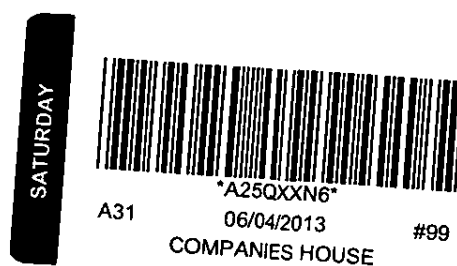


Registered number 06775621

HCM PROJECTS LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 OCTOBER 2012



HCM PROJECTS LIMITED

COMPANY INFORMATION

Directors

J Adlam
J K Collins (appointed 5 November 2012)
D J Mulqueen (appointed 5 November 2012)

Registered number

06775621

Registered office

HCM House, Elmsall Way
South Elmsall
Pontefract
West Yorkshire
WF9 2XX

Independent auditor

PKF (UK) LLP
10 South Parade
Leeds
LS1 5QS

HCM PROJECTS LIMITED

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HCM PROJECTS LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 OCTOBER 2012

The directors present their report and the financial statements for the year ended 31 October 2012

Principal activities

The company's principal activity is the provider of professional consultancy services, construction and construction management

Directors

The directors who served during the year were

J Adlam

S Tate (resigned 5 November 2012)

J K Collins and D J Mulqueen were appointed on 5 November 2012

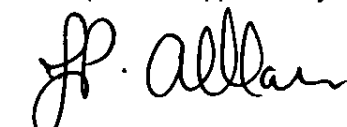
Provision of information to auditor

Each of the persons who are directors at the time when this directors' report is approved has confirmed that

- so far as that director is aware, there is no relevant audit information of which the company's auditor is unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any information needed by the company's auditor in connection with preparing its report and to establish that the company's auditor is aware of that information

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006

This report was approved by the board on 27 March 2013 and signed on its behalf



J Adlam
Director

HCM PROJECTS LIMITED

DIRECTORS' RESPONSIBILITIES STATEMENT

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 period.

In preparing these financial statements the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgments and accounting estimates that are reasonable and prudent, 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 company's transactions, to disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 2006. 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.

The directors are responsible for the maintenance and integrity of the corporate and financial information included on the company's website. Legislation in the United Kingdom governing the preparation and dissemination of the financial statements and other information included in annual reports may differ from legislation in other jurisdictions.

HCM PROJECTS LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF HCM PROJECTS LIMITED

We have audited the financial statements of HCM Projects Limited for the year ended 31 October 2012 which comprise the profit and loss account, the balance sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to smaller entities).

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

Respective responsibilities of directors and auditor

As explained more fully in the directors' responsibilities statement, 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. 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 2012 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.

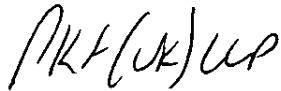
HCM PROJECTS LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF HCM PROJECTS LIMITED

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



Robert McNaughton (Senior statutory auditor)
for and on behalf of PKF (UK) LLP, Statutory auditor
Leeds, UK
27 March 2013

HCM PROJECTS LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 OCTOBER 2012

		31 October 2012 £	Period ended 31 October 2011 £
	Note		
TURNOVER	1	14,177,841	-
Cost of sales		<u>(12,345,913)</u>	<u>(39)</u>
GROSS PROFIT/(LOSS)		1,831,928	(39)
Administrative expenses		<u>(1,812,940)</u>	<u>(42,726)</u>
OPERATING PROFIT/(LOSS)	2	18,988	(42,765)
Interest payable and similar charges		<u>(7)</u>	<u>-</u>
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		18,981	(42,765)
Tax on profit/(loss) on ordinary activities	4	<u>(15,242)</u>	<u>71,968</u>
PROFIT FOR THE FINANCIAL YEAR	9	<u>3,739</u>	<u>29,203</u>

The notes on pages 7 to 10 form part of these financial statements

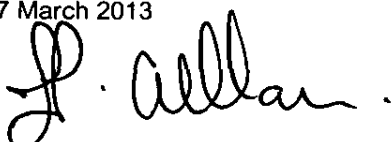
HCM PROJECTS LIMITED
REGISTERED NUMBER: 06775621

BALANCE SHEET
AS AT 31 OCTOBER 2012

	Note	£	2012 £	£	2011 £
CURRENT ASSETS					
Debtors	5	1,924,575		71,968	
Cash at bank		507,975		-	
		<u>2,432,550</u>		<u>71,968</u>	
CREDITORS amounts falling due within one year					
	6	<u>(2,356,843)</u>		<u>-</u>	
NET CURRENT ASSETS			<u>75,707</u>		<u>71,968</u>
NET ASSETS			<u>75,707</u>		<u>71,968</u>
CAPITAL AND RESERVES					
Called up share capital	8		100		100
Profit and loss account	9		<u>75,607</u>		<u>71,868</u>
SHAREHOLDERS' FUNDS			<u>75,707</u>		<u>71,968</u>

The financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006 and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 27 March 2013


J Adlam
 Director

The notes on pages 7 to 10 form part of these financial statements

HCM PROJECTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2012

1. ACCOUNTING POLICIES

1 1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

1 2 Turnover

Turnover comprises revenue recognised by the company in respect of professional consultancy services, construction and construction management Consultancy and management income is recognised when services are supplied Construction income is recognised in line with the long term contracts accounting policy All turnover is exclusive of Value Added Tax and trade discounts

1 3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases

Office equipment	- 33 30% Straight Line
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1 4 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation

A net deferred tax asset is recognised only if it can be regarded as 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 assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse

Deferred tax assets and liabilities are not discounted

1 5 Long-term contracts

Profit on long-term contracts is taken as the work is carried out if the final outcome can be assessed with reasonable certainty The profit included is calculated on a prudent basis to reflect the proportion of the work carried out at the year end, by recording turnover and related costs as contract activity progresses Turnover is calculated as that proportion of total contract value which costs incurred to date bear to total expected costs for that contract Revenues derived from variations on contracts are recognised only when they have been accepted by the customer Full provision is made for losses on all contracts in the year in which they are first foreseen

1 6 Pensions

The company contributes to personal pension plans and the pension charge in the profit and loss account represents amounts payable by the company in respect of the year

HCM PROJECTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2012

2. OPERATING PROFIT/(LOSS)

The operating profit/(loss) is stated after charging

	31 October 2012 £	Period ended 31 October 2011 £
Depreciation of tangible fixed assets - owned by the company	-	669
Pension costs	10,940	-
	<u>10,940</u>	<u>-</u>

The 2012 audit fee has been borne by the parent company

3 DIRECTORS' REMUNERATION

	31 October 2012 £	Period ended 31 October 2011 £
Aggregate emoluments	-	16,750
Compensation for loss of office	-	15,500
	<u>-</u>	<u>15,500</u>

The directors who served during the year are also directors of the ultimate parent company and are also directors of other group companies. These directors received remuneration from Harris Construction Management Limited as disclosed in that company's accounts and the group's consolidated accounts. It is not practicable to allocate this between their services as directors of this company and other group companies.

4 TAXATION

	31 October 2012 £	Period ended 31 October 2011 £
Analysis of tax charge in the year/period		
Current tax		
UK corporation tax charge on profit/loss for the year/period	3,721	-
Deferred tax (see note 7)		
Origination and reversal of timing differences	11,521	(71,968)
Tax on profit/loss on ordinary activities	<u>15,242</u>	<u>(71,968)</u>

HCM PROJECTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2012

5. DEBTORS

	2012 £	2011 £
Trade debtors	222,992	-
Amounts owed by group undertakings	806,250	-
Other debtors	644,020	-
Amounts recoverable on long term contracts	190,866	-
Deferred tax asset (see note 7)	60,447	71,968
	<u>1,924,575</u>	<u>71,968</u>

6 CREDITORS:

Amounts falling due within one year

	2012 £	2011 £
Trade creditors	1,351,785	-
Amounts owed to group undertakings	2,341	-
Corporation tax	3,721	-
Social security and other taxes	27,551	-
Other creditors	971,445	-
	<u>2,356,843</u>	<u>-</u>

7 DEFERRED TAX ASSET

	2012 £	2011 £
At beginning of year/period	71,968	-
(Charge for)/released during year/period	(11,521)	71,968
At end of year/period	<u>60,447</u>	<u>71,968</u>

The deferred tax asset is made up as follows

	2012 £	2011 £
Tax losses carried forward	<u>60,447</u>	<u>71,968</u>

8. SHARE CAPITAL

	2012 £	2011 £
Authorised, allotted, called up and fully paid		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

HCM PROJECTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2012

9 RESERVES

	Profit and loss account £
At 1 November 2011	71,868
Profit for the year	3,739
At 31 October 2012	75,607

10 PENSION COMMITMENTS

The company contributes to personal pension plans. The assets of the schemes are held separately from those of the company in independently administered funds. The pension charge in the profit and loss account represents amounts payable by the company in respect of the year.

11 RELATED PARTY TRANSACTIONS

In accordance with Financial Reporting Standard 8 "Related Party Transactions", the company has taken advantage of the exemption available to 100% subsidiaries not to disclose transactions and balances within the group, as this company is included in publicly available consolidated accounts.

12. ULTIMATE PARENT UNDERTAKING AND CONTROLLING PARTY

Harris Construction Management Limited is the parent undertaking and is the smallest and largest group for which consolidated accounts are prepared. Consolidated accounts are available from Companies House, Cardiff, CF14 3UZ. In the opinion of the directors this is the company's ultimate parent company. The ultimate controlling party is S Tate.