
TURNER & CO. (GLASGOW) LIMITED

ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2017



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TURNER & CO. (GLASGOW) LIMITED

GROUP STRATEGIC REPORT FOR THE PERIOD ENDED 31 MARCH 2017

BUSINESS REVIEW

The principal activities of the group during the period were as follows:

Facilities management and the distribution, hire, service and operation of diesel and other equipment
Service of aviation equipment
Manufacture, hire, sale and erection of access equipment
Hire of private and commercial vehicles

The group continues to focus on broadening its sales base, margin improvement and strict control of overhead across all existing business sectors. The group continues to seek to acquire businesses in areas with growth opportunities.

Engineering and Support Services

Market conditions continued to be challenging in the engineering and support services division with the continued low oil price suppressing demand and increasing price pressure in oil and gas related activities. As a result the divisional turnover decreased by 17.9% to £127.5m and profit before tax decreased to £0.6m. Net assets of the division were £22.2m.

During the period the group acquired Glasgow based Ecoliving Limited, a renewable energy specialist operating throughout the UK.

Aviation

The aviation division produced another strong performance. Turnover increased by 14.1% to £13.4m returning a profit before tax of £3.9m. Net assets of the division were £4.8m.

Construction Access

Difficult market conditions continued in the construction access division and turnover reduced by 6.4% to £6.6m resulting in a loss before taxation of £0.54m which was in line with the prior year. Net liabilities of the division were £2.2m.

Hire Drive

Another challenging year for the hire drive division in a highly competitive market saw turnover reduce 20.0% to £13.4m resulting in a profit of £0.1m. Net assets of the division remained at £19.1m.

PRINCIPAL RISKS AND UNCERTAINTIES

The group's policy does not permit trading in any financial instruments. The group's principal financial instruments comprise of cash, short term deposits and/or borrowings.

The group has various other financial instruments such as trade debtors and creditors that arise directly from its trading operations.

The main risks arising from the company's financial instruments are liquidity risks. The group has clear policies for managing these risks, as summarised below.

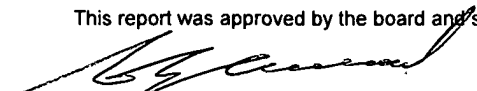
Liquidity risk

The group aims to mitigate liquidity risk by managing cash generation by its operations and applying cash collection targets.

Investment is carefully controlled, with appropriate authorisation limits operating at all levels up to group board level.

All companies in the group participate in the overall group funding strategy managed at corporate treasury level. The main objective is to maintain a balance between continuity of funding and flexibility.

This report was approved by the board and signed on its behalf.



A. G. Carmichael
Secretary

Date: 9 November 2017

TURNER & CO. (GLASGOW) LIMITED

DIRECTORS' REPORT FOR THE PERIOD ENDED 31 MARCH 2017

The directors present their report and the financial statements for the period ended 31 March 2017.

RESULTS AND DIVIDENDS

The profit for the period, after taxation and minority interests, amounted to £5,444,000 (2016 - £4,043,000).

The directors approved and paid a dividend of £NIL (2016 - £2,003,000).

The group balance sheet position at 31st March 2017, which includes the group pension asset, totalled net assets of £133.3m, with a cash decrease in the period of £9.1m.

FUTURE DEVELOPMENTS

The group will focus its activities on increasing the strength of its operating divisions, channelling further investment into the profitable areas of the business while exploiting new opportunities as they arise.

DIRECTORS

The directors who served during the period were:

A. Gordon Turner
Alan G. Turner
W. S. Sharp (resigned 12 August 2017)
G. B. Knox
I. Parrack

DIRECTORS' RESPONSIBILITIES STATEMENT

The directors are responsible for preparing the Group Strategic Report, the Directors' Report and the consolidated 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 applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. 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 group and of the profit or loss of the group for that period.

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

- select suitable accounting policies for the group's financial statements and then apply them consistently;
- make judgments 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the group 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 the group 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 the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

DISABLED EMPLOYEES

Disabled persons are employed when suited to a particular vacancy and the group's training programmes are available to them. Where existing employees become disabled, it is the group's policy to provide continuing employment wherever practicable in the same or an alternative position and to provide appropriate training to help them achieve this aim.

EMPLOYEE INVOLVEMENT

Each group company consults its employees on matters of concern to them and employees are encouraged to participate in their company's affairs. It is the group's policy to retrain, whenever possible, employees who become disabled to enable them to perform work identified as appropriate to their aptitudes and abilities.

TURNER & CO. (GLASGOW) LIMITED

DIRECTORS' REPORT (CONTINUED) FOR THE PERIOD ENDED 31 MARCH 2017

DISCLOSURE 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 the director is aware, there is no relevant audit information of which the company and the group's auditor is unaware, and
- the director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the company and the group's auditor is aware of that information.

AUDITOR

The auditor, Ernst & Young LLP, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

This report was approved by the board and signed on its behalf.



A. G. Carmichael
Secretary

Date: 9 November 2017

TURNER & CO. (GLASGOW) LIMITED

CHAIRMAN'S STATEMENT FOR THE PERIOD ENDED 31 MARCH 2017

Profit for the year before tax was £7.3m, an increase from the previous year's £5.8m. The continuing theme in our business is the significant change that we make to our profile in order to meet the challenges, and opportunities, going forward.

In our traditional markets, notably the oil and gas sector, the focus is very much on remaining competitive. There is nothing we can do about the political and economic uncertainty in the UK and elsewhere, and so our strategy is to work closely with our customers to provide value and benefit.

Longer term opportunities, particularly in renewable energy, offer exciting prospects and the requirement for capital expenditure in our asset rental businesses remains strong as a result of customer demand.

On behalf of the Board, it is a pleasure to be able to acknowledge and thank our people for their hard work and effort, all of which contributes to making the company the success that it is.

Name **Alan G. Turner**
 Chairman



Date 9 November 2017

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF TURNER & CO. (GLASGOW) LIMITED

We have audited the financial statements of Turner & Co. (Glasgow) Limited for the period ended 31 March 2017, which comprise the Consolidated Income Statement, the Consolidated Statement of Comprehensive Income, the Consolidated and Company Balance Sheets, the Consolidated Statement of Cash Flows, the Consolidated and Company Statement of Changes in Equity and the related notes 1 to 34. The relevant financial reporting framework that has been applied in their preparation is applicable law and the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK 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 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 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 group's and the 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 Group Strategic Report and 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 group's and the parent company's affairs as at 31 March 2017 and of the group's profit for the period then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice including FRS102 'The Financial Reporting Standard applicable to the UK and Republic of Ireland'; 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, based on the work undertaken in the course of the audit, the information given in the Group Strategic Report and the Directors' Report for the financial period for which the financial statements are prepared is consistent with those financial statements and such reports have been prepared in accordance with applicable legal requirements.

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF TURNER & CO. (GLASGOW) LIMITED (CONTINUED)

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

In the light of our knowledge and understanding of the parent company and its environment obtained in the course of the audit, we have not identified material misstatements in the Group Strategic Report and the Directors' Report.

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 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.



Annie Graham (Senior Statutory Auditor)

for and on behalf of
Ernst & Young LLP

STATUTORY AUDITOR

Glasgow

13 November 2017

TURNER & CO. (GLASGOW) LIMITED

CONSOLIDATED INCOME STATEMENT FOR THE PERIOD ENDED 31 MARCH 2017

		Total Period ended 31 March 2017 £000	Continuing operations Period ended 31 March 2016 £000	Discontinued operations Period ended 25 March 2016 £000	Total Period ended 25 March 2016 £000
	Note				
Turnover	4	160,781	183,143	7,513	190,656
Cost of sales		(117,158)	(135,043)	(7,259)	(142,302)
GROSS PROFIT		43,623	48,100	254	48,354
Administrative expenses		(36,945)	(40,313)	(1,730)	(42,043)
OPERATING PROFIT	5	6,678	7,787	(1,476)	6,311
Share of profit of joint ventures		-	(4)	-	(4)
TOTAL OPERATING PROFIT		6,678	7,783	(1,476)	6,307
Amounts written off investments		-	(947)	-	(947)
Interest receivable and similar income	9	136	159	-	159
Interest payable and similar charges	10	(46)	(32)	-	(32)
Other finance income	11	553	328	-	328
PROFIT BEFORE TAX		7,321	7,291	(1,476)	5,815
Tax on profit	12	(1,852)	(1,813)	-	(1,813)
PROFIT FOR THE FINANCIAL PERIOD		5,469	5,478	(1,476)	4,002
PROFIT FOR THE PERIOD ATTRIBUTABLE TO:					
Non-controlling interests		25	(41)	-	(41)
Owners of the parent		5,444	4,043	-	4,043
		5,469	4,002	-	4,002

The notes on pages 17 to 39 form part of these financial statements.

TURNER & CO. (GLASGOW) LIMITED

**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 31 MARCH 2017**

		Period ended 31 March 2017 £000	Period ended 25 March 2016 £000
	Note		
Profit for the period		5,469	4,002
OTHER COMPREHENSIVE (LOSS)/INCOME			
Unrealised deficit on revaluation of tangible fixed assets		(84)	-
Actuarial (loss)/gain on defined benefit schemes	31	(4,808)	8,556
Asset ceiling adjustment	31	(478)	3,418
Irrecoverable surplus adjustment	31	(13,202)	(6,871)
Movement on deferred tax relating to OCI pension items	23	3,181	(940)
OTHER COMPREHENSIVE (LOSS)/INCOME FOR THE PERIOD		<u>(15,391)</u>	<u>4,163</u>
TOTAL COMPREHENSIVE (LOSS)/INCOME FOR THE PERIOD		<u>(9,922)</u>	<u>8,165</u>
PROFIT FOR THE PERIOD ATTRIBUTABLE TO:			
Non-controlling interest		25	(41)
Owners of the parent company		5,444	4,043
		<u>5,469</u>	<u>4,002</u>
TOTAL COMPREHENSIVE (LOSS)/INCOME ATTRIBUTABLE TO:			
Non-controlling interest		25	(41)
Owners of the parent company		(9,947)	8,206
		<u>(9,922)</u>	<u>8,165</u>

TURNER & CO. (GLASGOW) LIMITED
REGISTERED NUMBER: SC27900

CONSOLIDATED BALANCE SHEET
AS AT 31 MARCH 2017

	Note	31 March 2017 £000	25 March 2016 £000
FIXED ASSETS			
Intangible assets	15	3,025	4,419
Tangible assets	16	78,029	76,917
Investments	17	325	332
		<u>81,379</u>	<u>81,668</u>
CURRENT ASSETS			
Stocks	18	14,881	16,127
Debtors: amounts falling due within one year	19	34,438	34,781
Cash at bank and in hand		35,038	44,170
		<u>84,357</u>	<u>95,078</u>
Creditors: amounts falling due within one year	20	(32,054)	(32,764)
		<u>52,303</u>	<u>62,314</u>
NET CURRENT ASSETS			
		<u>133,682</u>	<u>143,982</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			
Creditors: amounts falling due after more than one year	21	-	(54)
PROVISIONS FOR LIABILITIES			
Deferred taxation	23	(400)	(2,288)
Other provisions	24	-	(350)
		<u>(400)</u>	<u>(2,638)</u>
NET ASSETS EXCLUDING PENSION ASSET			
		<u>133,282</u>	<u>141,290</u>
Pension asset	31	-	11,910
NET ASSETS			
		<u><u>133,282</u></u>	<u><u>153,200</u></u>

TURNER & CO. (GLASGOW) LIMITED
REGISTERED NUMBER: SC27900

CONSOLIDATED BALANCE SHEET (CONTINUED)
AS AT 31 MARCH 2017

	Note	31 March 2017 £000	25 March 2016 £000
CAPITAL AND RESERVES			
Called up share capital	25	25	29
Share premium account	26	22	22
Revaluation reserve	26	-	84
Capital redemption reserve	26	123	119
Profit and loss account	26	133,550	153,409
EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT COMPANY		133,720	153,663
Non-controlling interests		(438)	(463)
		133,282	153,200

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

Alan G. Turner
Director



Date: 9 November 2017
The notes on pages 17 to 39 form part of these financial statements.

TURNER & CO. (GLASGOW) LIMITED
REGISTERED NUMBER: SC27900

COMPANY BALANCE SHEET
AS AT 31 MARCH 2017

	Note	31 March 2017 £000	25 March 2016 £000
FIXED ASSETS			
Tangible assets	16	10,211	10,303
Investments	17	22,068	21,462
		<u>32,279</u>	<u>31,765</u>
CURRENT ASSETS			
Debtors: amounts falling due within one year	19	54,206	47,803
Cash at bank and in hand		25,907	24,471
		<u>80,113</u>	<u>72,274</u>
Creditors: amounts falling due within one year	20	(24,884)	(24,949)
		<u>55,229</u>	<u>47,325</u>
NET CURRENT ASSETS			
		<u>87,508</u>	<u>79,090</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			
Creditors: amounts falling due after more than one year	21	-	(54)
PROVISIONS FOR LIABILITIES			
Deferred taxation	23	(38)	(2,203)
		<u>(38)</u>	<u>(2,203)</u>
NET ASSETS EXCLUDING PENSION ASSET			
		<u>87,470</u>	<u>76,833</u>
Pension asset	31	-	11,910
		<u>87,470</u>	<u>88,743</u>
NET ASSETS			
CAPITAL AND RESERVES			
Called up share capital	25	25	29
Share premium account	26	22	22
Capital redemption reserve	26	123	119
Profit and loss account	26	87,300	88,573
		<u>87,470</u>	<u>88,743</u>

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

Alan G. Turner
Director



Date: 9 November 2017

TURNER & CO. (GLASGOW) LIMITED

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 MARCH 2017

	Called up share capital £000	Share premium account £000	Capital redemption reserve £000	Revaluation reserve £000	Profit and loss account £000	Equity attributable to owners of parent company £000	Non-controlling interests £000	Total equity £000
At 26 March 2016	29	22	119	84	153,409	153,663	(463)	153,200
COMPREHENSIVE INCOME FOR THE PERIOD								
Profit for the period	-	-	-	-	5,444	5,444	25	5,469
Pension scheme related items	-	-	-	-	(15,307)	(15,307)	-	(15,307)
Impairment adjustment - freehold property	-	-	-	(84)	-	(84)	-	(84)
OTHER COMPREHENSIVE INCOME FOR THE PERIOD								
	-	-	-	(84)	(15,307)	(15,391)	-	(15,391)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD								
	-	-	-	(84)	(9,863)	(9,947)	25	(9,922)
Purchase of own shares	-	-	4	-	(9,996)	(9,992)	-	(9,992)
Shares redeemed during the period	(4)	-	-	-	-	(4)	-	(4)
TOTAL TRANSACTIONS WITH OWNERS								
	(4)	-	4	-	(9,996)	(9,996)	-	(9,996)
AT 31 MARCH 2017								
	25	22	123	-	133,550	133,720	(438)	133,282

TURNER & CO. (GLASGOW) LIMITED

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 25 MARCH 2016**

	Called up share capital £000	Share premium account £000	Capital redemption reserve £000	Revaluation reserve £000	Profit and loss account £000	Equity attributable to owners of parent company £000	Non-controlling interests £000	Total equity £000
At 28 March 2015 (as previously stated)	29	22	119	84	151,023	151,277	(422)	150,855
Prior year adjustment (see note 28)	-	-	-	-	(3,817)	(3,817)	-	(3,817)
At 28 March 2015 (as restated)	29	22	119	84	147,206	147,460	(422)	147,038
COMPREHENSIVE INCOME FOR THE PERIOD								
Profit for the period	-	-	-	-	4,043	4,043	(41)	4,002
Pension scheme related items	-	-	-	-	4,163	4,163	-	4,163
OTHER COMPREHENSIVE INCOME FOR THE PERIOD	-	-	-	-	4,163	4,163	-	4,163
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	-	-	-	-	8,206	8,206	(41)	8,165
Dividends: Equity capital	-	-	-	-	(2,003)	(2,003)	-	(2,003)
TOTAL TRANSACTIONS WITH OWNERS	-	-	-	-	(2,003)	(2,003)	-	(2,003)
AT 25 MARCH 2016	29	22	119	84	153,409	153,663	(463)	153,200

The notes on pages 17 to 39 form part of these financial statements.

TURNER & CO. (GLASGOW) LIMITED

COMPANY STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 MARCH 2017

	Called up share capital £000	Share premium account £000	Capital redemption reserve £000	Profit and loss account £000	Total equity £000
At 26 March 2016	29	22	119	88,573	88,743
COMPREHENSIVE INCOME FOR THE PERIOD					
Profit for the period	-	-	-	24,023	24,023
Pension scheme related items	-	-	-	(15,300)	(15,300)
OTHER COMPREHENSIVE (LOSS)/INCOME FOR THE PERIOD					
	-	-	-	(15,300)	(15,300)
TOTAL COMPREHENSIVE (LOSS)/INCOME FOR THE PERIOD					
	-	-	-	8,723	8,723
CONTRIBUTIONS BY AND DISTRIBUTIONS TO OWNERS					
Purchase of own shares	-	-	4	(9,996)	(9,992)
Shares redeemed during the period	(4)	-	-	-	(4)
TOTAL TRANSACTIONS WITH OWNERS					
	(4)	-	4	(9,996)	(9,996)
AT 31 MARCH 2017	25	22	123	87,300	87,470

TURNER & CO. (GLASGOW) LIMITED

**COMPANY STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 25 MARCH 2016**

	Called up share capital £000	Share premium account £000	Capital redemption reserve £000	Profit and loss account £000	Total equity £000
At 28 March 2015	29	22	119	52,767	52,937
COMPREHENSIVE INCOME FOR THE PERIOD					
Profit for the period	-	-	-	33,525	33,525
Pension scheme related items	-	-	-	4,284	4,284
OTHER COMPREHENSIVE INCOME FOR THE PERIOD					
	-	-	-	4,284	4,284
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD					
	-	-	-	37,809	37,809
CONTRIBUTIONS BY AND DISTRIBUTIONS TO OWNERS					
Dividends: Equity capital	-	-	-	(2,003)	(2,003)
TOTAL TRANSACTIONS WITH OWNERS					
	-	-	-	(2,003)	(2,003)
AT 25 MARCH 2016	29	22	119	88,573	88,743

The notes on pages 17 to 39 form part of these financial statements.

TURNER & CO. (GLASGOW) LIMITED

**CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 31 MARCH 2017**

	31 March 2017 £000	25 March 2016 £000
CASH FLOWS FROM OPERATING ACTIVITIES		
Operating profit	6,678	6,311
ADJUSTMENTS FOR:		
Amortisation/impairment of intangible assets	1,990	1,418
Depreciation of tangible assets	17,033	18,351
Impairment of revalued fixed assets	80	-
Gain on disposal of tangible assets	(3,166)	(2,615)
Decrease in stocks	1,260	1,601
Decrease in debtors	1,140	10,457
Decrease in creditors	(440)	(12,597)
(Decrease)/increase in provisions	(350)	65
Decrease in net pension assets/liabilities	(6,025)	(2,020)
Corporation tax paid	(1,537)	(2,761)
NET CASH GENERATED FROM OPERATING ACTIVITIES	16,663	18,210
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of tangible fixed assets	(24,067)	(20,481)
Sale of tangible fixed assets	8,958	5,581
Purchase of investment in subsidiary undertaking	(813)	(801)
Sale of share in joint ventures	5	-
Interest received	136	159
Dividends received	2	-
Cash acquired with subsidiary undertaking	80	13
Cash disposed of with subsidiary undertaking	-	(369)
NET CASH FROM INVESTING ACTIVITIES	(15,699)	(15,898)
CASH FLOWS FROM FINANCING ACTIVITIES		
Purchase of ordinary shares	(9,996)	-
Shares treated as debt - redeemed	(54)	-
Dividends paid	-	(2,003)
Interest paid	(46)	(32)
CASH USED IN FINANCING ACTIVITIES	(10,096)	(2,035)
(DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(9,132)	277
Cash and cash equivalents at beginning of period	44,170	43,893
CASH AND CASH EQUIVALENTS AT THE END OF PERIOD	35,038	44,170
CASH AND CASH EQUIVALENTS AT THE END OF PERIOD COMPRISE:		
Cash at bank and in hand	35,038	44,170
	35,038	44,170

TURNER & CO. (GLASGOW) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2017

1. GENERAL INFORMATION

Turner & Co. (Glasgow) Limited is a limited liability company incorporated in the United Kingdom. The registered office of the company is 65 Craigton Road, Glasgow, G51 3EQ.

The company maintains a 52/53 week financial period ending on the last Friday in March of each year. All references to the period ended 31 March 2017 relate to the 53 weeks from the prior period ended 25 March 2016.

2. ACCOUNTING POLICIES

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The financial statements are prepared in sterling which is the functional currency of the group and are rounded to the nearest £000.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires group management to exercise judgment in applying the group accounting policies.

The following principal accounting policies have been applied:

2.2 Basis of consolidation

The financial statements consolidate the accounts of Turner & Co. (Glasgow) Limited and all of its subsidiary undertakings ('subsidiaries').

The results of subsidiaries acquired during the period are included from the effective date of acquisition. Subsidiaries that were discontinued during the year are included up to the date of their disposal.

No Statement of Comprehensive Income is presented for Turner & Co. (Glasgow) Limited as provided by s.408 of the Companies Act 2006.

Undertakings, other than subsidiary undertakings, in which the group has an investment representing not less than 20% of the voting rights and over which it exerts significant influence are treated as associate undertakings. The group accounts include the appropriate share of these undertakings' results and reserves where material.

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 accounts, joint ventures are accounted for using the gross equity method.

2.3 Revenue recognition

Turnover comprises revenue recognised by the company in respect of goods and services supplied during the period, exclusive of Value Added Tax and trade discounts. The following criteria must also be met before revenue is recognised:

Sale of goods

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer, usually on dispatch of the goods and the amount of revenue can be measured reliably.

Hire of goods

Revenue from the hire of goods is recognised in the period to which the hire relates.

Rendering of services

Revenue from the sale of services is recognised when the service has been provided. In the case of revenue derived from long term contracts, revenue is recognised when the outcome of the contract can be determined with reasonable certainty and taking into account the stage of completion.

TURNER & CO. (GLASGOW) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2017

2. ACCOUNTING POLICIES (continued)

2.4 Going concern

The company's business activities, a review of the business and a description of the principal risks and uncertainties, together with the company's financial risk management process and narrative regarding its exposure to key financial risks are outlined in the Strategic Report.

After making enquiries, the directors have a reasonable expectation that the company has adequate resources to meet its liabilities as they fall due for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the accounts.

2.5 Intangible fixed assets and amortisation

Goodwill is the difference between amounts paid on the acquisition of a business and the fair value of the identifiable assets and liabilities. It is amortised to the profit and loss account over its estimated economic life.

2.6 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.

Depreciation is provided on the following basis:

Freehold property	- between 2% and 15% on a straight line basis
Short term leasehold property	- 2% on a straight line basis
Plant & machinery	- between 10% and 25% on a reducing balance or straight line basis
Motor vehicles	- between 20% and 25% on a straight line basis

The carrying values of tangible fixed assets are reviewed for impairment when events or changes in circumstances indicate that the carrying value may not be recoverable.

2.7 Revaluation of tangible fixed assets

Certain individual freehold and leasehold properties are carried at current year value at the balance sheet date. A full valuation is obtained from a qualified valuer for each property every five years, with an interim valuation three years after the previous full valuation, and in any year where it is likely that there has been a material change in value.

Revaluation gains and losses are recognised in other comprehensive income unless losses exceed the previously recognised gains or reflect a clear consumption of economic benefits, in which case the losses are recognised in the profit and loss account.

2.8 Stocks

Stocks are stated at the lower of cost and net realisable value as follows:

Costs incurred in bringing each product to its present location and condition:

Raw materials and goods for resale - purchase cost on a first in, first out basis

Work in progress and finished goods - cost of direct materials and labour plus attributable overheads based on a normal level of activity.

Net realisable value is based on estimated selling price less further costs expected to be incurred to completion and disposal.

TURNER & CO. (GLASGOW) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2017

2. ACCOUNTING POLICIES (continued)

2.9 Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet dates 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:

Deferred tax is not provided on timing differences arising from the revaluation of fixed assets in the financial statements.

- provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets and gains on disposals 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.

2.10 Foreign currencies

The company's functional and presentational currency is GBP. Each entity in the group determines its own functional currency and items included in the financial statements are measured using that functional currency.

Assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the balance sheet date.

Transactions in foreign currencies are recorded at the rate ruling at the date of the transactions. All differences are charged to the profit and loss account.

2.11 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

In the Consolidated Statement of Cash Flows, cash and cash equivalents are shown net of bank overdrafts that are repayable on demand and form an integral part of the group's cash management.

2.12 Short term debtors and creditors

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the Consolidated Income Statement in other operating expenses.

2.13 Operating leases

Rentals under operating leases are charged to the profit and loss account on a straight line basis over the lease term.

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the period until the date the rent is expected to be adjusted to the prevailing market rate.

2.14 Group as a lessor

Assets leased out under operating leases are included in property, plant and equipment and depreciated over their estimated useful lives. Rental income, including the effect of lease incentives, is recognised on a straight line basis over the lease term.

TURNER & CO. (GLASGOW) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2017

2. ACCOUNTING POLICIES (continued)

2.15 Pensions

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the period.

The company operates a defined benefits pension scheme and the pension charge is based on a full actuarial valuation dated 5 April 2015. The Turner & Co. (Glasgow) Limited Retirement Benefits Scheme was closed to new entrants on 7th May 2002 and on 31st October 2016, the Turner & Co. (Glasgow) Limited Retirement Benefits Scheme was closed to future accrual of benefits.

2.16 Cash flow and liquid resources

Cash flows comprise increases and decreases in cash. Cash includes cash in hand, cash at bank and deposits repayable on demand. Deposits are repayable on demand if they are available within 24 hours without penalty. No other investments however liquid are included as cash.

Liquid resources comprise assets held as a readily disposable store of value. They include cash term deposits and bank notice accounts held as part of the group's treasury management activities.

3. JUDGEMENTS IN APPLYING ACCOUNTING POLICIES AND KEY SOURCES OF ESTIMATION UNCERTAINTY

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported for assets and liabilities as at the balance sheet date and the amounts reported as revenue and costs during the period. The directors do not feel that there are any judgements which have had a significant effect on the amounts recognised in the financial statements and the following are the key estimates for the group:

Goodwill

Goodwill acquired on each business combination is capitalised, classified as an asset on the group Balance Sheet and amortised on a straight line basis over its useful economic life. The directors will assess the outstanding goodwill on an annual basis and make any further adjustments they deem necessary.

Pensions

The cost of defined benefit schemes is determined using actuarial valuations which involve making assumptions about discount rates, future salary increases, mortality rates and future pension increases and, inherently, these assumptions are subject to uncertainty. In determining the appropriate rates, the directors consider publicly available mortality tables and expected future inflation rates. Further details are given in note 31.

Long-term contracts

The amount of profit attributable to the stage of completion of a long term contract is recognised when the outcome of the contract can be foreseen with reasonable certainty. Turnover for such contracts is stated at cost appropriate to their stage of completion plus attributable profits, less amounts recognised in previous years.

Provision is made for any losses as soon as they are foreseen. Contract work in progress is stated at costs incurred, less those transferred to the profit and loss account, after deducting foreseeable losses and payments on account not matched to turnover.

Amounts recoverable on contracts are included in debtors and represent turnover recognised in excess of payment to account.

TURNER & CO. (GLASGOW) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2017

4. TURNOVER

An analysis of turnover by class of business is as follows:

	Period ended 31 March 2017 £000	Period ended 25 March 2016 £000
Engineering and support services	127,456	155,197
Aviation	13,388	11,732
Construction access	6,551	6,998
Hire drive	13,386	16,729
	<u>160,781</u>	<u>190,656</u>

Analysis of turnover by country of destination:

	Period ended 31 March 2017 £000	Period ended 25 March 2016 £000
United Kingdom	126,008	160,037
Outwith United Kingdom	34,773	30,619
	<u>160,781</u>	<u>190,656</u>

5. OPERATING PROFIT

The operating profit is stated after charging/(crediting):

	Period ended 31 March 2017 £000	Period ended 25 March 2016 £000
Depreciation of tangible fixed assets	17,033	18,351
Amortisation of intangible assets, including goodwill	1,520	1,418
Impairment of intangible assets, including goodwill	470	-
Exchange differences	(205)	(181)
Operating lease rentals - land and buildings	906	802
Gain on disposal of fixed assets	(3,166)	(2,615)
	<u>(3,166)</u>	<u>(2,615)</u>

TURNER & CO. (GLASGOW) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2017**

6. AUDITOR'S REMUNERATION

	Period ended 31 March 2017 £000	<i>Period ended 25 March 2016 £000</i>
Fees payable to the group's auditor and its associates for the audit of the group's annual financial statements	209	201
Fees payable to the group's auditor and its associates in respect of:		
Other assurance services	43	23
Taxation compliance services	76	77
	<u> </u>	<u> </u>

The auditors' remuneration (audit services) includes £182,000 (2016 - £177,000) paid to Ernst & Young LLP of which £19,000 (2016 - £19,000) relates to the company.

7. EMPLOYEES

Staff costs, including directors' remuneration, were as follows:

	Period ended 31 March 2017 £000	<i>Period ended 25 March 2016 £000</i>
Wages and salaries	44,125	46,688
Social security costs	3,480	3,992
Pension costs	1,740	2,331
	<u> </u>	<u> </u>
	49,345	53,011
	<u> </u>	<u> </u>

The average monthly number of employees, including the directors, during the period was as follows:

	Period ended 31 March 2017 No.	<i>Period ended 25 March 2016 No.</i>
Office and management	455	487
Operational	769	942
	<u> </u>	<u> </u>
	1,224	1,429
	<u> </u>	<u> </u>

TURNER & CO. (GLASGOW) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2017

8. DIRECTORS' REMUNERATION

	Period ended 31 March 2017 £000	Period ended 25 March 2016 £000
Directors' emoluments	1,348	1,346
	<u>1,348</u>	<u>1,346</u>

During the period retirement benefits were accruing to 5 directors (2016 - 5) in respect of defined benefit pension schemes.

The highest paid director received remuneration of £394,000 (2016 - £333,000).

The total accrued pension provision of the highest paid director at 31 March 2017 amounted to £65,000 (2016 - £64,000).

All directors who have authority and responsibility for planning, directing and controlling the activities of the group are considered to be key personnel.

9. INTEREST RECEIVABLE

	Period ended 31 March 2017 £000	Period ended 25 March 2016 £000
Other interest receivable	136	159
	<u>136</u>	<u>159</u>

10. INTEREST PAYABLE AND SIMILAR CHARGES

	Period ended 31 March 2017 £000	Period ended 25 March 2016 £000
Bank interest payable	46	32
	<u>46</u>	<u>32</u>

11. OTHER FINANCE INCOME

	Period ended 31 March 2017 £000	Period ended 25 March 2016 £000
Interest income on pension scheme assets	4,792	4,666
Interest on pension scheme liabilities	(4,239)	(4,338)
	<u>553</u>	<u>328</u>

TURNER & CO. (GLASGOW) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2017**

12. TAXATION

	Period ended 31 March 2017 £000	Period ended 25 March 2016 £000
CORPORATION TAX		
Current tax on profits for the year	594	1,569
Adjustments in respect of previous periods	(137)	(102)
	<u>457</u>	<u>1,467</u>
Foreign tax on income for the year	123	(29)
Foreign tax in respect of prior periods	(14)	-
	<u>109</u>	<u>(29)</u>
Share of joint venture's prior year tax	-	(3)
TOTAL CURRENT TAX	<u><u>566</u></u>	<u><u>1,435</u></u>
DEFERRED TAX		
Origination and reversal of timing differences	1,595	504
Changes to tax rates	(324)	(150)
Adjustments in respect of prior periods	15	24
TOTAL DEFERRED TAX	<u><u>1,286</u></u>	<u><u>378</u></u>
TAXATION ON PROFIT ON ORDINARY ACTIVITIES	<u><u>1,852</u></u>	<u><u>1,813</u></u>

TURNER & CO. (GLASGOW) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2017

12. TAXATION (CONTINUED)

FACTORS AFFECTING TAX CHARGE FOR THE PERIOD

The tax assessed for the period is higher than (2016 - *higher than*) the standard rate of corporation tax in the UK of 20.0% (2016 - 20.008%). The differences are explained below:

	Period ended 31 March 2017 £000	Period ended 25 March 2016 £000
Profit on ordinary activities before tax	7,321	5,815
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 20.0% (2016 - 20.008%)	1,464	1,163
EFFECTS OF:		
Non-tax deductible amortisation of goodwill and impairment	398	284
Expenses not deductible for tax purposes, other than goodwill amortisation and impairment	387	638
Adjustments to tax charge in respect of prior periods	(136)	(81)
Non-taxable income	(44)	(41)
Capital gains	41	-
Other differences leading to an increase in the tax charge	66	-
Tax rate changes	(324)	(150)
TOTAL TAX CHARGE FOR THE PERIOD	1,852	1,813

FACTORS THAT MAY AFFECT FUTURE TAX CHARGES

The standard rate of UK corporation tax reduced from 21% to 20% on 1 April 2015.

In the prior year the Finance Act (No.2) 2015 was substantively enacted. The Finance Act (No.2) 2015 includes legislation which will further reduce the corporation tax rate to 19%, from 1 April 2017, and to 18%, from 1 April 2020. The Chancellor then announced in his budget on 16th March 2016, that there would be a further 1% reduction on the rate of corporation tax to 17% on 1 April 2020. This further rate reduction was included in the Finance Bill 2016, which received Royal Assent on 15 September 2016.

As all reductions in tax rates were enacted at the balance sheet date, then deferred tax is recognised at the applicable rates at which temporary differences are expected to reverse.

The company does not expect any of the deferred tax balances in relation to fixed asset timing differences to reverse in 2018.

13. DIVIDENDS

	31 March 2017 £000	25 March 2016 £000
Dividends paid on equity capital	-	2,003
	-	2,003

TURNER & CO. (GLASGOW) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2017

14. PARENT COMPANY PROFIT FOR THE YEAR

The company has taken advantage of the exemption allowed under section 408 of the Companies Act 2006 and has not presented its own Income Statement in these financial statements. The profit after tax of the parent company for the period was £24,023,000 (2016 - £33,525,000).

15. INTANGIBLE ASSETS

Group and Company

	Goodwill £000
COST	
At 26 March 2016	13,531
On acquisition of subsidiaries	596
At 31 March 2017	14,127
AMORTISATION	
At 26 March 2016	9,112
Charge for the year	1,520
Impairment charge	470
At 31 March 2017	11,102
NET BOOK VALUE	
At 31 March 2017	3,025
At 25 March 2016	4,419

Goodwill is being amortised as follows:

- goodwill arising on the acquisition of the trade of Icen Marine Services Limited is being amortised over 60 months from the date of acquisition.
- goodwill arising on the acquisition of the trade of Optimum Technical Services Limited is being amortised over 60 months from the date of acquisition.
- the balance of goodwill arising on the acquisition of the trade of Varhaugs Maritime Diesel AS has been amortised in the current period.
- goodwill arising on the acquisition of the trade of Ecoliving Limited is being amortised over 36 months from the date of acquisition.

TURNER & CO. (GLASGOW) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2017

16. TANGIBLE FIXED ASSETS

Group

	Land & buildings £000	Plant & machinery £000	Motor vehicles £000	Total £000
COST OR VALUATION				
At 26 March 2016	13,711	93,478	48,764	155,953
Additions	21	10,153	13,893	24,067
Acquisition of subsidiary	-	93	22	115
Disposals	(151)	(7,743)	(21,053)	(28,947)
Revaluations	(179)	-	-	(179)
At 31 March 2017	13,402	95,981	41,626	151,009
DEPRECIATION				
At 26 March 2016	3,006	51,620	24,410	79,036
Charge for the period on owned assets	329	7,736	8,968	17,033
Acquisition of subsidiary	-	77	4	81
Disposals	(44)	(6,514)	(16,597)	(23,155)
On revalued assets	(15)	-	-	(15)
At 31 March 2017	3,276	52,919	16,785	72,980
NET BOOK VALUE				
At 31 March 2017	10,126	43,062	24,841	78,029
At 25 March 2016	10,705	41,858	24,354	76,917

Certain land and buildings were internally valued by the directors as at 31 March 2017 on a current market value basis.

If the land and buildings had not been included at valuation they would have been included under the historical cost convention as follows:

	31 March 2017 £000	25 March 2016 £000
GROUP		
Cost	635	635
Accumulated depreciation	(158)	(149)
NET BOOK VALUE	477	486

TURNER & CO. (GLASGOW) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2017**

16. TANGIBLE FIXED ASSETS (CONTINUED)

Company

	Land & buildings £000	Plant & machinery £000	Motor vehicles £000	Total £000
COST OR VALUATION				
At 26 March 2016	12,085	2,926	14	15,025
Additions	15	645	-	660
Disposals	(101)	-	-	(101)
At 31 March 2017	11,999	3,571	14	15,584
DEPRECIATION				
At 26 March 2016	2,902	1,806	14	4,722
Charge for the period on owned assets	306	345	-	651
At 31 March 2017	3,208	2,151	14	5,373
NET BOOK VALUE				
At 31 March 2017	8,791	1,420	-	10,211
At 25 March 2016	9,183	1,120	-	10,303

TURNER & CO. (GLASGOW) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2017

17. FIXED ASSET INVESTMENTS

Group

	Unlisted investments £000	Investment in joint ventures £000	Total £000
COST OR VALUATION			
At 26 March 2016	330	2	332
Disposals	(5)	-	(5)
Share of profit/(loss)	-	(2)	(2)
At 31 March 2017	325	-	325
NET BOOK VALUE			
At 31 March 2017	325	-	325
At 25 March 2016	330	2	332

Company

	Investments in subsidiary companies £000	Unlisted investments £000	Total £000
COST OR VALUATION			
At 26 March 2016	26,461	325	26,786
Additions	813	-	813
At 31 March 2017	27,274	325	27,599
IMPAIRMENT			
At 26 March 2016	5,324	-	5,324
Charge for the period	207	-	207
At 31 March 2017	5,531	-	5,531
NET BOOK VALUE			
At 31 March 2017	21,743	325	22,068
At 25 March 2016	21,137	325	21,462

TURNER & CO. (GLASGOW) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2017

18. STOCKS

	Group 31 March 2017 £000	Group 25 March 2016 £000
Raw materials and consumables	3,236	2,792
Work in progress (goods to be sold)	2,865	3,818
Finished goods and goods for resale	8,780	9,517
	<u>14,881</u>	<u>16,127</u>

The difference between purchase price or production cost of stocks and their replacement cost is not material.

19. DEBTORS

	Group 31 March 2017 £000	Group 25 March 2016 £000	Company 31 March 2017 £000	Company 25 March 2016 £000
Trade debtors	25,995	25,528	7	20
Amounts owed by group undertakings	-	-	52,655	45,788
Other debtors	3,400	4,014	43	462
Prepayments and accrued income	4,521	5,239	582	476
Tax recoverable	522	-	919	1,057
	<u>34,438</u>	<u>34,781</u>	<u>54,206</u>	<u>47,803</u>

Of the above amounts due by group subsidiary undertakings, £44,140,000 is due after more than one year (2016 - £37,694,000).

20. CREDITORS: Amounts falling due within one year

	Group 31 March 2017 £000	Group 25 March 2016 £000	Company 31 March 2017 £000	Company 25 March 2016 £000
Trade creditors	11,360	11,904	343	405
Amounts owed to group undertakings	-	-	19,059	19,533
Corporation tax	-	449	-	-
Other taxation and social security	4,431	4,427	1,030	1,028
Other creditors	6,349	4,838	3,230	2,664
Accruals and deferred income	9,914	11,146	1,222	1,319
	<u>32,054</u>	<u>32,764</u>	<u>24,884</u>	<u>24,949</u>

TURNER & CO. (GLASGOW) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2017

21. CREDITORS: Amounts falling due after more than one year

	Group 31 March 2017 £000	Group 25 March 2016 £000	Company 31 March 2017 £000	Company 25 March 2016 £000
Share capital treated as debt	-	54	-	54
	-	54	-	54

22. FINANCIAL INSTRUMENTS

	Group 31 March 2017 £000	Group 25 March 2016 £000	Company 31 March 2017 £000	Company 25 March 2016 £000
FINANCIAL ASSETS				
Financial assets that are debt instruments measured at amortised cost	29,395	29,542	52,705	46,270
	29,395	29,542	52,705	46,270
FINANCIAL LIABILITIES				
Financial liabilities measured at amortised cost	(17,709)	(16,796)	(22,632)	(22,656)
	(17,709)	(16,796)	(22,632)	(22,656)

Financial assets measured at amortised cost comprise trade debtors, other debtors and amounts due from subsidiary undertakings.

Financial liabilities measured at amortised cost comprise trade creditors, other creditors and amounts due to subsidiary undertakings.

23. DEFERRED TAXATION

Group

	2017 £000	2016 £000
At beginning of period	(2,288)	(816)
Charged to profit or loss	(1,286)	(379)
(Credited)/charged to other comprehensive income	3,181	(940)
Arising on business combinations	(7)	(153)
AT END OF PERIOD	(400)	(2,288)

TURNER & CO. (GLASGOW) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2017

23. DEFERRED TAXATION (CONTINUED)

Company

	2017 £000	2016 £000
At beginning of period	(2,203)	(989)
Charged to profit or loss	(1,016)	(274)
(Credited)/charged to other comprehensive income	3,181	(940)
AT END OF PERIOD	(38)	(2,203)

	Group 31 March 2017 £000	Group 25 March 2016 £000	Company 31 March 2017 £000	Company 25 March 2016 £000
Accelerated capital allowances	(411)	(261)	(38)	(59)
Pension surplus	-	(2,144)	-	(2,144)
Other timing differences	11	117	-	-
	(400)	(2,288)	(38)	(2,203)

24. PROVISIONS

Group

	Other £000
At 26 March 2016	350
Released to profit or loss	(25)
Transferred to Creditors: Amounts falling due within one year	(325)
AT 31 MARCH 2017	-

TURNER & CO. (GLASGOW) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2017

25. SHARE CAPITAL

	31 March 2017 £000	25 March 2016 £000
Shares classified as equity		
Allotted, called up and fully paid		
356,709 (2016 - 418,869) B1 shares of £0.07 each	25	29
Shares classified as debt		
Allotted, called up and fully paid		
837,738 C shares of £0.065 each	-	54

The "B1" shares are ordinary shares and the "B1" shareholders are entitled to 100 votes in respect of each fully paid "B1" share they hold. On the 30th March 2016, the company bought back 62,160 "B1" shares and these shares were subsequently cancelled.

The "C" shares were preference shares with a preferred cumulative fixed dividend and right to repayment at par on winding up. The "C" shareholders were entitled to 1 vote in respect of each fully paid "C" share they held. On the 30th March 2016, the company bought back the entire "C" share capital and these shares were subsequently cancelled.

26. RESERVES

Share premium

This reserve records the amount above the nominal value received for shares sold.

Revaluation reserve

This reserve records the surplus when revaluing land and buildings and it is an unrealised reserve.

Capital redemption reserve

This reserve records the nominal value of shares repurchased by the company.

TURNER & CO. (GLASGOW) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2017**

27. BUSINESS COMBINATIONS

Acquisition of Ecoliving Limited

	Book value £000	Fair value £000
Tangible fixed assets	34	34
	<u>34</u>	<u>34</u>
Stocks	14	14
Debtors	275	275
Cash at bank and in hand	80	80
	<u>403</u>	<u>403</u>
TOTAL ASSETS	403	403
Creditors due within one year	(186)	(186)
	<u>217</u>	<u>217</u>
FAIR VALUE OF NET ASSETS	217	217
Goodwill	596	596
	<u>813</u>	<u>813</u>
TOTAL PURCHASE CONSIDERATION	813	813
Purchase consideration settled in cash, as above	813	813
Cash and cash equivalents in subsidiary acquired	(80)	(80)
	<u>733</u>	<u>733</u>
CASH OUTFLOW ON ACQUISITION	733	733

TURNER & CO. (GLASGOW) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2017

28. PRIOR YEAR ADJUSTMENT

As part of the transition to Financial Reporting Standard 102 in the prior year, the group took the opportunity to review its accounting policies. The following prior year adjustments arose either as a result of that review or because the directors consider the new policies to be more appropriate.

Turner Hire Drive Limited

During the prior year the company changed its policy in accounting for rebate on vehicle purchases to deal with the cyclical effects of the mismatch between rebate release and depreciation charge. The change in policy aligns the rebate policy with the depreciation policy. The impact of the prior year adjustment relating to this policy change was a reduction of £2,542,000 in prior year opening profit and loss reserves.

Stamford Van and Car Hire Limited

Similar to Turner Hire Drive Limited, during the prior year the company changed its policy in accounting for rebate on vehicle purchases to deal with the cyclical effects of the mismatch between rebate release and depreciation charge. The impact of the prior year adjustment relating to this policy change was a reduction of £664,000 in prior year profit and loss opening reserves.

Turner Engine Powered Services Limited

During the prior year the company changed its accounting policy for stock provisions. The impact of the prior year adjustment relating to this policy change was a reduction of £215,000 to prior year opening profit and loss reserves.

Turner Fabrication Limited

During the prior year, the company changed its accounting policy regarding realising profit on manufactured stock. The impact of the prior year adjustment relating to this policy change was a reduction of £396,000 to prior year opening profit and loss reserves.

29. CONTINGENT LIABILITIES

In conjunction with other group companies, Turner & Co. (Glasgow) Limited has given an unlimited guarantee in respect of overdraft facilities for itself and certain group companies. At 31st March 2017 the company's contingent liability amounted to £Nil (2016 - £Nil).

At the balance sheet date the group had counter-indemnified its bankers for performance bonds granted to third parties for £NIL (2016 - £718,000) in respect of certain contracts and a deferment bond to HM Revenue and Customs for £640,000 (2016 - £640,000) in respect of Value Added Tax.

30. CAPITAL COMMITMENTS

At 31 March 2017 the group and company had capital commitments as follows:

	Group 31 March 2017 £000	Group 25 March 2016 £000
Contracted for but not provided in these financial statements	4,393	8,497
	4,393	8,497

TURNER & CO. (GLASGOW) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2017

31. PENSION COMMITMENTS

The company participates in two defined benefit pension schemes, the assets of which are held in separate trustee administered funds known as the Turner & Co. (Glasgow) Limited Retirement Benefits Scheme and the Turner Estate Solutions Defined Benefit Scheme (TES Scheme). The retirement benefits are funded by way of company and employee contributions, the amounts of which are determined following consultations with independent actuaries who also review periodically the adequacy of the funding. The Turner & Co. (Glasgow) Limited Retirement Benefits Scheme was closed to new entrants on 7th May 2002 and on 31st October 2016, the Turner & Co. (Glasgow) Limited Retirement Benefits Scheme was closed to future accrual of benefits.

The pension costs in respect of these schemes have been calculated in accordance with FRS 102.

The group also operates several defined contribution schemes.

The total group pension charge for the period was £1,740,000 (2016 - £1,815,000) of which £358,000 (2016 - £516,000) related to the defined contribution schemes.

The valuation used for FRS 102 disclosures has been based on the most recent actuarial valuation at 5 April 2015 for the Turner & Co. (Glasgow) Limited Retirement Benefits Scheme and 29 March 2013 for the Turner Estate Solutions Defined Benefit Scheme updated by the actuaries to take account of the requirements of FRS 102 in order to assess the assets and liabilities of the schemes at 31 March 2017.

The financial assumptions used to calculate the scheme liabilities under FRS 102 are:

	At 31 March 2017		At 25 March 2016		At 27 March 2015	
	Turner & Co. Scheme %	TES Scheme %	Turner & Co. Scheme %	TES Scheme %	Turner & Co. Scheme %	TES Scheme %
Discount rate	2.60	2.60	3.60	3.60	3.30	3.40
Salary increases	N/A	N/A	4.20	N/A	4.30	N/A
Pension increases on post 5 April 1997 accrual	3.30	3.10	3.10	2.90	3.20	3.00
Pension increases on post 5 April 2005 accrual	2.25	3.10	2.20	2.90	2.20	3.00
Price inflation (RPI)	3.40	3.10	3.20	2.90	3.30	3.00
Price inflation (CPI)	2.40	2.10	2.20	1.90	2.30	2.00

The assets and liabilities of the schemes at the balance sheet under FRS 102 were:

	At 31 March 2017			At 25 March 2016			At 27 March 2015		
	Turner & Co. Scheme £000	TES Scheme £000	Total £000	Turner & Co. Scheme £000	TES Scheme £000	Total £000	Turner & Co. Scheme £000	TES Scheme £000	Total £000
Equities	33,866	-	33,866	30,968	-	30,968	26,430	-	26,430
Corporate bonds	3,724	-	3,724	3,190	-	3,190	3,258	-	3,258
Government bonds	42,707	-	42,707	40,845	-	40,845	39,062	9,340	48,402
Property	8,114	-	8,114	8,041	-	8,041	7,399	-	7,399
Diversified growth fund	17,809	-	17,809	16,874	-	16,874	16,874	-	16,874
Insured annuities	36,288	-	36,288	33,001	-	33,001	37,700	-	37,700
Contracts of insurance	-	7,989	7,989	-	5,664	5,664	-	-	-
Cash	9,204	(94)	9,110	830	7	837	1,482	15	1,497
Fair value of scheme assets	151,712	7,895	159,607	133,749	5,671	139,420	132,205	9,355	141,560
Present value of scheme liabilities	131,388	7,190	138,578	114,968	5,444	120,412	127,746	5,710	133,456
Surplus in the scheme	20,324	705	21,029	18,781	227	19,008	4,459	3,645	8,104
Irrecoverable surplus	(20,324)	-	(20,324)	(6,871)	-	(6,871)	-	-	-
Asset ceiling adjustment (see note below)	-	(705)	(705)	-	(227)	(227)	-	(3,645)	(3,645)
Net pension asset	-	-	-	11,910	-	11,910	4,459	-	4,459

The directors have applied an asset ceiling adjustment to the TES scheme to remove the surplus recognised in the balance sheet at 31 March 2017 having regard to the anticipated level of future employer contributions. The level of asset ceiling adjustment will be subject to review in future accounting periods once the results of the relevant FRS 102 valuations are known.

TURNER & CO. (GLASGOW) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2017

31. PENSION COMMITMENTS (CONTINUED)

An analysis of the defined benefit cost for the period ended 31 March 2017 is as follows:

	At 31 March 2017			At 25 March 2016		
	Turner & Co. Scheme £000	TES Scheme £000	Total £000	Turner & Co. Scheme £000	TES Scheme £000	Total £000
Analysis of amounts charged to operating profit						
Current service cost	531	-	531	1,063	-	1,063
Administration costs	37	1	38	27	3	30
Gain on curtailments and settlements	(4,700)	-	(4,700)	-	-	-
Total operating (credit)/charge	(4,132)	1	(4,131)	1,090	3	1,093

Analysis of amounts credited to other finance income

Interest income on scheme assets	4,590	202	4,792	4,350	316	4,666
Interest on pension scheme liabilities	(4,045)	(194)	(4,239)	(4,146)	(192)	(4,338)
Net interest on defined benefit liability	545	8	553	204	124	328
Total amount (credited)/charged to profit and loss (total operating (credit)/charge less net interest)	(4,677)	(7)	(4,684)	886	(121)	765

Analysis of amounts recognised in other comprehensive income

	At 31 March 2017			At 25 March 2016		
	Turner & Co. Scheme £000	TES Scheme £000	Total £000	Turner & Co. Scheme £000	TES Scheme £000	Total £000
Actual return on assets excluding amounts included in net interest	20,208	2,122	22,330	(2,010)	(3,900)	(5,910)
Actuarial (losses)/gains on scheme obligations	(25,487)	(1,651)	(27,138)	14,105	361	14,466
Remeasurement (loss)/gain in the scheme	(5,279)	471	(4,808)	12,095	(3,539)	8,556
Increase in irrecoverable surplus from membership fall and other factors	(13,202)	-	(13,202)	(6,871)	-	(6,871)
Remeasurement (losses)/gains recognised in other comprehensive income	(18,481)	471	(18,010)	5,224	(3,539)	1,685

Movement in surplus during the period under FRS 102

	At 31 March 2017			At 25 March 2016		
	Turner & Co. Scheme £000	TES Scheme £000	Total £000	Turner & Co. Scheme £000	TES Scheme £000	Total £000
Surplus in scheme at start of the period	11,910	-	11,910	4,459	-	4,459
Total operating credit/(charge)	4,132	(1)	4,131	(1,090)	(3)	(1,093)
Contributions	1,894	-	1,894	3,113	-	3,113
Total other finance income	545	8	553	204	124	328
Total remeasurement (losses)/gains in OCI	(18,481)	471	(18,010)	5,224	(3,539)	1,685
Asset ceiling adjustment (see note above)	-	(478)	(478)	-	3,418	3,418
Surplus in scheme at end of the period	-	-	-	11,910	-	11,910

TURNER & CO. (GLASGOW) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2017**

32. COMMITMENTS UNDER OPERATING LEASES

At 31 March 2017 the group and the company had future minimum lease payments under non-cancellable operating leases as follows:

	Group 31 March 2017 £000	<i>Group 25 March 2016 £000</i>	Company 31 March 2017 £000	<i>Company 25 March 2016 £000</i>
Land and buildings				
Not later than 1 year	971	794	226	185
Later than 1 year and not later than 5 years	2,885	2,410	902	740
Later than 5 years	3,152	3,024	1,620	1,799
	<u>7,008</u>	<u>6,228</u>	<u>2,748</u>	<u>2,724</u>
			Group 31 March 2017 £000	<i>Group 25 March 2016 £000</i>
Plant and machinery				
Not later than 1 year			14	10
Later than 1 year and not later than 5 years			2	16
			<u>16</u>	<u>26</u>

33. RELATED PARTY TRANSACTIONS

The company has taken advantage of exemption, under the terms of FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

TURNER & CO. (GLASGOW) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2017

34. PRINCIPAL SUBSIDIARIES

The following were subsidiary undertakings of the company:

Name	Class of shares	Holding	Principal activity
Turner Engine Powered Services Limited	Ordinary	100 %	Diesel engineering
Mitchell Diesel Limited	Ordinary	100 %	Diesel engineering
Turner Hire Drive Limited	Ordinary	100 %	Car and van hire
Turner Access Limited	Ordinary	100 %	Construction access
Turner Aviation Limited	Ordinary	100 %	Aviation engineering
Power Electrics Limited	Ordinary	86.5 %	Generator hire
Exsel Pumps Limited	Ordinary	100 %	Pump hire
Turner Facilities Management Limited	Ordinary	100 %	Facilities management
Turner Estate Solutions Limited*	Ordinary	100 %	Facilities management
Turner Engine Control Solutions BV*	Ordinary	100 %	Diesel engineering
Team Q Maintenance Limited	Ordinary	100 %	Building services maintenance
TCL Tanker Rental Limited	Ordinary	100 %	Tanker hire
T.G. Power Limited*	Ordinary	100 %	Power generation
Blue Cube Portable Cold Stores Limited	Ordinary	100 %	Specialised equipment hire
Iceni Marine Services Limited	Ordinary	100 %	Vessel hire
Optimum Technical Services Limited	Ordinary	100 %	Smart metering and electrical work
Turner MCS S.r.l.*	Ordinary	100 %	Diesel engineering
Turner Fabrication Trading Limited	Ordinary	100 %	Construction access
Turner Wind Services Limited	Ordinary	100 %	Windfarm maintenance
Varhaugs Maritime Diesel AS *	Ordinary	100 %	Diesel engineering
Ecoliving Limited	Ordinary	100 %	Renewable energy systems' installation and maintenance

* held by a subsidiary undertaking