

GROUP STRATEGIC REPORT,
REPORT OF THE DIRECTORS AND
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2018
FOR ADMAN GROUP LIMITED



McAleen Jackson Ltd
Chartered Accountants & Statutory Auditors
Church House
24 Dublin Road
OMAGH
Co. Tyrone
BT78 1HE

ADMAN GROUP LIMITED

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FOR THE YEAR ENDED 31 MAY 2018

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ADMAN GROUP LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 31 MAY 2018

DIRECTORS:

Adrian McCrory
Martin Grimes

REGISTERED OFFICE:

4 Bankmore Way East
Doogary
OMAGH
Co. Tyrone
BT79 0NZ

REGISTERED NUMBER:

NI644789 (Northern Ireland)

AUDITORS:

McAleer Jackson Ltd
Chartered Accountants & Statutory Auditors
Church House
24 Dublin Road
OMAGH
Co. Tyrone
BT78 1HE

BANKERS:

Ulster Bank Limited
14 High Street
OMAGH
Co. Tyrone
BT78 1BJ

SOLICITORS:

Logan & Corry	Mills Selig	Tughans
Church House	21 Arthur Street	Marlborough House
24 Dublin Road	BELFAST	30 Victoria Street
OMAGH	Co Antrim	BELFAST
Co Tyrone	BT1 4GA	BT1 3GG

ADMAN GROUP LIMITED
GROUP STRATEGIC REPORT
FOR THE YEAR ENDED 31 MAY 2018

The directors present their strategic report of the company and the group for the year ended 31 May 2018.

REVIEW OF BUSINESS

The company was incorporated on 27 March 2017 and has remained dormant from this date.

The company acts as a holding company for Adman Civil Projects Limited and Adman Services Limited.

The results for the period and the financial position of the group are as shown in the annexed financial statements.

The level of business during the period was satisfactory. It is the intention of directors to develop present activities to ensure an increase in turnover and profitability.

PRINCIPAL RISKS AND UNCERTAINTIES

Performance in the sector is affected by general economic conditions. The Directors carry out regular strategic reviews including assessments of competitor activity, market trends and customer activity. The security of product supply is not considered to be a risk. The Group's management actively reviews the market and tender lists that are available and maximises opportunities. The Group's management are confident it can maintain its market share.

KEY PERFORMANCE INDICATORS (KPIS)

Given the nature of the business, the Group's directors view the principal KPI's of the business to be growth in turnover and operating profit

The directors are satisfied with the results for the year ended 31 May 2018 after taking into account the market conditions in which they operate. Turnover has decreased by 30% in the year. The gross operating profit has decreased by 52% but the company is still profitable.

The Group's main objective is to maintain their market position.

The directors have been trading successfully and have the necessary experience and expertise to deal with any changes in the industry.

ADMAN GROUP LIMITED
GROUP STRATEGIC REPORT
FOR THE YEAR ENDED 31 MAY 2018 (cont'd)

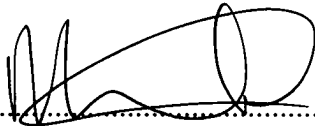
FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Group uses various financial instruments including cash and various items such as trade debtors and trade creditors that arise directly from its operations. The main purpose of these financial instruments is to raise finance for the Group's operations.

The existence of these financial instruments exposes the Group to a number of financial risks. The main risks arising from the Group's financial instruments are credit risk and liquidity risk.

The directors review and agree policies for managing each of the above risks.

ON BEHALF OF THE BOARD:

A handwritten signature in black ink, consisting of a series of loops and a long horizontal stroke, positioned above a dotted line.

Martin Grimes
Director

Date: 9 November 2018

ADMAN GROUP LIMITED
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 MAY 2018

The directors present their report with the financial statements of the company and the group for the year ended 31 May 2018.

PRINCIPAL ACTIVITY

The principal activity of the group in the year under review was that of building and civil engineering.

DIVIDENDS

No dividends will be distributed for the year ended 31 May 2018.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 June 2017 to the date of this report.

Adrian McCrory
Martin Grimes

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Group Strategic Report, the Report of the Directors and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and 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 and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's and the group'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.

ADMAN GROUP LIMITED

REPORT OF THE DIRECTORS

FOR THE YEAR ENDED 31 MAY 2018 (cont'd)

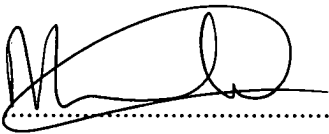
STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the group's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the group's auditors are aware of that information.

AUDITORS

The auditors, McAleer Jackson Ltd, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:


.....

Martin Grimes
Director

Date: 9 November 2018

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF

ADMAN GROUP LIMITED

Opinion

We have audited the financial statements of Adman Group Limited (the 'parent company') and its subsidiaries (the 'group') for the year ended 31 May 2018 which comprise the Consolidated Statement of Comprehensive Income, Consolidated Balance Sheet, Company Balance Sheet, Consolidated Statement of Changes in Equity, Company Statement of Changes in Equity, Consolidated Cash Flow Statement and Notes to the Consolidated Cash Flow Statement, Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the group's and of the parent company affairs as at 31 May 2018 and of the group's profit 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.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the group's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF

ADMAN GROUP LIMITED (cont'd)

Other information

The directors are responsible for the other information. The other information comprises the information in the Group Strategic Report and the Report of the Directors, but does not include the financial statements and our Report of the Auditors thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Group Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Group Strategic Report and the Report of the Directors have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the group and the parent company and its environment obtained in the course of the audit, we have not identified material misstatements in the Group Strategic Report or the Report of the Directors.

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.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF

ADMAN GROUP LIMITED (cont'd)

Responsibilities of directors

As explained more fully in the Statement of Directors' Responsibilities set out on page four, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the group's and the parent company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the group or the parent company or to cease operations, or have no realistic alternative but to do so.


Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Auditors.

Use of our report

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 a Report of the Auditors 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.



Arnold Jackson (Senior Statutory Auditor)
for and on behalf of McAleer Jackson Ltd
Chartered Accountants & Statutory Auditors
Church House
24 Dublin Road
OMAGH
Co Tyrone BT78 1HE

Date: 12 November 2018

ADMAN GROUP LIMITED

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 MAY 2018

		Year Ended 31.5.18	Year Ended 31.5.17
	Notes	£	£
TURNOVER		15,477,927	22,073,790
Cost of sales		<u>14,121,636</u>	<u>19,242,007</u>
GROSS PROFIT		1,356,291	2,831,783
Administrative expenses		<u>981,339</u>	<u>1,672,637</u>
OPERATING PROFIT	5	374,952	1,159,146
Interest receivable and similar income		<u>1,407</u>	<u>1,296</u>
PROFIT BEFORE TAXATION		376,359	1,160,442
Tax on profit	6	<u>(36,806)</u>	<u>358,404</u>
PROFIT FOR THE FINANCIAL YEAR		413,165	802,038
OTHER COMPREHENSIVE INCOME		<u>-</u>	<u>-</u>
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		<u><u>413,165</u></u>	<u><u>802,038</u></u>
Profit attributable to: Owners of the parent		<u><u>413,165</u></u>	<u><u>802,038</u></u>
Total comprehensive income attributable to: Owners of the parent		<u><u>413,165</u></u>	<u><u>802,038</u></u>

The notes form part of these financial statements

ADMAN GROUP LIMITED (REGISTERED NUMBER: NI644789)

CONSOLIDATED BALANCE SHEET

31 MAY 2018

		2018	2017
	Notes	£	£
FIXED ASSETS			
Tangible assets	9	252,364	352,186
Investments	10	-	-
		<u>252,364</u>	<u>352,186</u>
CURRENT ASSETS			
Stocks	11	1,759,339	2,473,194
Debtors	12	1,270,402	1,509,044
Cash at bank and in hand		<u>2,066,806</u>	<u>1,941,377</u>
		5,096,547	5,923,615
CREDITORS			
Amounts falling due within one year	13	<u>2,332,766</u>	<u>3,591,405</u>
NET CURRENT ASSETS		<u>2,763,781</u>	<u>2,332,210</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		3,016,145	2,684,396
CREDITORS			
Amounts falling due after more than one year	14	(33,397)	(95,915)
PROVISIONS FOR LIABILITIES	17	<u>(47,161)</u>	<u>(66,059)</u>
NET ASSETS		<u>2,935,587</u>	<u>2,522,422</u>
CAPITAL AND RESERVES			
Called up share capital	18	300	300
Other reserves	19	100	100
Retained earnings	19	<u>2,935,187</u>	<u>2,522,022</u>
SHAREHOLDERS' FUNDS		<u>2,935,587</u>	<u>2,522,422</u>

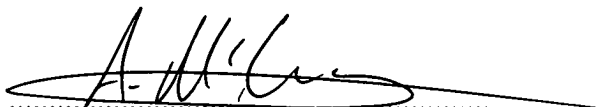
The notes form part of these financial statements

ADMAN GROUP LIMITED (REGISTERED NUMBER: NI644789)

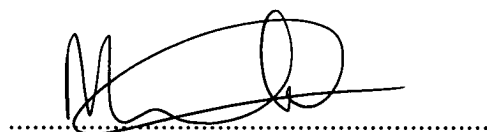
CONSOLIDATED BALANCE SHEET

31 MAY 2018 (cont'd)

The financial statements were approved and authorised for use by the Board of Directors on 9 November 2018 and were signed on its behalf by:

A handwritten signature in black ink, appearing to read 'A. McCrory', written over a horizontal dotted line.

Adrian McCrory
Director

A handwritten signature in black ink, appearing to read 'M. Grimes', written over a horizontal dotted line.

Martin Grimes
Director

The notes form part of these financial statements

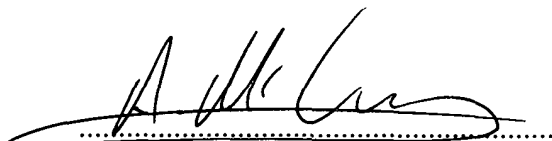
ADMAN GROUP LIMITED (REGISTERED NUMBER: NI644789)

COMPANY BALANCE SHEET

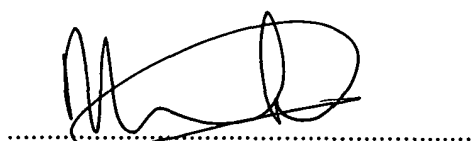
31 MAY 2018

		2018		2017	
	Notes	£	£	£	£
FIXED ASSETS					
Tangible assets	9		-		-
Investments	10		<u>300</u>		<u>300</u>
			300		300
CURRENT ASSETS					
Debtors	12	200		200	
CREDITORS					
Amounts falling due within one year	13	<u>200</u>		<u>200</u>	
NET CURRENT LIABILITIES			<u>-</u>		<u>-</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>300</u>		<u>300</u>
CAPITAL AND RESERVES					
Called up share capital	18		<u>300</u>		<u>300</u>
SHAREHOLDERS' FUNDS			<u>300</u>		<u>300</u>
Company's profit for the financial year			<u>-</u>		<u>-</u>

The financial statements were approved and authorised for use by the Board of Directors on 9 November 2018 and were signed on its behalf by:



Adrian McCrory
Director



Martin Grimes
Director

The notes form part of these financial statements

ADMAN GROUP LIMITED

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31 MAY 2018

	Called up share capital	Retained earnings	Other reserves	Total equity
	£	£	£	£
Balance at 1 June 2016	-	1,773,984	100	1,774,084
Changes in equity				
Issue of share capital	300	-	-	300
Dividends	-	(54,000)	-	(54,000)
Total comprehensive income	-	802,038	-	802,038
Balance at 31 May 2017	<u>300</u>	<u>2,522,022</u>	<u>100</u>	<u>2,522,422</u>
Changes in equity				
Total comprehensive income	-	413,165	-	413,165
Balance at 31 May 2018	<u>300</u>	<u>2,935,187</u>	<u>100</u>	<u>2,935,587</u>

The notes form part of these financial statements

ADMAN GROUP LIMITED

COMPANY STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31 MAY 2018

	Called up share capital	Retained earnings	Total equity
	£	£	£
Changes in equity			
Issue of share capital	<u>300</u>	<u>-</u>	<u>300</u>
Balance at 31 May 2017	<u>300</u>	<u>-</u>	<u>300</u>
Changes in equity	<u> </u>	<u> </u>	<u> </u>
Balance at 31 May 2018	<u>300</u>	<u>-</u>	<u>300</u>

The notes form part of these financial statements

ADMAN GROUP LIMITED
CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MAY 2018

	Notes	Year Ended 31.5.18 £	Year Ended 31.5.17 £
Cash flows from operating activities			
Cash generated from operations	1	415,492	1,722,961
Tax paid		<u>(206,871)</u>	<u>(173,310)</u>
Net cash from operating activities		<u>208,621</u>	<u>1,549,651</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(17,626)	(174,270)
Sale of tangible fixed assets		3,600	208,551
Interest received		<u>1,407</u>	<u>1,296</u>
Net cash from investing activities		<u>(12,619)</u>	<u>35,577</u>
Cash flows from financing activities			
Loan repayments in year		-	(87,600)
Capital repayments in year		(70,573)	(63,936)
Equity dividends paid		<u>-</u>	<u>(54,000)</u>
Net cash from financing activities		<u>(70,573)</u>	<u>(205,536)</u>
Increase in cash and cash equivalents			
		125,429	1,379,692
Cash and cash equivalents at beginning of year	2	<u>1,941,377</u>	<u>561,685</u>
Cash and cash equivalents at end of year	2	<u><u>2,066,806</u></u>	<u><u>1,941,377</u></u>

The notes form part of these financial statements

ADMAN GROUP LIMITED

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MAY 2018

1. RECONCILIATION OF PROFIT BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS

	Year Ended 31.5.18	Year Ended 31.5.17
	£	£
Profit before taxation	376,359	1,160,442
Depreciation charges	117,449	145,768
Profit on disposal of fixed assets	(3,600)	(165,524)
Finance income	(1,407)	(1,296)
	488,801	1,139,390
Decrease in stocks	713,855	472,402
Decrease/(increase) in trade and other debtors	238,642	(25,367)
(Decrease)/increase in trade and other creditors	(1,025,806)	136,536
Cash generated from operations	<u>415,492</u>	<u>1,722,961</u>

2. CASH AND CASH EQUIVALENTS

The amounts disclosed on the Cash Flow Statement in respect of cash and cash equivalents are in respect of these Balance Sheet amounts:

Year ended 31 May 2018

	31.5.18	1.6.17
	£	£
Cash and cash equivalents	<u>2,066,806</u>	<u>1,941,377</u>

Period ended 31 May 2017

	31.5.17	1.6.16
	£	£
Cash and cash equivalents	<u>1,941,377</u>	<u>561,685</u>

The notes form part of these financial statements

ADMAN GROUP LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MAY 2018

1. STATUTORY INFORMATION

Adman Group Limited is a private company, limited by shares, registered in Northern Ireland. The company's registered number and registered office address can be found on the General Information page.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Basis of consolidation

The consolidated financial statements include the Company and its subsidiary undertakings. Intra-group sales and profits are eliminated fully on consolidation.

The transfer of Adman Civil Projects Limited to the company has been accounted for in accordance with the principles of merger accounting set out in Section 19 of the Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and Schedule 6 of The Small Companies and Groups (Accounts and Directors' Report) Regulations 2008 (SI 2008 No. 409). The financial statements are therefore presented as if Adman Civil Projects Limited has been owned and controlled by the company throughout. The profit and loss account, balance sheet and cash flow comparatives are stated on the combined basis and adjustments are made to achieve consistency of accounting principles.

Turnover

Turnover represents the amount invoiced on contracts (excluding value added tax) during the year.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Plant & machinery	-	20% straight line
Fixtures & fittings	-	15% straight line
Motor vehicles	-	20% straight line

Fixed asset investments

Fixed asset investments are stated at cost less provision for diminution in value.

ADMAN GROUP LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MAY 2018 (cont'd)

2. ACCOUNTING POLICIES - continued

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Work in progress on any long term contracts not yet taken to the profit and loss account as turnover are included in stocks at the sales value of work performed, less related foreseeable losses and payments on account.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Consolidated Statement of Comprehensive Income, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

ADMAN GROUP LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MAY 2018 (cont'd)

2. ACCOUNTING POLICIES - continued

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

Debtors and creditors receivable/payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transitional price. Any losses arising from impairment are recognised in the profit and loss account in other administrative expenses.

Impairment

Assets not measured at fair value are reviewed for any indication that the asset may be impaired at each balance sheet date. If such indication exists, the recoverable amount of the asset, or the asset's cash generating unit, is estimated and compared to the carrying amount. Where the carrying amount exceeds its recoverable amount, an impairment loss is recognised in profit and loss unless the asset is carried at a revalued amount where the impairment loss is a revaluation decrease.

3. EMPLOYEES AND DIRECTORS

	Year Ended 31.5.18	Year Ended 31.5.17
	£	£
Wages and salaries	2,158,713	2,270,007
Other pension costs	<u>-</u>	<u>116,000</u>
	<u>2,158,713</u>	<u>2,386,007</u>

ADMAN GROUP LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MAY 2018 (cont'd)

3. EMPLOYEES AND DIRECTORS - continued

The average number of employees during the year was as follows:

	2018	2017
Site	53	65
Administration	<u>19</u>	<u>15</u>
	<u>72</u>	<u>80</u>

4. DIRECTORS' EMOLUMENTS

	Year Ended 31.5.18	Year Ended 31.5.17
	£	£
Directors' remuneration	<u>28,824</u>	<u>16,606</u>

5. OPERATING PROFIT

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

	Year Ended 31.5.18	Year Ended 31.5.17
	£	£
Other operating leases	71,054	70,273
Depreciation - owned assets	56,505	76,654
Depreciation - assets on hire purchase contracts	60,943	69,114
Profit on disposal of fixed assets	(3,600)	(165,524)
Auditors remuneration - audit services	<u>5,250</u>	<u>5,000</u>

ADMAN GROUP LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MAY 2018 (cont'd)

6. TAXATION

Analysis of the tax (credit)/charge

The tax (credit)/charge on the profit for the year was as follows:

	Year Ended 31.5.18	Year Ended 31.5.17
	£	£
Current tax:		
UK corporation tax	(17,908)	325,864
Deferred tax	<u>(18,898)</u>	<u>32,540</u>
Tax on profit	<u>(36,806)</u>	<u>358,404</u>

Reconciliation of total tax (credit)/charge included in profit and loss

The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below:

	Year Ended 31.5.18	Year Ended 31.5.17
	£	£
Profit before tax	<u>376,359</u>	<u>1,160,442</u>
Profit multiplied by the standard rate of corporation tax in the UK of 19% (2017 - 19.833%)	71,508	230,150
Effects of:		
Expenses not deductible for tax purposes	10,268	131,223
Capital allowances in excess of depreciation	-	(2,889)
Depreciation in excess of capital allowances	19,369	-
Adjustments to tax charge in respect of previous periods	(118,993)	-
Movement in pension accrual	624	207
Profit on disposal of assets	(684)	(32,827)
Deferred tax	<u>(18,898)</u>	<u>32,540</u>
Total tax (credit)/charge	<u>(36,806)</u>	<u>358,404</u>

ADMAN GROUP LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MAY 2018 (cont'd)

7. INDIVIDUAL STATEMENT OF COMPREHENSIVE INCOME

As permitted by Section 408 of the Companies Act 2006, the Statement of Comprehensive Income of the parent company is not presented as part of these financial statements.

8. DIVIDENDS

	Year Ended 31.5.18	Year Ended 31.5.17
	£	£
Interim	<u>-</u>	<u>54,000</u>

9. TANGIBLE FIXED ASSETS

Group

	Plant & machinery £	Fixtures & fittings £	Motor vehicles £	Totals £
COST				
At 1 June 2017	1,091,871	87,125	6,500	1,185,496
Additions	11,700	5,926	-	17,626
Disposals	<u>(7,330)</u>	<u>-</u>	<u>(6,500)</u>	<u>(13,830)</u>
At 31 May 2018	<u>1,096,241</u>	<u>93,051</u>	<u>-</u>	<u>1,189,292</u>
DEPRECIATION				
At 1 June 2017	785,537	41,273	6,500	833,310
Charge for year	106,514	10,934	-	117,448
Eliminated on disposal	<u>(7,330)</u>	<u>-</u>	<u>(6,500)</u>	<u>(13,830)</u>
At 31 May 2018	<u>884,721</u>	<u>52,207</u>	<u>-</u>	<u>936,928</u>
NET BOOK VALUE				
At 31 May 2018	<u>211,520</u>	<u>40,844</u>	<u>-</u>	<u>252,364</u>
At 31 May 2017	<u>306,334</u>	<u>45,852</u>	<u>-</u>	<u>352,186</u>

ADMAN GROUP LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MAY 2018 (cont'd)

9. TANGIBLE FIXED ASSETS - continued

Group

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Plant & machinery £
COST	
At 1 June 2017	355,339
Transfer to ownership	<u>(50,625)</u>
At 31 May 2018	<u>304,714</u>
DEPRECIATION	
At 1 June 2017	140,271
Charge for year	60,943
Transfer to ownership	<u>(40,500)</u>
At 31 May 2018	<u>160,714</u>
NET BOOK VALUE	
At 31 May 2018	<u>144,000</u>
At 31 May 2017	<u>215,068</u>

10. FIXED ASSET INVESTMENTS

Company

	Shares in group undertakings £
COST	
Additions	<u>300</u>
At 31 May 2018	<u>300</u>
NET BOOK VALUE	
At 31 May 2018	<u>300</u>

ADMAN GROUP LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MAY 2018 (cont'd)

10. FIXED ASSET INVESTMENTS - continued

The group or the company's investments at the Balance Sheet date in the share capital of companies include the following:

Subsidiaries

Adman Civil Projects Limited

Registered office: 4 Bankmore Way East Omagh Co. Tyrone BT79 0NZ

Nature of business: Building and civil engineering.

	%	
Class of shares:	holding	
Ordinary	100.00	
		31.5.18

£

Aggregate capital and reserves	2,935,387
Profit for the year	<u>413,165</u>

Adman Services Limited

Registered office: 4 Bankmore Way East Omagh Co. Tyrone BT79 0NZ

Nature of business: Dormant subsidiary company

	%	
Class of shares:	holding	
Ordinary	100.00	
		31.5.18

£

Aggregate capital and reserves	<u>200</u>
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11. STOCKS

	Group	
	2018	2017
	£	£
Stocks & work in progress	<u>1,759,339</u>	<u>2,473,194</u>

ADMAN GROUP LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MAY 2018 (cont'd)

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2018	2017	2018	2017
	£	£	£	£
Trade debtors	1,183,243	1,379,134	-	-
Called up share capital not paid	200	200	200	200
Sundry debtors	<u>86,959</u>	<u>129,710</u>	<u>-</u>	<u>-</u>
	<u>1,270,402</u>	<u>1,509,044</u>	<u>200</u>	<u>200</u>

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2018	2017	2018	2017
	£	£	£	£
Hire purchase contracts (see note 15)	62,518	70,572	-	-
Trade creditors	1,897,824	2,288,199	-	-
Corporation tax	101,085	325,864	-	-
Social security and other taxes	248,467	849,584	-	-
Sundry creditors	<u>22,872</u>	<u>57,186</u>	<u>200</u>	<u>200</u>
	<u>2,332,766</u>	<u>3,591,405</u>	<u>200</u>	<u>200</u>

14. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	Group	
	2018	2017
	£	£
Hire purchase contracts (see note 15)	<u>33,397</u>	<u>95,915</u>

ADMAN GROUP LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MAY 2018 (cont'd)

15. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

Group

	Hire purchase contracts	
	2018	2017
	£	£
Net obligations repayable:		
Within one year	62,518	70,572
Between one and five years	<u>33,397</u>	<u>95,915</u>
	<u>95,915</u>	<u>166,487</u>

16. SECURED DEBTS

Any bank borrowings that may arise on the Group are secured by way of:-

- A fixed and floating charge over the company's assets and;
- Guarantees collateralised by a legal charge on land owned personally by the directors together with an all monies debenture.

17. PROVISIONS FOR LIABILITIES

	Group	
	2018	2017
	£	£
Deferred tax	<u>47,161</u>	<u>66,059</u>

Group

	Deferred Tax
	£
Balance at 1 June 2017	66,059
Credit to Statement of Comprehensive Income during year	<u>(18,898)</u>
Balance at 31 May 2018	<u>47,161</u>

ADMAN GROUP LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MAY 2018 (cont'd)

18. CALLED UP SHARE CAPITAL

Allotted and issued:

Number:	Class:	Nominal value:	2018 £	2017 £
300	Share capital 1	£1	<u>300</u>	<u>300</u>

19. RESERVES

Group

	Retained earnings £	Other reserves £	Totals £
At 1 June 2017	2,522,022	100	2,522,122
Profit for the year	<u>413,165</u>		<u>413,165</u>
At 31 May 2018	<u>2,935,187</u>	<u>100</u>	<u>2,935,287</u>

Company

	Retained Earnings £
Profit for the year	-
At 31 May 2018	<u>-</u>

20. RELATED PARTY DISCLOSURES

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

Transactions between group entities which have been eliminated on consolidation are not disclosed within the financial statements.

ADMAN GROUP LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MAY 2018 (cont'd)

20. RELATED PARTY DISCLOSURES - continued

Adrian McCrory

Mr McCrory is a director of Adman Civil Projects Ltd, a subsidiary of Adman Group Limited.

Mr Adrian McCrory has entered into a Personal Guarantee jointly with Mr Martin Grimes collateralised by a Freehold First Legal charge over personal lands, in favour of the Adman Civil Projects Ltd's bank for the obligations of the company.

Martin Grimes

Mr Grimes is a director of Adman Civil Projects Ltd, a subsidiary of Adman Group Limited.

Mr Martin Grimes has entered into a Personal Guarantee jointly with Mr Adrian McCrory collateralised by a Freehold First Legal charge over personal lands, in favour of the Adman Civil Projects Ltd's bank for the obligations of the company.

Entities with control, joint control or significant influence over the entity

	2018	2017
	£	£
Amount due to related party	<u>191,586</u>	<u>176,626</u>

Carann Equipment Services Ltd

Mr Adrian McCrory & Mr Martin Grimes are the sole directors & shareholders of Carann Equipment Services Ltd.

Adman Civil Projects Ltd (a subsidiary of Adman Group Limited) has provided a cross company guarantee for the benefit of Carann Equipment Services Ltd in relation to hire purchase liabilities owed by Carann Equipment Services Ltd. The directors of Adman Civil Projects Ltd do not expect any liability to arise on Adman Civil Projects Ltd in respect of this matter as:

- The market value of the assets concerned is in excess of the hire purchase liabilities owing;
- Carann Equipment Services Ltd has other unencumbered assets which would meet any unexpected shortfall;
- In addition, the assets in question are fully insured.

As at 31 May 2018, Adman Civil Projects Ltd owed £191,586 to the related party. This amount has been included within trade creditors.

21. ULTIMATE CONTROLLING PARTY

The company directors and sole shareholders, Adrian McCrory and Martin Grimes, act in unison as the ultimate controlling party.