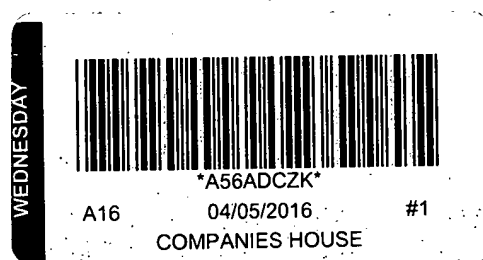


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Company Registration No. 07846971 (England and Wales)

TXM PLANT LIMITED
ANNUAL REPORT
FOR THE YEAR ENDED 31 OCTOBER 2015



TXM PLANT LIMITED

COMPANY INFORMATION

Directors

L J Seward
K Gallimore
G Richardson
G Eccles
J Bettell

Secretary

J Bettell

Company number

07846971

Registered office

The Grange
Hartnett Drive
Wolverton Mill
Milton Keynes
Buckinghamshire
MK12 5NE

Auditors

Mercer & Hole
Silbury Court
420 Silbury Boulevard
Central Milton Keynes
Buckinghamshire
MK9 2AF

Business address

The Grange
Hartnett Drive
Wolverton Mill
Milton Keynes
Buckinghamshire
MK12 5NE

TXM PLANT LIMITED

CONTENTS

	Page
Strategic report	1 - 2
Directors' report	3 - 4
Independent auditors' report	5 - 6
Profit and loss account	7
Balance sheet	8
Cash flow statement	9
Notes to the cash flow statement	10
Notes to the financial statements	11 - 21

TXM PLANT LIMITED

STRATEGIC REPORT

FOR THE YEAR ENDED 31 OCTOBER 2015

The directors present the strategic report and financial statements for the year ended 31 October 2015.

Review of the business

The directors and senior management are pleased with the performance of the company in its third year of trading as TXM Plant Limited.

The financial statements show an operating profit of £5,537,722. This compares with an operating profit for the year before of £2,510,431, a significant improvement year on year.

EBIT shows a significant improvement of £3.0 million which is due to a number of factors:

- a. Sales growth of 30.2% from increased confidence within the customer base and success in securing key contracts.
- b. During the year the TXM Rail Division has been awarded a Principal Contractor's License which allows TXM to carry out sub-contract packages of work on the rail network.
- c. Gross margin improvement of 3.9 percentage points to achieve an overall 31.2% gross margin
 - i. Continued review and restructuring across all areas of the business.
 - ii. Increasing commercial relationships with customers.
 - iii. Strengthening of the management team for both existing and new positions.
 - iv. Introduction of new systems across the whole business.
- d. Good control of administrative expenses/sales % at 19.1% compared to prior year of 20.2%. This has been achieved through continued examination of the cost base and the introduction of revised operational and administration policies.
- e. Net current assets have decreased by £1.1m and show improved efficiency of working capital in relation to the increased levels of activity.
- f. During the year the company created an engineering facility in Wigan. From this facility we deliver in-house pre upgrade works to RRV's. The engineering team are responsible for the maintenance for the entire fleet spread over our depot network and as such we have put stocks of parts into all depots and engineer's vans to ensure minimal downtime of RRV's. This has created £342k of stock at the year end. The company has also invested £200k in Maximo, a software package designed to control fleet maintenance and associated stock.
- g. Total investments in plant of £6.7 million, including £3.6m in 28 new RRV's and £1.2m in upgrades of the existing fleet to service the company's continued expansion.

Principal risks and uncertainties

The principal risks facing the company can broadly be grouped as competitive and financial.

Competitive

The company seeks to be competitive in all areas of the business. It continually invests in people, training and equipment as well as the service offering. In addition the directors focus on developing good relationships with new and existing key customers.

Financial

The company's main financial instruments comprise of cash, invoice discounting, hire purchase, finance leasing and working capital. These instruments provide funding for the company's operations. The directors agree policies for the management of these instruments which are considered sufficient to manage the element of risk. These policies are detailed as follows:

a) Credit risk

The company seeks to minimise any credit risk by dealing only with established and financially sound businesses. The company establishes clear contractual relationships and identifies any credit issues in a timely manner.

b) Liquidity risk

The company seeks to manage and minimise financial risk by ensuring that sufficient liquidity is available at all times to meet foreseeable needs and by investing cash assets safely and profitably.

TXM PLANT LIMITED

STRATEGIC REPORT (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2015

Principal risks and uncertainties and matters of strategic importance (continued)

(c) Interest rate risk

The company has taken out hire purchase contracts with fixed interest rates to finance capital expenditure. The company also utilises an invoice discounting facility to manage fluctuations in working capital. Due to variations in available balances the use of fixed interest rates is not considered appropriate.

By order of the board



J Bettell

Secretary

18 April 2016

TXM PLANT LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 OCTOBER 2015

The directors present their report and financial statements for the year ended 31 October 2015.

Results and dividends

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

During the year an interim ordinary dividend was paid amounting to £2,046,000. The directors do not recommend payment of a final dividend.

Directors

The following directors have held office since 1 November 2014:

L J Seward
K Gallimore
G Richardson
G Eccles
J Bettell

Employee involvement

The company's policy is to consult and discuss with employees, matters likely to affect employees' interests.

Information on matters of concern to employees is given through information bulletins and reports which seek to achieve a common awareness on the part of all employees of the financial and economic factors affecting the company's performance.

Disabled persons

The company's policy is to recruit disabled workers for those vacancies that they are able to fill. All necessary assistance with initial training courses is given. Once employed, a career plan is developed so as to ensure suitable opportunities for each disabled person. Arrangements are made, wherever possible, for retraining employees who become disabled, to enable them to perform work identified as appropriate to their aptitudes and abilities.

Auditors

The auditors, Mercer & Hole, are deemed to be reappointed under section 487(2) of the Companies Act 2006.

TXM PLANT LIMITED

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2015

Statement of directors' responsibilities

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

Company law requires the directors to prepare financial statements for each financial year. Under that law 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.

Statement of disclosure to auditors

So far as the directors are aware, there is no relevant audit information of which the company's auditors are unaware. Additionally, the directors 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 auditors are aware of that information.

Qualifying 3rd party indemnity provisions

Qualifying third party indemnity provision is in place for the benefit of all directors of the company.

By order of the board


.....
J Bettell

Secretary

18 April 2016

TXM PLANT LIMITED

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF TXM PLANT LIMITED

We have audited the financial statements of TXM Plant Limited for the year ended 31 October 2015 set out on pages 7 to 21. 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 an auditors' 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 auditors

As explained more fully in the Directors' Responsibilities Statement set out on pages 3 - 4, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

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 October 2015 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 Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

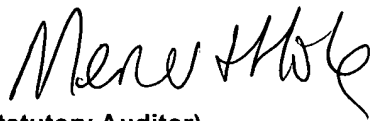
TXM PLANT LIMITED

INDEPENDENT AUDITORS' REPORT (CONTINUED) TO THE MEMBERS OF TXM PLANT 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.



Paul Maberly FCA (Senior Statutory Auditor)
for and on behalf of Mercer & Hole

19 April 2016

Chartered Accountants
Statutory Auditor

Silbury Court
420 Silbury Boulevard
Central Milton Keynes
Buckinghamshire
MK9 2AF

TXM PLANT LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 OCTOBER 2015

	Notes	2015 £	2014 £
Turnover	2	45,801,388	35,173,286
Cost of sales		(31,516,494)	(25,567,936)
Gross profit		14,284,894	9,605,350
Administrative expenses		(8,747,172)	(7,094,919)
Operating profit	3	5,537,722	2,510,431
Profit on disposal of tangible fixed assets		45,466	72,542
Profit on ordinary activities before interest		5,583,188	2,582,973
Other interest receivable and similar income	4	92	174
Interest payable and similar charges	5	(556,480)	(580,024)
Profit on ordinary activities before taxation		5,026,800	2,003,123
Tax on profit on ordinary activities	6	(1,039,865)	269,335
Profit for the year	16	3,986,935	2,272,458

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

There are no recognised gains and losses other than those passing through the profit and loss account.

TXM PLANT LIMITED

BALANCE SHEET

AS AT 31 OCTOBER 2015

	Notes	2015		2014	
		£	£	£	£
Fixed assets					
Tangible assets	9		17,320,433		11,939,354
Current assets					
Stocks	10	342,464		-	
Debtors	11	12,791,999		11,806,960	
Cash at bank and in hand		423,570		126,461	
		<u>13,558,033</u>		<u>11,933,421</u>	
Creditors: amounts falling due within one year	12	<u>(9,250,770)</u>		<u>(6,475,781)</u>	
Net current assets			<u>4,307,263</u>		<u>5,457,640</u>
Total assets less current liabilities			<u>21,627,696</u>		<u>17,396,994</u>
Creditors: amounts falling due after more than one year	13		(5,388,392)		(3,502,772)
Provisions for liabilities	14		(572,830)		(168,683)
			<u>15,666,474</u>		<u>13,725,539</u>
Capital and reserves					
Called up share capital	15		10,000,001		10,000,001
Profit and loss account	16		5,666,473		3,725,538
Shareholders' funds	17		<u>15,666,474</u>		<u>13,725,539</u>

Approved by the Board and authorised for issue on 18 April 2016



G Richardson
Director

Company Registration No. 07846971

TXM PLANT LIMITED

CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 OCTOBER 2015

	£	2015 £	£	2014 £
Net cash inflow from operating activities		6,527,491		4,257,639
Returns on investments and servicing of finance				
Interest received	92		174	
Interest paid	(556,480)		(580,024)	
		<u> </u>		<u> </u>
Net cash outflow for returns on investments and servicing of finance		(556,388)		(579,850)
Taxation		(9,165)		-
Capital expenditure				
Payments to acquire tangible assets	(4,002,076)		(2,908,406)	
Receipts from sales of tangible assets	181,277		449,401	
Loan to parent undertaking	4,431		3,405	
		<u> </u>		<u> </u>
Net cash outflow for capital expenditure		(3,816,368)		(2,455,600)
Equity dividends paid		(2,046,000)		(5,000)
		<u> </u>		<u> </u>
Net cash inflow before management of liquid resources and financing		99,570		1,217,189
Financing				
Capital element of finance leases and hire purchase contracts	(1,159,307)		(1,644,308)	
		<u> </u>		<u> </u>
Net cash outflow from financing		(1,159,307)		(1,644,308)
Decrease in cash in the year		<u> </u>		<u> </u>
		<u> </u>		<u> </u>

TXM PLANT LIMITED

NOTES TO THE CASH FLOW STATEMENT FOR THE YEAR ENDED 31 OCTOBER 2015

1 Reconciliation of operating profit to net cash outflow from operating activities		2015	2014	
		£	£	
Operating profit		5,537,722	2,510,431	
Depreciation of tangible assets		2,372,543	1,914,146	
Increase on stocks		(342,464)	-	
Increase in debtors		(1,267,970)	(962,317)	
Increase in creditors within one year		394,453	930,696	
Movement in dilapidations provision		(166,793)	(135,317)	
Net cash inflow from operating activities		6,527,491	4,257,639	
2 Analysis of net debt	1 November 2014	Cash flow	Other non-cash changes	31 October 2015
	£	£	£	£
Net cash:				
Cash at bank and in hand	126,461	297,109	-	423,570
Invoice discounting	(1,542,034)	(1,356,846)	-	(2,898,880)
	(1,415,573)	(1,059,737)	-	(2,475,310)
Debt:				
Finance leases and hire purchase contracts	(4,365,570)	1,159,307	(3,887,357)	(7,093,620)
Net debt	(5,781,143)	99,570	(3,887,357)	(9,568,930)
3 Reconciliation of net cash flow to movement in net debt		2015	2014	
		£	£	
Decrease in cash in the year		(1,059,737)	(427,119)	
Cash outflow from decrease in debt and lease financing		1,159,307	1,644,308	
Change in net debt resulting from cash flows		99,570	1,217,189	
New finance lease		(3,887,357)	(210,000)	
Movement in net debt in the year		(3,787,787)	1,007,189	
Opening net debt		(5,781,143)	(6,788,332)	
Closing net debt		(9,568,930)	(5,781,143)	

TXM PLANT LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 OCTOBER 2015

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

The financial statements have been prepared on a going concern basis. The directors have reviewed trading and cash flow forecasts of the company to 30 April 2017 and concluded that it can meet its liabilities as they fall due for the foreseeable future.

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated).

1.3 Revenue recognition

Revenue is recognised to the extent that the company obtains the right to consideration in exchange for its performance. Revenue is measured at the fair value of the consideration receivable excluding discounts, rebates and VAT. Revenue in respect of the hire of equipment is recognised equally over the period of the contract.

1.4 Goodwill

Goodwill is the difference between the amount paid on the acquisition of a business and the aggregate fair value of its separable net assets.

Where the fair value of the consideration exceeds the fair value of the separable net assets, the difference is treated as purchased goodwill and is capitalised and amortised through the profit and loss account over its estimated economic life.

1.5 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Leasehold improvem'ts	10% Straight line
Plant and machinery	10% to 20% Straight line
Fixtures, fittings & equipment	20% Straight line
Motor vehicles	25% to 33.3% Straight line

1.6 Leasing and hire purchase commitments

Assets held under finance leases, which are leases where substantially all the risks and rewards of ownership of the asset have passed to the company, and hire purchase contracts are capitalised in the balance sheet and are depreciated over the shorter of the lease term and the asset's useful lives. The capital elements of future obligations under leases and hire purchase contracts are included as liabilities in the balance sheet. The interest elements of the rental obligations are charged in the profit and loss account over the periods of the leases and hire purchase contracts and represent a constant proportion of the balance of capital repayments outstanding.

Rentals payable under operating leases are charged in the profit and loss account on a straight line basis over the lease term.

1.7 Stock

Stock is valued at the lower of cost and net realisable value. In prior years the value of the stock was not significant or material and therefore was not recognised in the balance sheet.

TXM PLANT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2015

1 Accounting policies (Continued)

1.8 Pensions

The company operates a defined contribution scheme for the benefit of its employees. Contributions payable are charged to the profit and loss account in the year they are payable.

1.9 Deferred taxation

Deferred taxation is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax.

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

1.10 Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

1.11 Share-based payments

During the year the company's parent, TXM Plant Holdings Limited, issued share options to certain of its employees. The fair value of the options granted is recognised as an employee expense with a corresponding increase in equity. The fair value is measured at grant date and spread on a straight line basis over the vesting period. The fair value of the options granted is measured using a binomial model taking account of the terms and conditions upon which the options were granted. The amount recognised as an expense is adjusted to reflect the actual number of share options that vest where forfeiture is due to performance criteria not being met during the life of the option.

2 Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the United Kingdom.

TXM PLANT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2015

3	Operating profit	2015	2014
		£	£
	Operating profit is stated after charging:		
	Depreciation of tangible assets	2,372,543	1,914,146
	Operating lease rentals		
	- Plant and machinery	641,815	733,319
	- Land and buildings	461,915	540,985
		<u> </u>	<u> </u>
	Auditors' remuneration		
	Fees payable to the company's auditor for the audit of the company's annual accounts	24,000	18,000
	Other services relating to taxation	5,000	3,500
		<u> </u>	<u> </u>
		29,000	21,500
		<u> </u>	<u> </u>
4	Investment income	2015	2014
		£	£
	Bank interest	92	174
		<u> </u>	<u> </u>
		92	174
		<u> </u>	<u> </u>
5	Interest payable	2015	2014
		£	£
	On bank loans and overdrafts	137,888	112,739
	Hire purchase interest	392,628	447,934
	Other interest	25,964	19,351
		<u> </u>	<u> </u>
		556,480	580,024
		<u> </u>	<u> </u>

TXM PLANT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2015

6	Taxation	2015 £	2014 £
	Domestic current year tax		
	U.K. corporation tax	190,425	9,165
	Total current tax	190,425	9,165
	Deferred tax		
	Deferred tax charge/(credit)	849,440	(278,500)
		<u>1,039,865</u>	<u>(269,335)</u>
	Factors affecting the tax charge for the year		
	Profit on ordinary activities before taxation	5,026,800	2,003,123
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 20.00% (2014 - 20.00%)	1,026,155	400,625
	Effects of:		
	Non deductible expenses	34,526	47,176
	Capital allowances in excess of depreciation	(251,876)	(143,894)
	Utilisation of tax losses	(617,603)	(295,690)
	Other tax adjustments	(777)	948
		<u>(835,730)</u>	<u>(391,460)</u>
	Current tax charge for the year	<u>190,425</u>	<u>9,165</u>
7	Dividends	2015 £	2014 £
	Ordinary interim paid	<u>2,046,000</u>	<u>5,000</u>

TXM PLANT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2015

8 Intangible fixed assets

	Goodwill £
Cost	
At 1 November 2014 & at 31 October 2015	474,963
Amortisation	
At 1 November 2014 & at 31 October 2015	474,963
Net book value	
At 31 October 2015	-
At 31 October 2014	-

9 Tangible fixed assets

	Leasehold improvements £	Plant and machinery £	Fixtures, fittings & equipment £	Motor vehicles £	Total £
Cost					
At 1 November 2014	613,530	16,469,533	381,218	69,664	17,533,945
Additions	853,037	6,723,846	312,550	-	7,889,433
Disposals	(90,975)	(117,706)	-	-	(208,681)
At 31 October 2015	1,375,592	23,075,673	693,768	69,664	25,214,697
Depreciation					
At 1 November 2014	89,041	5,369,357	131,750	4,443	5,594,591
On disposals	(34,259)	(38,611)	-	-	(72,870)
Charge for the year	95,839	2,160,878	93,818	22,008	2,372,543
At 31 October 2015	150,621	7,491,624	225,568	26,451	7,894,264
Net book value					
At 31 October 2015	1,224,971	15,584,049	468,200	43,213	17,320,433
At 31 October 2014	524,489	11,100,176	249,468	65,221	11,939,354

TXM PLANT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2015

9 Tangible fixed assets

(Continued)

Included above are assets held under finance leases or hire purchase contracts as follows:

	Plant and machinery £
Net book values	
At 31 October 2015	9,534,909
At 31 October 2014	9,900,729
Depreciation charge for the year	
At 31 October 2015	1,770,837
At 31 October 2014	1,663,172

10 Stocks

2015
£

2014
£

Stock of parts

342,464

-

11 Debtors

2015
£

2014
£

Trade debtors

5,013,803

3,767,555

Amounts owed by parent and fellow subsidiary undertakings

4,561,595

4,566,026

Other debtors

-

44,574

Prepayments and accrued income

3,216,601

3,150,305

Deferred tax asset (see note 14)

-

278,500

12,791,999

11,806,960

TXM PLANT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2015

12 Creditors: amounts falling due within one year	2015 £	2014 £
Invoice discounting	2,898,880	1,542,034
Net obligations under hire purchase contracts	1,705,228	862,798
Trade creditors	1,634,258	2,093,458
Corporation tax	190,425	9,165
Other taxes and social security costs	652,580	664,189
Other creditors	90,564	156,787
Accruals and deferred income	2,078,835	1,147,350
	<u>9,250,770</u>	<u>6,475,781</u>

The invoice discounting is secured on the company's trade debtors.

13 Creditors: amounts falling due after more than one year	2015 £	2014 £
Net obligations under hire purchase contracts	<u>5,388,392</u>	<u>3,502,772</u>
Net obligations under hire purchase contracts		
Repayable within one year	1,705,228	862,798
Repayable between one and five years	5,388,392	3,502,772
	<u>7,093,620</u>	<u>4,365,570</u>
Included in liabilities falling due within one year	<u>(1,705,228)</u>	<u>(862,798)</u>
	<u>5,388,392</u>	<u>3,502,772</u>

TXM PLANT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2015

14 Provisions for liabilities

	Deferred tax liability £	Dilapidations Provision £	Total £
Balance at 1 November 2014	(278,500)	168,683	(109,817)
Profit and loss account Utilised	849,440	28,830	878,270
	-	(195,623)	(195,623)
Balance at 31 October 2015	<u>570,940</u>	<u>1,890</u>	<u>572,830</u>

A provision has been made to cover the cost of dilapidation claims on the company's leasehold premises. The provision is expected to be utilised as the various leases end.

The deferred tax liability is made up as follows:

	2015 £	2014 £
Accelerated capital allowances	572,935	319,600
Tax losses available	(1,995)	(598,100)
	<u>570,940</u>	<u>(278,500)</u>

15 Share capital

	2015 £	2014 £
Allotted, called up and fully paid		
10,000,001 Ordinary shares of £1 each	<u>10,000,001</u>	<u>10,000,001</u>

16 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 November 2014	3,725,538
Profit for the year	3,986,935
Dividends paid	(2,046,000)
Balance at 31 October 2015	<u>5,666,473</u>

TXM PLANT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2015

17 Reconciliation of movements in shareholders' funds	2015 £	2014 £
Profit for the financial year	3,986,935	2,272,458
Dividends	(2,046,000)	(5,000)
Net addition to shareholders' funds	1,940,935	2,267,458
Opening shareholders' funds	13,725,539	11,458,081
Closing shareholders' funds	15,666,474	13,725,539

18 Financial commitments

At 31 October 2015 the company was committed to making the following payments under non-cancellable operating leases in the year to 31 October 2016:

	Land and buildings		Other	
	2015 £	2014 £	2015 £	2014 £
Operating leases which expire:				
Within one year	59,513	160,760	527,526	210,917
Between two and five years	195,240	199,431	335,847	668,919
In over five years	116,329	68,000	-	-
	371,082	428,191	863,373	879,836

19 Capital commitments

At 31 October 2015 the company had capital commitments as follows:

	2015 £	2014 £
Contracted for but not provided in the financial statements	544,156	-

20 Directors' remuneration

	2015 £	2014 £
Remuneration for qualifying services	205,793	253,053

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

	2015 £	2014 £
Remuneration for qualifying services	205,793	164,803

TXM PLANT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2015

21 Employees

Number of employees

The average monthly number of employees (including directors) during the year was:

	2015 Number	2014 Number
Selling, distributions & administration	81	67
Operations	179	149
	<u>260</u>	<u>216</u>

Employment costs

	2015 £	2014 £
Wages and salaries	12,590,673	10,473,474
Social security costs	1,345,652	1,088,856
Other pension costs	103,351	74,766
	<u>14,039,676</u>	<u>11,637,096</u>

During the year the company's parent, TXM Plant Holdings Limited, issued share options over 85,349 ordinary share of £0.01 each to certain of its employees. The options can only be exercised on the sale of TXM Plant Holdings Limited and before 10 years from the date of grant and no material charge under Financial Reporting Standard No. 20 arises in the current year.

22 Control

The company's immediate and ultimate parent undertaking is TXM Plant Holdings Limited. In the directors' opinion TXM Plant Holdings Limited does not have a single controlling party.

TXM PLANT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2015

23 Related party relationships and transactions

The company has taken advantage of the exemption available in FRS 8 "Related party disclosures" whereby it has not disclosed transactions with the ultimate parent company or any wholly owned subsidiary undertaking of the group.

The directors have interests in the following companies:

TXM Recruit Limited

During the year the company was provided services to the value of £233,457 (2014: £283,399) by TXM Recruit Limited. During the year the company invoiced TXM Recruit Limited to the value of £29,656 (2014: £9,866). At the year end TXM Recruit Limited was owed £7,341 (2014: £4,290) by the company.

TXM Infrastructure Limited

During the year the company was provided services to the value of £534,007 (2014: £910,742) by TXM Infrastructure Limited. During the year the company invoiced TXM Infrastructure Limited to the value of £124,114 (2014: £47,046). At the year end TXM Plant Limited was owed £83,466 by TXM Infrastructure Limited (2014: TXM Infrastructure Limited was owed £6,040 by the company).

Eye in Property Limited

During the year the company was provided services to the value of £nil (2014: £33,248) by Eye in Property Limited. At the year end Eye in Property Limited was owed £nil (2014: £12) by the company.

Raildoor Solutions Limited

During the year the company made purchases of £174 (2014: £2,414) from Raildoor Solutions Limited. During the year the company invoiced Raildoor Solutions Limited to the value of £10,080 (2014: £2,800). At the year end TXM Plant Limited was owed £840 (2014: £nil) by Raildoor Solutions Limited.

TXM Management Limited

During the year the company was provided services to the value of £716,323 (2014: £231,621) by TXM Management Limited. During the year the company invoiced TXM Management Limited to the value of £45,000 (2014: £nil). At the year end TXM Management Limited was owed £48,000 (2014: £nil) by the company.

TXM Projects Limited

During the year the company invoiced TXM Projects Limited to the value of £5,190 (2014: £3,400). At the year end TXM Plant Limited was owed £420 by TXM Projects Limited (2014: £nil).

TXM Training Academy Limited

During the year the company made purchases of £546,821 (2014: £nil) from TXM Training Academy Limited. During the year the company invoiced TXM Training Academy Limited to the value of £82,626 (2014: £nil). At the year end TXM Plant Limited was owed £19,034 by TXM Training Academy Limited (2014: £nil).