Registered number: SC044355

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TURNER AVIATION LIMITED

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 MARCH 2017

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STRATEGIC REPORT
FOR THE PERIOD ENDED 31 MARCH 2017

The directors present their Strategic Report for the period ended 31 March 2017.

BUSINESS REVIEW

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

The aviation market continues to strengthen with the period ending 31st March 2017 seeing turnover increase to £13,401,911 from £11,732,047, an increase of 14.2%.

The increase in turnover saw gross margin increase to £6,381,997 from £4,512,470 with the gross margin percentage also increasing to 47.6% from 38.5%.

Continued sterling weakening against the dollar had a positive impact on operating profit which, at £3,911,901, was significantly up on the prior year.

FUTURE DEVELOPMENTS

The company continues to develop the business whilst retaining a sharp focus on maintaining current margin levels 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.

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



A. G. Carmichael
Secretary

Date: 9 November 2017

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.

DIRECTORS

The directors who served during the period were:

A. G. Turner
G. B. Knox
D. H. Muirhead

RESULTS AND DIVIDENDS

The profit for the period, after taxation, amounted to £3,108,375 *(2016 -£1,882,778)*.

The directors approved and paid a dividend of £2,500,000 during the period (*2016 -£2,000,000*).

FUTURE DEVELOPMENTS

The directors have highlighted the future developments of the company in the Strategic Report.

DIRECTORS' RESPONSIBILITIES STATEMENT

The directors are responsible for preparing the Strategic Report, 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 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 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 for the company'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 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.

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'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'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

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

We have audited the financial statements of Turner Aviation Limited for the period ended 31 March 2017, which comprise the Statement of comprehensive income, the Balance sheet, the Statement of changes in equity and the related notes 1 to 21. 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 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 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 company's affairs as at 31 March 2017 and of its 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 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.

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

In the light of our knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the 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, 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.

Ernst & Young LLP

Annie Graham (Senior statutory auditor)

for and on behalf of
Ernst & Young LLP

STATUTORY AUDITOR

Glasgow

13 November 2017

STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 31 MARCH 2017

	Note	Period ended 31 March 2017 £	*Period ended 25 March 2016 £*
Turnover	4	**13,401,911**	*11,732,047*
Cost of sales		**(7,019,914)**	*(7,219,577)*
GROSS PROFIT		**6,381,997**	*4,512,470*
Administrative expenses		**(2,470,096)**	*(2,132,923)*
OPERATING PROFIT	5	**3,911,901**	*2,379,547*
Interest receivable and similar income	8	**1,950**	*2,523*
Interest payable and expenses	9	**(19,100)**	*(25,589)*
PROFIT BEFORE TAX		**3,894,751**	*2,356,481*
Tax on profit	10	**(786,376)**	*(473,703)*
PROFIT FOR THE FINANCIAL PERIOD		**3,108,375**	*1,882,778*

There were no recognised gains and losses for 2017 or 2016 other than those included in the statement of comprehensive income.

There was no other comprehensive income for 2017 (2016:£NIL).

The notes on pages 9 to 22 form part of these financial statements.

TURNER AVIATION LIMITED
REGISTERED NUMBER:SC044355

BALANCE SHEET
AS AT 31 MARCH 2017

	Note		31 March 2017 £		*25 March 2016 £*
FIXED ASSETS					
Tangible assets	11		**266,208**		*387,427*
			266,208		*387,427*
CURRENT ASSETS					
Stocks	12	**2,374,471**		*2,046,909*	
Debtors: amounts falling due within one year	13	**3,198,148**		*2,484,348*	
Cash at bank and in hand		**1,048,360**		*3,449,276*	
		6,620,979		*7,980,533*	
Creditors: amounts falling due within one year	14	**(2,042,226)**		*(4,131,374)*	
NET CURRENT ASSETS			**4,578,753**		*3,849,159*
TOTAL ASSETS LESS CURRENT LIABILITIES			**4,844,961**		*4,236,586*
NET ASSETS			**4,844,961**		*4,236,586*
CAPITAL AND RESERVES					
Called up share capital	16		**100**		*100*
Profit and loss account			**4,844,861**		*4,236,486*
			4,844,961		*4,236,586*

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

A. G. Turner
Director

Date: 9 November 2017
The notes on pages 9 to 22 form part of these financial statements.

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

	Called up share capital	Profit and loss account	Total equity
	£	£	£
At 26 March 2016	100	4,236,486	4,236,586
COMPREHENSIVE INCOME FOR THE PERIOD			
Profit for the period	-	3,108,375	3,108,375
Dividends: Equity capital	-	(2,500,000)	(2,500,000)
AT 31 MARCH 2017	100	4,844,861	4,844,961

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

	Called up share capital	Profit and loss account	Total equity
	£	£	£
At 28 March 2015	100	4,353,708	4,353,808
COMPREHENSIVE INCOME FOR THE PERIOD			
Profit for the period	-	1,882,778	1,882,778
Dividends: Equity capital	-	(2,000,000)	(2,000,000)
AT 25 MARCH 2016	100	4,236,486	4,236,586

The notes on pages 9 to 22 form part of these financial statements.

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

1. GENERAL INFORMATION

Turner Aviation 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 £.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgment in applying the company's accounting policies (see note 3).

2.2 Policy on exemptions

The company's ultimate parent undertaking, Turner & Co. (Glasgow) Limited, includes the company in its consolidated financial statements. The consolidated financial statements of Turner & Co. (Glasgow) Limited are prepared in accordance with Financial Reporting Standard 102 and are available to the public and may be obtained from Registrar of Companies, Companies House, Fourth Floor, Edinburgh Quay 2, 139 Fountainbridge, Edinburgh, EH3 9FF. In these financial statements, the company is considered to be a qualifying entity (for the purposes of this FRS) and has applied the exemptions available under FRS 102 in respect of the following disclosures:

- Cash Flow Statement and related notes; and
- Key Management Personnel compensation.

As the consolidated financial statements of Turner & Co. (Glasgow) Limited include the equivalent disclosures, the company has also taken the exemptions under FRS 102 available in respect of the following disclosures:

- The disclosures required by FRS 102.11 Basic Financial Instruments and FRS 102.12 Other Financial Instrument Issues in respect of financial instruments not falling within the fair value accounting rules of Paragraph 36(4) of Schedule 1.

The accounting policies set out below have, unless otherwise stated, been applied consistently to all periods presented in these financial statements.

2. ACCOUNTING POLICIES (continued)

2.3 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 Directors' 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 in preparing the accounts.

2.4 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.

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.

2.5 Tangible fixed assets

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:

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 straight line basis
Computer equipment	- 33.3% per annum on a straight line basis

2. ACCOUNTING POLICIES (continued)

2.6 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.

2.7 Foreign currency translation

Functional and presentation currency

The company's functional and presentational currency is GBP.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

2.8 Operating leases

Rentals paid under operating leases are charged to the Statement of Comprehensive Income on a straight line basis over the lease term.

2.9 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.

On 31 October 2016, this pension scheme was closed to future accrual of all benefits.

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. ACCOUNTING POLICIES (continued)

2.10 Current and deferred taxation

The tax expense for the period comprises current and deferred tax. Tax is recognised in the Statement of Comprehensive Income, except that a charge attributable to an item recognised directly in equity is recognised in equity.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the balance sheet date in the countries where the company operates and generates income.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Balance Sheet date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

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

There are no significant judgments or sources of estimation uncertainty which require to be made in preparing the company's financial statements.

4. TURNOVER

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

The whole of the turnover is attributable to aviation engineering.

All turnover arose within the United Kingdom.

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

5. OPERATING PROFIT

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

	Period ended 31 March 2017 £	*Period ended 25 March 2016 £*
Depreciation of tangible fixed assets	**138,540**	*96,672*
Auditor's remuneration	**11,715**	*11,715*
Auditor's remuneration - non-audit	**2,300**	*2,300*
Exchange differences	**(165,973)**	*(284,338)*
Operating lease rentals - other	**30,598**	*34,687*
Operating lease rentals - land and buildings	**-**	*13,214*

6. EMPLOYEES

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

	Period ended 31 March 2017 £	*Period ended 25 March 2016 £*
Wages and salaries	**1,435,298**	*1,473,112*
Social security costs	**164,548**	*156,730*
Pension costs	**115,736**	*156,804*
	1,715,582	*1,786,646*

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

	Period ended 31 March 2017 No.	*Period ended 25 March 2016 No.*
Office and management	**20**	*20*
Operational	**27**	*27*
	47	*47*

7. DIRECTORS' REMUNERATION

	Period ended 31 March 2017 £	*Period ended 25 March 2016 £*
Directors' emoluments	**173,863**	*167,839*
	173,863	*167,839*

During the period retirement benefits were accruing to 1 director *(2016 -1)* in respect of defined benefit pension schemes.

2 directors *(2016 -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.

8. INTEREST RECEIVABLE

	Period ended 31 March 2017 £	*Period ended 25 March 2016 £*
Other interest receivable	**1,950**	*2,523*
	1,950	*2,523*

9. INTEREST PAYABLE AND SIMILAR CHARGES

	Period ended 31 March 2017 £	*Period ended 25 March 2016 £*
Loans from group undertakings	**19,100**	*25,589*
	19,100	*25,589*

10. TAXATION

	Period ended 31 March 2017 £	*Period ended 25 March 2016 £*
CORPORATION TAX		
Current tax on profits for the year	**69,068**	*38,937*
Adjustments in respect of previous periods	**(3,396)**	*(215)*
	65,672	*38,722*
Group taxation relief	**726,990**	*433,966*
	792,662	*472,688*
TOTAL CURRENT TAX	**792,662**	*472,688*
DEFERRED TAX		
Origination and reversal of timing differences	**(10,466)**	*(1,065)*
Changes to tax rates	**2,458**	*1,968*
Adjustment in respect of prior periods	**1,722**	*112*
TOTAL DEFERRED TAX	**(6,286)**	*1,015*
TAXATION ON PROFIT ON ORDINARY ACTIVITIES	**786,376**	*473,703*

10. 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% *(2016 -20.008%)*. The differences are explained below:

	Period ended 31 March 2017 £	*Period ended 25 March 2016 £*
Profit on ordinary activities before tax	**3,894,751**	*2,356,481*
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 20% (2016 -20.008%)	**778,950**	*471,485*
EFFECTS OF:		
Expenses not deductible for tax purposes	**5,339**	*353*
Adjustments to tax charge in respect of prior periods	**(371)**	*(103)*
Tax rates changes	**2,458**	*1,968*
TOTAL TAX CHARGE FOR THE PERIOD	**786,376**	*473,703*

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 asset in relation to fixed asset timing differences to reverse in 2018.

11. TANGIBLE FIXED ASSETS

	Plant & machinery £	Motor vehicles £	Total £
COST OR VALUATION			
At 26 March 2016	**3,810,318**	**14,083**	**3,824,401**
Additions	**17,321**	**-**	**17,321**
At 31 March 2017	**3,827,639**	**14,083**	**3,841,722**
DEPRECIATION			
At 26 March 2016	**3,425,471**	**11,503**	**3,436,974**
Charge for the period on owned assets	**135,960**	**2,580**	**138,540**
At 31 March 2017	**3,561,431**	**14,083**	**3,575,514**
NET BOOK VALUE			
At 31 March 2017	**266,208**	**-**	**266,208**
At 25 March 2016	*384,847*	*2,580*	*387,427*

12. STOCKS

	31 March 2017 £	*25 March 2016 £*
Raw materials and consumables	**2,188,196**	*1,589,330*
Work in progress (goods to be sold)	**186,275**	*457,579*
	2,374,471	*2,046,909*

13. DEBTORS

	31 March 2017 £	25 March 2016 £
Trade debtors	**1,708,635**	*1,745,300*
Amounts owed by group undertakings	**1,167,125**	*537,419*
Other debtors	**293,055**	*160,501*
Prepayments and accrued income	**5,342**	*23,423*
Deferred taxation	**23,991**	*17,705*
	3,198,148	*2,484,348*

14. CREDITORS: Amounts falling due within one year

	31 March 2017 £	25 March 2016 £
Trade creditors	**149,740**	*278,114*
Amounts owed to group undertakings	**728,405**	*1,952,552*
Corporation tax	**67,765**	*38,937*
Other taxation and social security	**6,400**	*7,842*
Other creditors	**184,156**	*172,097*
Accruals and deferred income	**905,760**	*1,681,832*
	2,042,226	*4,131,374*

15. DEFERRED TAXATION

	2017 £	2016 £
At beginning of period	**17,705**	*18,720*
Charged to profit or loss	**8,008**	*(1,015)*
Adjustments in respect of prior periods	**(1,722)**	-
AT END OF PERIOD	**23,991**	*17,705*

15. DEFERRED TAXATION (CONTINUED)

The deferred tax asset is made up as follows:

	31 March 2017 £	*25 March 2016 £*
Accelerated capital allowances	**23,991**	*17,705*
	23,991	*17,705*

16. SHARE CAPITAL

	31 March 2017 £	*25 March 2016 £*
Shares classified as equity		
Allotted, called up and fully paid		
100 Ordinary shares of £1 each	**100**	*100*

17. 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 31st March 2017 the contingent liability amounted to £NIL *(2016 -£NIL)*.

A guarantee of £40,000 *(2016 -£40,000)* has been given in favour of H.M. Revenue and Customs in respect of duty deferment.

18. PENSION 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 102.

The fund was last actuarially valued as at 5 April 2015 using the projected unit method. At that date the market value of the assets was £94,800,000 and their actuarial value was sufficient to cover 99.5% of the benefits that had accrued to members.

The principal assumptions made by the actuaries were that discount rate applied to a cashflow is based on the appropriate gilt yield curve with an adjustment of +2.0% p.a. pre retirement and +0.0% p.a. post retirement, and salary increases of RPI +1.0% p.a.

On 31 October 2016, this pension scheme was closed to future accrual of all benefits.

The company also participates in a defined contribution scheme.

The total company pension cost charged for the year was £115,736 *(2016 -£156,804)*. At the balance sheet date outstanding contributions totalled £NIL *(2016 -£NIL)*.

FRS 102 Retirement Benefits
The valuation used for FRS 102 disclosures has been based on the most recent actuarial valuation at 5 April 2015 and updated by Hymans Robertson to take account of the requirements of FRS 102 in order to assess the liabilities of the scheme 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* %
Discount rate	**2.60**	*3.60*	*3.30*
Salary increases	**N/A**	*4.20*	*4.30*
Pension increases on post 5 April 1997 accrual	**3.30**	*3.10*	*3.20*
Pension increases on post 5 April 2005 accrual	**2.25**	*2.30*	*2.20*
Price inflation (RPI)	**3.40**	*3.20*	*3.30*
Price inflation (CPI)	**2.40**	*2.20*	*2.30*

18. PENSION COMMITMENTS (continued)

The assets in the scheme were:

	Fund value at 31 March 2017 £'000	*Fund value at 25 March 2016 £'000*	*Fund value at 27 March 2015 £'000*
Equities	**33,866**	*30,968*	*26,430*
Corporate bonds	**3,724**	*3,190*	*3,258*
Government bonds	**42,707**	*40,845*	*39,062*
Property	**8,114**	*8,041*	*7,399*
Diversified growth fund	**17,809**	*16,874*	*16,874*
Insured annuities	**36,288**	*33,001*	*37,700*
Cash	**9,204**	*830*	*1,482*
Total market value of assets	**151,712**	*133,749*	*132,205*
Present value of scheme liabilities	**131,388**	*114,968*	*127,746*
Surplus in the scheme	**20,324**	*18,781*	*4,459*
Irrecoverable surplus	**(20,324)**	*(6,871)*	*-*
Net pension asset	**-**	*11,910*	*4,459*

19. COMMITMENTS UNDER OPERATING LEASES

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

	31 March 2017 £	*25 March 2016 £*
Other		
Not later than 1 year	**28,966**	*17,889*
Later than 1 year and not later than 5 years	**54,174**	*24,201*
	83,140	*42,090*

20. 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.

21. 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 whch group financial statments 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 Fountain Bridge, Edinburgh, EH3 9FF.