

Registered number: SC044355

TURNER AVIATION LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 25 MARCH 2011

WEDNESDAY



SCT *S00ML4DT* #31
21/12/2011
COMPANIES HOUSE

TURNER AVIATION LIMITED

DIRECTORS' REPORT FOR THE PERIOD ENDED 25 MARCH 2011

The directors present their report and the financial statements for the period ended 25 March 2011.

RESULTS AND DIVIDEND

The profit for the period, after taxation, amounted to £616,157 (2010 - £602,811).

The directors do not recommend the payment of a dividend (2012 -nil).

PRINCIPAL ACTIVITY

The company's principal activity during the period was aviation engineering.

BUSINESS REVIEW

The period ended 25th March 2011 saw turnover increase from £6,898,531 to £7,823,990, an increase of 13.4%. Gross profit increased from £3,240,559 to £3,313,518, an increase of 2.3%. The aviation market continues to be challenging and heavy focus on margin improvement and tight overhead control resulted in an operating profit of £858,518 in the period.

FUTURE DEVELOPMENTS

The company will continue to look for new areas and opportunities to develop the business whilst retaining a sharp focus on maintaining current margin level and tightly controlling overheads.

FINANCIAL MANAGEMENT OBJECTIVES AND POLICIES

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

The company 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 company has clear policies for managing these risks, as summarised below.

Liquidity risk

The company aims to mitigate liquidity risk by managing cash generation by its operations and applying cash collection targets. Investment is carefully controlled, with authorisation limits operating at different levels up to group board level.

The company participates in the overall group's funding strategy managed at corporate treasury level. The main objective is to maintain a balance between continuity of funding and flexibility.

DIRECTORS

The directors who served during the period were:

A. Gordon Turner
Alan G. Turner
D. Muirhead

In accordance with the provisions of the Articles of Association all directors retire at the Annual General Meeting and, being eligible, offer themselves for re-election.

TURNER AVIATION LIMITED

**DIRECTORS' REPORT
FOR THE PERIOD ENDED 25 MARCH 2011**

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

- select suitable accounting policies and then apply them consistently;
- make judgments and 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.

PROVISION OF INFORMATION TO AUDITOR

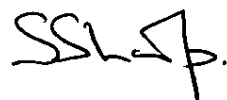
Each of the persons who are directors at the time when this Directors' report is approved has confirmed that:

- 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.

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.



W. S. Sharp
Secretary

Date: 15 December 2011

TURNER AVIATION LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF TURNER AVIATION LIMITED

We have audited the financial statements of Turner Aviation Limited for the period ended 25 March 2011, which comprise the Profit and loss account, the Balance sheet and the related notes 1 to 20. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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 Statement of directors' responsibilities, 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 Directors' Report and financial statements 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 25 March 2011 and of its profit for the period then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; 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 period for which the financial statements are prepared is consistent with the financial statements.

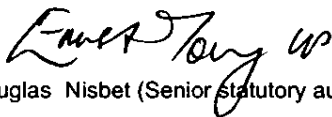
TURNER AVIATION LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF TURNER AVIATION 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.



James Douglas Nisbet (Senior statutory auditor)

for and on behalf of
Ernst & Young LLP

STATUTORY AUDITOR

Glasgow

Date: 15/12/11

TURNER AVIATION LIMITED

**PROFIT AND LOSS ACCOUNT
FOR THE PERIOD ENDED 25 MARCH 2011**

	Note	Period ended 25 March 2011 £	Period ended 26 March 2010 £
TURNOVER	2	7,823,990	6,898,531
Cost of sales		<u>(4,510,472)</u>	<u>(3,657,972)</u>
GROSS PROFIT		3,313,518	3,240,559
Administrative expenses		<u>(2,455,000)</u>	<u>(2,397,321)</u>
OPERATING PROFIT	3	858,518	843,238
Interest receivable		1,307	4,494
Interest payable and similar charges	6	<u>(2,063)</u>	<u>(2,052)</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		857,762	845,680
Tax on profit on ordinary activities	7	<u>(241,605)</u>	<u>(242,869)</u>
PROFIT FOR THE FINANCIAL PERIOD	14	<u>616,157</u>	<u>602,811</u>

All amounts relate to continuing operations.

There were no recognised gains and losses for 2011 or 2010 other than those included in the Profit and loss account.

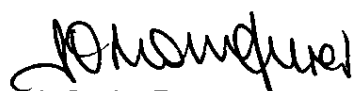
The notes on pages 7 to 17 form part of these financial statements.

TURNER AVIATION LIMITED
REGISTERED NUMBER: SC044355

BALANCE SHEET
AS AT 25 MARCH 2011

	Note	£	25 March 2011 £	26 March 2010 £
FIXED ASSETS				
Tangible assets	8		273,131	237,254
CURRENT ASSETS				
Stocks	9	2,369,214		2,005,075
Debtors	10	1,616,042		1,543,470
Cash at bank and in hand		2,690,746		2,290,886
		<u>6,676,002</u>		<u>5,839,431</u>
CREDITORS: amounts falling due within one year	11	(1,751,888)		(1,495,597)
NET CURRENT ASSETS			<u>4,924,114</u>	<u>4,343,834</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>5,197,245</u>	<u>4,581,088</u>
CAPITAL AND RESERVES				
Called up share capital	13		100	100
Profit and loss account	14		<u>5,197,145</u>	<u>4,580,988</u>
SHAREHOLDERS' FUNDS	15		<u>5,197,245</u>	<u>4,581,088</u>

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


A. Gordon Turner
 Director

Date: 15 December 2011

The notes on pages 7 to 17 form part of these financial statements.

TURNER AVIATION LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 25 MARCH 2011**

1. ACCOUNTING POLICIES

Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards.

Cash flow

The company, being a subsidiary undertaking where 90% or more of the voting rights are controlled within the group whose consolidated financial statements are publicly available, is exempt from the requirement to draw up a cash flow statement in accordance with FRS 1.

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 processes and narrative regarding its exposure to key financial risks are outlined in the Director's 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.

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:

Plant & machinery	-	10 - 20% per annum on a straight line basis
Motor vehicles	-	20% per annum on a straight line basis
Fixtures & fittings	-	15% per annum on a reducing balance basis
Computer equipment	-	33.3% per annum on a straight line basis

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	-	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 AVIATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 25 MARCH 2011

1. ACCOUNTING POLICIES (continued)

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 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; and

- 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.

Operating leases

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

Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the balance sheet date.

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction.

Exchange gains and losses are recognised in the Profit and loss account.

Pensions

The company participates in a Group pension scheme, which is a multi-employer defined benefit scheme where the assets cannot be apportioned to individual companies. Accordingly, these financial statements account for the pension costs of the scheme as a defined contribution scheme and charges are made as incurred.

The company also participates in a Group defined contribution pension scheme. Contributions to this scheme are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

2. TURNOVER

Turnover represents the invoiced amount of goods sold and services provided, which fall within the company's ordinary activities, all of which are continuing, stated net of value added tax.

Segmental reporting

The company has taken advantage of exemptions under the provisions of SSAP 25 'Segmental Reporting' for subsidiary undertakings and not provided segmental information.

All turnover arose within the United Kingdom.

TURNER AVIATION LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 25 MARCH 2011**

3. OPERATING PROFIT

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

	Period ended 25 March 2011 £	<i>Period ended 26 March 2010 £</i>
Depreciation of tangible fixed assets:		
- owned by the company	84,470	111,421
Auditors' remuneration	10,449	10,300
Auditors' remuneration - non-audit	2,000	1,500
Operating lease rentals:		
- plant and machinery	39,096	38,890
- other operating leases	12,000	12,000
Difference on foreign exchange	121,082	(1,183)

4. STAFF COSTS

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

	Period ended 25 March 2011 £	<i>Period ended 26 March 2010 £</i>
Wages and salaries	1,594,352	1,379,265
Social security costs	152,264	135,618
Other pension costs	156,759	177,903
	1,903,375	1,692,786

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

	Period ended 25 March 2011 No.	<i>Period ended 26 March 2010 No.</i>
Office and management	22	21
Operational	30	32
	52	53

TURNER AVIATION LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 25 MARCH 2011**

5. DIRECTORS' REMUNERATION

	Period ended 25 March 2011 £	<i>Period ended 26 March 2010 £</i>
Emoluments	123,182	<i>117,147</i>

During the period retirement benefits were accruing to 1 director (2010 - 1) in respect of defined benefit pension schemes.

2 directors (2010: 2) are directors of the ultimate parent company or a fellow subsidiary undertaking and provide services across a number of Turner Group companies. The disclosures contained in this note relate only to directors who receive remuneration specifically for their services to this company.

6. INTEREST PAYABLE

	Period ended 25 March 2011 £	<i>Period ended 26 March 2010 £</i>
On bank loans and overdrafts	2,063	<i>743</i>
On loans from group undertakings	-	<i>1,309</i>
	2,063	<i>2,052</i>

7. TAXATION

	Period ended 25 March 2011 £	<i>Period ended 26 March 2010 £</i>
Analysis of tax charge in the period		
Current tax (see note below)		
UK corporation tax charge on profit for the period	3,652	<i>-</i>
Adjustments in respect of prior periods	(953)	<i>11,114</i>
	2,699	<i>11,114</i>
Group taxation relief	238,542	<i>250,601</i>
Total current tax	241,241	<i>261,715</i>
Deferred tax (see note 12)		
Origination and reversal of timing differences	364	<i>(18,846)</i>
Tax on profit on ordinary activities	241,605	<i>242,869</i>

TURNER AVIATION LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 25 MARCH 2011**

7. TAXATION (continued)

Factors affecting tax charge for the period

The tax assessed for the period is higher than *(2010 - higher than)* the standard rate of corporation tax in the UK of 28% (2010 - 28%). The differences are explained below:

	Period ended 25 March 2011 £	<i>Period ended 26 March 2010 £</i>
Profit on ordinary activities before tax	857,762	<i>845,680</i>
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 28% (2010 - 28%)	240,173	<i>236,790</i>
Effects of:		
Expenses not deductible for tax purposes, other than goodwill amortisation and impairment	1,688	<i>1,669</i>
Decelerated capital allowances	333	<i>12,142</i>
Adjustments to tax charge in respect of prior periods	(953)	<i>11,114</i>
Current tax charge for the period (see note above)	241,241	<i>261,715</i>

Factors that may affect future tax charges

In his 'Emergency Budget' speech on 22 June 2010 and subsequent budget speech on 23 March 2011, the Chancellor announced that the main UK corporation tax rate would be reduced from the current rate of 28% to 23%. This change is to be made by way of a 2% reduction from 1 April 2011, and a series of 1% annual reductions beginning 1 April 2012, resulting in the new rate of 23% from 1 April 2014.

The reduction in the corporation tax rate to 26% was substantially enacted on 29 March 2011, and hence, at the balance sheet date, the applicable rate at which deferred tax is expected to reverse is 27%. The further rate reductions are to be incorporated within future legislative acts and so will not be substantially enacted until later periods. The UK Government also announced its intention to reduce the rate of writing-down allowance (WDA) on the main rate pool of plant and machinery expenditure from 20% to 18%. The rate of WDA on the special rate pool of plant and machinery expenditure will be reduced from 10% to 8%.

It is expected that the deferred tax balance should not be materially impacted by these proposed reductions in the corporation tax rate and capital allowance rate.

TURNER AVIATION LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 25 MARCH 2011**

8. TANGIBLE FIXED ASSETS

	Plant & machinery £	Motor vehicles £	Total £
Cost			
At 27 March 2010	3,187,584	11,759	3,199,343
Additions	120,347	-	120,347
At 25 March 2011	<u>3,307,931</u>	<u>11,759</u>	<u>3,319,690</u>
Depreciation			
At 27 March 2010	2,952,681	9,408	2,962,089
Charge for the period	82,119	2,351	84,470
At 25 March 2011	<u>3,034,800</u>	<u>11,759</u>	<u>3,046,559</u>
Net book value			
At 25 March 2011	<u>273,131</u>	<u>-</u>	<u>273,131</u>
At 26 March 2010	<u>234,903</u>	<u>2,351</u>	<u>237,254</u>

9. STOCKS

	25 March 2011 £	26 March 2010 £
Raw materials	2,001,447	1,529,925
Work in progress	367,767	475,150
	<u>2,369,214</u>	<u>2,005,075</u>

10. DEBTORS

	25 March 2011 £	26 March 2010 £
Trade debtors	1,049,862	964,641
Amounts owed by group undertakings	537,048	538,167
Other debtors	8,578	1,473
Prepayments and accrued income	1,729	20,000
Deferred tax asset (see note 12)	18,825	19,189
	<u>1,616,042</u>	<u>1,543,470</u>

TURNER AVIATION LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 25 MARCH 2011**

11. CREDITORS:
Amounts falling due within one year

	25 March 2011 £	26 March 2010 £
Trade creditors	142,880	144,271
Amounts owed to group undertakings	908,333	946,969
Corporation tax	3,652	-
Social security and other taxes	52,694	38,385
Other creditors	148,321	-
Accruals and deferred income	496,008	365,972
	<u>1,751,888</u>	<u>1,495,597</u>

12. DEFERRED TAX ASSET

	25 March 2011 £	26 March 2010 £
At beginning of period	19,189	343
(Charge for)/released during period	(364)	7,918
Adjustments in respect of prior years	-	10,928
	<u>18,825</u>	<u>19,189</u>

The deferred tax asset is made up as follows:

	25 March 2011 £	26 March 2010 £
Accelerated capital allowances	<u>18,825</u>	<u>19,189</u>

13. SHARE CAPITAL

	25 March 2011 £	26 March 2010 £
Allotted, called up and fully paid		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

TURNER AVIATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 25 MARCH 2011

14. RESERVES

	Profit and loss account £
At 27 March 2010	4,580,988
Profit for the period	616,157
At 25 March 2011	5,197,145

15. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS

	25 March 2011 £	26 March 2010 £
Opening shareholders' funds	4,581,088	3,978,277
Profit for the period	616,157	602,811
Closing shareholders' funds	5,197,245	4,581,088

TURNER AVIATION LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 25 MARCH 2011**

16. PENSIONS COMMITMENTS

The company participates in a defined benefit pension scheme, the assets of which are held in a separate trustee administered fund known as the Turner & Co. (Glasgow) Limited Retirement Benefit 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 process across the group as a whole. As such the company is unable to identify its share of underlying assets and liabilities. The scheme is therefore accounted for on a defined contribution basis within Turner Aviation Limited. It is accounted for on a defined benefit basis in the financial statements of the parent company, Turner & Co. (Glasgow) Limited.

The following disclosure does not impact the primary financial statements in accordance with FRS 17.

The fund was last actuarially valued as at 5th April 2009 using the projected unit method. At that date the market value of the assets was £62,454,000 and their actuarial value was sufficient to cover 75% of the benefits that had accrued to members.

The principal assumptions made by the actuaries were that the annual rate of interest earned by the scheme's assets and the annual rate of salary increases were 5.4% and 4.7% respectively.

The company also participates in a defined contribution scheme.

The total company pension cost charged for the year was £ 156,759 (2010 - £ 177,903). At the balance sheet date outstanding contributions totalled £nil. (2010 - £nil).

FRS 17 Retirement Benefits

The valuation used for FRS 17 disclosures has been based on the most recent actuarial valuation at 5th April 2009 and updated by Hymans Robertson to take account of the requirements of FRS 17 in order to assess the liabilities of the scheme at 25th March 2011.

The financial assumptions used to calculate the scheme liabilities under FRS 17 are:

	<i>At 25 March 2011 %</i>	<i>At 26 March 2010 %</i>	<i>At 27 March 2009 %</i>
Discount rate	5.50%	5.60%	7.00%
Salary increases	5.10%	5.30%	5.40%
Pension increases on post 5 April 1997 accrual	3.60%	3.80%	3.40%
Pensions increases on post 5 April 2005 accrual	2.50%	2.50%	2.50%
Price inflation (RPI)	3.60%	3.80%	3.40%
Price inflation (CPI)	2.90%		

TURNER AVIATION LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 25 MARCH 2011**

16. PENSION COMMITMENTS (continued)

The assets in the scheme and the expected rate of return were:

	<i>Fund Value</i> <i>At 25</i>	<i>Fund Value</i> <i>At 26</i>	<i>Fund Value</i> <i>At 27</i>
	<i>Long term</i> <i>Return</i> <i>p.a.</i>	<i>Long term</i> <i>Return</i> <i>p.a.</i>	<i>Long term</i> <i>Return</i> <i>p.a.</i>
	<i>March</i> <i>2011</i> <i>£'000</i>	<i>March</i> <i>2010</i> <i>£'000</i>	<i>March</i> <i>2009</i> <i>£'000</i>
Equities	7.30% 41,509	7.60% 60,591	7.30% 40,377
Corporate bonds	5.50% 14,967	5.60% 4,957	6.80% 4,210
Government bonds	4.30% 29,686	4.60% 10,951	4.30% 7,269
Property	5.30% 5,128	5.60% 4,976	5.30% 4,020
Cash	4.30% 1,819	4.30% 5,083	4.30% 5,708
Total market value of assets	93,109	86,558	61,584
Present value of scheme liabilities	85,521	86,185	59,090
Deficit in the scheme	7,588	373	2,494
Related deferred tax asset	(2,048)	(112)	(748)
Net pension asset	5,540	261	1,746

17. OPERATING LEASE COMMITMENTS

At 25 March 2011 the company had annual commitments under non-cancellable operating leases as follows:

	<i>Land and buildings</i>		<i>Other</i>
	<i>25 March</i>	<i>26 March</i>	<i>25 March</i>
	<i>2011</i>	<i>2010</i>	<i>2011</i>
	<i>£</i>	<i>£</i>	<i>£</i>
Expiry date:			
Within 1 year	-	12,000	4,794
Between 2 and 5 years	12,000	-	41,678

18. CONTINGENT LIABILITIES

In conjunction with other group companies, an unlimited guarantee supported by floating charges has been given in respect of bank overdraft facilities of certain group companies. At 25th March 2011 the contingent liability amounted to £Nil (2010 - £Nil).

A guarantee of £40,000 (2010 - £40,000) has been given in favour of H.M. Revenue and Customs in respect of duty deferment.

19. ULTIMATE PARENT UNDERTAKING AND CONTROLLING PARTY

The ultimate holding company of Turner Aviation Limited is Turner & Co. (Glasgow) Limited which is registered in Scotland.

The only undertaking for which group financial statements are prepared is Turner & Co. (Glasgow) Limited, copies of the financial statements of which are available from the Registrar of Companies, Companies House, Fourth Floor, Edinburgh Quay 2, 139 Fountainbridge, Edinburgh, EH3 9FF.

TURNER AVIATION LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 25 MARCH 2011**

20. RELATED PARTY TRANSACTIONS

The company has taken advantage of the exemptions within Financial Reporting Standard No. 8 not to disclose details of transactions with other group companies.