

HOULIHAN AND CO (EXCAVATIONS) LIMITED

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 AUGUST 2016**

**The MGroup Partnership
Registered Auditors
Cranbrook House
287-291 Banbury Road, Oxford
OX2 7JQ**

FRIDAY



A6796XXD

A33

26/05/2017

#345

COMPANIES HOUSE

Company Registration Number: 01065430

HOULIHAN AND CO (EXCAVATIONS) LIMITED

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2016**

CONTENTS	PAGES
Company information	1
Directors' report	2 to 4
Independent auditor's report	5 to 6
Profit and loss account	7
Balance sheet	8
Statement of changes in equity	9
Statement of cash flows	10
Notes to the financial statements	11 to 20

HOULIHAN AND CO (EXCAVATIONS) LIMITED

COMPANY INFORMATION FOR THE YEAR ENDED 31 AUGUST 2016

DIRECTORS

K Winney (resigned 1 February 2017)
K J Root (resigned 1 February 2017)
P R Withers (resigned 1 February 2017)
Mrs L H Hallson
R M Knight
S W Betts
J A Pike

SECRETARY

Mrs L H Hallson (appointed 13 April 2017)
M T Doohan (resigned 13 April 2017)

REGISTERED OFFICE

Unit J2
Brooklands Close
Sunbury-on-Thames
Middlesex
TW16 7DX

COMPANY REGISTRATION NUMBER

01065430 England and Wales

AUDITORS

The MGroup Partnership
Registered Auditors
Cranbrook House
287-291 Banbury Road
Oxford
OX2 7JQ

HOULIHAN AND CO (EXCAVATIONS) LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 AUGUST 2016

The directors present their annual report with the financial statements of the company for the year ended 31 August 2016.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review continued to be that of groundwork contractors to the building and civil engineering industry.

RESULTS AND APPROPRIATIONS

The results of the year's trading, the financial position of the company and the transfer to reserves are shown in the annexed financial statements.

The net profit for the year, before taxation, amounted to £3,853,001 (2015 - £4,205,478). The directors recommend the payment of a dividend of £2,738,000 (2015 - £833,000). Net assets at the year end were £5,672,621 (2015 - £5,394,531).

BUSINESS REVIEW AND FUTURE DEVELOPMENTS

The directors intend to improve the overall trading performance in the forthcoming year and to further develop its trade and consolidate its financial position.

PRINCIPAL RISKS AND UNCERTAINTIES

As with many businesses, the company's operations expose it to a variety of financial risks and macro economic factors of an uncertain nature such as changes in inflation and interest rates which have had a significant bearing on the company's results for the year under review.

FINANCIAL INSTRUMENTS

The company has a normal level of exposure to price, credit, liquidity and cash flow risks arising from trading activities which are only conducted in sterling. The company does not enter into any hedging transactions.

DIRECTORS

The following directors held office during the year:

K Winney (resigned 1 February 2017)
K J Root (resigned 1 February 2017)
P R Withers (resigned 1 February 2017)
Mrs L H Hallson
R M Knight
S W Betts
J A Pike

/continued

HOULIHAN AND CO (EXCAVATIONS) LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 AUGUST 2016

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations and in accordance with United Kingdom Generally Accepted Accounting Practice.

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 (Financial Reporting Standard 102). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and the 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 accounting estimates that are reasonable and prudent;
- State whether applicable 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 adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of 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 company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

POST BALANCE SHEET EVENTS

There were no matters to report as post balance sheet events.

STRATEGIC REPORT

The company has chosen in accordance with s.414C(11) Companies Act 2006 to set out in the company's strategic report information required by Schedule 7 of the Large and Medium-sized Companies and Groups (Accounts and Reports) Regulations 2008 to be contained in the directors' report. It has done so in respect of future developments and financial instruments.

STATEMENT OF DISCLOSURE OF INFORMATION TO AUDITORS

The directors at the date of approval of this report confirm that:

- so far as the directors are aware, there is no relevant audit information of which the company's auditors are unaware; and
- the directors have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

/continued

HOULIHAN AND CO (EXCAVATIONS) LIMITED

**DIRECTORS' REPORT
FOR THE YEAR ENDED 31 AUGUST 2016**

AUDITORS

The auditors, The MGroup Partnership, have expressed their willingness to continue in office, and in accordance with section 485 of the Companies Act 2006 a resolution proposing their reappointment will be submitted at a General Meeting of the company.

BY ORDER OF THE BOARD



Mrs L H Hallson
Secretary

Date approved by the board: 25/5/17

HOULIHAN AND CO (EXCAVATIONS) LIMITED

INDEPENDENT AUDITOR'S REPORT FOR THE YEAR ENDED 31 AUGUST 2016

TO THE SHAREHOLDERS OF HOULIHAN AND CO (EXCAVATIONS) LIMITED

We have audited the financial statements of Houlihan and Co (Excavations) Limited for the year ended 31 August 2016 set out on pages 7 to 20 which comprise the Profit and Loss Account, the Balance Sheet, the Statement of Changes in Equity, the Statement of Cash Flows and the related notes. 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 FRS 102 "The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland".

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

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITOR

As explained more fully in the Directors' Responsibilities Statement 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. 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.

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 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 directors' 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 FINANCIAL STATEMENTS

In our opinion the financial statements:

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

/ continued

HOULIHAN AND CO (EXCAVATIONS) LIMITED

**INDEPENDENT AUDITOR'S REPORT - continued
FOR THE YEAR ENDED 31 AUGUST 2016**

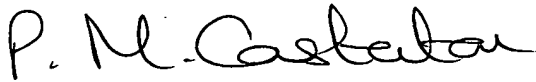
OPINION ON OTHER MATTERS PRESCRIBED BY THE COMPANIES ACT 2006

In our opinion the information given in the 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:

- 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 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.



PM Casterton (Senior Statutory Auditor)
For and on behalf of
THE MGROUP PARTNERSHIP
STATUTORY AUDITOR
Cranbrook House
287-291 Banbury Road
Oxford
OX2 7JQ

25 May 2017

HOULIHAN AND CO (EXCAVATIONS) LIMITED

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 AUGUST 2016**

	Notes	2016 £	2015 £
TURNOVER	2	53,306,976	50,828,892
Cost of sales		46,787,760	43,737,262
GROSS PROFIT		6,519,216	7,091,630
Administrative expenses		2,736,215	2,954,668
		3,783,001	4,136,962
Other operating income		74,409	70,038
OPERATING PROFIT	5	3,857,410	4,207,000
Other interest receivable and similar income		611	231
		3,858,021	4,207,231
Interest payable and similar charges	8	5,020	1,753
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		3,853,001	4,205,478
Taxation on ordinary activities	9	836,911	869,512
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION	18	3,016,090	3,335,966

There were no acquisitions and no discontinued operations in either of the periods.

The only recognised gains or losses for both periods are the profits reported above.

HOULIHAN AND CO (EXCAVATIONS) LIMITED

BALANCE SHEET AS AT 31 AUGUST 2016

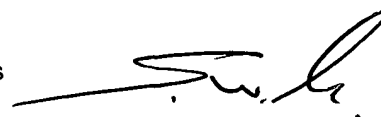
	Notes	2016 £	2015 £
FIXED ASSETS			
Tangible assets	11	447,704	330,970
Investments	12	19,800	19,800
		<u>467,504</u>	<u>350,770</u>
CURRENT ASSETS			
Stocks	13	-	96,041
Debtors	14	14,508,825	16,732,336
Cash at bank and in hand		3,267,923	14,395
		<u>17,776,748</u>	<u>16,842,772</u>
CREDITORS: Amounts falling due within one year	15	<u>12,571,631</u>	<u>11,790,664</u>
NET CURRENT ASSETS		<u>5,205,117</u>	<u>5,052,108</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>5,672,621</u>	<u>5,402,878</u>
Provisions for liabilities and charges	16	-	8,347
NET ASSETS		<u><u>5,672,621</u></u>	<u><u>5,394,531</u></u>
CAPITAL AND RESERVES			
Called up share capital	17	50,002	50,002
Profit and loss account	18	5,622,619	5,344,529
SHAREHOLDERS' FUNDS		<u><u>5,672,621</u></u>	<u><u>5,394,531</u></u>

These accounts were approved by the board on 25/5/17 and signed on its behalf by the following:

R M Knight
Director



S W Betts
Director



HOULIHAN AND CO (EXCAVATIONS) LIMITED**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 AUGUST 2016**

	Called up share capital £	Profit and loss account £	Total £
At 1 September 2014	50,000	2,841,563	2,891,563
Profit for the year	-	3,335,966	3,335,966
Issue of shares	2	-	2
Dividends paid	-	(833,000)	(833,000)
At 31 August 2015	50,002	5,344,529	5,394,531
Profit for the year	-	3,016,090	3,016,090
Dividends paid	-	(2,738,000)	(2,738,000)
At 31 August 2016	50,002	5,622,619	5,672,621

HOULIHAN AND CO (EXCAVATIONS) LIMITED

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 AUGUST 2016

CASH FLOWS FROM OPERATING ACTIVITIES

	Notes	2016 £	2015 £
Operating profit		3,857,410	4,207,000
Adjustments for:			
Depreciation		122,609	96,461
Loss / (profit) on disposal of fixed assets		6,790	(851)
Stock movement		96,041	15,410
Debtors movement		2,223,511	(4,732,848)
Creditors movement		1,081,646	2,481,159
Cash from operations		7,388,007	2,066,331
Income taxes paid		(878,919)	(637,740)
Net cash flow generated by operating activities		6,509,088	1,428,591
Cash flows from financing activities	20	(2,743,020)	(882,334)
Cash flows from investing activities	21	(245,522)	(116,530)
Net increase in cash and cash equivalents		3,520,546	429,727
Cash and cash equivalents at the beginning of the year		(252,623)	(682,350)
Cash and cash equivalents at the end of the year		3,267,923	(252,623)
Cash and bank balances		3,267,923	14,395
Bank overdrafts		-	(267,018)
		3,267,923	(252,623)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2016**

1 GENERAL INFORMATION

Houlihan and Co (Excavations) Limited is a private limited company incorporated in England and Wales and has its registered office and principal place of business at Unit J2, Brooklands Close, Sunbury-on-Thames, Middlesex, TW16 7DX.

2 STATEMENT OF ACCOUNTING POLICIES

Accounting convention

These financial statements have been prepared under the historical cost convention and in accordance with applicable United Kingdom accounting standards, including Financial Reporting Standard 102 - "The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102)", and with the Companies Act 2006.

This is the first year in which the financial statements have been prepared under FRS 102. Details of the transition to FRS 102 are disclosed in note 24 to the financial statements.

The financial statements are presented in Sterling, which is the functional currency of the company.

The following is a summary of the significant accounting policies adopted by the company in the preparation of the financial statements.

Revenue recognition

Revenue represents the value of groundwork contracts completed and externally certified during the year, stated net of value added tax.

Revenue from long-term contracts have been assessed on a contract by contract basis and reflected in the profit and loss account by recording revenue and related costs as contract activity progresses. Revenue is ascertained in a manner appropriate to the stage of completion of the contract calculated by reference to the costs incurred at the balance sheet date. Profit is taken on long term contracts on a prudent basis and only when the final outcome of the project is reasonably certain.

Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax.

Current tax is recognised for the amount of income tax payable in respect of the taxable profit for the current or past reporting periods based on current tax rates and laws.

Deferred taxation is the taxation attributable to timing differences between profits computed for taxation purposes and profits as stated in the financial statements and is fully provided for, except in circumstances where losses are deemed irrecoverable, at the average tax rates that are expected to apply when the timing differences reverse, based on current tax rates and laws.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2016

2 STATEMENT OF ACCOUNTING POLICIES - continued

Tangible fixed assets

Fixed assets are stated at cost, less accumulated depreciation and less amounts recognised in respect of impairment.

Depreciation and amortisation has been provided at the following rates so as to write off the cost less residual value of the assets over their estimated useful lives.

Leasehold improvements	10% straight line
Office equipment	25% per annum reducing balance
Motor vehicles	25% per annum reducing balance

Impairment of assets

Fixed assets are assessed for indicators of impairment at the end of each reporting date. If there is an indication of possible impairment, the recoverable amount of any affected asset is estimated and compared with its carrying amount. If the estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in the profit and loss account.

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

Investments

Fixed asset investments are shown at cost less provision for permanent diminution in value.

Stocks

Stocks are stated at the lower of cost and net realisable value.

Trade and other debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and on hand, demand deposits with banks and other short-term highly liquid investments with original maturities of three months or less and bank overdrafts. In the balance sheet, bank overdrafts are shown within borrowings or current liabilities.

2 STATEMENT OF ACCOUNTING POLICIES - continued

Trade and other creditors

Short term trade creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

Leases

Assets under finance leases which confer rights and obligations similar to those attached to owned assets are capitalised as tangible fixed assets and are depreciated over the shorter of the lease terms and their useful lives. The capital elements of future lease obligations are recorded as liabilities, while the interest elements are charged to the profit and loss account on a straight line basis, to produce an approximately constant rate of charge on the balance of capital repayments outstanding. Hire purchase transactions are dealt with similarly except that assets are depreciated over their useful lives.

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profit on a straight line basis over the lease term.

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Pensions

The company operates a defined contribution pension scheme. The amount charged to the profit and loss account in respect of pension costs and other post-retirement benefits is the amount paid in the year.

Provisions

Provisions are recognised when the company has a present legal or constructive obligation as a result of a past event, it is probable that the company will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

3 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

In the application of the company's accounting policies, which are described in note 2, management are required to make judgements, estimates and assumptions about liabilities arising from potential claims against the company. The estimates and underlying assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

These estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

HOULIHAN AND CO (EXCAVATIONS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2016

4 TURNOVER

None of the company's turnover is attributable to geographical markets outside the United Kingdom.

5 OPERATING PROFIT

	2016 £	2015 £
The operating profit is stated after charging:		
Directors' remuneration (Note 6)	203,304	211,040
Company contributions to employee pension schemes	26,144	57,636
Auditor's remuneration - audit fees	12,000	12,000
Auditor's remuneration - non audit fees	31,850	22,778
Depreciation	122,609	96,461
Loss on sale of tangible fixed assets	6,790	-
Operating lease rentals - land and buildings	78,000	78,000
and after crediting:		
Profit on sale of tangible fixed assets	-	851

6 DIRECTORS' REMUNERATION

	2016 £	2015 £
The remuneration of the directors was as follows:		
Emoluments	174,450	182,325
Company contributions to pension schemes	7,090	7,090
Benefits in kind	21,764	21,625
	<u>203,304</u>	<u>211,040</u>

The remuneration of the highest paid director was as follows:

Emoluments	47,250	47,250
Company contributions to pension schemes	1,080	1,080
Benefits in kind	3,207	3,087
	<u>51,537</u>	<u>51,417</u>

Six of the directors (2015 - seven) are members of a pension scheme.

HOULIHAN AND CO (EXCAVATIONS) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2016**

7 STAFF COSTS

	2016 Number	2015 Number
Average number of persons employed by the company, including directors, during the year:		
Production	71	68
Administration	18	18
	<u>89</u>	<u>86</u>
	2016 £	2015 £
Staff costs incurred during the year in respect of these employees were:		
Wages and salaries	3,324,733	3,117,028
Social security costs	393,112	361,612
Other pension costs	33,234	64,726
	<u>3,751,079</u>	<u>3,543,366</u>

8 INTEREST PAYABLE AND SIMILAR CHARGES

	2016 £	2015 £
Hire purchase interest and finance lease charges	-	1,942
Interest on overdue taxation	5,020	(189)
	<u>5,020</u>	<u>1,753</u>

9 TAXATION ON ORDINARY ACTIVITIES

	2016 £	2015 £
Corporation tax charge	845,258	878,919
Deferred taxation (Note 16)	(8,347)	(9,407)
	<u>836,911</u>	<u>869,512</u>

The taxation charge for the year has been calculated at 20% (2015 - 20.58%).

Reconciliation of current tax charge

	2016 £	2015 £
Profit on ordinary activities before taxation	<u>3,853,001</u>	<u>4,205,478</u>
Profit on ordinary activities by rate of tax	770,600	865,522
Expenses not deductible for tax purposes	65,567	53,691
Group losses utilised in period	-	(48,435)
Difference in tax rates	744	(1,266)
Total current tax	<u>836,911</u>	<u>869,512</u>

HOULIHAN AND CO (EXCAVATIONS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2016

10 DIVIDENDS

	2016 £	2015 £
Paid dividend	2,688,000	768,000
Paid dividend 'A' shares	50,000	65,000
	<u>2,738,000</u>	<u>833,000</u>

11 TANGIBLE ASSETS

	Leasehold improvements £	Office equipment £	Motor vehicles £	Total £
Cost				
At 1 September 2015	43,168	138,367	979,181	1,160,716
Additions	-	-	257,650	257,650
Disposals	-	-	(82,089)	(82,089)
At 31 August 2016	<u>43,168</u>	<u>138,367</u>	<u>1,154,742</u>	<u>1,336,277</u>
Accumulated depreciation				
At 1 September 2015	43,168	122,549	664,029	829,746
Charge for year	-	3,954	118,655	122,609
Disposals	-	-	(63,782)	(63,782)
At 31 August 2016	<u>43,168</u>	<u>126,503</u>	<u>718,902</u>	<u>888,573</u>
Net book value				
At 1 September 2015	-	15,818	315,152	330,970
At 31 August 2016	-	<u>11,864</u>	<u>435,840</u>	<u>447,704</u>

12 FIXED ASSET INVESTMENTS

	Listed £
Cost	
At 1 September 2015	19,800
At 31 August 2016	<u>19,800</u>
Net book value	
At 1 September 2015	19,800
At 31 August 2016	<u>19,800</u>

HOULIHAN AND CO (EXCAVATIONS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2016

13 STOCKS

	2016 £	2015 £
Long term contract balances	-	96,041

14 DEBTORS

	2016 £	2015 £
Trade debtors	146,129	484,364
Amounts recoverable on long term contracts	6,943,998	7,915,703
Amounts owed by group undertakings	6,150,130	5,976,181
Other debtors	1,177,068	2,293,088
Prepayments and accrued income	91,500	63,000
	14,508,825	16,732,336

15 CREDITORS: amounts falling due within one year

	2016 £	2015 £
Bank loans and overdrafts	-	267,018
Trade creditors	2,554,598	3,649,888
Provision for future costs on contracts	5,837,678	4,044,977
Corporation tax	620,258	653,919
Other taxation and social security	261,356	301,015
Other creditors	1,405,189	1,120,587
Accruals and deferred income	1,892,552	1,753,260
	12,571,631	11,790,664

Included within trade creditors are amounts which may be the subject of retention of title clauses.

Included in other creditors are advances from the directors (Note 19) of £1,376,008 (2015 - £1,060,495). These advances are interest free and have no fixed date of repayment.

16 PROVISIONS FOR LIABILITIES

	Provided	
Deferred Taxation	2016 £	2015 £
Accelerated capital allowances	-	8,347

All deferred taxation has been fully provided.

Movements on deferred taxation provision	2016 £	2015 £
Balance brought forward	8,347	17,754
Transfer during the year (Note 9)	(8,347)	(9,407)
Balance carried forward	-	8,347

HOULIHAN AND CO (EXCAVATIONS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2016

17 SHARE CAPITAL

	2016 £	2015 £
Allotted, called up and fully paid:		
50,000 Ordinary shares of £1 each	50,000	50,000
2 Ordinary A shares of £1 each	2	2
	<u>50,002</u>	<u>50,002</u>

18 PROFIT AND LOSS ACCOUNT

	2016 £	2015 £
Balance brought forward	5,344,529	2,841,563
Profit for the financial year	3,016,090	3,335,966
Dividends	(2,738,000)	(833,000)
	<u>5,622,619</u>	<u>5,344,529</u>

19 RELATED PARTY TRANSACTIONS

During the year, the following transactions with related parties took place:

The company paid rent of £78,000 (2015 - £78,000) to the Houlihan Executive Pension Scheme for the use of premises owned by the pension scheme.

The company paid consultancy fees of £113,035 (2015 - £91,000) to Knightsbury Construction Limited, a company registered in England and Wales, in which R M Knight is a director and shareholder.

The following directors made advances to the company during the year. The following amounts were due to the directors at the year end:

	2016 £	2015 £
R M Knight	8,470	8,649
K Winney (former director)	319,948	334,552
M T Doohan (former director)	559,214	324,422
K J Root (former director)	320,340	333,993
P R Withers (former director)	168,036	58,879
	<u>1,376,008</u>	<u>1,060,495</u>

The company has claimed exemptions from reporting disclosure of related party transactions for the following wholly owned group undertakings: (i) Houlihan & Co (Holdings) Limited and (ii) Houlihan & Co Limited.

HOULIHAN AND CO (EXCAVATIONS) LIMITED**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2016****20 CASH FLOWS FROM FINANCING ACTIVITIES**

	2016	2015
	£	£
Equity dividends paid	(2,738,000)	(833,000)
Interest paid	(5,020)	(1,753)
New share capital subscribed	-	2
Repayment of finance leases	-	(47,583)
	<u></u>	<u></u>
Net cash used in financing activities	<u>(2,743,020)</u>	<u>(882,334)</u>

21 CASH FLOWS FROM INVESTING ACTIVITIES

	2016	2015
	£	£
Purchase of tangible fixed assets	(257,650)	(125,078)
Sale of tangible fixed assets	11,517	8,317
Interest received	611	231
	<u></u>	<u></u>
Net cash used in investing activities	<u>(245,522)</u>	<u>(116,530)</u>

22 ULTIMATE CONTROLLING PARTY

The company does not have an ultimate controlling party.

23 ULTIMATE PARENT COMPANY

The company's parent and ultimate parent company is Houlihan and Co (Holdings) Limited by virtue of its 100% interest in the issued share capital of Houilhan and Co (Excavations) Limited. Houlihan and Co (Holdings) Limited is incorporated in the United Kingdom.

HOULIHAN AND CO (EXCAVATIONS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2016

24 RECONCILIATIONS ON ADOPTION OF FRS 102

These financial statements for the year ended 31 August 2016 are the first financial statements that comply with FRS 102. The date of transition to FRS 102 is 1 September 2014.

Profit and loss for the year ended 31 August 2015

	2015 £
Profit for the year under former UK GAAP	3,335,966
Profit for the year under FRS 102	3,335,966

Balance sheet at 31 August 2015

Equity under former UK GAAP	5,394,531
Equity under FRS 102	5,394,531

Balance sheet at 1 September 2014

Equity under former UK GAAP	2,891,563
Equity under FRS 102	2,891,563