

# **Lendlease Construction (Lelliott) Limited**

(Formerly Lendlease Construction (Lelliott) Limited)

**Directors' report and  
financial statements**

**Registered number 2989801**

**For the year ended 30 June 2016**



## Directors' report and financial statements

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## Directors' report

The directors present their directors' report and the audited financial statements for the year ended 30 June 2016.

### Principal activities & Business Review

The company did not trade during the year. A profit was made via interest earned on intercompany debt and interest bearing bank deposits. The directors do not expect that this position will change within the foreseeable future. As the company does not trade, it has no principal activities and is not subject to any risks or uncertainties.

The Company is a limited liability company incorporated and domiciled in the United Kingdom.  
The address of its registered office is 20 Triton Street, Regent's Place, London NW1 3BF.

These financial statements were authorised for issue by the Board of Directors on 13 February 2017

On the 1 July 2016, the Company changed its name from Lend Lease Construction Lelliott Limited to Lendlease Construction Lelliott Limited.

The Company did not trade throughout the year. As the directors do not intend the business to trade in the foreseeable future, they have not prepared the financial statements on a going concern basis. The effect of this is explained in note 1.

### Business review

The profit/(loss) after tax for the year ended 30 June 2016 was £40 (2015: £18 loss).

### Dividend

No dividends have been paid in the current financial year (2015: £nil).

### Directors and directors' interests

The directors who served during the year are listed below:

L Gledhill (resigned 31/08/2015)

N Martin

M Heyes (resigned 12/10/2016)

G Ray (appointed 04/09/2015)

### Disclosure of information to auditor

The directors who held office at the date of approval of this directors' report confirm that, so far as they are each aware, there is no relevant audit information of which the Company's auditor is unaware; and each director has taken all the steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the Company's auditor is aware of that information.

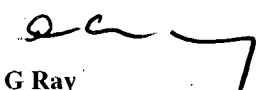
### Auditor

Pursuant to Section 487 of the Companies Act 2006, the auditor will be deemed to be reappointed and KPMG LLP will therefore continue in office.

### Political donations

The Company made no political contributions during the year (2015: £nil).

By order of the board



G Ray  
Director

20 Triton Street  
Regent's Place  
London  
NW1 3BF  
13 February 2017

## **Statement of directors' responsibilities in respect of the directors' report and the financial statements**

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 they have elected to prepare the financial statements in accordance with IFRSs as adopted by the EU 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;
- state whether they have been prepared in accordance with IFRSs as adopted by the EU; and
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business. (As explained in note 1, the directors do not believe that it is appropriate to prepare these financial statements on a going concern basis).

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 have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF LENDLEASE CONSTRUCTION (LELLIOTT) LIMITED**

We have audited the financial statements of Lendlease Construction (Lelliott) Limited for the year ended 30 June 2016 set out on pages 4 to 10. The financial reporting framework that has been applied in their preparation is applicable law and International Financial Reporting Standards (IFRSs) as adopted by the EU.

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 set out 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**

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's web-site at [www.frc.org.uk/auditscopeukprivate](http://www.frc.org.uk/auditscopeukprivate).

### **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 30 June 2016 and of its profit for the year ended;
- have been properly prepared in accordance with IFRSs as adopted by the EU; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

### **Opinion on other matter prescribed by the Companies Act 2006**

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

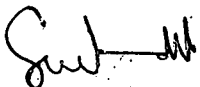
### **Emphasis of matter paragraph**

In forming our opinion on the financial statements, which is not modified, we have considered the adequacy of the disclosure made in note 1 to the financial statements which explains that the financial statements are now not prepared on the going concern basis for the reason set out in that note

### **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,

- 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 financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to take advantage of the small companies exemption from the requirement to prepare a strategic report.



**Stephen Wardell**

**(Senior Statutory Auditor)**

**for and on behalf of KPMG LLP, Statutory Auditor**

*Chartered Accountants*

15 Canada Square

London

E14 5GL

13 February 2017

**Statement of comprehensive income**  
*for the year ended 30 June 2016*

		2016 £	2015 £
Administrative expenses		(32)	(42)
<b>Operating loss</b>		<u>(32)</u>	<u>(42)</u>
Finance income	8	81	19
<b>Profit/(Loss) Before taxation</b>		<u>50</u>	<u>(23)</u>
Taxation	5	(10)	5
<b>Profit/(Loss) for the year</b>		<u><u>40</u></u>	<u><u>(18)</u></u>
Other comprehensive income for the year, net of tax		-	-
<b>Total comprehensive income/(loss) for the year</b>		<u><u>40</u></u>	<u><u>(18)</u></u>

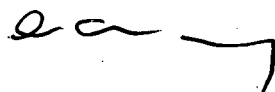
The company had no recognised gains or losses other than the profit for the year.

*The notes to and forming part of the financial statements are set out on pages 8-10.*

**Statement of financial position**  
*at 30 June 2016*

	Notes	2016 £	2015 £
<b>Current assets</b>			
Cash and cash equivalents		56	3,524
Trade and other receivables	6	<u>4,669</u>	<u>1,151</u>
<b>Total assets</b>		<u>4,725</u>	<u>4,675</u>
<b>Current liabilities</b>			
Trade and other payables	7	(10)	-
<b>Net assets</b>		<u>4,715</u>	<u>4,675</u>
<b>Equity</b>			
Ordinary share capital	9	2	2
Retained earnings		<u>4,713</u>	<u>4,673</u>
<b>Total equity</b>		<u>4,715</u>	<u>4,675</u>

These financial statements of Lendlease Lelliott Limited, registered number 2989801, were approved by the board of directors on 13 February 2017 and were signed on its behalf by:



**G Ray**  
Director

*The notes to and forming part of the financial statements are set out on pages 8-10.*

**Statement of changes in shareholders' equity**  
*for the year ended 30 June 2016*

	Ordinary share capital	Retained earnings	Total equity
	£	£	£
Balance at 30 June 2014	2	4,691	4,693
Retained loss for the year	-	(18)	(18)
<b>Balance at 30 June 2015</b>	<b>2</b>	<b>4,673</b>	<b>4,675</b>
Retained profit for the year	-	40	40
<b>For the year ended 30 June 2016</b>	<b>2</b>	<b>4,713</b>	<b>4,715</b>

*The notes to and forming part of the financial statements are set out on pages 8-10.*



**Statement of cash flows**  
*for the year ended 30 June 2016*

	2016 £	2015 £
<b>Cash flows from operating activities</b>		
Net profit / (loss) for the year	40	(18)
<i>Adjustments for:</i>		
Finance income	(81)	(19)
<i>Changes in working capital:</i>		
Increase in trade and other receivables	(3,518)	-
Decrease in trade and other payables	10	(5)
<b>Net cash used in operating activities</b>	<u>(3,550)</u>	<u>(42)</u>
Finance income	81	19
<b>Net cash from financing activities</b>	<u>81</u>	<u>19</u>
<b>Net cash from investing activities</b>	-	-
<b>Net (decrease) in cash and cash equivalents</b>	<u>(3,468)</u>	<u>(23)</u>
Cash and cash equivalents at beginning of year	3,524	3,547
<b>Cash and cash equivalents at end of year</b>	<u><u>56</u></u>	<u><u>3,524</u></u>

*The notes to and forming part of the financial statements are set out on pages 8-10.*

## Notes to the financial statements

### 1 Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the Company's financial statements.

#### *Basis of preparation*

In previous years, the financial statements have been prepared on a going concern basis. However, in 2016 the directors took the decision to cease trading. As they do not intend to trade in the foreseeable future, the directors have not prepared the financial statements on a going concern basis. No adjustments were necessary to the amounts at which the remaining net assets are included in these financial statements.

#### *Cash and cash equivalents*

Cash and cash equivalents comprise of cash in hand and at bank.

#### *Trade receivables*

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost, less provision for impairment.

All receivables are regularly reviewed and a provision for impairment of trade receivables is established when there is objective evidence that all amounts may not be collectible according to the original terms of the sales transaction.

#### *Critical judgements in applying the entity's accounting policies*

The preparation of financial statements under IFRS requires management to make estimates and assumptions that affect amounts recognised for assets and liabilities at the balance sheet date and the amounts of revenue and expenses incurred during the reporting period. Actual outcomes may therefore differ from these estimates and assumptions.

#### *New Accounting Standards and Interpretations*

A number of new standards, amendments to standards and interpretations have been issued that are effective for the year ended 30 June 2016, but have not been applied in preparing these financial statements. None of these have a material effect on the financial statements of the Company.

### 2 Profit / (loss) before taxation

The auditor's remuneration for the current accounting year of £1,100 (2015: £1,100) has been borne by a fellow group undertaking.

### 3 Remuneration of directors

The directors remuneration or pension contributions were received from Lendlease Construction (Europe) Ltd in respect of their services to the Company during the current and previous year.

Notes to the financial statements (continued)

4 Staff numbers and costs

The company did not directly employ any staff during the year (2015: nil).

5 Income tax

a) Tax on loss on ordinary activities

	2016 £	2015 £
<b>Current tax:</b>		
UK corporation tax expense/(credit)	10	(5)
Total current tax expense/(credit)	10	(5)
Total tax expense/(credit) in the statement of comprehensive income	10	(5)

b) Reconciliation of tax

	2016 £	2015 £
(Loss) / profit on ordinary activities before tax	50	(23)
Tax at 20% (2015: 20.75%)	10	(5)
<b>Tax expense/(credit) in the statement of comprehensive income (note 5a)</b>	<b>10</b>	<b>(5)</b>

The effective rate of taxation will vary as a result of any dividends paid by shareholders, overseas tax rates and the utilisation of tax losses brought forward. Reductions in the UK corporation tax rate from 23% to 21% (effective from 1 April 2014) and 20% (effective from 1 April 2015) were substantively enacted on 2 July 2013. Further reductions to 19% (effective from 1 April 2017) and to 18% (effective 1 April 2020) were substantively enacted on 26 October 2015, and an additional reduction to 17% (effective from 1 April 2020) was announced in the Budget on 16 March 2016. This will reduce the company's future current tax charge accordingly. Accordingly, the company's profits for the accounting period are taxed at an effective rate of 20% (2015: 20.75%).

6 Trade and other receivables

	2016 £	2015 £
Group relief receivable	1,151	1,151
Receivable from Lendlease Europe Finance Limited	3,518	-
	<b>4,669</b>	<b>1,151</b>

7 Trade and other payables

	2016 £	2015 £
Corporation tax	10	-
	<b>10</b>	<b>-</b>

8 Finance income

	2016 £	2015 £
Interest Received from Lendlease Europe Finance Limited	(81)	-
	<b>(81)</b>	<b>-</b>

**Notes to the financial statements (*continued*)**

**9 Called up share capital**

	2016	2015
	£	£
<i>Allotted, called up and fully paid</i>		
2 ordinary shares of £1 each	<u>2</u>	<u>2</u>

The holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at meetings of the Company.

**10 Related party transactions**

Balances are due from Lendlease Europe Finance Limited as disclosed in note 6. The balance is unsecured in nature and bears no interest.

**11 Ultimate parent undertaking and parent undertaking of larger group of which the company is a member**

The company is a subsidiary undertaking of Lendlease Construction Holdings (Europe) Limited, which is registered in England and Wales. Its ultimate parent undertaking is Lendlease Corporation Limited, which is incorporated in Australia.

The largest group in which the results of the Company are consolidated is that headed by Lendlease Corporation Limited. The consolidated financial statements of this group may be obtained from Level 14, Tower Three, International Towers Sydney, Exchange Place, 300 Barangaroo Avenue, Barangaroo, 2000 or from its website at [www.lendlease.com/Australia](http://www.lendlease.com/Australia).

The smallest group in which the financial statements of the company are consolidated is that headed by Lendlease Europe Holdings Limited. The consolidated financial statements of this group may be obtained from the Registrar of Companies, Companies House, Crown Way, Maindy, Cardiff.