

COMPANY REGISTRATION NUMBER 03451621

**FREEMAN & HOOK SCAFFOLDING CONTRACTORS
LIMITED**

FINANCIAL STATEMENTS

31 OCTOBER 2016



K B M UK LTD

Chartered Certified Accountants&Statutory Auditor

24 Guildford Street

Luton

LU1 2NR

FREEMAN & HOOK SCAFFOLDING CONTRACTORS LIMITED
FINANCIAL STATEMENTS
YEAR ENDED 31 OCTOBER 2016

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FREEMAN & HOOK SCAFFOLDING CONTRACTORS LIMITED

OFFICERS AND PROFESSIONAL ADVISERS

The board of directors

Mr A.C. Freeman
Mr B.D. Hook

Company secretary

R. J. Blow Secretaries Limited

Registered office

24 Guildford Street
Luton
LU1 2NR

Auditor

K B M UK Ltd
Chartered Certified Accountants
& Statutory Auditor
24 Guildford Street
Luton
LU1 2NR

Bankers

NatWest Bank Plc.
501 Silbury Boulevard
Saxon Gate East
Central Milton Keynes
Bucks
MK9 3ER

FREEMAN & HOOK SCAFFOLDING CONTRACTORS LIMITED

DIRECTORS' REPORT

YEAR ENDED 31 OCTOBER 2016

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

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was that of scaffolding contractors.

THE DIRECTORS AND THEIR INTERESTS IN THE SHARES OF THE COMPANY

The directors who served the company during the year together with their beneficial interests in the shares of the company were as follows:

	Ordinary Shares of £1 each	
	At	At
	31 October 2016	1 November 2015
Mr A.C. Freeman	1	1
Mr B.D. Hook	<u>1</u>	<u>1</u>

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Directors' 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 year.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's 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.

FREEMAN & HOOK SCAFFOLDING CONTRACTORS LIMITED

DIRECTORS' REPORT *(continued)*

YEAR ENDED 31 OCTOBER 2016

Each of the persons who is a director at the date of approval of this report confirm that:

- so far as each director is aware, there is no relevant audit information of which the company's auditor is unaware; and
- each director has taken all steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information.

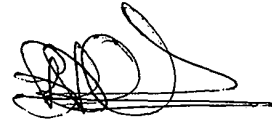
SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

Registered office:
24 Guildford Street
Luton
LU1 2NR

Signed on behalf of the directors

Mr B.D. Hook
Director



Approved by the directors on 19/5/17

FREEMAN & HOOK SCAFFOLDING CONTRACTORS LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF FREEMAN & HOOK SCAFFOLDING CONTRACTORS LIMITED

YEAR ENDED 31 OCTOBER 2016

We have audited the financial statements of Freeman & Hook Scaffolding Contractors Limited for the year ended 31 October 2016. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective January 2015) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the company's shareholders, 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 shareholders those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's shareholders 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 2, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

SCOPE OF THE AUDIT OF THE FINANCIAL STATEMENTS

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the 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 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 October 2016 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; 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 Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

FREEMAN & HOOK SCAFFOLDING CONTRACTORS LIMITED

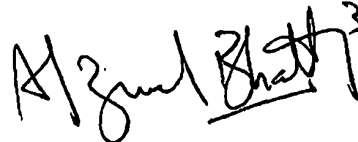
INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF FREEMAN & HOOK SCAFFOLDING CONTRACTORS LIMITED (continued)

YEAR ENDED 31 OCTOBER 2016

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; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the directors' report and take advantage of the small companies exemptions from the requirement to prepare a strategic report.



MOHAMMED AFZAAL BHATTI (Senior
Statutory Auditor)
For and on behalf of
K B M UK LTD
Chartered Certified Accountants
& Statutory Auditor

20/5/17
24 Guildford Street
Luton
LU1 2NR

FREEMAN & HOOK SCAFFOLDING CONTRACTORS LIMITED

PROFIT AND LOSS ACCOUNT

YEAR ENDED 31 OCTOBER 2016

	Note	2016 £	2015 £
TURNOVER		7,655,306	5,796,607
Cost of sales		<u>4,600,803</u>	<u>3,459,513</u>
GROSS PROFIT		3,054,503	2,337,094
Administrative expenses		968,179	688,929
Other operating income	2	<u>–</u>	<u>(2,400)</u>
OPERATING PROFIT	3	2,086,324	1,650,565
Interest receivable		5,552	3,277
Interest payable and similar charges		<u>–</u>	<u>(2,531)</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		2,091,876	1,651,311
Tax on profit on ordinary activities	4	418,192	330,856
PROFIT FOR THE FINANCIAL YEAR		<u>1,673,684</u>	<u>1,320,455</u>

The notes on pages 8 to 12 form part of these financial statements.

FREEMAN & HOOK SCAFFOLDING CONTRACTORS LIMITED

BALANCE SHEET

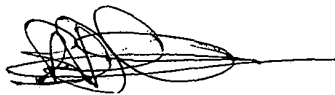
31 OCTOBER 2016

	Note	2016 £	2015 £
FIXED ASSETS			
Tangible assets	6	<u>2,277,910</u>	<u>1,526,806</u>
CURRENT ASSETS			
Debtors	7	3,097,712	1,264,415
Cash at bank		<u>942,232</u>	<u>2,007,279</u>
		4,039,944	3,271,694
CREDITORS: Amounts falling due within one year	8	<u>1,447,561</u>	<u>1,314,402</u>
NET CURRENT ASSETS		<u>2,592,383</u>	<u>1,957,292</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>4,870,293</u>	<u>3,484,098</u>
PROVISIONS FOR LIABILITIES			
Deferred taxation	9	<u>141,607</u>	<u>149,096</u>
		<u>4,728,686</u>	<u>3,335,002</u>
CAPITAL AND RESERVES			
Called up equity share capital	11	2	2
Profit and loss account	12	<u>4,728,684</u>	<u>3,335,000</u>
SHAREHOLDERS' FUNDS		<u>4,728,686</u>	<u>3,335,002</u>

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and with the Financial Reporting Standard for Smaller Entities (effective January 2015).

These accounts were approved by the directors and authorised for issue on 19/5/17, and are signed on their behalf by:

Mr B.D. Hook
Director



Company Registration Number: 03451621

The notes on pages 8 to 12 form part of these financial statements.

FREEMAN & HOOK SCAFFOLDING CONTRACTORS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 OCTOBER 2016

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Plant & Machinery	-	16.67% straight line
Motor Vehicles	-	25% reducing balance

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exceptions:

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

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

FREEMAN & HOOK SCAFFOLDING CONTRACTORS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 OCTOBER 2016

1. ACCOUNTING POLICIES^(continued)

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.

2. OTHER OPERATING INCOME

	2016	2015
	£	£
Rent receivable	—	2,400

3. OPERATING PROFIT

Operating profit is stated after charging:

	2016	2015
	£	£
Directors' remuneration	11,400	11,400
Depreciation of owned fixed assets	634,929	429,127
Auditor's fees	6,500	—

4. TAXATION ON ORDINARY ACTIVITIES

(a) Analysis of charge in the year

	2016	2015
	£	£
Current tax:		
In respect of the year:		
UK Corporation tax based on the results for the year	425,681	289,732
Total current tax	425,681	289,732
Deferred tax:		
Origination and reversal of timing differences (note 9)		
Capital allowances	(7,489)	41,124
Tax on profit on ordinary activities	418,192	330,856

FREEMAN & HOOK SCAFFOLDING CONTRACTORS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 OCTOBER 2016

4. TAXATION ON ORDINARY ACTIVITIES^(continued)

(b) Factors affecting current tax charge

The tax assessed on the profit on ordinary activities for the year is higher than the standard rate of corporation tax in the UK of 20.35% (2015 - 20.41%).

	2016 £	2015 £
Profit on ordinary activities before taxation	<u>2,091,876</u>	<u>1,651,311</u>
Profit on ordinary activities by rate of tax	418,375	337,032
Capital allowances for period in excess of depreciation	<u>7,306</u>	<u>(47,300)</u>
Total current tax (note 4(a))	<u>425,681</u>	<u>289,732</u>

5. DIVIDENDS

Equity dividends

	2016 £	2015 £
Paid during the year:		
Equity dividends on ordinary shares	<u>280,000</u>	<u>315,000</u>

6. TANGIBLE ASSETS

	Plant & Machinery £	Motor Vehicles £	Total £
COST			
At 1 November 2015	2,309,580	138,653	2,448,233
Additions	1,296,963	89,071	1,386,034
Disposals	<u>(169,057)</u>	<u>—</u>	<u>(169,057)</u>
At 31 October 2016	<u>3,437,486</u>	<u>227,724</u>	<u>3,665,210</u>
DEPRECIATION			
At 1 November 2015	833,889	87,538	921,427
Charge for the year	599,925	35,004	634,929
On disposals	<u>(169,056)</u>	<u>—</u>	<u>(169,056)</u>
At 31 October 2016	<u>1,264,758</u>	<u>122,542</u>	<u>1,387,300</u>
NET BOOK VALUE			
At 31 October 2016	<u>2,172,728</u>	<u>105,182</u>	<u>2,277,910</u>
At 31 October 2015	<u>1,475,691</u>	<u>51,115</u>	<u>1,526,806</u>

FREEMAN & HOOK SCAFFOLDING CONTRACTORS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 OCTOBER 2016

7. DEBTORS

	2016 £	2015 £
Other debtors	<u>3,097,712</u>	<u>1,264,415</u>

8. CREDITORS: Amounts falling due within one year

	2016 £	2015 £
Trade creditors	366,545	398,490
Corporation tax	425,681	289,732
Other taxation and social security	319,000	298,877
Other creditors	336,335	327,303
	<u>1,447,561</u>	<u>1,314,402</u>

9. DEFERRED TAXATION

The movement in the deferred taxation provision during the year was:

	2016 £	2015 £
Provision brought forward	149,096	107,972
Profit and loss account movement arising during the year	(7,489)	41,124
Provision carried forward	<u>141,607</u>	<u>149,096</u>

The provision for deferred taxation consists of the tax effect of timing differences in respect of:

	2016 £	2015 £
Excess of taxation allowances over depreciation on fixed assets	141,607	149,096
	<u>141,607</u>	<u>149,096</u>

FREEMAN & HOOK SCAFFOLDING CONTRACTORS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 OCTOBER 2016

10. RELATED PARTY TRANSACTIONS

The company was under the control of Mr A.C. Freeman and Mr B.D. Hook throughout the current and previous financial years. Mr A.C. Freeman and Mr B.D. Hook are the directors and each own 50% of the issued share capital of the company.

At the year end, Mr A.C. Freeman was owed £2,715 (2015 - £1,922) and Mr B.D. Hook was owed £2,705 (2015 - £1,916) by the company. There was no interest charged on these amounts and there were no fixed terms for repayment.

Included in debtors are amounts due from companies in which both Mr A.C. Freeman and Mr B.D. Hook together hold a controlling interest.

	2016 £	2015 £
Freeman and Hook Bricklaying Contractors Limited	80,077	80,077
Fernwood Developments (MK) Limited	1,667,548	926,148
ACF Investments Ltd	500,000	—
BDH Investments Ltd	500,000	—

11. SHARE CAPITAL

Authorised share capital:

	2016 £	2015 £
10,000 Ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>

Allotted, called up and fully paid:

	2016 No.	£	2015 No.	£
Ordinary shares of £1 each	<u>2</u>	<u>2</u>	<u>2</u>	<u>2</u>

12. PROFIT AND LOSS ACCOUNT

	2016 £	2015 £
Balance brought forward	3,335,000	2,329,545
Profit for the financial year	1,673,684	1,320,455
Equity dividends	(280,000)	(315,000)
Balance carried forward	<u>4,728,684</u>	<u>3,335,000</u>