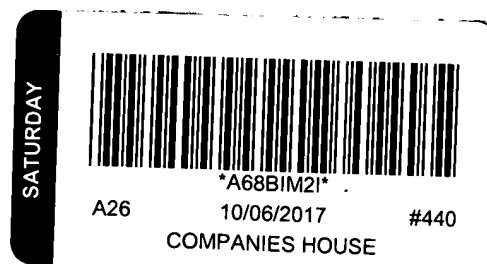


Registration number: 03591627

# Alway Associates (London) Limited

Annual Report and Financial Statements

for the Period from 1 August 2015 to 31 December 2016



## **Alway Associates (London) Limited**

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## **Alway Associates (London) Limited**

### **Company Information**

<b>Directors</b>	A C Ferguson T G Bowen A J Vaughan T A Wood
<b>Company secretary</b>	T A Wood
<b>Registered office</b>	Costain House Vanwall Business Park Maidenhead Berkshire SL6 4UB
<b>Auditors</b>	KPMG LLP 15 Canada Square London E14 5GL

## **Alway Associates (London) Limited**

### **Directors' Report for the Period from 1 August 2015 to 31 December 2016**

The directors present their report and the financial statements for the period from 1 August 2015 to 31 December 2016.

#### **Directors' of the company**

The directors, who held office during the period, were as follows:

A C Ferguson

T G Bowen (appointed 14 August 2015)

A J Vaughan (appointed 14 August 2015)

T A Wood - Company secretary and director (appointed 14 August 2015)

#### **Principal activity**

The principal activity of the company is legal and consultancy services.

#### **Business review**

##### *Fair review of the business*

The profit before tax for the 17 months ended 31 December 2016 is £21,972 (year ended 31 July 2015: loss of £126,423).

#### **Employment of disabled persons**

It is the Company's policy to give full and fair consideration to applications for employment made by disabled persons, to continue wherever possible the employment of and to arrange appropriate training for those who become disabled and to provide equal opportunities for the training and career development of disabled employees.

#### **Employee involvement**

The Costain Group provides information to its employees both of a general company nature and to encourage awareness of financial and economic factors, which affect the company in various ways. These include regular videos and updates from the Chief Executive and other senior managers, a Costain online news service, information via our electronic mail system, circulation of press releases, management briefings on company results, a report to employees on the annual financial statements of the Group and annual pension scheme reports. Participation and involvement are encouraged through regular management meetings with employees.

#### **Disclosure of information to the auditors**

Each director has taken steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information. The directors confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

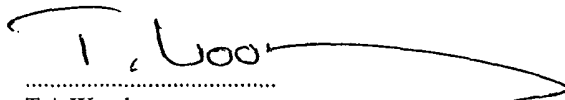
**Alway Associates (London) Limited**

**Directors' Report for the Period from 1 August 2015 to 31 December 2016 (continued)**

**Reappointment of auditors**

During 2016, Costain Group PLC, the company's ultimate parent, decided to change its auditors in recognition of good governance. A number of firms were approached to tender for the audit and it has been recommended to the Board that PricewaterhouseCoopers LLP be proposed as auditor of Costain Group PLC and its subsidiary companies. As a result of the tender, KPMG LLP's appointment will expire following the approval of these accounts by the directors and appointment of PricewaterhouseCoopers LLP as the company's auditor for the financial year ending 31 December 2017 will be proposed at the company's AGM.

Approved by the Board on 26 April 2017 and signed on its behalf by:

  
.....  
T A Wood  
Company secretary and director

## **Alway Associates (London) Limited**

### **Statement of Directors' Responsibilities**

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law they have elected to prepare the financial statements in accordance with UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice), including FRS 101 *Reduced Disclosure Framework*.

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 apply them consistently;
- make judgements 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; and
- 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 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 Alway Associates (London) Limited**

We have audited the financial statements of Alway Associates (London) Limited for the period from 1 August 2015 to 31 December 2016, set out on pages 7 to 17. The financial reporting framework that has been applied in their preparation is applicable law and UK Accounting Standards (UK Generally Accepted Accounting Practice), including FRS 101 *'Reduced Disclosure Framework'*.

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

### **Respective responsibilities of directors and auditor**

As explained more fully in the Statement of Directors' Responsibilities (set out on page 4), 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 website at [www.frc.org.uk/auditscopeukprivate](http://www.frc.org.uk/auditscopeukprivate).

### **Opinion on the 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 December 2016 and of its profit for the period then ended;
- have been properly prepared in accordance with UK Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

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

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

Based solely on the work required to be undertaken in the course of the audit of the financial statements and from reading the Directors' Report:

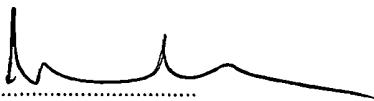
- we have not identified material misstatements in that report; and
- in our opinion, that report has been prepared in accordance with the Companies Act 2006.

## **Independent Auditor's Report to the members of Alway Associates (London) Limited**

### **Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

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



.....  
Andrew Marshall (Senior Statutory Auditor)  
For and on behalf of KPMG LLP, Statutory Auditor

15 Canada Square  
London  
E14 5GL

26 April 2017



# **Alway Associates (London) Limited**

## **Profit and Loss Account for the Period from 1 August 2015 to 31 December 2016**

	Note	17 months to 31 December 2016 £	Year to 31 July 2015 £
Turnover	3	-	500
Administrative expenses		<u>21,578</u>	<u>(126,955)</u>
Operating profit/(loss)	4	21,578	(126,455)
Finance income	7	<u>394</u>	<u>32</u>
Profit/(loss) before tax		21,972	(126,423)
Income tax expense	8	<u>-</u>	<u>-</u>
Profit/(loss) for the period		<u><u>21,972</u></u>	<u><u>(126,423)</u></u>

The above results were derived from continuing operations.

**Alway Associates (London) Limited**

**Statement of Comprehensive Income for the Period from 1 August 2015 to 31 December 2016**

	Note	17 months to 31 December 2016 £	Year to 31 July 2015 £
Profit/(loss) for the period		<u>21,972</u>	<u>(126,423)</u>
Total comprehensive income for the period		<u><u>21,972</u></u>	<u><u>(126,423)</u></u>

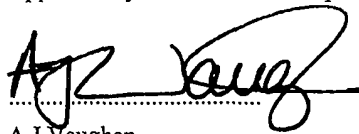
**Alway Associates (London) Limited**

**(Registration number: 03591627)**

**Balance Sheet as at 31 December 2016**

	Note	31 December 2016 £	31 July 2015 £
<b>Current assets</b>			
Debtors	9	169,710	676,986
Cash at bank and in hand	10	-	981
		<u>169,710</u>	<u>677,967</u>
<b>Creditors: Amounts falling due within one year</b>			
Trade and other creditors	11	(2,960)	(484,391)
Loans and borrowings	12	-	(48,798)
<b>Creditors: Amounts falling due within one year</b>		<u>(2,960)</u>	<u>(533,189)</u>
<b>Net assets</b>		<u>166,750</u>	<u>144,778</u>
<b>Capital and reserves</b>			
Called up share capital	13	104	104
Profit and loss account		<u>166,646</u>	<u>144,674</u>
<b>Shareholders' funds</b>		<u>166,750</u>	<u>144,778</u>

Approved by the Board on 26 April 2017 and signed on its behalf by:



A J Vaughan

Director

The notes on pages 11 to 17 form an integral part of these financial statements.

**Alway Associates (London) Limited**

**Statement of Changes in Equity for the Period from 1 August 2015 to 31 December 2016**

	Share capital £	Retained earnings £	Total £
At 1 August 2015	104	144,674	144,778
Profit for the period	-	21,972	21,972
Total comprehensive income	-	21,972	21,972
At 31 December 2016	104	166,646	166,750

	Share capital £	Retained earnings £	Total £
At 1 August 2014	104	271,097	271,201
Loss for the period	-	(126,423)	(126,423)
Total comprehensive income	-	(126,423)	(126,423)
At 31 July 2015	104	144,674	144,778

## **Alway Associates (London) Limited**

### **Notes to the Financial Statements for the Period from 1 August 2015 to 31 December 2016**

#### **1 General information**

The company is a private company limited by share capital incorporated in England and Wales and domiciled in England.

The address of its registered office is:

Costain House  
Vanwall Business Park  
Maidenhead  
Berkshire  
SL6 4UB  
UK

These financial statements were authorised for issue by the Board on 26 April 2017.

#### **2 Accounting policies**

##### **Summary of significant accounting policies and key accounting estimates**

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

##### **Basis of preparation**

These financial statements were prepared in accordance with Financial Reporting Standard 101 Reduced Disclosure Framework.

## **Alway Associates (London) Limited**

### **Notes to the Financial Statements for the Period from 1 August 2015 to 31 December 2016 (continued)**

#### **2 Accounting policies (continued)**

##### **Summary of disclosure exemptions**

The company has taken advantage of the following disclosure exemptions under FRS 101:

- (a) The requirements of IAS 1 to provide a Balance Sheet at the beginning of the year in the event of a prior year adjustment;
- (b) The requirements of IAS 1 to provide a Statement of Cash flows for the year;
- (c) The requirements of IAS 1 to provide a statement of compliance with IFRS;
- (d) The requirements of IAS 1 to disclose information on the management of capital;
- (e) The requirements of paragraphs 30 and 31 of IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors to disclose new IFRS's that have been issued but are not yet effective;
- (f) The requirements in IAS 24 Related Party Disclosures to disclose related party transactions entered into between two or more members of a group, provided that any subsidiary which is a party to the transaction is wholly owned by such a member;
- (g) The requirements of paragraph 17 of IAS 24 Related Party Disclosures to disclose key management personnel compensation;
- (h) The requirements of IFRS 7 to disclose financial instruments; and
- (i) The requirements of paragraphs 91-99 of IFRS13 Fair Value Measurement to disclose information of fair value valuation techniques and inputs.

Disclosure exemptions for subsidiaries are permitted where the relevant disclosure requirements are met in the consolidated financial statements. Where required, equivalent disclosures are given in the group accounts of Costain Group PLC.

##### **Going concern**

The financial statements have been prepared on a going concern basis.

##### **Revenue recognition**

Turnover represents the amounts (excluding value added tax) receivable for goods and services provided and the value of work carried out during the year on long-term contracts.

The company recognises revenue when:  
the amount of revenue can be reliably measured;  
it is probable that future economic benefits will flow to the entity;  
and specific criteria have been met for each of the company activities.

## **Alway Associates (London) Limited**

### **Notes to the Financial Statements for the Period from 1 August 2015 to 31 December 2016 (continued)**

#### **2 Accounting policies (continued)**

##### **Tax**

Deferred tax is recognised, without discounting, in respect of all timing differences between the treatment of certain items for taxation and accounting purposes, which have arisen but not reversed by the balance sheet date.

Deferred tax is measured at the rates that are expected to apply in the periods when the timing differences are expected to reverse, based on the tax rates and law enacted at the balance sheet date.

A net deferred tax asset is regarded as recoverable and therefore recognised only to the extent that, on the basis of all available evidence, it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

##### **Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value.

##### **Trade creditors**

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts creditors are classified as current liabilities if payment is due within one year or less (or in the normal operating cycle of the business if longer). If not, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

##### **Borrowings**

All borrowings are initially recorded at the amount of proceeds received, net of transaction costs. Borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the income statement over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in finance costs.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least 12 months after the reporting date.

##### **Share capital**

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

#### **3 Turnover**

The whole of the turnover is attributable to the principal activity of the business.

All turnover arose within the UK.

# **Alway Associates (London) Limited**

## **Notes to the Financial Statements for the Period from 1 August 2015 to 31 December 2016 (continued)**

### **4 Operating profit**

Operating profit/(loss) is stated after charging/(crediting):

	<b>1 August 2015 to 31 December 2016 £</b>	<b>Year ended 31 July 2015 £</b>
Depreciation of owned property plant and equipment	<u>-</u>	<u>40,576</u>

### **5 Auditors' remuneration**

The deemed audit fee for the company was £500 (2015: £Nil).

There are no fees paid to KPMG LLP for other services other than the statutory audit of the company. The audit fee was borne by another group company.

### **6 Staff costs**

The aggregate payroll costs (including directors' remuneration) were as follows:

	<b>17 months to 31 December 2016 £</b>	<b>Year to 31 July 2015 £</b>
Wages and salaries	-	24,594
Social security costs	<u>-</u>	<u>2,557</u>
	<u>-</u>	<u>27,151</u>

The average number of persons employed by the company (including directors) during the period, analysed by category was as follows:

	<b>17 months to 31 December 2016 No.</b>	<b>Year to 31 July 2015 No.</b>
Employees	<u>-</u>	<u>3</u>

The notes on pages 11 to 17 form an integral part of these financial statements.



# **Alway Associates (London) Limited**

## **Notes to the Financial Statements for the Period from 1 August 2015 to 31 December 2016 (continued)**

### **7 Other interest receivable and similar income**

	17 months to 31 December 2016 £	Year to 31 July 2015 £
Interest income on bank deposits	<u>394</u>	<u>32</u>

### **8 Income tax**

The tax on profit before tax for the period is the same as the standard rate of corporation tax in the UK (2015 - the same as the standard rate of corporation tax in the UK) of 20% (2015 - 20.67%).

The differences are reconciled below:

	17 months to 31 December 2016 £	Year to 31 July 2015 £
Profit/(loss) before tax	<u>21,972</u>	<u>(126,423)</u>
Corporation tax at standard rate	4,394	(26,132)
Increase (decrease) from effect of capital allowances depreciation	-	919
Increase (decrease) arising from group relief tax reconciliation	<u>(4,394)</u>	<u>25,213</u>
Total tax charge	<u>-</u>	<u>-</u>

The rate of corporation tax reduces to 19% with effect from 1 April 2017 and to 17% with effect from 1 April 2020.

### **9 Debtors**

	31 December 2016 £	31 July 2015 £
Amounts owed by group undertakings	<u>169,710</u>	<u>676,986</u>

### **10 Cash and cash equivalents**

	31 December 2016 £	31 July 2015 £
Cash at bank	<u>-</u>	<u>981</u>

The notes on pages 11 to 17 form an integral part of these financial statements.

# **Alway Associates (London) Limited**

## **Notes to the Financial Statements for the Period from 1 August 2015 to 31 December 2016 (continued)**

### **11 Trade and other creditors**

#### **Current**

	<b>31 December 2016 £</b>	<b>31 July 2015 £</b>
Trade creditors	1,149	694
Amounts owed to group undertakings	-	483,697
Other creditors	1,811	-
	<u>2,960</u>	<u>484,391</u>

### **12 Loans and borrowings**

	<b>31 December 2016 £</b>	<b>31 July 2015 £</b>
<b>Current loans and borrowings</b>		
Bank loans and overdrafts	<u>-</u>	<u>48,798</u>

### **13 Share capital**

#### **Allotted, called up and fully paid shares**

	<b>31 December 2016</b>		<b>31 July 2015</b>	
	<b>No.</b>	<b>£</b>	<b>No.</b>	<b>£</b>
Ordinary shares of £0.50 each	200	100	200	100
Ordinary A shares of £1 each	1	1	1	1
Ordinary B shares of £1 each	1	1	1	1
Ordinary C shares of £1 each	1	1	1	1
Ordinary D shares of £1 each	1	1	1	1
	<u>204</u>	<u>104</u>	<u>204</u>	<u>104</u>

## **Alway Associates (London) Limited**

### **Notes to the Financial Statements for the Period from 1 August 2015 to 31 December 2016 (continued)**

#### **14 Parent and ultimate parent undertaking**

The company's immediate parent is L.R.R. Holdings Limited.

The ultimate parent is Costain Group PLC.

The parent of the largest group producing publicly available financial statements in which these financial statements are consolidated is Costain Group PLC. These financial statements are available upon request from Costain House, Vanwall Business Park, Maidenhead, Berkshire, SL6 4UB.

The ultimate controlling party is Costain Group PLC.

#### **15 Transition to FRS 101**

This is the first year that the company has presented its financial statements under FRS 101 (Financial Reporting Standard 101) issued by the Financial Reporting Council. Following transition from UK GAAP to FRS 101 no comparative figures were identified to be restated. As a result, it was not deemed necessary to present tables reconciling the transition within these financial statements. The last financial statements under the previous GAAP (UK GAAP) were for the year ended 31 July 2015 and the date of transition to FRS 101 was therefore 1 August 2015.

##### **Reconciliation of Profit and Loss Account**

No adjustments were posted to restate the prior years' Profit and Loss Accounts as a result of the decision to transition to FRS 101 on 1 August 2015.

##### **Reconciliation of Equity**

No adjustments were posted to restate the prior year's equity balances as a result of the decision to transition to FRS 101 on 1 August 2015.