

Company Registration No. 02365913 (England and Wales)

BARNFIELD CONSTRUCTION LIMITED

MISSION STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2016

As a leader in our market place with a regional and national footprint, we have wide-ranging opportunities and an attractive yet diverse project pipeline.

This is supported by long-term client relationships and the opportunity to see further growth through our continued quality and certainty of delivery.

We will continue to build upon what has been a solid stabilisation of our offering whilst maintaining our ability to deliver clients bespoke requirements.



Tim Webber MBE — Chairman & Managing Director of the Barnfield Group

BARNFIELD CONSTRUCTION LIMITED

CHAIRMANS STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2016

The Barnfield Group is a leading market provider of investment, development and construction works. We specialise in partnership models providing regeneration and development skills across the country to both the public and private sectors.

In delivering projects we enhance communities, creating better places to live, work and play. We will continue to improve our offering in both quality and customer experience.

Overview

Barnfield has now aligned itself as a partner of choice. Customer confidence is at an all-time high with a new stream of satisfied customers requiring repeat business. We are established as one of the country's leading specialists in urban regeneration with significant cost advantages being sought through the use of our building division. The last year has seen the positive impact that a refreshed marketing plan has brought to the group encouraging awareness of Barnfield in new sectors with new clients.

Strong Financial Foundations

The industry has endured difficult market conditions over many years and our ability to endure has enhanced our understanding of the market place we work in. The skills and experience gained through these periods have aligned us for many more years of successful trading. Market stabilisation and customer confidence has led to growth within our homes sector and has helped unlock many stalled projects. The Group has established a strong platform to support further growth in a controlled way.

Developing and Expanding a Skilled Workforce

Demonstrating Barnfield's commitment to developing a stronger and more capable workforce, the training and enhancement ethos within the company is at an all-time high with over 75% of employees having received training and development during the past year. The workforce are the main asset to the company and as such our efficient client offering is only possible due to the workforce enthusiasm and ability to deliver quality time and time again. The need for young people in the industry remains an issue for all and to this end we are committed to working internally and with our sub contract base to deliver meaningful training and new job opportunities.

Vision for the Future

We believe that future success lies in maximising the way customers benefit from the slightly different way we operate. By building closer and stronger relationships with customers and suppliers we aim to deliver projects that develop prestigious new and repeat business through recommendation, providing long term stability and ever-improving product quality. We will continue to strengthen links with external educational providers to develop a positive career path in construction and ensure our workforce retains the core skills that have made the company so successful.

BARNFIELD CONSTRUCTION LIMITED

COMPANY INFORMATION

Directors	T J H Webber S Webber A Couper S Riley J P Webber	(Appointed 2 February 2017)
Secretary	A Couper	
Company number	02365913	
Registered office	Kenyon Road Lomeshaye Industrial Estate Nelson Lancashire BB9 5SP	
Auditors	Pierce C A Limited Mentor House Ainsworth Street Blackburn Lancashire BB1 6AY	
Business address	Kenyon Road Lomeshaye Industrial Estate Nelson Lancashire BB9 5SP	
Bankers	Handelsbanken 3 Kestrel Court Bridgewater Close Network 65 Business Park Hapton Burnley Lancashire BB11 5NA Natwest Bank Plc 2 Howe Walk Burnley Lancashire BB11 1TR	

BARNFIELD CONSTRUCTION LIMITED

CONTENTS

	Page
Strategic report	1 - 2
Directors' report	3 - 4
Independent auditor's report	5 - 6
Profit and loss account	7
Statement of comprehensive income	8
Balance sheet	9
Statement of changes in equity	10
Notes to the financial statements	11 - 31

BARNFIELD CONSTRUCTION LIMITED

STRATEGIC REPORT

FOR THE YEAR ENDED 31 DECEMBER 2016

The directors present the strategic report for the year ended 31 December 2016.

Fair review of the business

Revenue

Revenue in the financial year was slightly less than the prior year at £60.7m compared with £68.4m in 2015. The order book for 2017 is strong and we expect turnover to continue at a similar level of £60m to £65m.

Operating Profit

Despite the fall in turnover, operating profit has increased from £3.0m last year to £4.3m this year. This is a result of the gross margin (at 12%) returning to that expected after an unusually difficult year in 2015.

Cash flow

The focus for 2016 was cash generation and this is shown by a cash inflow from operating activities of £8.8m as a result of a return of loans previously made to related companies outside of the group.

Debt structure

Bank finance totals £6.7m and is made up of a number of investment and development facilities all with different expiry dates throughout 2017 to 2020. All facilities have remained compliant with banking covenants throughout the year.

Principal risks and uncertainties

Financial risk management

Financial risk management is an integral part of the company's processes.

Cash flow risk is monitored by regular review of cash position against forecasts and trade debt levels are continually monitored and managed to keep them at an acceptable level. This in turn ensures that the company has the ability to meet the cash flow requirements of the operations, whilst avoiding excessive levels of debt and / or breach of any loan agreements.

Tight management of credit risk is essential in our business. We assess every customer at the start of any contract and regularly monitor the ageing of our debt profile to highlight any potential risk at the earliest opportunity. Given the relationships we have with our customers our exposure to bad debts is limited.

Our skills in house mitigate much of the risk based around ongoing prospects and development and we have a vast amount of experience within our contracts department which can be relied upon to produce accurate forecasts. Actual spends are constantly reviewed against these forecasts and the appropriate action taken to keep costs under control. This gives cost certainty to all activities within the business.

Other risk management

Competitor risk – There are a number of other companies who could be classed as a competitor to our business. In order to minimise the threat from them we regularly review our marketplace and our competitors. The building of close relationships with our customers is seen as key to maintaining this competitive advantage.

We have taken the opportunity to grow our dominance within the sector and whilst we are appreciative of our competitors, our cash position and credibility within the industry ensures we remain focused yet confident.

We now have the opportunity to reinforce our position by not only continuing with our ongoing partners and relationships but creating new connections with similar companies.

BARNFIELD CONSTRUCTION LIMITED

STRATEGIC REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2016

Key performance indicators

Environmental and Health and Safety

We continue to monitor activities which could lead to an environmental impact.

The company has had a Health and Safety Policy in place for a number of years. Our Health and Safety Officer liaises with site manager, monitors performance and organises training as appropriate. We use external experts as and when required.

Our ISO accreditations have been audited and renewed for another year in:

- ISO 9001: 2008 Quality Systems
- ISO 14001: 2008 Environmental Systems
- OHAS 18001: 2007 Occupational Health And Safety

and are presently being transitioned to the 2015 standards.

Other performance indicators

Employees

We continue to develop our staff using both external and in house resources. Programmes are developed around both business needs and personal development. It is important that our customer facing staff present a professional and friendly service and employees are encouraged to engage with customers to gain feedback on our activities. Where possible we promote from within the organisation.

We continue to appraise all systems and staff wellbeing and actively promote a positive change in company culture.

Policy on payment to suppliers

It is the company's policy to agree the terms and conditions under which business transactions are conducted with each supplier. The company will abide by the payment terms where the supplier has provided goods and services in accordance with the terms and conditions of the contract. Trade creditors of the company as at 31 December 2016 were equivalent to 29 days purchases (2015: 26 days), based on the average daily amount invoiced by suppliers during the period.

On behalf of the board

T J H Webber
Director
28 April 2017

BARNFIELD CONSTRUCTION LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2016

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

Principal activities

The principal activity of the company continued to be that of property developers and builders.

Directors

The directors who held office during the year and up to the date of signature of the financial statements were as follows:

T J H Webber

S Webber

A Couper

S Riley

J P Webber

(Appointed 2 February 2017)

Results and dividends

The results for the year are set out on page 7.

A dividend of £5,564,327 (2015 - £2,900,000) has been paid during the year.

Auditor

The auditor, Pierce C A Limited, is deemed to be reappointed under section 487(2) of the Companies Act 2006.

Statement of directors' responsibilities

The directors are responsible for preparing the annual 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 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;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the 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 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.

BARNFIELD CONSTRUCTION LIMITED

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2016

Statement of disclosure to auditor

So far as each person who was a director at the date of approving this report is aware, there is no relevant audit information of which the company's auditor is unaware. Additionally, the directors individually have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the company's auditor is aware of that information.

The Barnfield Group is a leading market provider of investment, development and construction works. We specialise in partnership models providing regeneration and development skills across the country to both the public and private sectors.

In delivering projects we enhance communities, creating better places to live, work and play. We will continue to improve our offering in both quality and customer experience.

Overview

Barnfield has now aligned itself as a partner of choice. Customer confidence is at an all-time high with a new stream of satisfied customers requiring repeat business. We are established as one of the country's leading specialists in urban regeneration with significant cost advantages being sought through the use of our building division. The last year has seen the positive impact that a refreshed marketing plan has brought to the group encouraging awareness of Barnfield in new sectors with new clients.

Strong Financial Foundations

The industry has endured difficult market conditions over many years and our ability to endure has enhanced our understanding of the market place we work in. The skills and experience gained through these periods have aligned us for many more years of successful trading. Market stabilisation and customer confidence has led to growth within our homes sector and has helped unlock many stalled projects. The Group has established a strong platform to support further growth in a controlled way.

Developing and Expanding a Skilled Workforce

Demonstrating Barnfield's commitment to developing a stronger and more capable workforce, the training and enhancement ethos within the company is at an all-time high with over 75% of employees having received training and development during the past year. The workforce are the main asset to the company and as such our efficient client offering is only possible due to the workforce enthusiasm and ability to deliver quality time and time again. The need for young people in the industry remains an issue for all and to this end we are committed to working internally and with our sub contract base to deliver meaningful training and new job opportunities.

Vision for the Future

We believe that future success lies in maximising the way customers benefit from the slightly different way we operate. By building closer and stronger relationships with customers and suppliers we aim to deliver projects that develop prestigious new and repeat business through recommendation, providing long term stability and ever-improving product quality. We will continue to strengthen links with external educational providers to develop a positive career path in construction and ensure our workforce retains the core skills that have made the company so successful.

T J H Webber
Director
28 April 2017

BARNFIELD CONSTRUCTION LIMITED

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF BARNFIELD CONSTRUCTION LIMITED

We have audited the financial statements of Barnfield Construction Limited for the year ended 31 December 2016 set out on pages 7 to 31. 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), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

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 3, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the 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 annual report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2016 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 matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of our audit, the information given in the Strategic Report and the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements, and the Strategic Report and the Directors' Report have been prepared in accordance with applicable legal requirements.

BARNFIELD CONSTRUCTION LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF BARNFIELD CONSTRUCTION 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.

Jane Smith (Senior Statutory Auditor)
for and on behalf of Pierce C A Limited

28 April 2017

Statutory Auditor

Mentor House
Ainsworth Street
Blackburn
Lancashire
BB1 6AY

BARNFIELD CONSTRUCTION LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2016

	Notes	2016 £	2015 £
Turnover	3	60,688,904	68,420,833
Cost of sales		(53,410,056)	(62,575,537)
Gross profit		7,278,848	5,845,296
Distribution costs		(156,603)	(178,404)
Administrative expenses		(2,820,808)	(2,666,228)
Operating profit	4	4,301,437	3,000,664
Interest receivable and similar income	8	138,013	960,852
Interest payable and similar expenses	9	(277,342)	(308,059)
Fair value gains and losses on investment properties	14	953,547	-
Profit before taxation		5,115,655	3,653,457
Taxation	10	(925,225)	(465,556)
Profit for the financial year		4,190,430	3,187,901

The profit and loss account has been prepared on the basis that all operations are continuing operations.

BARNFIELD CONSTRUCTION LIMITED

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2016

	2016	2015
	£	£
Profit for the year	4,190,430	3,187,901
Other comprehensive income	-	-
Total comprehensive income for the year	<u>4,190,430</u>	<u>3,187,901</u>

BARNFIELD CONSTRUCTION LIMITED

BALANCE SHEET

AS AT 31 DECEMBER 2016

	Notes	2016		2015	
		£	£	£	£
Fixed assets					
Intangible assets	12		250		250
Tangible assets	13		1,616,427		1,775,970
Investment properties	14		6,287,400		4,680,293
Investments	15		800,186		800,086
			<u>8,704,263</u>		<u>7,256,599</u>
Current assets					
Stocks	18	3,146,447		2,925,574	
Debtors falling due after one year	19	2,315,512		4,865,883	
Debtors falling due within one year	19	11,165,756		11,930,769	
Cash at bank and in hand		4,887,766		3,521,148	
		<u>21,515,481</u>		<u>23,243,374</u>	
Creditors: amounts falling due within one year	20	<u>(19,789,815)</u>		<u>(19,231,437)</u>	
Net current assets			<u>1,725,666</u>		<u>4,011,937</u>
Total assets less current liabilities			<u>10,429,929</u>		<u>11,268,536</u>
Creditors: amounts falling due after more than one year	21		<u>(3,185,763)</u>		<u>(1,989,006)</u>
Provisions for liabilities	24		<u>(1,505,771)</u>		<u>(2,167,238)</u>
Net assets			<u>5,738,395</u>		<u>7,112,292</u>
Capital and reserves					
Called up share capital	27		200		200
Revaluation reserve			586,188		586,188
Other reserves			1,153,646		1,153,646
Profit and loss reserves			3,998,361		5,372,258
Total equity			<u>5,738,395</u>		<u>7,112,292</u>

The financial statements were approved by the board of directors and authorised for issue on 28 April 2017 and are signed on its behalf by:

T J H Webber
Director

Company Registration No. 02365913

BARNFIELD CONSTRUCTION LIMITED

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31 DECEMBER 2016

	Share capital	Revaluation reserve	Other reserves	Profit and loss reserves	Total
Notes	£	£	£	£	£
Balance at 1 January 2015	200	623,473	1,153,646	5,047,072	6,824,391
Year ended 31 December 2015:					
Profit and total comprehensive income for the year	-	-	-	3,187,901	3,187,901
Dividends	11	-	-	(2,900,000)	(2,900,000)
Transfers		(37,285)	-	37,285	-
Balance at 31 December 2015	200	586,188	1,153,646	5,372,258	7,112,292
Year ended 31 December 2016:					
Profit and total comprehensive income for the year	-	-	-	4,190,430	4,190,430
Dividends	11	-	-	(5,564,327)	(5,564,327)
Balance at 31 December 2016	200	586,188	1,153,646	3,998,361	5,738,395

BARNFIELD CONSTRUCTION LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2016

1 Accounting policies

Company information

Barnfield Construction Limited is a private company limited by shares incorporated in England and Wales. The registered office is Kenyon Road, Lomeshaye Industrial Estate, Nelson, Lancashire, BB9 5SP.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention modified to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

The company has taken advantage of the exemption in FRS 102 paragraph 1.12 from the requirement to produce a cash flow statement and to disclose certain related party disclosure.

The company has taken advantage of the exemption under section 400 of the Companies Act 2006 not to prepare consolidated accounts. The financial statements present information about the company as an individual entity and not about its group.

Barnfield Construction Limited is a wholly owned subsidiary of Barnfield Nelson Limited and the results of Barnfield Construction Limited are included in the consolidated financial statements of Barnfield Group Limited which are available from Kenyon Road, Lomeshaye Industrial Estate, Nelson, Lancashire, BB9 5SP.

1.2 Going concern

The directors are not aware of any material uncertainties affecting the company and consider that the company will have sufficient resources to continue trading for the foreseeable future. As a result the directors have continued to adopt the going concern basis in preparing the financial statements.

1.3 Turnover

Turnover represents amounts receivable for goods sold, services provided and rental income net of VAT and trade discounts.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer (usually on dispatch of the goods), the amount of revenue can be measured reliably, it is probable that the economic benefits associated with the transaction will flow to the entity and the costs incurred or to be incurred in respect of the transaction can be measured reliably.

Revenue from contracts for the provision of services is recognised by reference to the stage of completion when the stage of completion, costs incurred and costs to complete can be estimated reliably. The stage of completion is calculated by comparing costs incurred, mainly in relation to contractual hourly staff rates and materials, as a proportion of total costs. Where the outcome cannot be estimated reliably, revenue is recognised only to the extent of the expenses recognised that are recoverable. The company does not recognise retentions on contracts until they are actually received, normally 12 months after completion, when the retention is invoiced following certification of the quality of construction work.

Rental income arising from investment properties is recognised on a straight-line basis over the lease term.

BARNFIELD CONSTRUCTION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2016

1 Accounting policies

(Continued)

1.4 Intangible fixed assets other than goodwill

Intangible assets acquired separately from a business are recognised at cost and are subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Intangible assets acquired on business combinations are recognised separately from goodwill at the acquisition date if the fair value can be measured reliably.

Amortisation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives.

1.5 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Tangible fixed assets include investment properties professionally valued by Chartered Surveyors and by a director on an existing use open market value basis. Other tangible fixed assets are stated at cost or valuation less depreciation. Depreciation is provided at rates calculated to write off the cost or valuation less estimated residual value of each asset over its expected useful life, as follows:

Plant and machinery	15 - 20% on cost
Motor vehicles	25% reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

1.6 Investment properties

Investment property, which is property held to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently it is measured at fair value at the reporting end date. The surplus or deficit on revaluation is recognised in the profit and loss account.

Where fair value cannot be achieved without undue cost or effort, investment property is accounted for as tangible fixed assets.

1.7 Fixed asset investments

Interests in subsidiaries, associates and jointly controlled entities are initially measured at cost and subsequently measured at cost less any accumulated impairment losses. The investments are assessed for impairment at each reporting date and any impairment losses or reversals of impairment losses are recognised immediately in profit or loss.

A subsidiary is an entity controlled by the company. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

1.8 Impairment of fixed assets

At each reporting period end date, the company reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

BARNFIELD CONSTRUCTION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2016

1 Accounting policies (Continued)

1.9 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition.

At each reporting date, an assessment is made for impairment. Any excess of the carrying amount of stocks over its estimated selling price less costs to complete and sell is recognised as an impairment loss in profit or loss. Reversals of impairment losses are also recognised in profit or loss.

1.10 Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.11 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Other financial assets

Other financial assets, including investments in equity instruments which are not subsidiaries, associates or joint ventures, are initially measured at fair value, which is normally the transaction price. Such assets are subsequently carried at fair value and the changes in fair value are recognised in profit or loss, except that investments in equity instruments that are not publicly traded and whose fair values cannot be measured reliably are measured at cost less impairment.

Impairment of financial assets

Financial assets, other than those held at fair value through profit and loss, are assessed for indicators of impairment at each reporting end date.

Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected. If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in profit or loss.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in profit or loss.

BARNFIELD CONSTRUCTION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2016

1 Accounting policies

(Continued)

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the company transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Other financial liabilities

Derivatives, including interest rate swaps and forward foreign exchange contracts, are not basic financial instruments. Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently re-measured at their fair value. Changes in the fair value of derivatives are recognised in profit or loss in finance costs or finance income as appropriate, unless hedge accounting is applied and the hedge is a cash flow hedge.

Debt instruments that do not meet the conditions in FRS 102 paragraph 11.9 are subsequently measured at fair value through profit or loss. Debt instruments may be designated as being measured at fair value through profit or loss to eliminate or reduce an accounting mismatch or if the instruments are measured and their performance evaluated on a fair value basis in accordance with a documented risk management or investment strategy.

Derecognition of financial liabilities

Financial liabilities are derecognised when the company's contractual obligations expire or are discharged or cancelled.

1.12 Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of direct issue costs.

Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

1.13 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

BARNFIELD CONSTRUCTION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2016

1 Accounting policies

(Continued)

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

Deferred tax

Deferred tax liabilities are generally recognised for all timing differences and deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each reporting end date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the profit and loss account, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset when the company has a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

1.14 Provisions

Provisions are recognised when the company has a legal or constructive present obligation as a result of a past event, it is probable that the company will be required to settle that obligation and a reliable estimate can be made of the amount of the obligation.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the reporting end date, taking into account the risks and uncertainties surrounding the obligation.

1.15 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.16 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

BARNFIELD CONSTRUCTION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2016

1 Accounting policies

(Continued)

1.17 Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessees. All other leases are classified as operating leases.

Assets held under finance leases are recognised as assets at the lower of the assets fair value at the date of inception and the present value of the minimum lease payments. The related liability is included in the balance sheet as a finance lease obligation. Lease payments are treated as consisting of capital and interest elements. The interest is charged to the profit and loss account so as to produce a constant periodic rate of interest on the remaining balance of the liability.

1.18 Foreign exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation are included in the profit and loss account for the period.

2 Judgements and key sources of estimation uncertainty

In the application of the company's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Turnover and other revenue

An analysis of the company's turnover is as follows:

	2016	2015
	£	£
Turnover		
Property development	59,874,043	67,581,969
Rent receivable	563,833	545,893
Other income	251,028	292,971
	<u>60,688,904</u>	<u>68,420,833</u>
Other significant revenue		
Interest income	38,013	860,852
Dividends received	100,000	100,000
	<u>138,013</u>	<u>960,852</u>

BARNFIELD CONSTRUCTION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2016

3 Turnover and other revenue (Continued)

Turnover analysed by geographical market

	2016 £	2015 £
United Kingdom	60,688,904	68,420,833

4 Operating profit

	2016 £	2015 £
Operating profit for the year is stated after charging/(crediting):		
Exchange (gains)/losses	(156,750)	137,062
Depreciation of owned tangible fixed assets	72,806	107,638
Depreciation of tangible fixed assets held under finance leases	293,214	154,409
Profit on disposal of tangible fixed assets	(33,947)	(180,197)
Cost of stocks recognised as an expense	9,315,896	16,887,809

5 Auditor's remuneration

	2016 £	2015 £
Fees payable to the company's auditor and associates:		
For audit services		
Audit of the financial statements of the company	14,500	13,100
For other services		
All other non-audit services	11,500	13,045

6 Employees

The average monthly number of persons (including directors) employed by the company during the year was:

	2016 Number	2015 Number
Office & Management	37	37
Production & Sales	100	116
	137	153

BARNFIELD CONSTRUCTION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2016

6 Employees (Continued)

Their aggregate remuneration comprised:

	2016 £	2015 £
Wages and salaries	4,311,683	4,997,717
Social security costs	383,838	393,464
Pension costs	39,462	39,024
	<u>4,734,983</u>	<u>5,430,205</u>

7 Directors' remuneration

	2016 £	2015 £
Remuneration for qualifying services	316,758	310,932
Company pension contributions to defined contribution schemes	10,161	10,432
	<u>326,919</u>	<u>321,364</u>

The number of directors for whom retirement benefits are accruing under defined contribution schemes amounted to 4 (2015 - 4).

Remuneration disclosed above include the following amounts paid to the highest paid director:

Remuneration for qualifying services	<u>85,465</u>	<u>82,425</u>
--------------------------------------	---------------	---------------

8 Interest receivable and similar income

	2016 £	2015 £
Interest income		
Interest on bank deposits	15,423	27,736
Other interest income	22,590	833,116
	<u>38,013</u>	<u>860,852</u>
Income from fixed asset investments		
Income from shares in group undertakings	100,000	100,000
	<u>138,013</u>	<u>960,852</u>

BARNFIELD CONSTRUCTION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2016

9 Interest payable and similar expenses

	2016	2015
	£	£
Interest on bank overdrafts and loans	245,216	217,723
Interest on finance leases and hire purchase contracts	30,207	24,422
Other interest	1,919	65,914
	<u>277,342</u>	<u>308,059</u>

10 Taxation

	2016	2015
	£	£
Current tax		
UK corporation tax on profits for the current period	858,083	482,544
Adjustments in respect of prior periods	11,284	(9,531)
Total current tax	<u>869,367</u>	<u>473,013</u>
Deferred tax		
Origination and reversal of timing differences	55,858	(7,457)
Total tax charge	<u>925,225</u>	<u>465,556</u>

The actual charge for the year can be reconciled to the expected charge for the year based on the profit or loss and the standard rate of tax as follows:

	2016	2015
	£	£
Profit before taxation	<u>5,115,655</u>	<u>3,653,457</u>
Expected tax charge based on the standard rate of corporation tax in the UK of 20.00% (2015: 20.00%)	1,023,131	730,691
Tax effect of expenses that are not deductible in determining taxable profit	81,331	27,050
Adjustments in respect of prior years	11,284	-
Effect of change in corporation tax rate	-	5,808
Group relief	-	(44,797)
Permanent capital allowances in excess of depreciation	(68,626)	(122,419)
Other permanent differences	-	(99,440)
Dividend income	(20,000)	(20,000)
Deferred tax on property revaluations	55,858	-
Other adjustments	32,956	(11,337)
Fair value gains in profit and loss account	(190,709)	-
Taxation charge for the year	<u>925,225</u>	<u>465,556</u>

BARNFIELD CONSTRUCTION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2016

11 Dividends		2016	2015
		£	£
Interim paid		5,564,327	2,900,000
		<u> </u>	<u> </u>
12 Intangible fixed assets			Patents
			£
Cost			
At 1 January 2016 and 31 December 2016			250
			<u> </u>
Amortisation and impairment			
At 1 January 2016 and 31 December 2016			-
			<u> </u>
Carrying amount			
At 31 December 2016			250
			<u> </u>
At 31 December 2015			250
			<u> </u>
13 Tangible fixed assets			
	Plant and machinery	Motor vehicles	Total
	£	£	£
Cost			
At 1 January 2016	2,243,739	183,337	2,427,076
Additions	69,889	181,493	251,382
Disposals	(43,232)	(152,642)	(195,874)
	<u> </u>	<u> </u>	<u> </u>
At 31 December 2016	2,270,396	212,188	2,482,584
	<u> </u>	<u> </u>	<u> </u>
Depreciation and impairment			
At 1 January 2016	524,334	126,772	651,106
Depreciation charged in the year	331,574	34,446	366,020
Eliminated in respect of disposals	(23,835)	(127,134)	(150,969)
	<u> </u>	<u> </u>	<u> </u>
At 31 December 2016	832,073	34,084	866,157
	<u> </u>	<u> </u>	<u> </u>
Carrying amount			
At 31 December 2016	1,438,323	178,104	1,616,427
	<u> </u>	<u> </u>	<u> </u>
At 31 December 2015	1,719,405	56,565	1,775,970
	<u> </u>	<u> </u>	<u> </u>

BARNFIELD CONSTRUCTION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2016

13 Tangible fixed assets (Continued)

The net carrying value of tangible fixed assets includes the following in respect of assets held under finance leases or hire purchase contracts.

	2016	2015
	£	£
Plant and machinery	1,320,948	1,222,818
	<u> </u>	<u> </u>
Depreciation charge for the year in respect of leased assets	293,214	154,409
	<u> </u>	<u> </u>

14 Investment property

	2016
	£
Fair value	
At 1 January 2016	4,680,293
Additions through external acquisition	653,560
Net gains or losses through fair value adjustments	953,547
	<u> </u>
At 31 December 2016	6,287,400
	<u> </u>

The company's investment properties are included at the directors' best estimates of open market value as at 31 December 2016. These values are as follows:

- Wardle Storeys, Earby - £3,430,000
- Milnrow Road, Rochdale - £1,527,000
- 51-53 Churchill Way, Nelson - £350,000
- 35 Churchill Way, Nelson - £980,000

There are other sundry balances included in the financial statements at £400.

The directors have arrived at the open market values above based on their knowledge of the UK commercial property market and the value of similar land and buildings held in similar areas.

Investment property comprises [XXX]. The fair value of the investment property has been arrived at on the basis of a valuation carried out at [XXX] by [XXX] Chartered Surveyors, who are not connected with the company. The valuation was made on an open market value basis by reference to market evidence of transaction prices for similar properties.

If investment properties were stated on an historical cost basis rather than a fair value basis, the amounts would have been included as follows:

	2016	2015
	£	£
Cost	4,747,665	4,094,105
Accumulated depreciation	-	-
	<u> </u>	<u> </u>
Carrying amount	4,747,665	4,094,105
	<u> </u>	<u> </u>

BARNFIELD CONSTRUCTION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2016

15 Fixed asset investments

	Notes	2016 £	2015 £
Investments in subsidiaries	16	800,186	800,086

Movements in fixed asset investments

	Shares in group undertakings £
Cost or valuation	
At 1 January 2016	800,086
Additions	100
At 31 December 2016	800,186
Carrying amount	
At 31 December 2016	800,186
At 31 December 2015	800,086

16 Subsidiaries

These financial statements are separate company financial statements for Barnfield Construction Limited.

Details of the company's subsidiaries at 31 December 2016 are as follows:

Name of undertaking and country of incorporation or residency	Nature of business	Class of shareholding	% Held Direct
Roger Whalley Ltd England & Wales	Plumbing contractors	Ordinary	100.00
Barnfield Centric Ltd England & Wales	Property development	Ordinary	60.00
Henry Boot Barnfield Ltd England & Wales	Property development	Ordinary	50.00
Backbarrow Developments Ltd England & Wales	Property development	Ordinary	100.00
Orient Business Park Ltd England & Wales	Dormant	Ordinary	100.00

Backbarrow Developments Ltd was incorporated on 9 September 2016. There are currently no financial statements available for this company.

BARNFIELD CONSTRUCTION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2016

17 Associates

These financial statements are separate company financial statements for Barnfield Construction Limited.

Details of the company's associates at 31 December 2016 are as follows:

Name of undertaking and country of incorporation or residency	Nature of business	Class of shareholding	% Held Direct	
Speke Business Park Ltd	England & Wales	Property development	Ordinary	24.00

18 Stocks

	2016 £	2015 £
Land and property stocks	1,055,732	1,405,818
Work in progress	2,090,715	1,519,756
	<u>3,146,447</u>	<u>2,925,574</u>

19 Debtors

	2016 £	2015 £
Amounts falling due within one year:		
Trade debtors	4,134,656	3,003,797
Amounts due from group undertakings	950,613	2,736,272
Amounts due from undertakings in which the company has a participating interest	858,158	34,996
Other debtors	4,015,456	4,347,446
Prepayments and accrued income	1,206,873	1,808,258
	<u>11,165,756</u>	<u>11,930,769</u>
Amounts falling due after more than one year:		
Amounts due from group undertakings	2,003,096	3,871,829
Other debtors	312,416	994,054
	<u>2,315,512</u>	<u>4,865,883</u>
Total debtors	<u>13,481,268</u>	<u>16,796,652</u>

BARNFIELD CONSTRUCTION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2016

20 Creditors: amounts falling due within one year

	Notes	2016 £	2015 £
Bank loans and overdrafts	22	3,914,533	5,157,810
Obligations under finance leases	23	298,764	362,880
Trade creditors		4,693,258	5,096,581
Amounts due to group undertakings		335,092	379,505
Corporation tax		508,083	402,552
Other taxation and social security		454,085	186,541
Other creditors		28,682	82,226
Accruals and deferred income		9,557,318	7,563,342
		<u>19,789,815</u>	<u>19,231,437</u>

21 Creditors: amounts falling due after more than one year

	Notes	2016 £	2015 £
Bank loans and overdrafts	22	2,755,426	1,269,169
Obligations under finance leases	23	430,337	719,837
		<u>3,185,763</u>	<u>1,989,006</u>

22 Loans and overdrafts

	2016 £	2015 £
Bank loans	4,798,244	5,379,644
Bank overdrafts	1,871,715	1,047,335
	<u>6,669,959</u>	<u>6,426,979</u>
Payable within one year	3,914,533	5,157,810
Payable after one year	2,755,426	1,269,169
	<u>6,669,959</u>	<u>6,426,979</u>

The company's bank loans are secured by a first legal mortgage over the related properties.

NatWest Bank Plc holds a debenture dated 24 June 2005 over the assets of the company and there is a deed of priority in place between NatWest Bank Plc and Handelsbanken in favour of Handelsbanken.

Obligations under hire purchase and finance leases are secured upon the assets for which they are held.

BARNFIELD CONSTRUCTION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2016

23 Finance lease obligations

	2016	2015
	£	£
Future minimum lease payments due under finance leases:		
Within one year	298,764	362,880
In two to five years	430,337	719,837
	<u>729,101</u>	<u>1,082,717</u>

Finance lease payments represent rentals payable by the company for certain items of plant and machinery. Leases include purchase options at the end of the lease period, and no restrictions are placed on the use of the assets. The average lease term is 4 years. All leases are on a fixed repayment basis and no arrangements have been entered into for contingent rental payments.

24 Provisions for liabilities

	Notes	2016	2015
		£	£
Provisions for liabilities on contracts		1,332,675	2,050,000
Deferred tax liabilities	25	173,096	117,238
		<u>1,505,771</u>	<u>2,167,238</u>

Movements on provisions apart from retirement benefits and deferred tax liabilities:

	Provisions for liabilities on contracts £
At 1 January 2016	2,050,000
Additional provisions in the year	272,675
Reversal of provision	(725,000)
Utilisation of provision	(265,000)
At 31 December 2016	<u>1,332,675</u>

25 Deferred taxation

Deferred tax assets and liabilities are offset where the company has a legally enforceable right to do so. The following is the analysis of the deferred tax balances (after offset) for financial reporting purposes:

	Liabilities 2016	Liabilities 2015
	£	£
Balances:		
Revaluations	173,096	117,238
	<u>173,096</u>	<u>117,238</u>

BARNFIELD CONSTRUCTION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2016

25	Deferred taxation	(Continued)
		2016
	Movements in the year:	£
	Liability at 1 January 2016	117,238
	Charge to profit or loss	55,858
	Liability at 31 December 2016	<u>173,096</u>

26	Retirement benefit schemes	2016	2015
	Defined contribution schemes	£	£
	Charge to profit or loss in respect of defined contribution schemes	<u>39,462</u>	<u>39,024</u>

The company operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the company in an independently administered fund.

27	Share capital	2016	2015
	Ordinary share capital	£	£
	Issued and fully paid		
	200 Ordinary shares of £1 each	<u>200</u>	<u>200</u>

28 Financial commitments, guarantees and contingent liabilities

On 31 December 2016 the company had, in the ordinary course of business, entered into performance and other bonds of £3,833,614 (2015 - £2,379,480).

The company is party to an inter company guarantee with Barnfield Group Limited, Barnfield Nelson Limited and Barnfield Contractors (UK) Limited in respect of indebtedness to Natwest Bank Plc. As at 31 December 2016 the amount of borrowings in respect of these companies was £314,528 (2015 - £544,646).

The company is also party to an inter company guarantee with Barnfield Group Limited, Barnfield Nelson Limited and Barnfield Contractors (UK) Limited in respect of indebtedness to Handelsbanken. As at 31 December 2016 the amount of borrowings in respect of these companies was £6,355,431 (2015 - £5,882,333).

BARNFIELD CONSTRUCTION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2016

29 Operating lease commitments

At the reporting end date the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2016	2015
	£	£
Within one year	109,959	10,243
Between two and five years	57,905	117,015
	<u>167,864</u>	<u>127,258</u>
	<u><u>167,864</u></u>	<u><u>127,258</u></u>

BARNFIELD CONSTRUCTION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2016

30 Related party transactions

Transactions with related parties

During the year the company entered into the following transactions with related parties:

The value of sales to entities in which the company has a participating interest is made up as follows:

Globe Enterprises Limited - £320,213 (2015 - £12,648)

Speke Business Park Limited - £5,585 (2015 - £6,538)

The value of sales to entities in which the directors T J H Webber and S Webber have an interest is made up as follows:

Barnfield Investment Properties Limited - £67,525 (2015 - £1,334,826)

Barnfield Developments Limited - £249,355 (2015 - £3,704,065)

Pendle Enterprise and Regeneration Limited - £162,727 (2015 - £52,081)

Pendle Enterprise and Regeneration 2 Limited - £841,104 (2015 - £387,458)

Pendle Enterprise and Regeneration (Brierfield Mills) Limited - £826,494 (2015 - £33,127)

RTB Partnership Limited - £2,479 (2015 - £232)

Barnfield & Burnley Developments Limited - £nil (2015 - £5,013)

Pendle Property Developments Limited - £491,712 (2015 - £708,867)

Ribble Property Developments Limited - £2,494,370 (2015 - £1,202,510)

The value of sales to other related parties is made up as follows:

Barnfield Pension Fund - £5,000 (2015 - £5,000)

Webber Family Pension Trust - £200,000 (2015 - £nil)

BARNFIELD CONSTRUCTION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2016

30 Related party transactions

(Continued)

The value of rents paid to other related parties is made up as follows:

Webber Family Pension Trust - £80,000 (2015 - £77,500)

The value of purchases made from entities in which the directors T J H Webber and S Webber have an interest is made up as follows:

Barnfield Investment Properties Limited - £17,617 (2015 - £nil)

BARNFIELD CONSTRUCTION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2016

30 Related party transactions

(Continued)

The following amounts were outstanding at the reporting end date:

Amounts owed by related parties

The amounts owed by entities in which the company has a participating interest is made up as follows:

Globe Enterprises Limited - £34,984 (2015 - £347,100)

Speke Business Park Limited - £674,950 (2015 - £681,950)

The amounts owed by entities in which the directors T J H Webber and S Webber have an interest is made up as follows:

Barnfield Investment Properties Limited - £1,688,856 (2015 - £1,389,215)

Barnfield Developments Limited - £nil (2015 - £2,068,910)

Pendle Enterprise and Regeneration Limited - £26,238 (2015 - £56,494)

Pendle Enterprise and Regeneration 2 Limited - £89,865 (2015 - £63,575)

Pendle Enterprise and Regeneration (Brierfield Mills) Limited - £15,930 (2015 - £10,003)

Barnfield & Burnley Developments Limited - £nil (2015 - £6,013)

Pendle Property Developments Limited - £15,794 (2015 - £46,397)

Ribble Property Developments Limited - £154,362 (2015 - £166,598)

BARNFIELD CONSTRUCTION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2016

31 Directors' transactions

The company has made sales, on normal commercial terms, to the directors T J H Webber and S Webber in the amount of £14,514 (2015 - £72,359).

As at 31 December 2016, work in progress on the company balance sheet includes £1,495,591 relating to a project being carried out for the directors T J H Webber and S Webber. This project is being undertaken on normal commercial terms.

As at 31 December 2016, a loan of £nil (2015 - £44,443) had been granted to the company by T J H Webber.

32 Controlling party

The immediate parent company is Barnfield Nelson Limited, a company registered in England and Wales.

The ultimate parent company is Barnfield Group Limited, a company registered in England and Wales.

The ultimate controlling parties are Mr T J H Webber, Mrs S Webber and their sons, James and Jonathan, by virtue of their shareholding in the company's ultimate parent company, Barnfield Group Limited.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.