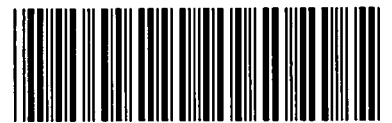


Strategic Report, Report of the Directors and
Financial Statements for the Year Ended 30 April 2014
for
Central Demolition Limited

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Contents of the Financial Statements
for the Year Ended 30 April 2014

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Central Demolition Limited

Company Information
for the Year Ended 30 April 2014

DIRECTORS:

Mr R J Craig
Mr C A Peat

SECRETARY:

Mrs Y Rowland

REGISTERED OFFICE:

Central House
Chattan Industrial Estate
Bonnyside Road
Bonnybridge
FK4 2AG

REGISTERED NUMBER:

SC172244 (Scotland)

AUDITORS:

Graham & Co. (Accountants) Limited
Statutory Auditors
Chartered Accountants
76 Dumbarton Road
Clydebank
Glasgow
G81 1UG

Strategic Report
for the Year Ended 30 April 2014

The directors present their strategic report for the year ended 30 April 2014.

ON BEHALF OF THE BOARD:

A handwritten signature in black ink, appearing to read 'R J Craig', with a long, sweeping horizontal stroke extending to the right.

Mr R J Craig - Director

30 October 2014

Report of the Directors
for the Year Ended 30 April 2014

The directors present their report with the financial statements of the company for the year ended 30 April 2014.

DIVIDENDS

No dividends will be distributed for the year ended 30 April 2014.

FUTURE DEVELOPMENTS

The directors aim to maintain the management policies which have resulted in the company's growth in recent years.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 May 2013 to the date of this report.

Mr R J Craig
Mr C A Peat

DISCLOSURE IN THE STRATEGIC REPORT
BUSINESS REVIEW

The company has continued to invest in the latest demolition plant and equipment available in the marketplace to keep the company at the forefront of the demolition industry. Significant expenditure has also been incurred in securing skilled personnel and expanding and improving facilities at the company's head office.

The directors are satisfied that turnover levels have been maintained in the current year having experienced significant growth in excess of 20% in the previous year.

The gross profit % has decreased to 23% from 25% on similar levels of turnover and although pre tax net profit has reduced to £439,948 (2013 - £1,119,833), the directors are satisfied with the results.

PRINCIPAL RISKS & UNCERTAINTIES

As in the wider construction industry the demolition market continues to be challenging and unpredictable. However the directors are confident that the company is well placed to deal with such conditions and also to benefit from improving market conditions.

FUTURE OUTLOOK

The directors are optimistic about future prospects for the industry and believe that the company is well placed to take advantage of any improvement in market conditions. The company is continually maintaining links with its valued existing client base and is looking to increase turnover in its core business market of demolition, asbestos removal and recycling as and when market conditions allow.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing 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 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 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.

Report of the Directors
for the Year Ended 30 April 2014

STATEMENT OF DIRECTORS' RESPONSIBILITIES - continued

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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 company'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 company's auditors are aware of that information.

AUDITORS

The auditors, Graham & Co. (Accountants) Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:

A handwritten signature in black ink, appearing to read 'R J Craig', written over a horizontal line.

Mr R J Craig - Director

30 October 2014

Report of the Independent Auditors to the Members of
Central Demolition Limited

We have audited the financial statements of Central Demolition Limited for the year ended 30 April 2014 on pages six to seventeen. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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.

Respective responsibilities of directors and auditors

As explained more fully in the Statement of Directors' Responsibilities set out on pages three and four, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Strategic Report and the Report of the Directors to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 30 April 2014 and of its 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.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the 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.

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.

Kenneth Mackenzie (Senior Statutory Auditor)
for and on behalf of Graham & Co. (Accountants) Limited
Statutory Auditors
Chartered Accountants
76 Dumbarton Road
Clydebank
Glasgow
G81 1UG

30 October 2014

Central Demolition Limited (Registered number: SC172244)

Profit and Loss Account
for the Year Ended 30 April 2014

| | Notes | 30.4.14 £ | 30.4.13 £ |
|--|-------|--------------|--------------|
| TURNOVER | | 11,597,092 | 11,626,149 |
| Cost of sales | | 10,583,996 | 10,279,691 |
| GROSS PROFIT | | 1,013,096 | 1,346,458 |
| Administrative expenses | | 1,889,867 | 1,564,799 |
| | | (876,771) | (218,341) |
| Other operating income | | 1,550,000 | 1,550,000 |
| OPERATING PROFIT | 3 | 673,229 | 1,331,659 |
| Provision against inter company loan | | 80,000 | 80,000 |
| | | 593,229 | 1,251,659 |
| Interest receivable and similar income | | 851 | 312 |
| | | 594,080 | 1,251,971 |
| Interest payable and similar charges | 4 | 154,132 | 132,138 |
| PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION | | 439,948 | 1,119,833 |
| Tax on profit on ordinary activities | 5 | 68,735 | 233,500 |
| PROFIT FOR THE FINANCIAL YEAR | | 371,213 | 886,333 |

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current year or previous year.

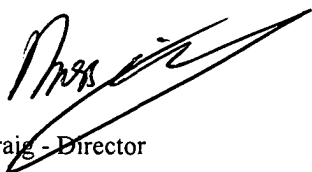
TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profits for the current year or previous year.

Balance Sheet
30 April 2014

| | Notes | 30.4.14 £ | 30.4.13 £ |
|--|-------|-------------------------|-------------------------|
| FIXED ASSETS | | | |
| Tangible assets | 7 | 4,750,917 | 4,502,274 |
| CURRENT ASSETS | | | |
| Debtors | 8 | 4,804,214 | 3,943,220 |
| Cash at bank | | 20,000 | 264,869 |
| | | <u>4,824,214</u> | <u>4,208,089</u> |
| CREDITORS | | | |
| Amounts falling due within one year | 9 | <u>3,281,295</u> | <u>2,630,710</u> |
| NET CURRENT ASSETS | | <u>1,542,919</u> | <u>1,577,379</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | <u>6,293,836</u> | <u>6,079,653</u> |
| CREDITORS | | | |
| Amounts falling due after more than one year | 10 | (734,295) | (834,913) |
| PROVISIONS FOR LIABILITIES | 14 | <u>(79,000)</u> | <u>(135,412)</u> |
| NET ASSETS | | <u><u>5,480,541</u></u> | <u><u>5,109,328</u></u> |
| CAPITAL AND RESERVES | | | |
| Called up share capital | 15 | 50,000 | 50,000 |
| Profit and loss account | 16 | <u>5,430,541</u> | <u>5,059,328</u> |
| SHAREHOLDERS' FUNDS | 22 | <u><u>5,480,541</u></u> | <u><u>5,109,328</u></u> |

The financial statements were approved by the Board of Directors on 30 October 2014 and were signed on its behalf by:



Mr R J Craig - Director

Cash Flow Statement
for the Year Ended 30 April 2014

| | Notes | 30.4.14 £ | £ | 30.4.13 £ | £ |
|--|-------|----------------|---------------------------|----------------|---------------------------|
| Net cash inflow from operating activities | 1 | | 736,238 | | 2,399,687 |
| Returns on investments and servicing of finance | 2 | | (153,281) | | (131,826) |
| Taxation | | | (214,864) | | (39,905) |
| Capital expenditure | 2 | | (685,543) | | (1,003,771) |
| Equity dividends paid | | | - | | (100,000) |
| | | | <u>(317,450)</u> | | <u>1,124,185</u> |
| Financing | 2 | | <u>(298,128)</u> | | <u>(579,684)</u> |
| (Decrease)/increase in cash in the period | | | <u><u>(615,578)</u></u> | | <u><u>544,501</u></u> |
| <hr/> | | | | | |
| Reconciliation of net cash flow to movement in net debt | 3 | | | | |
| (Decrease)/increase in cash in the period | | (615,578) | | 544,501 | |
| Cash outflow from decrease in debt and lease financing | | <u>339,779</u> | | <u>464,174</u> | |
| Change in net debt resulting from cash flows | | | (275,799) | | 1,008,675 |
| New finance leases | | | <u>(639,161)</u> | | <u>(1,318,780)</u> |
| Movement in net debt in the period | | | <u>(914,960)</u> | | <u>(310,105)</u> |
| Net debt at 1 May | | | <u>(1,202,679)</u> | | <u>(892,574)</u> |
| Net debt at 30 April | | | <u><u>(2,117,639)</u></u> | | <u><u>(1,202,679)</u></u> |

Notes to the Cash Flow Statement
for the Year Ended 30 April 2014

1. **RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES**

| | 30.4.14 | 30.4.13 |
|--|----------------|------------------|
| | £ | £ |
| Operating profit | 673,229 | 1,331,659 |
| Depreciation charges | 1,142,948 | 848,240 |
| Profit on disposal of fixed assets | (66,886) | (26,000) |
| Increase in debtors | (916,995) | (72,894) |
| (Decrease)/increase in creditors | (96,058) | 318,682 |
| Net cash inflow from operating activities | 736,238 | 2,399,687 |

2. **ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT**

| | 30.4.14 | 30.4.13 |
|---|------------------|--------------------|
| | £ | £ |
| Returns on investments and servicing of finance | | |
| Interest received | 851 | 312 |
| Interest paid | (60,552) | (66,026) |
| Interest element of hire purchase payments | (93,580) | (66,112) |
| Net cash outflow for returns on investments and servicing of finance | (153,281) | (131,826) |
| Capital expenditure | | |
| Purchase of tangible fixed assets | (799,243) | (1,072,771) |
| Sale of tangible fixed assets | 113,700 | 69,000 |
| Net cash outflow for capital expenditure | (685,543) | (1,003,771) |
| Financing | | |
| Capital repayments in year | (339,779) | (464,174) |
| Amount introduced by directors | 1 | - |
| Amount withdrawn by directors | 41,650 | (115,510) |
| Net cash outflow from financing | (298,128) | (579,684) |

Notes to the Cash Flow Statement
for the Year Ended 30 April 2014

3. ANALYSIS OF CHANGES IN NET DEBT

| | At 1.5.13 £ | Cash flow £ | Other non-cash changes £ | At 30.4.14 £ |
|----------------|--------------------|------------------|-----------------------------------|--------------------|
| Net cash: | | | | |
| Cash at bank | 264,869 | (244,869) | | 20,000 |
| Bank overdraft | - | (370,709) | | (370,709) |
| | <u>264,869</u> | <u>(615,578)</u> | | <u>(350,709)</u> |
| Debt: | | | | |
| Hire purchase | (1,467,548) | 339,779 | (639,161) | (1,766,930) |
| | <u>(1,467,548)</u> | <u>339,779</u> | <u>(639,161)</u> | <u>(1,766,930)</u> |
| Total | <u>(1,202,679)</u> | <u>(275,799)</u> | <u>(639,161)</u> | <u>(2,117,639)</u> |

Notes to the Financial Statements
for the Year Ended 30 April 2014

1. **ACCOUNTING POLICIES**

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards.

Turnover

Turnover represents net invoiced sales and work completed on long term contracts, excluding value added tax.

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.

| | |
|--------------------------|---|
| Improvements to property | - over lease term |
| Plant and machinery | - 25% on reducing balance and 20% on reducing balance |
| Motor vehicles | - 25% on reducing balance |
| Computer equipment | - 25% on reducing balance |

Deferred tax

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

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 the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to the profit and loss account 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 the profit and loss account in the period to which they relate.

Long term contracts

The contracts undertaken by the company are deemed to be of a long term nature. Long term contract work in progress shown at net cost after deducting foreseeable losses and payments on account. Turnover on long term contracts is determined on the basis of certified valuations representing measured work on contracts. Operating profit includes attributable profit on long term contracts complete and amounts recoverable on contracts incomplete, the latter also being included under debtors due within one year.

2. **STAFF COSTS**

| | 30.4.14 | 30.4.13 |
|-----------------------|------------------|------------------|
| | £ | £ |
| Wages and salaries | 4,457,288 | 4,070,628 |
| Social security costs | 452,635 | 405,444 |
| Other pension costs | 29,428 | 28,852 |
| | <u>4,939,351</u> | <u>4,504,924</u> |

Notes to the Financial Statements - continued
for the Year Ended 30 April 2014

2. STAFF COSTS - continued

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

| | 30.4.14 | 30.4.13 |
|----------------|------------|------------|
| Administration | 18 | 15 |
| Demolition | 145 | 133 |
| | <u>163</u> | <u>148</u> |

3. OPERATING PROFIT

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

| | 30.4.14 | 30.4.13 |
|--|----------------|----------------|
| | £ | £ |
| Hire of plant and machinery | 224,884 | 303,239 |
| Depreciation - owned assets | 484,901 | 357,845 |
| Depreciation - assets on hire purchase contracts | 658,046 | 490,395 |
| Profit on disposal of fixed assets | (66,886) | (26,000) |
| Auditors' remuneration | 7,995 | 13,310 |
| Auditors' remuneration for non audit work | 7,400 | - |
| | <u>263,460</u> | <u>216,285</u> |

The number of directors to whom retirement benefits were accruing was as follows:

| | | |
|------------------------|----------|----------|
| Money purchase schemes | <u>2</u> | <u>2</u> |
|------------------------|----------|----------|

Information regarding the highest paid director is as follows:

| | 30.4.14 | 30.4.13 |
|----------------|----------------|----------------|
| | £ | £ |
| Emoluments etc | <u>153,740</u> | <u>110,550</u> |

4. INTEREST PAYABLE AND SIMILAR CHARGES

| | 30.4.14 | 30.4.13 |
|------------------|----------------|----------------|
| | £ | £ |
| Interest payable | 60,552 | 66,026 |
| Hire purchase | 93,580 | 66,112 |
| | <u>154,132</u> | <u>132,138</u> |

Notes to the Financial Statements - continued
for the Year Ended 30 April 2014

5. **TAXATION**

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows:

| | 30.4.14 £ | 30.4.13 £ |
|--------------------------------------|--------------|--------------|
| Current tax: | | |
| UK corporation tax | 144,000 | 273,500 |
| Overprovision | (18,853) | (40,000) |
| Total current tax | 125,147 | 233,500 |
| Deferred tax | (56,412) | - |
| Tax on profit on ordinary activities | 68,735 | 233,500 |

Factors affecting the tax charge

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

| | 30.4.14 £ | 30.4.13 £ |
|--|--------------|--------------|
| Profit on ordinary activities before tax | 439,948 | 1,119,833 |
| Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 23% (2013 - 24%) | 101,188 | 268,760 |
| Effects of: | | |
| Expenses not deductible for tax purposes | 4,600 | 4,740 |
| Depreciation in excess of capital allowances | 38,212 | - |
| Adjustments to tax charge in respect of previous periods | (18,853) | (40,000) |
| Current tax charge | 125,147 | 233,500 |

6. **DIVIDENDS**

| | 30.4.14 £ | 30.4.13 £ |
|----------------------------|--------------|--------------|
| Ordinary shares of £1 each | | |
| Interim | - | 100,000 |

Notes to the Financial Statements - continued
for the Year Ended 30 April 2014

7. TANGIBLE FIXED ASSETS

| | Improvements to property £ | Plant and machinery £ | Motor vehicles £ | Computer equipment £ | Totals £ |
|------------------------|-------------------------------------|-----------------------------|------------------------|----------------------------|-------------|
| COST | | | | | |
| At 1 May 2013 | 588,628 | 8,293,930 | 3,375,469 | 184,998 | 12,443,025 |
| Additions | 244,102 | 585,302 | 499,240 | 109,760 | 1,438,404 |
| Disposals | - | - | (322,611) | - | (322,611) |
| At 30 April 2014 | 832,730 | 8,879,232 | 3,552,098 | 294,758 | 13,558,818 |
| DEPRECIATION | | | | | |
| At 1 May 2013 | 81,600 | 5,423,362 | 2,296,441 | 139,348 | 7,940,751 |
| Charge for year | 75,113 | 649,963 | 394,143 | 23,728 | 1,142,947 |
| Eliminated on disposal | - | - | (275,797) | - | (275,797) |
| At 30 April 2014 | 156,713 | 6,073,325 | 2,414,787 | 163,076 | 8,807,901 |
| NET BOOK VALUE | | | | | |
| At 30 April 2014 | 676,017 | 2,805,907 | 1,137,311 | 131,682 | 4,750,917 |
| At 30 April 2013 | 507,028 | 2,870,568 | 1,079,028 | 45,650 | 4,502,274 |

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

| | Plant and machinery £ | Motor vehicles £ | Totals £ |
|-----------------------|-----------------------------|------------------------|-------------|
| COST | | | |
| At 1 May 2013 | 2,244,487 | 327,044 | 2,571,531 |
| Additions | 541,102 | 199,830 | 740,932 |
| Transfer to ownership | (165,000) | 3,701 | (161,299) |
| At 30 April 2014 | 2,620,589 | 530,575 | 3,151,164 |
| DEPRECIATION | | | |
| At 1 May 2013 | 532,061 | 78,393 | 610,454 |
| Charge for year | 495,751 | 162,295 | 658,046 |
| Transfer to ownership | (330,817) | (81,361) | (412,178) |
| At 30 April 2014 | 696,995 | 159,327 | 856,322 |
| NET BOOK VALUE | | | |
| At 30 April 2014 | 1,923,594 | 371,248 | 2,294,842 |
| At 30 April 2013 | 1,712,426 | 248,651 | 1,961,077 |

Notes to the Financial Statements - continued
for the Year Ended 30 April 2014

8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 30.4.14 | 30.4.13 |
|-------------------------------------|------------------|------------------|
| | £ | £ |
| Trade debtors | 478,133 | 1,058,516 |
| Amounts recoverable on contract | 1,614,400 | 1,263,400 |
| Other debtors | 106,841 | 180,388 |
| Central Recycling Limited | 1,039,964 | - |
| Chieftain Contracts Limited | 192,573 | 192,573 |
| Broomside Developments | 572,972 | 452,522 |
| Clydeside Property Services Limited | 762,716 | 762,716 |
| Prepayments and accrued income | 36,615 | 33,105 |
| | <u>4,804,214</u> | <u>3,943,220</u> |

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 30.4.14 | 30.4.13 |
|---|------------------|------------------|
| | £ | £ |
| Bank loans and overdrafts (see note 11) | 370,709 | - |
| Hire purchase contracts (see note 12) | 1,032,635 | 632,635 |
| Trade creditors | 1,153,437 | 936,791 |
| Tax | 144,012 | 233,729 |
| Social security and other taxes | 119,919 | 146,357 |
| VAT | 32,422 | 403,670 |
| Central Recycling Limited | - | 86,792 |
| Directors' current accounts | 91,916 | 50,265 |
| Accrued expenses | 336,245 | 140,471 |
| | <u>3,281,295</u> | <u>2,630,710</u> |

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

| | 30.4.14 | 30.4.13 |
|---------------------------------------|----------------|----------------|
| | £ | £ |
| Hire purchase contracts (see note 12) | <u>734,295</u> | <u>834,913</u> |

11. LOANS

An analysis of the maturity of loans is given below:

| | 30.4.14 | 30.4.13 |
|---|----------------|----------|
| | £ | £ |
| Amounts falling due within one year or on demand: | | |
| Bank overdrafts | <u>370,709</u> | <u>-</u> |

12. OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS

| | 30.4.14 | 30.4.13 |
|----------------------------|------------------|------------------|
| | £ | £ |
| Net obligations repayable: | | |
| Within one year | 1,032,635 | 632,635 |
| Between one and five years | 734,295 | 834,913 |
| | <u>1,766,930</u> | <u>1,467,548</u> |

Notes to the Financial Statements - continued
for the Year Ended 30 April 2014

13. SECURED DEBTS

The following secured debts are included within creditors:

| | 30.4.14 | 30.4.13 |
|-------------------------|------------------|------------------|
| | £ | £ |
| Bank overdraft | 370,709 | - |
| Hire purchase contracts | 1,766,930 | 1,467,548 |
| | <u>2,137,639</u> | <u>1,467,548</u> |

The bank overdraft is secured by way of a bond and floating charge over the assets of the company. An unlimited inter company guarantee also exists in favour of Central Recycling Limited.

14. PROVISIONS FOR LIABILITIES

| | 30.4.14 | 30.4.13 |
|------------------------------|---------------|-----------------|
| | £ | £ |
| Deferred tax | <u>79,000</u> | <u>135,412</u> |
| | | Deferred tax |
| | | £ |
| Balance at 1 May 2013 | | 135,412 |
| Charged to the Profit & Loss | | <u>(56,412)</u> |
| Balance at 30 April 2014 | | <u>79,000</u> |

15. CALLED UP SHARE CAPITAL

| Allotted, issued and fully paid: | | | | |
|----------------------------------|----------|----------------|---------------|---------------|
| Number: | Class: | Nominal value: | 30.4.14 | 30.4.13 |
| | | | £ | £ |
| 50,000 | Ordinary | £1 | <u>50,000</u> | <u>50,000</u> |

16. RESERVES

| | Profit and loss account |
|---------------------|-------------------------|
| | £ |
| At 1 May 2013 | 5,059,328 |
| Profit for the year | <u>371,213</u> |
| At 30 April 2014 | <u>5,430,541</u> |

17. PENSION COMMITMENTS

The company operates a defined contribution pension scheme for the director and it's senior staff. The contributions paid into the scheme during the year amounted to £29,428 (2013 - £28,852).

Notes to the Financial Statements - continued
for the Year Ended 30 April 2014

18. CONTINGENT LIABILITIES

An unlimited inter company guarantee exists in favour of Central Recycling Limited and an inter company guarantee limited to £2,310,000 exists with Clydeside Property Services Limited.

19. OTHER FINANCIAL COMMITMENTS

At the year end the company had annual commitments under non-cancellable operating leases as set out below:-

| | 30.4.14 | 30.4.13 |
|---|---------|---------|
| | £ | £ |
| Other operating leases expiring: Outwith 5 years | 15,000 | 15,000 |

20. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

A rental of £15,000 was charged by Ross J Craig, a director of the company, for use of land..

Mr Craig is the controlling director and sole shareholder of the company.

21. RELATED PARTY DISCLOSURES

Other Creditors includes an amount of £nil (2013 - £86,792) due to Central Recycling Limited.

Creditors includes an amount due to the directors of £91,916 (2013 - £50,265).

Included within Other Debtors are:

| | 30.4.14 | 30.4.13 |
|--|-----------|---------|
| | £ | £ |
| Chieftain Contracts Limited (a company controlled by the directors) | 192,573 | 192,573 |
| Central Demolition Recycling Limited (a company controlled by a director)) | 106,776 | 180,388 |
| Broomside Property Developments (an entity in which the directors are partners) | 572,972 | 452,522 |
| Clydeside Property Services Limited (a company controlled by the directors) | 762,716 | 762,716 |
| Central Recycling Ltd (an entity controlled by the directors) | 1,059,592 | - |

22. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

| | 30.4.14 | 30.4.13 |
|--|------------------|------------------|
| | £ | £ |
| Profit for the financial year | 371,213 | 886,333 |
| Dividends | - | (100,000) |
| Net addition to shareholders' funds | 371,213 | 786,333 |
| Opening shareholders' funds | 5,109,328 | 4,322,995 |
| Closing shareholders' funds | 5,480,541 | 5,109,328 |