Registered number: 02343739

John Turner Construction Group Ltd

Annual Report and Consolidated Financial Statements

For the Year Ended 31 March 2016

CLB coopers
Chartered Accountants
Delivering solutions through excellence

John Turner Construction Group Ltd

Company Information

Directors	John J Clarke - Chairman / Managing Director Nigel A Sharp - Operations Director Julian D Haigh, BSc, MRICS - Commercial Director Pauline M Clarke (appointed 1 April 2016) - Non-Executive Director
Company Secretary	Stephen J Crookes, BA, FCMA, CGMA
Company Number	02343739
Registered Office/Head office	2 Preston Road Grimsargh, Preston Lancashire, PR2 5SD
Manchester Office	Suite 3b Paragon House Seymour Grove Old Trafford Manchester, M16 0LN
Liverpool Office	15 Hurricane Court Hurricane Drive Speke Liverpool, L24 8RL
Bankers	Royal Bank of Scotland plc Salford Shopping Centre (A) Branch 115 Mather Way Salford Shopping Centre Salford, M6 5EH
Independent auditor	CLB Coopers Ship Canal House 98 King Street Manchester, M2 4WU
Email Address	administration@johnturner.co.uk
Web Site	www.johnturner.co.uk

John Turner Construction Group Ltd

Contents

Chairman's Statement
For the Year Ended 31 March 2016

The chairman presents his statement for the period.

Following last year's excellent performance,I am delighted to announce another impressive set of Group financial results for the year ended 31 March 2016, with record turnover and profit levels.The previous high cash and net current asset levels have also significantly increased, further strengthening our balance sheet. External borrowings remain at zero.

Our extensive experience in the Education sector continues to grow and was again very evident through some notable high profile projects, including:

- Another phase of Student Accommodation at Edge Hill University together with the fit out of the modern and impressive Sports Building.
- The completion of the rebuild of St Mary's Technical College, Leyland which had been the subject of an arson attack.
- The award of a new Primary School at Buckshaw Village, Chorley awarded through our place on the Lancashire County Council Framework.
- The construction of a 2 storey Sports Hall extension for a new client at Liverpool Hope University.
- The University of Manchester where we carried out a number of projects on the former UMIST campus as part of the School of Materials temporary relocation. All these projects resulted from our inclusion on this University's Framework.
- The completion of the new ATC Building at Blackpool & Fylde College.
- During the year, our Liverpool Office completed three projects for the University of Liverpool and amongst other projects, started the construction of a new 3 Storey Annexe building for Christ The King Community College, Knowsley.

Likewise our work and experience of meeting the demanding necessary standards in the Health sector continued, including projects for the following clients:

- Term maintenance for the Royal Bolton Hospital.
- Cystic Fibrosis Ward refurbishment and construction of a new build entrance extension for the Liverpool Heart & Chest Hospital.
- The Bronchoscopy Building and Window Replacement at Wythenshawe Hospital.
- The Jubilee Centre at the Countess of Chester Hospital.
- The Macmillan Cancer Unit at Tameside General Hospital.

I am particularly pleased to be able to demonstrate the success of our earlier strategy to diversify into different sectors by the award of the following projects:

- The completion of the high profile Clergy Court for Blackburn Cathedral.
- The construction of new speculative houses for private developers at Nantwich and Salford.
- The renovation of existing retail units at the Stamford Quarter Shopping Centre, Altrincham.
- The construction of several office and lab blocks for Alfred H Knight Ltd.
- The construction of a 2 storey Recovery Block, a new Maintenance Store and a conversion into an Academy Education Building for Everton FC.

Throughout the year our internal divisions of Joinery and Electrical again performed well, providing excellent support to both our main contract projects and also many external clients .

Our subsidiary company, Wright Build continued to increase its client base within the maintenance sector, also achieving record turnover in the year and again worked in cooperation with other divisions within the John Turner Group.

We achieved our eleventh Gold Medal in a row from RoSPA and received another President's Award for this exceptional achievement. During the year, our Integrated Management System was successfully audited, whilst we also added ISO 50001 to our impressive list of accreditations, demonstrating our commitment to controlling energy usage within the business.

Career development and 'promotion from within' continue to be key aspects of our employee strategy. I am therefore delighted to report that throughout the year, seven personnel from our Group's Apprenticeship pipeline were promoted to the first stage of site management and a further five apprenticeships awarded. Our successful career development programme not only rewards personnel for their efforts, but also helps to maintain the core values of the Group into the future.

Significant investment continued to our internal processes within the Estimating and Facilities departments. A major investment has been made in 'TED', (Turners Electronic Data), a Data Management system, which enables us to improve our information processes and to keep abreast of the modern digital age.

Our in-house Group Charity 'TLC' (Turners Local Charities) remained very active, raising over £2,800 for charities, – St Catherine's Hospice, Macmillan Cancer Support, Breast Cancer and Guide Dogs for the Blind. We particularly look forward to the safe arrival next year of 'Turner', a Guide Dog puppy, which we have sponsored. Wright Build's new company mascot, " Johnno" visits schools, promoting the safety message of the dangers of construction sites.

The Group continues to provide financial support and project management for Cottam Hall Properties Limited in the redevelopment of a 28 acre Brownfield site, north of Preston. A Planning Application for a new District Centre, within the site, was unanimously approved during the year, to provide much needed facilities to the area. This high profile scheme has significantly moved forward since last year's report and the Group looks forward to its successful completion.

Enquiry levels are high with good quality opportunities available to us, reflecting our ongoing investment in the 'front end' of the business and good reputation in the market place. This has resulted in secured Group turnover for the current year to March 2017 exceeding £74m, with over £39m already secured for the following year to March 2018.

I therefore look forward to another successful period for the Group in the year to March 2017.

John J Clarke
Chairman

Date 23/11/2016

The directors present their report and the financial statements for the year ended 31 March 2016.

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.

Mission statement

The aim of the Group is to provide a professional building service which best meets the needs of our clients.

Through working closely with our clients and their agents, we will aim to find solutions to meet and exceed their requirements.

We shall address resourcefully all types of projects and apply the highest standards of workmanship and integrity in their performance.

In all our activities we shall respect and if possible enhance the environment.

The service shall be delivered by:

- Employing a competent committed workforce who understand clearly and contribute to the aims of the Group.
- Emphasising the highest quality of management, financial strength, and stringent control throughout our operations to provide security for the benefit of clients, shareholders and employees.
- Treating respectively all our business relationships to obtain the benefits of the business.
- Rewarding merit by recognition within the Group.

Results and dividends

The profit for the year, after taxation, amounted to £1,542,121 (2015: £1,283,898).

During the year the directors recommended dividends to be paid amounting to £490,000 (2015: £375,000).

Directors

The directors who served during the year were:

John J Clarke
Nigel A Sharp
Julian D Haigh

On the 1 April 2016, Pauline M Clarke was appointed as a non-executive director of the company.

Financial risk management objectives and policies

The Group holds or issues financial instruments in order to achieve three main objectives, being:

(a) to finance its operations;

(b) to manage its exposure to interest and currency risks arising from its operations and from its sources of finance; and

(c) for trading purposes.

In addition, various financial instruments (e.g. trade debtors, trade creditors, accruals and prepayments) arise directly from the Group's operations.

Transactions in financial instruments result in the company assuming or transferring to another party one or more of the financial risks described below.

Credit risk

The investment of cash surpluses is made through banks which must fulfil credit rating criteria approved by the Board. The Group has no borrowings.

All customers who wish to trade on credit terms are subject to credit verification procedures. Trade debtors are reviewed on a regular basis and provision is made for doubtful debts when necessary

Liquidity risk

The Group manages its cash in order to maximise interest income, whilst ensuring the Group has sufficient liquid resources to meet the operating needs of the business.

Employee involvement

During the year, the policy of providing employees with information about the Group has been continued through newsletters in which employees have also been encouraged to present their suggestions and views on the Group's performance. Regular meetings are held between management and employees to allow a free flow of information and ideas.

Disabled employees

The Group gives full consideration to applications for employment from disabled persons where the requirements of the job can be adequately fulfilled by a handicapped or disabled person.

Where existing employees become disabled, it is the Group's policy whenever practicable to provide continuing employment under normal terms and conditions and to provide training and career development and promotion to disabled employees wherever appropriate.

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, CLB Coopers, 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.

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Stephen J Crookes, BA, FCMA, CGMA
Company Secretary

Date: 23 November 2016

Principal activity

The principal activity of the company throughout the year continued to be as a building contractor. Wright Build Limited is the sole trading subsidiary. The Group's principal activities are that of building contractors, joinery manufacturers, property maintenance and electrical services.

Review of business

The Group has returned a good performance in what has remained a challenging and competitive market. Turnover has increased by some 3% to £74.4m with gross margin increasing from 7.3% to 7.7% and operating and pre tax profits growing by some 17% and 16% respectively. Retained earnings increased the Group's net asset total from in excess of £6m to in excess of £7m. The Group's remaining goodwill was entirely written down in the previous year's Annual Accounts.

The Balance Sheet remains strong with key performance measures all improving. Cash has increased by 19% to £6.074m and net current assets increased by 17% to £6.359m . The Group continues to have no bank borrowings.

Negotiations regarding the two development projects that the Group is associated with (see note 15) have progressed during the year. With Planning Permission having been granted for a District Centre on the Cottam Site, where we are employed as an Agent for Cottam Hall Properties Limited, negotiations are progressing satisfactory with potential key anchor tenants. Plans are ongoing for new build housing on our Nelson site, utilising the opportunities offered by the Government to boost new housing. The Group remains confident of achieving satisfactory commercial results to both projects.

During the year the Company successfully maintained its ISO accreditations covering Quality, Health, Safety and Environment and post year end, we have been accredited with ISO 50001 Energy Management, ensuring our compliance with the Government's Energy Safety Opportunity Scheme, ESOS.

Developments and future outlook

The directors of the company continue to look ahead and view the future with confidence. For the year to 31st March 2017, over £74m of group turnover is currently secured, with also over £39m already secured for the year to 31st March 2018.

'TED' (Turners Electronic Data), our Data Management system that was introduced during the year at a cost in excess of £100k, is already proving to be a key element of our IT structure helping to ensure that the Group maintains effective operational control of its key activities. This influence will only increase as it continues to bed in. This investment will allow the Group to offer innovative support to both new and existing customers, enhancing our position in the current market.

Principal risks and uncertainties

Our financial strength enables the Group to successfully manage the key risks and uncertainties facing the sector, in particular the supply chain, by continuing to ensure that both sub contractors and suppliers are paid on a timely basis.

In this period of skilled labour shortage, our history of employing a core cards-in workforce together with ongoing trade apprenticeships ensures that we possess in-house long standing skilled employees. We continue to prioritise training and development for our employees, in order to maintain our high skill base, providing the Group with a competitive edge.

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

....

John J Clarke
Chairman

Date: 23 November 2016

Independent Auditor's Report to the Shareholders of John Turner Construction Group Ltd

We have audited the financial statements of John Turner Construction Group Ltd for the year ended 31 March 2016, set out on pages 11 to 42. The relevant financial reporting framework that has been applied in their preparation is the Companies Act 2006 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 shareholders, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the Company's shareholders those matters we are required to state to them in an Auditor's Report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of Directors and Auditor

As explained more fully in the Directors' Responsibilities Statement on page 3, 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 Financial Reporting Council'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 2016 and of the Group's profit or loss for the year 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 Group Strategic Report and the Directors' Report for the financial year for which the financial statements are prepared is consistent with those financial statements.

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 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.

CLB Coopers

David Clift (Senior Statutory Auditor)

for and on behalf of
CLB Coopers

Statutory Auditors and Chartered Accountants

Ship Canal House
98 King Street
Manchester, M2 4WU

23 November 2016

Consolidated Statement of Comprehensive Income
For the Year Ended 31 March 2016

	Note	2016 £	2015 £
Turnover	3	**74,445,810**	72,363,358
Cost of sales		**(68,724,620)**	(67,080,125)
Gross profit		**5,721,190**	5,283,233
Distribution costs		**(212,153)**	(183,514)
Administrative expenses		**(3,653,490)**	(3,515,341)
Other operating income	4	**38,580**	31,668
Operating profit	5	**1,894,127**	1,616,046
Interest receivable and similar income	8	**43,474**	47,505
Profit on ordinary activities before tax		**1,937,601**	1,663,551
Tax on profit on ordinary activities	10	**(395,480)**	(379,653)
Profit for the year		**1,542,121**	1,283,898
Other comprehensive income for the year			
Actuarial gain/(loss) on defined benefit schemes		**37,000**	(155,000)
Pension surplus (not recognised)/reserve		**(116,000)**	67,000
Movements of deferred tax relating to pension surplus		**15,800**	17,600
Other comprehensive income for the year		**(63,200)**	(70,400)
Total comprehensive income for the year		**1,478,921**	1,213,498

The notes on pages 20 to 42 form part of these financial statements.

John Turner Construction Group Ltd
Registered number:02343739

Consolidated Balance Sheet
As at 31 March 2016

	Note	£	2016 £	£	2015 £
Fixed assets					
Intangible assets			-		-
Tangible assets	13		**1,287,426**		1,235,872
			1,287,426		1,235,872
Current assets					
Stocks	15	**2,087,608**		2,022,518	
Debtors	16	**12,655,179**		15,281,554	
Cash at bank and in hand		**6,073,816**		5,101,188	
		20,816,603		22,405,260	
Creditors: amounts falling due within one year	17	**(14,457,844)**		(16,975,662)	
Net current assets			**6,358,759**		5,429,598
Total assets less current liabilities			**7,646,185**		6,665,470
Creditors: amounts falling due after more than one year	18		**(363,047)**		(388,553)
			7,283,138		6,276,917
Provisions for liabilities					
Deferred taxation	19	**(101,407)**		(86,357)	
Other provisions		**(178,216)**		(175,966)	
			(279,623)		(262,323)
Net assets			**7,003,515**		6,014,594

Consolidated Balance Sheet (continued)
As at 31 March 2016

	Note	2016 £	2015 £
Capital and reserves			
Called up share capital	22	**50,000**	50,000
Revaluation reserve	23	**130,762**	130,762
Profit and loss account	23	**6,822,753**	5,833,832
		7,003,515	6,014,594

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

....
John J Clarke
Chairman

Date: 23 November 2016

The notes on pages 20 to 42 form part of these financial statements.

John Turner Construction Group Ltd
Registered number:02343739

Company Balance Sheet
As at 31 March 2016

	Note	£	2016 £	£	2015 £
Fixed assets					
Intangible assets	12		-		-
Tangible assets	13		**1,147,240**		1,091,537
Investments	14		**784,617**		784,617
			1,931,857		1,876,154
Current assets					
Stocks	15	**1,944,465**		1,915,674	
Debtors	16	**11,724,948**		14,620,820	
Cash at bank and in hand		**5,420,754**		4,515,730	
		19,090,167		21,052,224	
Creditors: amounts falling due within one year	17	**(13,921,755)**		(16,717,989)	
Net current assets			**5,168,412**		4,334,235
Total assets less current liabilities			**7,100,269**		6,210,389
Creditors: amounts falling due after more than one year	18		**(363,047)**		(388,553)
Provisions for liabilities					
Deferred taxation	19	**(92,891)**		(77,841)	
Other provisions		**(178,216)**		(175,966)	
			(271,107)		(253,807)
Net assets			**6,466,115**		5,568,029

John Turner Construction Group Ltd
Registered number:02343739

Company Balance Sheet (continued)
As at 31 March 2016

	Note	31 March 2016 £	31 March 2015 £
Capital and reserves			
Called up share capital	22	**50,000**	50,000
Revaluation reserve	23	**130,762**	130,762
Profit and loss account	23	**6,285,353**	5,387,267
		6,466,115	5,568,029

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

....

John J Clarke
Chairman

Date: 23 November 2016
The notes on pages 20 to 42 form part of these financial statements.

John Turner Construction Group Ltd

Consolidated Statement of Changes in Equity
For the Year Ended 31 March 2016

	Called up share capital	Revaluation reserve	Profit and loss account	Equity attributable to owners of parent Company	Total equity
	£	£	£	£	£
At 1 April 2015	50,000	130,762	5,833,832	6,014,594	6,014,594
Profit for the year	-	-	1,542,121	1,542,121	1,542,121
Actuarial losses on pension scheme	-	-	(63,200)	(63,200)	(63,200)
Dividends paid on equity	-	-	(490,000)	(490,000)	(490,000)
At 31 March 2016	50,000	130,762	6,822,753	7,003,515	7,003,515

Consolidated Statement of Changes in Equity
For the Year Ended 31 March 2015

	Called up share capital	Revaluation reserve	Profit and loss account	Equity attributable to owners of parent Company	Total equity
	£	£	£	£	£
At 1 April 2014	50,000	130,762	4,995,334	5,176,096	5,176,096
Profit for the year	-	-	1,283,898	1,283,898	1,283,898
Actuarial losses on pension scheme	-	-	(70,400)	(70,400)	(70,400)
Dividends paid on equity	-	-	(375,000)	(375,000)	(375,000)
At 31 March 2015	50,000	130,762	5,833,832	6,014,594	6,014,594

The notes on pages 20 to 42 form part of these financial statements.

Company Statement of Changes in Equity
For the Year Ended 31 March 2016

	Called up share capital	Revaluation reserve	Profit and loss account	Total equity
	£	£	£	£
At 1 April 2015	**50,000**	**130,762**	**5,387,267**	**5,568,029**
Profit for the year	-	-	**1,451,286**	**1,451,286**
Actuarial losses on pension scheme	-	-	**(63,200)**	**(63,200)**
Dividends paid on equity	-	-	**(490,000)**	**(490,000)**
At 31 March 2016	**50,000**	**130,762**	**6,285,353**	**6,466,115**

Company Statement of Changes in Equity
For the Year Ended 31 March 2015

	Called up share capital	Revaluation reserve	Profit and loss account	Total equity
	£	£	£	£
At 1 April 2014	**50,000**	**130,762**	**4,403,057**	**4,583,819**
Profit for the year	-	-	**1,429,610**	**1,429,610**
Actuarial losses on pension scheme	-	-	**(70,400)**	**(70,400)**
Dividends paid on equity	-	-	**(375,000)**	**(375,000)**
At 31 March 2015	**50,000**	**130,762**	**5,387,267**	**5,568,029**

The notes on pages 20 to 42 form part of these financial statements.

Consolidated Statement of Cash Flows
For the Year Ended 31 March 2016

	2016 £	2015 £
Cash flows from operating activities		
Profit for the financial year	**1,542,121**	1,283,898
Adjustments for:		
Amortisation of intangible assets	**-**	52,718
Depreciation of tangible assets	**243,934**	205,441
Impairments of intangible assets	**-**	265,103
(Profit) on disposal of tangible assets	**(9,491)**	(1,844)
Government grants	**(24,970)**	(25,543)
Interest receivable	**(43,474)**	(47,505)
Taxation	**395,480**	379,653
(Increase) in stocks	**(65,090)**	(332,062)
Decrease/(increase) in debtors	**2,626,375**	(2,076,659)
(Decrease)/increase in creditors	**(2,517,271)**	2,417,264
Increase in provisions	**2,250**	5,532
Increase in net pension assets/liabs	**(79,000)**	(88,000)
Corporation tax	**(390,683)**	(540,024)
Net cash generated from operating activities	**1,680,181**	1,497,972
Cash flows from investing activities		
Purchase of tangible fixed assets	**(309,276)**	(203,727)
Sale of tangible fixed assets	**23,279**	6,175
Government grants received	**24,970**	25,543
Interest received	**43,474**	47,505
Net cash from investing activities	**(217,553)**	(124,504)

Consolidated Statement of cash flows (continued)
For the Year Ended 31 March 2016

	2016 £	2015 £
Cash flows from financing activities		
Dividends paid	**(490,000)**	(375,000)
Net cash used in financing activities	**(490,000)**	(375,000)
Net increase in cash and cash equivalents	**972,628**	998,468
Cash and cash equivalents at beginning of year	**5,101,188**	4,102,720
Cash and cash equivalents at the end of year	**6,073,816**	5,101,188
Cash and cash equivalents at the end of year comprise:		
Cash at bank and in hand	**6,073,816**	5,101,188
	6,073,816	5,101,188

1. Accounting policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention as modified by the revaluation of Freehold Land and Buildings 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.

Information on the impact of first-time adoption of FRS 102 is given in note 28.

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 Company's accounting policies (see note 2).

The following principal accounting policies have been applied:

1.2 Basis of consolidation

The consolidated financial statements present the results of the Group and its own subsidiaries ("the Group") as if they form a single entity. Intercompany transactions and balances between group companies are therefore eliminated in full.

The consolidated financial statements incorporate the results of business combinations using the purchase method. In the Balance Sheet, the acquiree's identifiable assets, liabilities and contingent liabilities are initially recognised at their fair values at the acquisition date. The results of acquired operations are included in the Consolidated Statement of Comprehensive Income from the date on which control is obtained. They are deconsolidated from the date control ceases.

In accordance with the transitional exemption available in FRS 102, the group has chosen not to retrospectively apply the standard to business combinations that occurred before the date of transition to FRS 102, being 01 April 2014.

1.3 Turnover

Turnover comprises revenue recognised by the company in respect of goods and services supplied during the year, exclusive of Value Added Tax and trade discounts.

Revenue on long-term contracts is ascertained in a manner appropriate to the stage of completion of the contract at the balance sheet date, with due regard to anticipated future costs. Amounts recoverable on such contracts are included within debtors. Payments on account in excess of turnover are included within creditors. Full provision is made for losses on all contracts in the year in which the loss is first foreseen.

1.4 Goodwill

Goodwill represents the difference between amounts paid on the cost of a business combination and the acquirer's interest in the fair value of the Group's share of its identifiable assets and liabilities of the acquiree at the date of acquisition. Subsequent to initial recognition, Goodwill is measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is amortised on a straight line basis to the Statement of Comprehensive Income over its useful economic life.

The estimated useful lives range as follows:

Goodwill	-	5	years

1. Accounting policies (continued)

1.5 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

The estimated useful lives range as follows:

Freehold property	- 40 - 50 years
Short term leasehold improvements	- 15% reducing balance
Plant and machinery	- 3 - 10 years and 25 years
Motor vehicles	- 4 - 8 years

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the 'other operating income' within the Statement of Comprehensive Income.

1.6 Revaluation of tangible fixed assets

The Group took advantage of the arrangements under FRS 102 which allows the retention of the carrying value of the revalued freehold land and buildings before the transition date of 1 April 2014 to be deemed cost. All additions since this date are stated at cost.

Fair values are determined from market based evidence normally undertaken by professionally qualified valuers.

1.7 Investments

Investments in subsidiaries are valued at the cost less provision for impairment.

1.8 Operating leases

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

1. Accounting policies (continued)

1.9 Stocks

Stocks are stated at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks.

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

Long term work in progress is valued at direct cost. Gross margins on long term contracts are taken when the outcome of a contract can be reasonably foreseen, as a proportion of the estimated profit on the contract which is appropriate to the work carried out in the period. A prudent view is taken of credit for claims made by the Group until agreed. Provision is made for anticipated losses on contracts and claims against the Group as soon as these are identified.

1.10 Debtors

Short term debtors are measured at transaction price, less any impairment.

1.11 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.

1.12 Creditors

Short term creditors are measured at the transaction price.

1.13 Government grants

Government grants are credited to the consolidated Statement of Comprehensive Income as the related expenditure is incurred.

1.14 Dividends

Equity dividends are recognised when they become legally payable.

1. Accounting policies (continued)

1.15 Pensions

The Group operates a defined benefits pension scheme and the pension charge is based on a full actuarial valuation dated 5 April 2014. From 31 July 2004 the accrual of benefits for this defined benefit pension scheme ceased.

A defined contribution scheme has been put in place by John Turner Construction Group Ltd as an alternative to the defined benefit scheme. Wright Build Limited operate two defined contribution schemes. Both companies operate auto enrolement schemes. Defined contribution scheme contributions are charged to the Statement of Comprehensive Income as they become payable in accordance with the rules of the scheme.

In relation to the defined benefit scheme, the service cost of the pension provision relating to the period, together with the cost of any benefits relating to past service, is charged to the Statement of Comprehensive Income. A charge equal to the increase in the present value of the scheme liabilities and a credit equivalent to the company's long-term expected return on assets (based on the market value of the scheme assets at the start of the period), are included in the Statement of Comprehensive Income.

The difference between the market value of the assets of the scheme and the present value of the accrued pension liabilities is shown as an asset or liability in the balance sheet. Deferred tax assets on the pension liability are recognised to the extent that they are considered recoverable. Any difference between the expected return on assets and that actually achieved is recognised in the Statement of Comprehensive Income along with differences which are from experience, gains and losses and changes of assumptions.

1.16 Provisions for liabilities

Provisions are made where an event has taken place that gives the Group a legal or constructive obligation that probably requires settlement by a transfer of economic benefit, and a reliable estimate can be made of the amount of the obligation.

Provisions are charged as an expense to the Statement Of Comprehensive Income in the year that the Group becomes aware of the obligation, and are measured at the best estimate at the Balance Sheet date of the expenditure required to settle the obligation, taking into account relevant risks and uncertainties.

When payments are eventually made, they are charged to the provision carried in the Balance Sheet.

1. Accounting policies (continued)

1.17 Current and deferred taxation

The tax expense for the year comprises current and deferred tax. Tax is recognised in the Statement Of Comprehensive Income, except that a change attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

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 and the Group operate and generate 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;
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met; and
- Where they relate to timing differences in respect of interests in subsidiaries, associates, branches and joint ventures and the Group can control the reversal of the timing differences and such reversal is not considered probable in the foreseeable future.

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.

2. Judgments in applying accounting policies and key sources of estimation uncertainty

Provisions for loss making contracts

Where losses on contracts are expected, the entire loss is recognised immediately within the Statement of Comprehensive Income.

Development projects

The directors consider that the book value of these development projects remain appropriate in the light of the likely development of the sites for which active negotiations are currently taking place and which are expected to result in a full recovery of the costs incurred to date.

3. Turnover

The whole of the turnover is attributable to the group's principal activities.

All turnover arose within the United Kingdom.

4. Other operating income

	2016 £	2015 £
Other operating income	**14,947**	6,125
Government grants receivable	**23,633**	25,543
	38,580	31,668

5. Operating profit

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

	2016 £	2015 £
Depreciation of tangible fixed assets	**243,934**	205,441
Profit on sale of fixed assets	**(9,491)**	(1,844)
Amortisation of intangible assets, including goodwill	**-**	52,718
Impairment of intangible assets	**-**	265,103
Auditors remuneration	**31,845**	31,220
Operating lease rentals	**97,057**	98,508

Auditors fees for the company were £25,470 (2015: £24,970).

6. Employees

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

	2016 £	2015 £
Wages and salaries	**8,636,591**	7,752,302
Social security costs	**846,618**	778,107
Cost of defined contribution schemes	**493,577**	277,802
	9,976,786	8,808,211

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

	2016 No.	2015 No.
Construction and service	**142**	146
Administration and supervision	**40**	40
Management	**70**	68
	252	254

7. Directors' remuneration

	2016 £	2015 £
Directors' emoluments	**360,503**	353,200
Company contributions to defined contribution pension schemes	**79,993**	48,040
	440,496	401,240

During the year retirement benefits were accruing to 2 directors (2015: 2) in respect of defined contribution pension schemes.

The highest paid director received remuneration, excluding pension contributions, of £152,036 (2015: £148,117).

The value of the company's contributions paid to a defined contribution pension scheme in respect of the highest paid director amounted to £67,501 (2015: £38,200).

8. Interest receivable and similar income

	2016 £	2015 £
Other interest receivable	**116**	67
Bank interest receivable	**43,358**	47,438
	43,474	47,505

9. Other finance costs

	2016 £	2015 £
Expected return on pension scheme assets	**83,000**	129,000
Interest on pension scheme liabilities	**(83,000)**	(129,000)
	-	-

10. Taxation

	2016 £	2015 £
Corporation tax		
Current tax on profits for the year	**364,601**	392,225
Adjustments in respect of previous periods	**29**	(32,312)
Total current tax	**364,630**	359,913
Deferred tax		
Origination and reversal of timing differences	**15,050**	2,140
Deferred tax relating to defined benefit pension scheme	**15,800**	17,600
Total deferred tax	**30,850**	19,740
Taxation on profit on ordinary activities	**395,480**	379,653

Factors affecting tax charge for the year

The tax assessed for the year is higher than (2015: higher than) the standard rate of corporation tax in the UK of 20% (2015: 21%). The differences are explained below:

	2016 £	2015 £
Profit on ordinary activities before tax	**1,937,601**	1,663,551
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 20% (2015: 21%)	**387,520**	349,346
Effects of:		
Non-tax deductible amortisation of goodwill and impairment	**-**	66,742
Adjustments to tax charge in respect of prior periods	**29**	(32,312)
Other timing differences	**(7,915)**	(16,049)
Differences between capital allowances and depreciation	**46**	(5,674)
Deferred tax relating to defined benefit pension scheme	**15,800**	17,600
Total tax charge for the year	**395,480**	379,653

11. Dividends

	2016 £	2015 £
Equity dividends paid	**490,000**	375,000

12. Intangible assets

Group

	Goodwill £
Cost	
At 1 April 2015	**455,170**
At 31 March 2016	**455,170**
Amortisation	
At 1 April 2015	**455,170**
At 31 March 2016	**455,170**
Net book value	
At 31 March 2016	-
At 31 March 2015	-

12. Intangible assets (continued)

Company

	Goodwill
	£
Cost	
At 1 April 2015	**167,452**
At 31 March 2016	**167,452**
Amortisation	
At 1 April 2015	**167,452**
At 31 March 2016	**167,452**
Net book value	
At 31 March 2016	-
At 31 March 2015	-

13. Tangible fixed assets

Group

	Freehold property	Short term leasehold improvements	Plant and machinery	Motor vehicles	Total
	£	£	£	£	£
Cost or valuation					
At 1 April 2015	550,000	129,599	1,240,740	950,451	2,870,790
Additions	-	-	172,664	136,612	309,276
Disposals	-	-	(3,850)	(119,770)	(123,620)
At 31 March 2016	550,000	129,599	1,409,554	967,293	3,056,446
Depreciation					
At 1 April 2015	12,815	92,096	1,023,430	506,577	1,634,918
Charge for period on owned assets	12,815	5,628	73,263	152,228	243,934
Disposals	-	-	(3,850)	(105,982)	(109,832)
At 31 March 2016	25,630	97,724	1,092,843	552,823	1,769,020
Net book value					
At 31 March 2016	524,370	31,875	316,711	414,470	1,287,426
At 31 March 2015	537,185	37,503	217,310	443,874	1,235,872

FRS 102 precribes that the Group may take the open market value of the freehold land and property at the transition date as the 'deemed cost' with the uplift being a non distributable reserve to behold up until eventual disposal, as per FRS 102 Section 35.10d.

Company

	Freehold property	Plant and machinery	Motor vehicles	Total
	£	£	£	£
Cost or valuation				
At 1 April 2015	**550,000**	**1,090,022**	**807,525**	**2,447,547**
Additions	**-**	**169,843**	**97,564**	**267,407**
Disposals	**-**	**(3,850)**	**(100,164)**	**(104,014)**
At 31 March 2016	**550,000**	**1,256,015**	**804,925**	**2,610,940**
Depreciation				
At 1 April 2015	**12,815**	**909,578**	**433,617**	**1,356,010**
Charge for period on owned assets	**12,815**	**67,360**	**129,809**	**209,984**
Disposals	**-**	**(3,850)**	**(98,444)**	**(102,294)**
At 31 March 2016	**25,630**	**973,088**	**464,982**	**1,463,700**
At 31 March 2016	**524,370**	**282,927**	**339,943**	**1,147,240**
At 31 March 2015	537,185	180,444	373,908	1,091,537

14. Fixed asset investments

Subsidiary undertakings

The following were subsidiary undertakings of the Company:

Name	Country of incorporation	Class of shares	Holding	Principal activity
Wright Build Holdings Limited	United Kingdom	Ordinary	100 %	Non-trading holding company
Wright Build Limited*	United Kingdom	Ordinary	100 %	Maintenance and building contractors
TL Electrical Services (2002) Limited	United Kingdom	Ordinary	100 %	Dormant

*Held indirectly via Wright Build Holdings Limited.

The aggregate of the share capital and reserves as at 31 March 2016 and of the profit or loss for the year ended on that date for the subsidiary undertakings were as follows:

	Aggregate of share capital and reserves	Profit/(loss)
	£	£
Wright Build Holdings Limited	1,000	-
Wright Build Limited	1,429,333	90,835
TL Electrical Services (2002) Limited	100	-

Company

	Shares in subsidiary companies
	£
Cost or valuation	
At 1 April 2015	784,617
At 31 March 2016	784,617
Net book value	
At 31 March 2016	784,617
At 31 March 2015	784,617

15. Stocks

	Group 2016 £	Group 2015 £	Company 2016 £	Company 2015 £
Raw materials and WIP	**84,680**	80,708	**31,982**	21,045
Long term development project	**907,411**	890,493	**907,411**	890,493
Development property and land	**1,005,072**	1,004,136	**1,005,072**	1,004,136
Long term contract balances	**90,445**	47,181	**-**	-
	2,087,608	2,022,518	**1,944,465**	1,915,674

The directors believe that the book value of these development projects remain appropriate in the light of the likely development of the sites for which active negotiations are currently taking place and which are expected to result in a full recovery of the costs incurred to date.

16. Debtors

	Group 2016 £	Group 2015 £	Company 2016 £	Company 2015 £
Due after more than one year				
Prepayments and accrued income	**914,991**	914,991	**914,991**	914,991
Amounts recoverable on long term contracts	**378,898**	392,680	**378,898**	392,680
	1,293,889	1,307,671	**1,293,889**	1,307,671
Due within one year				
Trade debtors	**867,977**	799,010	**-**	-
Amounts owed by group undertakings	**3,078,254**	3,078,254	**3,102,364**	3,271,460
Other debtors	**28,808**	11,083	**20,077**	5,176
Prepayments and accrued income	**277,922**	878,943	**199,141**	806,163
Amounts recoverable on long term contracts	**7,108,329**	9,206,593	**7,109,477**	9,230,350
	12,655,179	15,281,554	**11,724,948**	14,620,820

Upon transition to FRS 102 the Group has put in place a formal repayment profile on amounts due by Group undertakings including a market rate of interest to be charged. Previously no formal agreement was in place and therefore the amount has been reclassified as due in less than one year. As a result, amounts owed by Group undertakings amounting to £3,078,254 have been reclassified in the prior year from falling due after more than year to within one year.

17. Creditors: Amounts falling due within one year

	Group 2016 £	Group 2015 £	Company 2016 £	Company 2015 £
Payments received on account	**992,311**	1,840,214	**992,311**	1,840,214
Trade creditors	**8,637,659**	10,346,392	**8,258,894**	10,336,105
Amounts owed to group undertakings	**-**	-	**95,000**	72,338
Corporation tax	**86,334**	112,387	**63,000**	94,437
Taxation and social security	**1,150,367**	2,109,784	**914,048**	1,918,267
Other creditors	**500,400**	592,001	**466,355**	535,198
Accruals and deferred income	**3,090,773**	1,974,884	**3,132,147**	1,921,430
	14,457,844	16,975,662	**13,921,755**	16,717,989

18. Creditors: Amounts falling due after more than one year

	Group 2016 £	Group 2015 £	Company 2016 £	Company 2015 £
Amounts owed to group undertakings	**100,000**	100,000	**100,000**	100,000
Trade creditors	**263,047**	288,553	**263,047**	288,553
	363,047	388,553	**363,047**	388,553

19. Deferred taxation

Group

	2016 £	2015 £
At beginning of year (as restated)	**86,357**	84,217
Charged to the Statement of Comprehensive Income	**15,050**	2,140
At end of year	**101,407**	86,357

Company

	2016 £	2015 £
At beginning of year (as restated)	**77,841**	75,701
Charged to the profit or loss	**15,050**	2,140
At end of year	**92,891**	77,841

The provision for deferred taxation is made up as follows:

	Group 2016 £	Group 2015 £	Company 2016 £	Company 2015 £
Accelerated capital allowances	**67,410**	53,770	**67,410**	53,760
On revaluation	**32,681**	32,681	**32,681**	32,681
Short term and other timing differences	**1,316**	(94)	**(7,200)**	(8,600)
	101,407	86,357	**92,891**	77,841

20. Provisions

Provision for contracts cost adjustment and warrenty provision:

	2016 £	2015 £
At 1 April 2015	**175,966**	170,434
Net movement in the year	**2,250**	5,532
At 31 March 2016	**178,216**	175,966

21. 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 Statement of Comprehensive Income in these financial statements. The profit after tax of the parent Company for the year was £1,451,285 (2015: £1,429,610).

22. Share capital

	2016 £	2015 £
Shares classified as equity		
Allotted, called up and fully paid		
50,000 Ordinary shares of £1 each	**50,000**	50,000

23. Reserves

Revaluation reserve

The revaluation reserve represents other non-distributable reserves.

Profit & loss account

The profit and loss account represents accumulated trading profit, less equity dividends paid.

24. Pension commitments

The Group operates a defined benefit pension scheme for the benefit of a director and certain employees, the assets of which are held in separately administered funds managed by Friends Provident Life and Pensions Limited and the defined benefit scheme trustees. Contributions to the scheme are determined with the advice of independent qualified actuaries on the basis of triennial valuations using the projected unit method. In the course of 2004/05 the accrual of the benefits under the scheme ceased.

The last full actuarial valuation was carried out as at 5 April 2014 and concluded that, subject to the company continuing to make contributions in accordance with the actuary's recommendations set out below, the resources of the scheme are likely in the normal course of events to meet in full liabilities of the scheme as they fall due.

The actuary recommended's contributions of £88,000 per annum from 5 April 2014 and £79,000 per annum from 6 April 2015 to 5 April 2017 in order to clear the scheme's funding deficit by 5 April 2017 as anticipated in the scheme Recovery Plan arising from this actuarial valuation.

Reconciliation of present value of plan liabilities:

	2016	2015
	£	£
Reconciliation of present value of plan liabilities		
At the beginning of the year	**2,850,000**	2,461,000
Interest cost	**83,000**	129,000
Actuarial (gains)/losses	**(55,000)**	278,000
Benefits paid	**(727,000)**	-
Adjustments due to para 67c	**-**	(18,000)
At the end of the year	**2,151,000**	2,850,000

Reconciliation of the fair value of scheme assets were as follows:

	2016	2015
	£	£
At the beginning of the year	**2,931,000**	2,591,000
Actuarial (losses) and gains	**(18,000)**	123,000
Contributions	**79,000**	88,000
Benefits paid	**(727,000)**	-
Expected return on scheme assets	**83,000**	129,000
Surplus in the scheme not recognised	**(197,000)**	(81,000)
At the end of the year	**2,151,000**	2,850,000

24. Pension commitments (continued)

	2016 £	2015 £
Fair value of plan assets	**2,151,000**	2,850,000
Present value of plan liabilities	**(2,151,000)**	(2,850,000)
Net pension scheme asset	**-**	-

The amounts recognised in Statement of Comprehensive Income are as follows:

	2016 £	2015 £
Expected return on scheme assets	**83,000**	129,000
Interest on pension scheme liabilities	**(83,000)**	(129,000)
Total	**-**	-

The cumulative amount of actuarial gains and losses recognised in the Consolidated Statement of Comprehensive Income was £(556,980) (2015: £(620,182)).

The Group expects to contribute £79,000 to its defined benefit pension scheme in 2017.

	2016 £	2015 £
Analysis of actuarial loss recognised in Other Comprehensive Income		
Actuarial gain/(loss) on defined benefit pension scheme	**37,000**	(155,000)
Pension surplus (not recognised)/reserve	**(116,000)**	67,000
Movement of deferred tax relating to pension surplus	**15,800**	17,600
	(63,200)	(70,400)

Principal actuarial assumptions at the Balance Sheet date (expressed as weighted averages):

	2016 %	2015 %
Discount rate at 31 March	**3.61**	3.35
Rate of increase in pension payments	**3.20**	3.10
Rate of increase in deferred pensions	**2.20**	2.10
Inflation assumption	**3.20**	3.10

24. Pension commitments (continued)

Amounts for the current and previous four periods are as follows:

Defined benefit pension schemes

	2016	2015	2014	2013	2012
	£	£	£	£	£
Defined benefit obligation	**(2,151,000)**	(2,850,000)	(2,461,000)	(2,598,000)	(2,286,000)
Scheme assets	**2,348,000**	2,931,000	2,591,000	2,605,000	2,337,000
Surplus	**197,000**	81,000	130,000	7,000	51,000
Experience adjustments on scheme liabilities	**55,000**	(278,000)	-	-	(75,000)
Experience adjustments on scheme assets	**(18,000)**	123,000	(43,000)	112,000	(79,000)
	37,000	(155,000)	(43,000)	112,000	(154,000)

25. Commitments under operating leases

At 31 March 2016, the Group and the Company had future minimum lease payments under non-cancellable operating leases as follows:

	Group 2016	Group 2015	**Company 2016**	Company 2015
	£	£	**£**	£
Not later than 1 year	**87,757**	97,057	**79,837**	87,970
Later than 1 year and not later than 5 years	**281,052**	229,138	**263,372**	207,958
Later than 5 years	**529,310**	593,730	**505,000**	565,000
	898,119	919,925	**848,209**	860,928

26. Related party transactions

During the year, the Group carried out development work on behalf of Cottam Hall Properties Limited, a company in which John J Clarke has a controlling interest. At the balance sheet date, work in progress and accrued income relating to Cottam Hall Properties Limited was £907,411 (2015: £890,493) and £914,991 (2015: £914,991) respectively.

During the year, an amount of £60,000 (2015: £60,000) in relation to rent payable, was paid to Clarke JJ Redswan SIPP, a pension scheme in which John J Clarke is the main beneficiary.

During the year, the Group made sales of £416,362 (2015: £678,068) to John J Clarke, a director of the company, in relation to the construction and refurbishment of property. An amount of £189,543 was outstanding from John J Clarke at the balance sheet date (2015: £270,023). This amount was repaid in full on the 1 April 2016.

The company has taken advantage of the exemption conferred by Section 33 Related Party Disclosures paragraph 33.7. not to disclose details of transactions with other members of the Group. The balances with Group companies as at 31 March 2016 were as follows:

	2016	2015
	£	£
John Turner Holdings Limited	**3,078,254**	3,078,254
John Turner Group Limited	**(100,000)**	(100,000)
	2,978,254	2,978,254

27. Controlling party

The immediate holding company is John Turner Group Limited. The ultimate parent company is John Turner Holdings Limited and the ultimate controlling party is John J Clarke by virtue of his majority shareholding.

Copies of the John Turner Holdings Limited consolidated financial statements, which include the company, are available from Companies House, Crown Way, Maindy, Cardiff, CF14 3UZ.

28. First time adoption of FRS 102

The Group and Company transitioned to FRS 102 from previously extant UK GAAP as at 1 April 2014. The impact of the transition to FRS 102 is as follows:

Reconciliation of equity at 1 April 2014

	Group £	Company £
Equity at 1 April 2014 under previous UK GAAP	5,045,334	4,453,057
Revaluation of freehold property	163,453	163,453
Deferred tax on freehold property	(32,691)	(32,691)
Equity shareholders funds at 1 April 2014 under FRS 102	5,176,096	4,583,819

Reconciliation of equity at 31 March 2015

	Group £	Company £
Equity at 31 March 2015 under previous UK GAAP	5,875,347	5,428,782
Revaluation of freehold property	163,453	163,453
Deferred tax on freehold property	(32,691)	(32,691)
Depreciation charged under previous UK GAAP	21,300	21,300
Depreciation charged under FRS 102	(12,815)	(12,815)
Equity shareholders funds at 31 March 2015 under FRS 102	6,014,594	5,568,029

Reconciliation of profit and loss account for the year ended 31 March 2015

	Group £	Company £
Profit for the year under UK GAAP	1,275,413	1,421,125
Depreciation charged under previous UK GAAP	21,300	21,300
Depreciation charged under FRS 102	(12,815)	(12,815)
Profit for the year ended 31 March 2015 under FRS 102	1,283,898	1,429,610

28. First time adoption of FRS 102 (continued)

The following were changes in accounting policies arising from the transition to FRS 102:

FRS 102 prescribes that the Group may take the open market value of the freehold land and property at the transition date as the 'deemed cost' with the uplift being a non distributable reserve to behold up until eventual disposal, as per FRS 102 Section 35.10d. This in turn has arisen a variance in the depreciation charge for the financial year to 31 March 2015 which has been accounted for along with the deferred tax element of the revaluation.

Upon transition to FRS 102 the Group has put in place a formal repayment profile on amounts due by Group undertakings including a market rate of interest to be charged. Previously no formal agreement was in place and therefore the amount has been reclassified as due in less than one year. As a result, amounts owed by Group undertakings amounting to £3,078,254 have been reclassified in the prior year from falling due after more than year to within one year.