Registration number: 00896821

Balfour Beatty Construction (SW) Limited

Annual Report and Unaudited Financial Statements

for the Year Ended 31 December 2016

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Balfour Beatty Construction (SW) Limited

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Balfour Beatty Construction (SW) Limited

Company Information

Directors	D J Banks
	D A Bruce (appointed 1 June 2016)
	J J Duffy (appointed 8 June 2016)
	J Keaveney (resigned 30 June 2017)
	S E Curl (resigned 31 May 2016)
	D Knox (resigned 31 May 2016)
	The following director was appointed after the year end:
	J G Winter (appointed 1 July 2017)
Company secretary	Bnoms Limited
Registered office	5 Churchill Place Canary Wharf London E14 5HU

Balfour Beatty Construction (SW) Limited

Directors' Report for the Year Ended 31 December 2016

The Directors present the annual report of the affairs of the Company, together with the unaudited Financial Statements for the year ended 31 December 2016. This Directors' Report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

Principal activity

During the year the Company continued to act as an agent of Balfour Beatty Group Limited in providing building and specialist contracting services. The transactions in respect of the activities performed by Balfour Beatty Construction (SW) Limited in its capacity as agent are dealt with in the financial statements of Balfour Beatty Group Limited.

The Company has been dormant as defined in section 1169 of the Companies Act 2006 throughout the year. It is anticipated that the Company will remain dormant for the forseeable future.

Directors of the company

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

D J Banks

D A Bruce (appointed 1 June 2016)

J J Duffy (appointed 8 June 2016)

J Keaveney (resigned 30 June 2017)

S E Curl (resigned 31 May 2016)

D Knox (resigned 31 May 2016)

The following director was appointed after the year end:

J G Winter (appointed 1 July 2017)

Approved by the Board on 5 September 2017 and signed on its behalf by:

.....

J G Winter
Director

Balfour Beatty Construction (SW) Limited

Profit and Loss Account for the Year Ended 31 December 2016

	Note	2016 £ 000	2015 £ 000
Turnover		-	23,562
Cost of sales		-	(29,476)
Gross loss		-	(5,914)
Administrative expenses		-	(1,028)
Operating loss	6	-	(6,942)
Interest payable and similar charges	5	-	(81)
Loss before tax		-	(7,023)
Tax on profit/(loss) on ordinary activities	7	-	2,101
Loss for the year		-	(4,922)

There were no recognised gains or losses in the year other than those disclosed above. Accordingly no statement of comprehensive income is presented.

The above results were derived from discontinued operations.

Balfour Beatty Construction (SW) Limited

(Registration number: 00896821)
Balance Sheet as at 31 December 2016

	Note	2016 £ 000	2015 £ 000
Creditors: Amounts falling due within one year	9	(40,535)	(40,535)
Capital and reserves			
Called up share capital	10	600	600
Profit and loss account		(41,135)	(41,135)
Shareholders' deficit		(40,535)	(40,535)

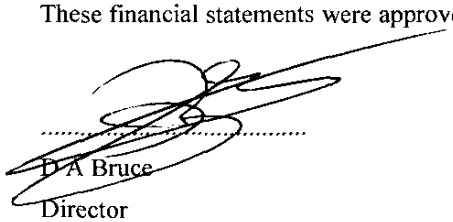
For the financial year ending 31 December 2016 the company was entitled to exemption from audit under section 480 of the Companies Act 2006 relating to dormant companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

These financial statements were approved by the Board on 5 September 2017 and signed on its behalf by:



D A Bruce
Director

Balfour Beatty Construction (SW) Limited

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

	Called up share capital £ 000	Profit and loss account £ 000	Total equity £ 000
At 1 January 2015	600	(36,213)	(35,613)
Loss for the year	-	(4,922)	(4,922)
At 31 December 2015	600	(41,135)	(40,535)

	Called up share capital £ 000	Profit and loss account £ 000	Total equity £ 000
At 1 January 2016	600	(41,135)	(40,535)
At 31 December 2016	600	(41,135)	(40,535)

The notes on pages 6 to 11 form an integral part of these financial statements.

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2016

1 Accounting policies

The accounting policies set out below have, unless otherwise stated, been applied consistently to all periods presented in these financial statements and in preparing an opening FRS 101 IFRS balance sheet at 31 December 2015 for the purposes of the transition to FRS 101.

Basis of preparation
These financial statements were prepared in accordance with Financial Reporting Standard 101 Reduced Disclosure Framework.

Going concern
On 1 August 2015 the trade and assets of the Company were transferred to Balfour Beatty Group Limited and the Company became an agency company, as a result the Company became dormant. The directors have prepared the financial statements on the basis that the Company is no longer a going concern.

Turnover
The Company's turnover recognition and margin recognition policies are central to how the Company values the work it has carried out in each financial year. These policies require forecasts to be made of the outcomes of long-term contracts, which require assessments and judgements to be made on the recovery of pre-contract costs, changes in work scope, contract programmes, defects and maintenance liabilities and changes in costs.

Loans and receivables
Trade receivables, loans, and other receivables that have fixed or determinable payments that are not quoted in an active market are classified as 'loans and receivables'. Loans and receivables are measured at amortised cost using the effective interest method, less any impairment. Interest income is recognised by applying the effective interest rate, except for short-term receivables when the recognition of interest would be immaterial.

Tax
Current tax, including UK corporation tax and foreign tax, is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date. The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the income statement because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible.

1 Accounting policies (continued)

Deferred tax is the tax expected to be payable or recoverable on differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit, and is accounted for using the balance sheet liability method.

Deferred tax liabilities are generally recognised for all taxable temporary differences and deferred tax assets are recognised to the extent that it is probable that taxable profits will be available against which deductible temporary differences can be utilised. Such assets and liabilities are not recognised if the temporary difference arises from the initial recognition of goodwill or from the initial recognition (other than in a business combination) of other assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised based on tax laws and rates that have been enacted or substantively enacted at the balance sheet date. Deferred tax is charged or credited in the income statement, except when it relates to items charged or credited in other comprehensive income, in which case the deferred tax is also dealt with in other comprehensive income.

The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority and the Company intends to settle its current tax assets and liabilities on a net basis.

2 Directors' remuneration

The Directors are employees of the Balfour Beatty Group and received no specific remuneration for their services towards the management of this Company in the current or prior year.

From 1 February 2013, directors' remuneration is paid by Balfour Beatty Group Employment Limited.

3 Staff costs

On 1 February 2013, employees of the Company were transferred to Balfour Beatty Group Employment Limited (BBGEL) which has been established as the employing entity for the Balfour Beatty Group's UK businesses. Employment costs for these employees are recorded in BBGEL's financial statements from 1 February 2013.

Therefore, the Company had no employees and therefore has incurred no employment or pension costs for the year end or the preceding year.

4 Auditors' remuneration

The Company was entitled to exemption from audit under section 480 of the Companies Act 2006 relating to dormant companies for the year ended 31 December 2016.

In 2015, the audit fee payable for the audit of the Company's annual accounts was £7,600.

5 Interest payable and similar charges

	2016 £ 000	2015 £ 000
Interest payable and similar charges - bank loans and overdrafts	-	81

6 Operating profit

Arrived at after charging/(crediting)

	2016 £ 000	2015 £ 000
Operating lease expense - plant and machinery	-	575
Operating lease expense - land and buildings	-	68
Profit on disposal of property, plant and equipment	-	(1)

7 Income tax

Tax charged/(credited) in the profit and loss account

	2016 £ 000	2015 £ 000
Current taxation		
UK corporation tax	-	(2,100)
Deferred taxation		
Arising from changes in tax rates and laws	-	(1)
Tax receipt in the profit and loss account	-	(2,101)

7 Income tax (continued)

The tax on profit before tax for the year is the same as the standard rate of corporation tax in the UK (2015 - higher than the standard rate of corporation tax in the UK) of 20% (2015 - 20.25%).

The differences are reconciled below:

	2016 £ 000	2015 £ 000
Loss before tax	-	(7,023)
Corporation tax at standard rate	-	(1,422)
Increase (decrease) in current tax from adjustment for prior periods	-	(2,100)
Deferred tax expense (credit) relating to changes in tax rates or laws	-	(1)
Losses carried forward not utilised	-	1,422
Total tax credit	-	(2,101)

Deferred tax

There was no deferred tax movement during the current year. Prior year movement is as follows:

	At 1 January 2015 £ 000	Recognised in income £ 000	Transfer to group company £ 000	At 31 December 2015 £ 000
Other items	101	1	(102)	-

8 Tangible assets

	Plant and equipment £ 000	Total £ 000
Cost or valuation		
At 1 January 2015	767	767
Transfers	(767)	(767)
At 31 December 2015	-	-
At 31 December 2016	-	-
Depreciation		
At 1 January 2015	(767)	(767)
Transfers	767	767
At 31 December 2015	-	-
At 31 December 2016	-	-
Carrying amount		
At 31 December 2016	-	-
At 31 December 2015	-	-

9 Trade and other creditors

	2016 £ 000	2015 £ 000
Due to group undertakings	40,535	40,535

Amounts owed to group undertakings are repayable on demand and are interest free.

10 Share capital

Allotted, called up and fully paid shares

	2016		2015	
	No. 000	£ 000	No. 000	£ 000
Ordinary shares of £1 each	600	600	600	600

11 Reserves

The following describes the nature and purpose of each reserve within equity:

Reserve	Description and purpose
Share capital	Nominal value of share capital subscribed for.
Profit and loss account	All other net gains and losses and transactions with owners (e.g. dividends) not recognised elsewhere.

12 Parent and ultimate parent undertaking

The company's immediate parent is Balfour Beatty Group Limited.

The ultimate parent is Balfour Beatty plc.

The most senior parent entity producing publicly available financial statements is Balfour Beatty plc. These financial statements are available upon request from 5 Churchill Place, Canary Wharf, London, E14 5HU and on the Balfour Beatty website: www.balfourbeatty.com. They may be also viewed at the Companies House website at www.beta.companieshouse.gov.uk and via the National Storage Mechanism, which is located at www.morningstar.co.uk/uk/NSM.