of strong management and operating protocols. The prospects for the future also remain positive, driven by continual application of management effort to maintain and improve the UK trading position, allied to a number of opportunities which are arising in new geographical markets.

The Group's key financial and other performance indicators during the year were as follows:

	Unit	2016	2015
Revenue	£	4,113,638	4,539,726
Gross Profit	%	14	26
Profit/(loss) before taxation	£	(415,493)	732,659
Total Equity	£	1,582,480	2,070,903

Briggs Environmental Services Limited

Strategic Report for the Year Ended 31 March 2016

Health and Safety

Health and Safety is a key foundation upon which we build in each and every area of our business. During the past 12 months, the Board has continued to focus effort in monitoring and improving our health and safety performance. For the period April 15 to March 16 our Incident Frequency Rate (IFR) was 0.00 per 100,000 man hours. (2015: 0.00 per 100,000 man hours). The target for the next 12 months is to develop and maintain this level of performance in all areas of health and safety.

Corporate and Social Responsibility

The company continues to develop a comprehensive Corporate and Social Responsibility policy. It is being aligned to an agreed set of core values which will be the foundation of our long term principles and operating philosophy. This is a high priority within the company and is being championed by the Chairman and Managing Director. Briggs is fully aware that it not only has a responsibility for all of its employees' wellbeing, but also that of the environment and community as a whole.

The policy will incorporate Health and Safety, Service Delivery, Business and Energy Efficiency, Environmental Management, Sustainability, Workplace, Training and Development, and Business Ethics. It will include reporting upon our carbon footprint and other environmental KPIs, with each area having clearly defined Standards of Performance and Key Performance Indicators set, and these will be monitored and reported to the Board on a frequent basis.

It is also worth noting, that in November 2015, the business achieved ISO 500001 certification, reflecting that the business has been successful in establishing, implementing, maintaining and improving an energy management system, including energy efficiency, energy security, energy use and consumption.

Headcount

The permanent headcount has decreased during the year, in spite of the growth in business activity reflecting the efficiencies introduced into the UK business. We continue to utilise temporary employees to cover the peak requirements in as required, which is the most cost effective way of delivering our business. The total headcount, including contract staff, as at 31 March 2016 was 78 excluding our joint ventures in Egypt, Brazil and Malta (31 March 2015 = 78).

Principal risks and uncertainties

With regard to our Environmental Services activities in the UK, utilisation of the workforce is the key to profitability in this area. A significant part of the revenue generated in this area is on a call out basis and is subject to fluctuations driven by customer requirements. We are progressively offering an extended supply chain and a fuller scope of service to clients, which we expect will make the company a more attractive solution to a client, and also reduces the risk of lower utilisation rates.

Approved by the Board on 21 December 2016 and signed on its behalf by:



R Briggs
Director

Briggs Environmental Services Limited

Directors' Report for the Year Ended 31 March 2016

The Directors present their report and the consolidated financial statements for the year ended 31 March 2016.

Directors of the Group

The directors who held office during the year were as follows:

P T Diamond

R Briggs

G Crookston

R C Briggs

Financial instruments

Objectives and policies

In terms of the financial risk in the present economic climate, the Group continues where appropriate to finance any expansion of its activities through long term bank funding where the funding term is matched to the life of the asset or to the contract which the asset is being purchased to service.

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

The Group does not trade in financial instruments. The board reviews the internal credit limits of all major customers and reviews the credit risk regularly. The aging profile of trade receivables shows that payments from customers are close to terms.

At the time of writing, the Group's operational bank account remains within its facility and current forecasts indicate that this will continue to be the case in the medium term.

The Group does not have to roll over any loans in the next twelve months.

Equality and Diversity Statement

The Group has an inclusive environment that is based on the selection and retention of its employees on the basis of individual ability and achievement, where all employees can develop their full potential. This positive approach to promoting diversity is a key element of its strategy for success as an inclusive employer.

The Group understands the importance of its most valuable assets - its employees, customers and stakeholders and continues to work towards ensuring that equality of opportunity is embedded within policies, practices and procedures. It endeavours to ensure that no employees, customers, contractors and/or visitors suffer any discrimination, nor are they disadvantaged because of age, disability, gender reassignment, marriage and civil partnership, pregnancy and maternity, race, religion or belief, sex, sexual orientation or any other Statutory Legislation.

Briggs Environmental Services Limited

Directors' Report for the Year Ended 31 March 2016

Employee involvement

The group's policy is to consult and discuss with employees, through unions, staff councils and at meetings, matters likely to affect employees interests.

Information of matters of concern to employees is given through information bulletins and reports which seek to achieve a common awareness on the part of all employees of the financial and economic factors affecting the group's performance.

There is no employee share scheme at present.

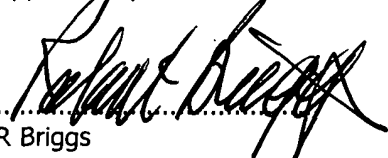
Disclosure of information to the auditor

Each Director has taken steps that they ought to have taken as a Director in order to make themselves aware of any relevant audit information and to establish that the Company's auditor is aware of that information. The Directors confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

Reappointment of auditors

The auditors Morris & Young, Statutory Auditor are deemed to be reappointed under section 487(2) of the Companies Act 2006.

Approved by the Board on 21 December 2016 and signed on its behalf by:


.....
R Briggs
Director

Briggs Environmental Services Limited

Statement of Directors' Responsibilities

The Directors acknowledge their responsibilities for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the Directors to prepare financial statements for each financial year. Under that law the Directors have 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 apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Group's and the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Group and the Company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Group and the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Briggs Environmental Services Limited

Independent Auditor's Report to the Members of Briggs Environmental Services Limited

We have audited the financial statements of Briggs Environmental Services Limited for the year ended 31 March 2016, set out on pages 9 to 38. 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 FRS102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

This report is made solely to the group and parent 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 group and parent 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 group and the parent 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 auditor

As explained more fully in the Statement of Directors' Responsibilities (set out on page 6), 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 (APB's) Ethical Standards for Auditors to the financial statements.

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

Opinion on the financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the Group's and the parent company's affairs as at 31 March 2016 and of the Group's loss 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 Strategic Report and Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

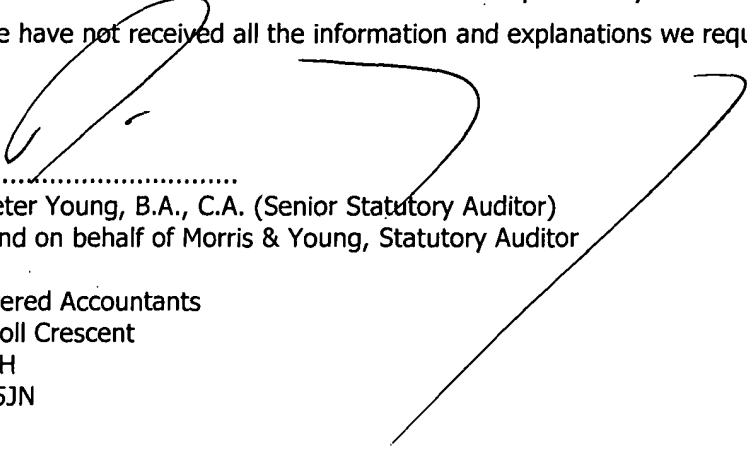
Matters on which we are required to report by exception

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:

Briggs Environmental Services Limited

Independent Auditor's Report to the Members of Briggs Environmental Services Limited

- 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.



.....
Mr Peter Young, B.A., C.A. (Senior Statutory Auditor)
For and on behalf of Morris & Young, Statutory Auditor

Chartered Accountants
6 Atholl Crescent
PERTH
PH1 5JN

22 December 2016

Briggs Environmental Services Limited

Consolidated Income Statement for the Year Ended 31 March 2016

	Note	2016 £	2015 £
Revenue	3	4,113,638	4,539,726
Cost of sales		<u>(3,528,870)</u>	<u>(3,363,550)</u>
Gross profit		584,768	1,176,176
Administrative expenses		<u>(378,059)</u>	<u>(424,054)</u>
Operating profit	4	<u>206,709</u>	<u>752,122</u>
Other interest receivable and similar income	5	121	-
Exceptional bad debts	6	(392,593)	-
Exceptional write off investments	6	<u>(231,624)</u>	<u>-</u>
		(624,096)	-
Share of profit/(loss) of equity accounted investees		<u>1,894</u>	<u>(19,464)</u>
(Loss)/profit before tax		(415,493)	732,658
Taxation	9	<u>(42,223)</u>	<u>(157,634)</u>
(Loss)/profit for the financial year		<u>(457,716)</u>	<u>575,024</u>
Profit/(loss) attributable to:			
Owners of the company		<u>(457,716)</u>	<u>575,024</u>

The notes on pages 17 to 38 form an integral part of these financial statements.

Briggs Environmental Services Limited

Consolidated Statement of Comprehensive Income for the Year Ended 31 March 2016

	Note	2016 £	2015 £
(Loss)/profit for the year		(457,716)	575,024
Foreign currency translation gains/(losses)		<u>(30,706)</u>	<u>2,702</u>
Total comprehensive income for the year		<u>(488,422)</u>	<u>577,726</u>
Total comprehensive income attributable to:			
Owners of the company		<u>(488,422)</u>	<u>577,726</u>

The notes on pages 17 to 38 form an integral part of these financial statements.

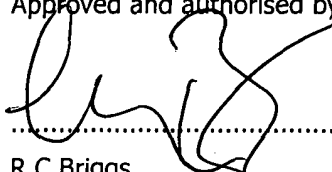
Briggs Environmental Services Limited

(Registration number: SC110121)

Consolidated Statement of Financial Position as at 31 March 2016

	Note	2016 £	2015 £
Property, plant and equipment	10	643,619	727,035
Investments	11	72,905	333,341
Other financial assets	12	3,800	3,800
		<u>720,324</u>	<u>1,064,176</u>
Current assets			
Inventories	13	334,126	294,853
Receivables	14	938,767	1,178,619
Cash at bank and in hand		<u>1,397,933</u>	<u>1,367,926</u>
		2,670,826	2,841,398
Payables: Amounts falling due within one year	16	<u>(1,780,605)</u>	<u>(1,815,469)</u>
Net current assets		<u>890,221</u>	<u>1,025,929</u>
Total assets less current liabilities		1,610,545	2,090,105
Provisions for liabilities		<u>(28,067)</u>	<u>(19,205)</u>
Net assets		<u>1,582,478</u>	<u>2,070,900</u>
Equity			
Called up share capital		1,000	1,000
Other reserves	19	-	(67,405)
Profit and loss account	19	<u>1,581,478</u>	<u>2,137,305</u>
Equity attributable to owners of the company		<u>1,582,478</u>	<u>2,070,900</u>
Total equity		<u>1,582,478</u>	<u>2,070,900</u>

Approved and authorised by the Board on 21 December 2016 and signed on its behalf by:



R C Briggs
Director

The notes on pages 17 to 38 form an integral part of these financial statements.

Briggs Environmental Services Limited

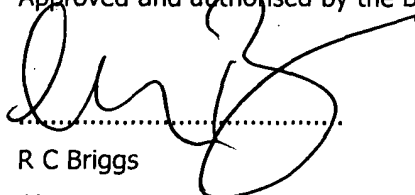
(Registration number: SC110121)

Statement of Financial Position as at 31 March 2016

	Note	2016 £	2015 £
Non current assets			
Property, plant and equipment	10	643,619	727,035
Investments	11	2	2
Other financial assets	12	3,800	3,800
		<u>647,421</u>	<u>730,837</u>
Current assets			
Inventories	13	334,126	294,853
Debtors	14	1,175,376	1,102,635
Cash at bank and in hand		<u>1,397,933</u>	<u>1,367,926</u>
		2,907,435	2,765,414
Creditors: Amounts falling due within one year	16	<u>(1,575,232)</u>	<u>(1,610,096)</u>
Net current assets		<u>1,332,203</u>	<u>1,155,318</u>
Total assets less current liabilities		1,979,624	1,886,155
Provisions for liabilities		<u>(28,067)</u>	<u>(19,205)</u>
Net assets		<u>1,951,557</u>	<u>1,866,950</u>
Equity			
Called up share capital		1,000	1,000
Profit and loss account		<u>1,950,557</u>	<u>1,865,950</u>
Total equity		<u>1,951,557</u>	<u>1,866,950</u>

The company made a profit after tax for the financial year of £84,607 (2015 - profit of £594,488).

Approved and authorised by the Board on 21 December 2016 and signed on its behalf by:



R C Briggs
Director

The notes on pages 17 to 38 form an integral part of these financial statements.

Briggs Environmental Services Limited

Consolidated Statement of Changes in Equity for the Year Ended 31 March 2016
Equity attributable to the parent company

	Share capital £	Foreign currency translation £	Profit and loss account £	Total £	Total equity £
At 1 April 2015	1,000	(67,405)	2,137,305	2,070,900	2,070,900
Loss for the year	-	-	(457,716)	(457,716)	(457,716)
Other comprehensive income	-	(30,706)	-	(30,706)	(30,706)
Total comprehensive income	-	(30,706)	(457,716)	(488,422)	(488,422)
Transfers	-	98,111	(98,111)	-	-
At 31 March 2016	1,000	-	1,581,478	1,582,478	1,582,478
	Share capital £	Foreign currency translation £	Profit and loss account £	Total £	Total equity £
At 1 April 2014	1,000	(70,107)	1,562,281	1,493,174	1,493,174
Profit for the year	-	-	575,024	575,024	575,024
Other comprehensive income	-	2,702	-	2,702	2,702
Total comprehensive income	-	2,702	575,024	577,726	577,726
At 31 March 2015	1,000	(67,405)	2,137,305	2,070,900	2,070,900

The notes on pages 17 to 38 form an integral part of these financial statements.
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Briggs Environmental Services Limited

Statement of Changes in Equity for the Year Ended 31 March 2016

	Share capital	Profit and	Total
	£	loss account	£
At 1 April 2015	<u>1,000</u>	<u>1,865,950</u>	<u>1,866,950</u>
Profit for the year	<u>-</u>	<u>84,607</u>	<u>84,607</u>
Total comprehensive income	<u>-</u>	<u>84,607</u>	<u>84,607</u>
At 31 March 2016	<u>1,000</u>	<u>1,950,557</u>	<u>1,951,557</u>

The notes on pages 17 to 38 form an integral part of these financial statements.

Briggs Environmental Services Limited

Statement of Changes in Equity for the Year Ended 31 March 2016

	Share capital £	Profit and loss account £	Total £
At 1 April 2014	<u>1,000</u>	<u>1,271,462</u>	<u>1,272,462</u>
Profit for the year	<u>-</u>	<u>594,488</u>	<u>594,488</u>
Total comprehensive income	<u>-</u>	<u>594,488</u>	<u>594,488</u>
At 31 March 2015	<u>1,000</u>	<u>1,865,950</u>	<u>1,866,950</u>

The notes on pages 17 to 38 form an integral part of these financial statements.

Briggs Environmental Services Limited

Consolidated Statement of Cash Flows for the Year Ended 31 March 2016

	Note	2016 £	2015 £
Cash flows from operating activities			
(Loss)/profit for the year		(457,716)	575,024
Adjustments to cash flows from non-cash items			
Depreciation and amortisation	4	89,790	96,387
Profit on disposal of property, plant and equipment		(15,075)	-
Loss from disposals of investments		231,624	-
Finance income	5	(121)	-
Share of (loss)/profit of equity accounted investees		(1,894)	19,464
Income tax expense	9	42,223	157,634
		(111,169)	848,509
Working capital adjustments			
Increase in inventories	13	(39,273)	(60,111)
Decrease in receivables	14	323,277	451,292
(Decrease)/increase in payables	16	(21,093)	418,382
Cash generated from operations		151,742	1,658,072
Income taxes paid	9	(130,557)	(151,850)
Net cash flow from operating activities		21,185	1,506,222
Cash flows from investing activities			
Interest received		121	-
Acquisitions of property, plant and equipment		(21,179)	(98,868)
Proceeds from sale of property, plant and equipment		14,805	-
(Profit)/loss on disposal of property, plant and equipment		15,075	-
Net cash flows from investing activities		8,822	(98,868)
Net increase in cash and cash equivalents		30,007	1,407,354
Cash and cash equivalents at 1 April		1,367,926	(39,428)
Cash and cash equivalents at 31 March		1,397,933	1,367,926

The notes on pages 17 to 38 form an integral part of these financial statements.

Briggs Environmental Services Limited

Notes to the Financial Statements for the Year Ended 31 March 2016

1 General information

The company is a private company limited by share capital incorporated in Scotland.

The address of its registered office is:

Seaforth House

Seaforth Place

BURNTISLAND

Fife

KY3 9AX

These financial statements were authorised for issue by the Board on 21 December 2016.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated. Details of the transition to FRS102 are disclosed in note 24.

Statement of compliance

These financial statements were prepared in accordance with Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Basis of consolidation

The consolidated financial statements consolidate the financial statements of the Company and its subsidiary undertakings drawn up to 31 March 2016.

Briggs Environmental Services Limited

Notes to the Financial Statements for the Year Ended 31 March 2016

A subsidiary is an entity controlled by the Company. Control is achieved where the Company has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities.

The results of subsidiaries acquired or disposed of during the year are included in the Income Statement from the effective date of acquisition or up to the effective date of disposal, as appropriate. Where necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the Group.

The purchase method of accounting is used to account for business combinations that result in the acquisition of subsidiaries by the Group. The cost of a business combination is measured as the fair value of the assets given, equity instruments issued and liabilities incurred or assumed at the date of exchange, plus costs directly attributable to the business combination. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date. Any excess of the cost of the business combination over the acquirer's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities recognised is recorded as goodwill.

Inter-company transactions, balances and unrealised gains on transactions between the Company and its subsidiaries, which are related parties, are eliminated in full.

Intra-group losses are also eliminated but may indicate an impairment that requires recognition in the consolidated financial statements.

Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group. Non-controlling interests in the net assets of consolidated subsidiaries are identified separately from the Group's equity therein. Non-controlling interests consist of the amount of those interests at the date of the original business combination and the non-controlling shareholder's share of changes in equity since the date of the combination.

Entities in which the group holds an interest on a long-term basis and are jointly controlled by the group and one or more other venturers under a contractual arrangement are treated as joint ventures. In the group financial statements, joint ventures are accounted for using the net equity method.

Going concern

Briggs Environmental Services Limited is a wholly owned subsidiary of Briggs Commercial Limited. The group is a borrower and also a guarantor under the group's borrowing facilities as set out in the contingent liability note. These accounts have been prepared having regard to the group's trading forecasts for the next twelve months. These forecasts include detailed cashflow projections.

Notwithstanding the above, given the current economic environment, there remains a risk that the external trading environment may be worse than currently envisaged, and as a result, the directors of Briggs Commercial Limited have also reviewed forecasts which include sensitivities that make allowance for that risk. Should such a scenario arise, the directors of Briggs Commercial Limited have confidence that they have adequate liquidity and covenant headroom to ensure that the group can meet its liabilities as they fall due for the foreseeable future. After taking this in to account the directors of Briggs Environmental Services Limited consider that it is appropriate to prepare these accounts on a going concern basis.

Briggs Environmental Services Limited

Notes to the Financial Statements for the Year Ended 31 March 2016

Revenue recognition

Revenue comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the Group's activities. Revenue is shown net of sales/value added tax, returns, rebates and discounts.

The Group recognises revenue when:
The amount of revenue can be reliably measured;
it is probable that future economic benefits will flow to the entity;
and specific criteria have been met for each of the Group's activities.

Foreign currency transactions and balances

Transactions in foreign currencies are initially recorded at the functional currency rate prevailing at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated into the respective functional currency of the entity at the rates prevailing on the reporting period date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing on the initial transaction dates.

Non-monetary items measured in terms of historical cost in a foreign currency are not retranslated.

Tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a charge attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the group operates and generates taxable income.

Deferred income tax is recognised on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the consolidated financial statements and on unused tax losses or tax credits in the Group. Deferred income tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

The carrying amount of deferred tax assets are reviewed at each reporting date and a valuation allowance is set up against deferred tax assets so that the net carrying amount equals the highest amount that is more likely than not to be recovered based on current or future taxable profit.

Tangible assets

Property, plant and equipment are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of property, plant and equipment includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class

Land and buildings freehold

Depreciation method and rate

None

Briggs Environmental Services Limited

Notes to the Financial Statements for the Year Ended 31 March 2016

Land and buildings leasehold	Straight line over the term of the lease
Fixtures, fittings & equipment	10 - 15% reducing balance & 33 - 100% straight line
Motor vehicles	25% reducing balance

Investments

Investments in equity shares which are publicly traded or where the fair value can be measured reliably are initially measured at fair value, with changes in fair value recognised in profit or loss. Investments in equity shares which are not publicly traded and where fair value cannot be measured reliably are measured at cost less impairment.

Interest income on debt securities, where applicable, is recognised in income using the effective interest method. Dividends on equity securities are recognised in income when receivable.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Receivables

Receivables are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Receivables are recognised initially at the transaction price. A provision for the impairment of receivables is established when there is objective evidence that the Group will not be able to collect all amounts due according to the original terms of the receivables.

Inventories

Inventories are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the latest cost price.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, inventories are assessed for impairment. If inventories are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

Payables

Payables are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the Group does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Payables are recognised initially at the transaction price.

Briggs Environmental Services Limited

Notes to the Financial Statements for the Year Ended 31 March 2016

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the Group has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 Revenue

The analysis of the group's revenue for the year from continuing operations is as follows:

	2016 £	2015 £
Sale of goods	78,122	131,437
Rendering of services	4,035,516	4,408,289
	<u>4,113,638</u>	<u>4,539,726</u>

The analysis of the group's revenue for the year by class of business is as follows:

	2016 £	2015 £
Marine & Environmental Services	<u>4,113,638</u>	<u>4,539,726</u>

The analysis of the group's revenue for the year by market is as follows:

	2016 £	2015 £
UK	1,672,324	2,111,687
Rest of world	<u>2,441,314</u>	<u>2,428,039</u>
	<u>4,113,638</u>	<u>4,539,726</u>

4 Operating profit

Arrived at after charging/(crediting)

Briggs Environmental Services Limited

Notes to the Financial Statements for the Year Ended 31 March 2016

	2016 £	2015 £
Depreciation expense	89,790	96,387
Foreign exchange losses	150,185	42,208
Operating lease expense - property	244,289	243,948
Profit on disposal of property, plant and equipment	<u>(15,075)</u>	<u>-</u>

5 Other interest receivable and similar income

	2016 £
Other finance income	<u>121</u>

6 Exceptional items

The exceptional bad debts related to receivables that were due from the Joint Venture Companies that are no longer expected to be recovered.

The exceptional write off of investments represents the difference between the carrying value of the Joint Venture investments and the amount that is expected to be realised.

7 Staff costs

The aggregate payroll costs (including directors' remuneration) were as follows:

	2016 £	2015 £
Wages and salaries	1,148,777	1,336,737
Social security costs	75,471	76,002
Pension costs, defined contribution scheme	<u>25,873</u>	<u>22,371</u>
	<u>1,250,121</u>	<u>1,435,110</u>

The average number of persons employed by the group (including directors) during the year, analysed by category was as follows:

	2016 No.	2015 No.
Administration and support	8	6
Other departments	<u>62</u>	<u>73</u>
	<u>70</u>	<u>79</u>

8 Auditors' remuneration

	2016 £	2015 £
Audit of these financial statements	<u>8,750</u>	<u>8,500</u>

Briggs Environmental Services Limited

Notes to the Financial Statements for the Year Ended 31 March 2016

9 Taxation

Tax charged/(credited) in the income statement

	2016 £	2015 £
Current taxation		
UK corporation tax	30,435	149,697
UK corporation tax adjustment to prior periods	<u>2,926</u>	<u>-</u>
	33,361	149,697
Deferred taxation		
Arising from origination and reversal of timing differences	<u>8,862</u>	<u>7,937</u>
Tax expense in the income statement	<u>42,223</u>	<u>157,634</u>

The tax on profit before tax for the year is the same as the standard rate of corporation tax in the UK (2015 - the same as the standard rate of corporation tax in the UK) of 20% (2015 - 21%).

The differences are reconciled below:

	2016 £	2015 £
(Loss)/profit before tax	<u>(415,493)</u>	<u>732,658</u>
Corporation tax at standard rate	(83,477)	157,946
Effect of expense not deductible in determining taxable profit (tax loss)	121,065	597
Increase (decrease) in UK and foreign current tax from adjustment for prior periods	2,926	-
Tax increase (decrease) from effect of capital allowances and depreciation	(7,152)	(8,846)
Tax increase (decrease) from other short-term timing differences	<u>8,862</u>	<u>7,937</u>
Total tax charge	<u>42,224</u>	<u>157,634</u>

Deferred tax

Group

Deferred tax assets and liabilities

2016

Accelerated capital allowances

Liability
£

28,067

Briggs Environmental Services Limited

Notes to the Financial Statements for the Year Ended 31 March 2016

2015	Liability £
Accelerated capital allowances	<u>19,205</u>
Company	
Deferred tax assets and liabilities	
2016	Liability £
Accelerated capital allowances	<u>28,067</u>
2015	Liability £
Accelerated capital allowances	<u>19,205</u>

Briggs Environmental Services Limited

Notes to the Financial Statements for the Year Ended 31 March 2016

10 Property, plant and equipment

Group

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Total £
Cost or valuation				
At 1 April 2015	27,335	1,745,973	148,058	1,921,366
Additions	-	21,179	-	21,179
Disposals	-	(16,450)	-	(16,450)
At 31 March 2016	<u>27,335</u>	<u>1,750,702</u>	<u>148,058</u>	<u>1,926,095</u>
Depreciation				
At 1 April 2015	27,335	1,069,610	97,386	1,194,331
Charge for the year	-	77,122	12,668	89,790
Eliminated on disposal	-	(1,645)	-	(1,645)
At 31 March 2016	<u>27,335</u>	<u>1,145,087</u>	<u>110,054</u>	<u>1,282,476</u>
Carrying amount				
At 31 March 2016	<u>-</u>	<u>605,615</u>	<u>38,004</u>	<u>643,619</u>
At 31 March 2015	<u>-</u>	<u>676,363</u>	<u>50,672</u>	<u>727,035</u>

Included within the net book value of land and buildings above is £Nil (2015 - £Nil) in respect of freehold land and buildings and £Nil (2015 - £Nil) in respect of short leasehold land and buildings.

Briggs Environmental Services Limited

Notes to the Financial Statements for the Year Ended 31 March 2016

Company

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Total £
Cost or valuation				
At 1 April 2015	27,335	1,745,973	148,058	1,921,366
Additions	-	21,179	-	21,179
Disposals	-	(16,450)	-	(16,450)
At 31 March 2016	<u>27,335</u>	<u>1,750,702</u>	<u>148,058</u>	<u>1,926,095</u>
Depreciation				
At 1 April 2015	27,335	1,069,610	97,386	1,194,331
Charge for the year	-	77,122	12,668	89,790
Eliminated on disposal	-	(1,645)	-	(1,645)
At 31 March 2016	<u>27,335</u>	<u>1,145,087</u>	<u>110,054</u>	<u>1,282,476</u>
Carrying amount				
At 31 March 2016	<u>-</u>	<u>605,615</u>	<u>38,004</u>	<u>643,619</u>
At 31 March 2015	<u>-</u>	<u>676,363</u>	<u>50,672</u>	<u>727,035</u>

Included within the net book value of land and buildings above is £Nil (2015 - £Nil) in respect of freehold land and buildings and £Nil (2015 - £Nil) in respect of short leasehold land and buildings.

11 Investments

Group

Details of undertakings

Details of the investments in which the group holds 20% or more of the nominal value of any class of share capital are as follows:

Undertaking	Country of incorporation	Holding	Proportion of voting rights and shares held 2016 2015	
Subsidiary undertakings				
Briggs (Overseas) Limited	Scotland	Ordinary	100%	100%

Briggs Environmental Services Limited

Notes to the Financial Statements for the Year Ended 31 March 2016

Joint ventures

Alpha Briggs Mediterranean Limited	Malta	Ordinary	50%	50%
Briggs Egypt Marine Environmental Services	Egypt	Ordinary	50%	50%
Oman Petro Environmental Services Company	Oman	Ordinary	40%	40%

Briggs Environmental Services Limited

Notes to the Financial Statements for the Year Ended 31 March 2016

Subsidiary undertakings

The principal activity of Briggs (Overseas) Limited is dormant.

Joint venture undertakings

Aggregate financial information of joint ventures

	2016 £	2015 £
Total assets	537,841	620,612
Total liabilities	(233,312)	(287,271)
Net assets	304,529	333,341
Revenues	353	-
Profit or (loss)	1,894	(19,464)
Impairment	231,624	-
Net Investment	72,905	333,341
	2016 £	2015 £
Investments in joint ventures	72,905	333,341

The group have not been able to obtain accounts with their Joint Venture Alpha Briggs Mediterranean Limited due to a dispute with their partners. The investments in this joint venture has not been consolidated. The group has been unable to obtain accounts with the Joint Venture Oman Petro Environmental Services Company LLC for the year to 31 December 2015 and therefore the Balance Sheet from 31 December 2013 has been used.

Impairment of joint ventures

The impairment loss is included in exceptional items. The loss represents the difference between the carry value of the joint venture investment and the amount that is expected to be realised.

Briggs Environmental Services Limited

Notes to the Financial Statements for the Year Ended 31 March 2016

Aggregate financial information of joint ventures

	2016 £	2015 £
Group's share of profit or loss in joint ventures	<u>1,894</u>	<u>(19,464)</u>
Company		
	2016 £	2015 £
Investments in subsidiaries	<u>2</u>	<u>2</u>
Subsidiaries		£
Cost or valuation		
At 1 April 2015		<u>2</u>
Provision		
Carrying amount		
At 31 March 2016		<u>2</u>
At 31 March 2015		<u>2</u>

Details of undertakings

Details of the investments in which the company holds 20% or more of the nominal value of any class of share capital are as follows:

Undertaking	Country of incorporation	Holding	Proportion of voting rights and shares held 2016	2015
Subsidiary undertakings				
Briggs (Overseas) Limited	Scotland	Ordinary	100%	100%

The principal activity of Briggs (Overseas) Limited is dormant.

Briggs Environmental Services Limited

Notes to the Financial Statements for the Year Ended 31 March 2016

12 Other financial assets

	Group		Company	
	2016	2015	2016	2015
	£	£	£	£
Non-current financial assets				
Financial assets at amortised cost	<u>3,800</u>	<u>3,800</u>	<u>3,800</u>	<u>3,800</u>

13 Inventories

	Group		Company	
	2016	2015	2016	2015
	£	£	£	£
Work in progress	167,191	153,206	167,191	153,206
Other inventories	<u>166,935</u>	<u>141,647</u>	<u>166,935</u>	<u>141,647</u>
	<u>334,126</u>	<u>294,853</u>	<u>334,126</u>	<u>294,853</u>

Group

The cost of inventories recognised as an expense in the year amounted to £2,023 (2015 - £43,277).

Briggs Environmental Services Limited

Notes to the Financial Statements for the Year Ended 31 March 2016

Company

14 Receivables

	Note	Group		Company	
		2016 £	2015 £	2016 £	2015 £
Trade receivables		547,791	573,495	547,791	573,495
Amounts owed by related parties	22	141,287	29,499	377,896	266,108
Other receivables		46,729	440,175	46,729	127,582
Prepayments		119,535	135,450	119,535	135,450
Income tax asset	9	83,425	-	83,425	-
Total current trade and other receivables		<u>938,767</u>	<u>1,178,619</u>	<u>1,175,376</u>	<u>1,102,635</u>

15 Cash and cash equivalents

	Group		Company	
	2016 £	2015 £	2016 £	2015 £
Cash on hand	9,301	11,653	9,301	11,653
Cash at bank	<u>1,388,632</u>	<u>1,356,273</u>	<u>1,388,632</u>	<u>1,356,273</u>
	<u>1,397,933</u>	<u>1,367,926</u>	<u>1,397,933</u>	<u>1,367,926</u>

16 Payables

		Group		Company	
	Note	2016 £	2015 £	2016 £	2015 £
Due within one year					
Trade payables		68,044	101,849	68,044	101,849
Amounts due to related parties	22	1,277,142	1,230,090	1,071,769	1,024,717
Social security and other taxes		62,177	43,268	62,177	43,268
Other payables		76,156	68,449	76,156	68,449
Accrued expenses		265,482	326,438	265,482	326,438
Income tax liability	9	31,604	45,375	31,604	45,375
		1,780,605	1,815,469	1,575,232	1,610,096

Briggs Environmental Services Limited

Notes to the Financial Statements for the Year Ended 31 March 2016

17 Pension and other schemes

Defined contribution pension scheme

The group operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the group to the scheme and amounted to £25,873 (2015 - £22,371).

18 Share capital

Allotted, called up and fully paid shares

	2016		2015	
	No.	£	No.	£
Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>

Rights, preferences and restrictions

Ordinary shares have the following rights, preferences and restrictions:

There is a single class of ordinary shares. There are no restrictions on the distribution of dividends and the repayment of capital.

19 Reserves

Group

Called up share capital

Represents the nominal value of shares that have been issued.

Other reserves

Includes the exchange differences when restating the opening reserves for the foreign joint ventures.

Profit and loss account

Includes current and prior periods retained profits and losses.

The changes to each component of equity resulting from items of other comprehensive income for the current year were as follows:

	Foreign currency translation £	Total £
Foreign currency translation gains/(losses)	<u>(30,706)</u>	<u>(30,706)</u>

The changes to each component of equity resulting from items of other comprehensive income for the prior year were as follows:

Briggs Environmental Services Limited

Notes to the Financial Statements for the Year Ended 31 March 2016

	Foreign currency translation £	Total £
Foreign currency translation gains/(losses)	2,702	2,702

Company

Called up share capital

Represents the nominal value of shares that have been issued.

Other reserves

Includes the exchange differences when restating the opening reserves for the foreign joint ventures.

Profit and loss account

Includes current and prior period retained profits and losses.

20 Obligations under leases and hire purchase contracts

Group

Operating leases

The total of future minimum lease payments is as follows:

	2016 £	2015 £
Not later than one year	96,000	118,629
Later than one year and not later than five years	43,539	54,655
	<u>139,539</u>	<u>173,284</u>

The amount of non-cancellable operating lease payments recognised as an expense during the year was £255,405 (2015 - £255,064).

Company

Operating leases

The total of future minimum lease payments is as follows:

	2016 £	2015 £
Not later than one year	96,000	118,629
Later than one year and not later than five years	43,539	54,655
	<u>139,539</u>	<u>173,284</u>

The amount of non-cancellable operating lease payments recognised as an expense during the year was £255,405 (2015 - £255,064).

Briggs Environmental Services Limited

Notes to the Financial Statements for the Year Ended 31 March 2016

21 Contingent liabilities

Group

The company's bankers hold a floating charge over the assets of the company which serves to guarantee the borrowings of the company and also those of the parent company Briggs Commercial Limited. There is also a cross guarantee from Briggs Environmental Services Limited on behalf of each of the other group companies.

Company

The company's bankers hold a floating charge over the assets of the company which serves to guarantee the borrowings of the company and also those of the parent company Briggs Commercial Limited. There is also a cross guarantee from Briggs Environmental Services Limited on behalf of each of the other group companies.

22 Related party transactions

Group

Summary of transactions with parent

The company is exempt from disclosing other related party transactions as they are with other companies that are wholly owned within the group.

Summary of transactions with subsidiaries

The company is exempt from disclosing other related party transactions as they are with other companies that are wholly owned within the group.

Summary of transactions with joint ventures

Joint venture

No transactions in year.

Summary of transactions with other related parties

Family directors pension scheme

Rent of building

Briggs Environmental Services Limited

Notes to the Financial Statements for the Year Ended 31 March 2016

Income and receivables from related parties

	Joint ventures £
2016	
Amounts receivable from related party	174,377
Provision for doubtful debts	635,859

	Joint ventures £
2015	
Amounts receivable from related party	174,377
Provision for doubtful debts	323,716

Expenditure with and payables to related parties

	Other related parties £
2016	
Leases	96,000

	Other related parties £
2015	
Leases	96,000

Loans to related parties

	Joint ventures £
2016	
At start of period	372,593
Impairment	(372,593)
At end of period	-
Provision for doubtful debts	372,593

	Joint ventures £
2015	
At start of period	372,593

Company

Summary of transactions with parent

The company is exempt from disclosing other related party transactions as they are with other companies that are wholly owned within the group.

Summary of transactions with subsidiaries

The company is exempt from disclosing other related party transactions as they are with other companies that are wholly owned within the group.

Briggs Environmental Services Limited

Notes to the Financial Statements for the Year Ended 31 March 2016

Summary of transactions with joint ventures

Joint ventures

There were no transactions this year or last year

Summary of transactions with other related parties

Family directors pension scheme

Rent of building

Briggs Environmental Services Limited

Notes to the Financial Statements for the Year Ended 31 March 2016

Income and receivables from related parties

	Joint ventures £
2016	
Amounts receivable from related party	174,377
Provision for doubtful debts	<u>323,266</u>

	Joint ventures £
2015	
Amounts receivable from related party	174,377
Provision for doubtful debts	<u>323,266</u>

Expenditure with and payables to related parties

	Other related parties £
2016	
Leases	<u>96,000</u>

	Other related parties £
2015	
Leases	<u>96,000</u>

Loans to related parties

	Joint ventures £
2016	
At start of period	60,000
Impairment	<u>(60,000)</u>
At end of period	-
Provision for doubtful debts	<u>60,000</u>

	Joint ventures £
2015	
At start of period	60,000
Provision for doubtful debts	<u>60,000</u>

Briggs Environmental Services Limited

Notes to the Financial Statements for the Year Ended 31 March 2016

23 Parent and ultimate parent undertaking

The company's immediate parent is Briggs Commercial Limited, incorporated in Scotland.

These financial statements are available upon request from Companies House, 139 Fountainbridge, Edinburgh, EH3 9FF

The ultimate controlling party is Robert Briggs.

24 Transition to FRS 102

There was no restatement of comparative figures required for the adoption of FRS102.