



Interim report 2018

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Unaudited consolidated income statement
For the six months ended 28 February 2018

	Note	6 Months ended 28 Feb 2018 (Unaudited) £'000	6 Months ended 28 Feb 2017 (Unaudited) £'000	Year ended 31 Aug 2017 (Audited) £'000
Continuing operations				
Turnover	2	17,206	20,184	37,011
Cost of sales		(16,349)	(18,969)	(34,835)
Gross profit		857	1,215	2,176
Administrative expenses		(1,134)	(1,167)	(2,283)
Operating (loss) / profit from continuing operations		(277)	48	(107)
Finance income		-	(33)	(33)
Finance costs		-	-	(12)
(Loss) / Profit on ordinary activities before taxation		(277)	15	(152)
Taxation		-	-	-
(Loss) / Profit for the period from continuing operations		(277)	15	(152)
(Loss) / Profit for the period		(277)	15	(152)
Attributable to:				
Equity holders of the parent		(277)	15	(152)
Earnings per share				
From continuing operations				
Basic and diluted	3	(0.63)p	0.03p	(0.34)p
From discontinued operations				
Basic and diluted	3	-	-	-
From continuing and discontinued operations				
Basic and diluted	3	(0.63)p	0.03p	(0.34)p

Unaudited consolidated statement of financial position
As at 28 February 2018

	Note	6 Months ended 28 Feb 2018 (Unaudited) £'000	6 Months ended 28 Feb 2017 (Unaudited) £'000	Year ended 31 Aug 2017 (Audited) £'000
Fixed Assets				
Tangible Assets		16	25	21
Investment Property		275	275	275
		<u>291</u>	<u>300</u>	<u>296</u>
Current assets				
Inventories	4	170	2,495	1,406
Debtors		11,417	9,789	7,525
Cash at bank and in hand		3,204	1,579	4,229
		<u>14,791</u>	<u>13,863</u>	<u>13,160</u>
Current liabilities				
Creditors: Amounts falling due within one year				
Creditors		(5,130)	(3,767)	(3,227)
		<u>(5,130)</u>	<u>(3,767)</u>	<u>(3,227)</u>
Total current liabilities		(5,130)	(3,767)	(3,227)
Net current assets		9,661	10,096	9,933
		<u>9,952</u>	<u>10,396</u>	<u>10,229</u>
Total assets less current liabilities		9,952	10,396	10,229
Net assets		9,952	10,396	10,229
		<u>9,952</u>	<u>10,396</u>	<u>10,229</u>
Shareholders' funds				
Share capital		2,205	2,205	2,205
Share premium account		2,106	2,106	2,106
Capital redemption reserve		61	61	61
Share option reserve		22	22	22
Retained earnings		5,558	6,002	5,835
		<u>9,952</u>	<u>10,396</u>	<u>10,229</u>
Total shareholders' funds		9,952	10,396	10,229
		<u>9,952</u>	<u>10,396</u>	<u>10,229</u>

Notes to the unaudited financial information

1. Basis of preparation

The financial information set out in this unaudited interim report does not constitute statutory accounts as defined in Section 434 of the Companies Act 2006. The group's statutory financial statements for the year ended 31 August 2017, prepared under FRS 102, have been filed with the Registrar of Companies. The auditor's report on those financial statements was unqualified and did not contain a statement under Section 498 (2) or (3) of the Companies Act 2006.

The unaudited interim financial information has been prepared in accordance with the recognition and measurement principles of FRS 102 and on the same basis and using the same accounting policies as used in the financial statements for the year ended 31 August 2017. The interim financial statements have not been audited or reviewed in accordance with the International Standard on Review Engagement 2410 issued by the Auditing Practices Board.

2. Turnover

For management purposes, the Group is organised into different segments being professional construction services and development operations. All turnover is generated in the United Kingdom.

Turnover analysed by category was as follows:

	6 Months ended 28 Feb 2018 (Unaudited) £'000	6 Months ended 28 Feb 2017 (Unaudited) £'000	Year ended 31 Aug 2017 (Audited) £'000
Professional construction services	15,846	14,839	30,191
Development operations	1,360	5,345	6,820
	<hr/>	<hr/>	<hr/>
	17,206	20,184	37,011
	<hr/>	<hr/>	<hr/>

Notes to the unaudited financial information

3. Earnings per share

The calculation of basic and diluted loss per share is based on the following losses and numbers of shares:

	6 Months ended 28 Feb 2018 (Unaudited)	6 Months ended 28 Feb 2017 (Unaudited)	Year ended 31 Aug 2017 (Audited)
Basic and diluted earnings- continuing operations	(277)	15	(152)
Basic and diluted earnings/(loss)- discontinued operations	-	-	-
	<hr/>	<hr/>	<hr/>
Basic and diluted profit – continuing and discontinued operations	(277)	15	(152)
	<hr/>	<hr/>	<hr/>
	Number of 5p shares '000	Number of 5p shares '000	Number of 5p shares '000
Weighted average number of shares:			
Basic	44,103	44,103	44,103
Diluted	44,103	45,660	44,894
	<hr/>	<hr/>	<hr/>

Profit per share is calculated by dividing the profit for the period attributable to equity shareholders by the weighted average number of shares in issue during the period.

4. Inventories

	6 Months ended 28 Feb 2018 (Unaudited) £'000	6 Months ended 28 Feb 2017 (Unaudited) £'000	Year ended 31 Aug 2017 (Audited) £'000
Work in progress & stock of properties	170	2,495	1,406
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The inventory is held at the lower of cost and estimated selling price. There has been no impairment of inventories or amounts recognised in the income statement during the period.

5. Contingent liability note

On the 4th November, 2015, the health and safety executive began an investigation into Formation Construction Limited following an accident on one its construction sites in November 2015. Prosecution by the Health and Safety Executive of Formation Construction Limited remains pending. At this time the amount of any obligation cannot be estimated reliably