

REGISTERED NUMBER: 00447296 (England and Wales)

**Airways Aero Associations Limited**  
**Strategic Report, Report of the Directors and**  
**Financial Statements**  
**for the Year Ended 31 December 2016**



Grenfell James Audit LLP  
3 The Courtyard  
Timothy's Bridge Road  
Stratford Upon Avon  
Warwickshire  
CV37 9NP

# **Airways Aero Associations Limited**

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**Airways Aero Associations Limited**

**Company Information  
for the Year Ended 31 December 2016**

**DIRECTORS:**

Mr S J Atkins  
Mr S Anderson Brown  
Mr C E W Peel  
Mrs A M Sarney  
Mr D E S Sarney

**SECRETARY:**

Mr S A Bonney

**REGISTERED OFFICE:**

Wycombe Air Park  
Booker  
Marlow  
Buckinghamshire  
SL7 3DP

**REGISTERED NUMBER:**

00447296 (England and Wales)

**AUDITORS:**

Grenfell James Audit LLP  
3 The Courtyard  
Timothy's Bridge Road  
Stratford Upon Avon  
Warwickshire  
CV37 9NP

**Airways Aero Associations Limited**

**Strategic Report  
for the Year Ended 31 December 2016**

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

**REVIEW OF BUSINESS**

AAA has produced a strong performance as demonstrated by this years increased operating EBITDA of £173,845. This is as a result of our continuing investment strategy in aircraft, people and infrastructure, allowing the company to expand its successful UK and Overseas contract pilot training operations.

The award of a 50 year lease\* at Wycombe Airpark in October 2016 has put AAA's airfield and flying operations in the unique position of having a secure base for the future, when other light aviation airfields are threatened with closure.

\* (within the protection of the 1954 Landlords and Tenants act)

Continued future growth is expected from

- o The award of a three year contract to host the UK's biggest light Aviation Show
- o The installation of an all-weather taxiway, significantly improving aircraft movement capacity during key times of the year

The improved profit and strengthened balance sheet has resulted in AAA having a secure future of growth supported by very low company gearing;

Gearing ratio (Borrowing as a percentage of Assets): 1.55%

**PRINCIPAL RISKS AND UNCERTAINTIES**

Whilst weather and the economic climate still play a large part in company performance, the effects have been mitigated by investing in areas of the business such as hangarage, ATPL ground school training and simulators, which can assist in offsetting the vagaries of the weather.

Additionally, our program of accelerated debt repayment has resulted in a reduction of fixed operating costs.

**ON BEHALF OF THE BOARD:**



.....  
Mr S Anderson Brown - Director

Date: 26<sup>th</sup> September 2017

## **Airways Aero Associations Limited**

### **Report of the Directors for the Year Ended 31 December 2016**

The directors present their report with the financial statements of the company for the year ended 31 December 2016.

#### **DIRECTORS**

The directors shown below have held office during the whole of the period from 1 January 2016 to the date of this report.

Mr S J Atkins  
Mr S Anderson Brown  
Mr C E W Peel  
Mrs A M Sarney  
Mr D E S Sarney

#### **STATEMENT OF DIRECTORS' RESPONSIBILITIES**

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

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

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

#### **STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS**

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

**Airways Aero Associations Limited**

**Report of the Directors  
for the Year Ended 31 December 2016**

**AUDITORS**

The auditors, Grenfell James Audit LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

**ON BEHALF OF THE BOARD:**



.....  
Mr S Anderson Brown - Director

Date: 26<sup>th</sup> September 2017

## **Report of the Independent Auditors to the Members of Airways Aero Associations Limited**

We have audited the financial statements of Airways Aero Associations Limited for the year ended 31 December 2016 on pages seven to eighteen. 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 Financial Reporting Standard 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 a Report of the Auditors and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

### **Respective responsibilities of directors and auditors**

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

### **Scope of the audit of the financial statements**

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

### **Opinion on financial statements**

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 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 matter prescribed by the Companies Act 2006**

In our opinion the information given in the Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements.

**Report of the Independent Auditors to the Members of  
Airways Aero Associations 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.



Mr E G D James (Senior Statutory Auditor)  
for and on behalf of Grenfell James Audit LLP  
3 The Courtyard  
Timothy's Bridge Road  
Stratford Upon Avon  
Warwickshire  
CV37 9NP

Date: 28<sup>th</sup> September 2017



**Airways Aero Associations Limited****Income Statement  
for the Year Ended 31 December 2016**

	Notes	2016 £	2015 £
<b>TURNOVER</b>		2,945,604	2,901,962
Cost of sales		<u>1,776,941</u>	<u>1,429,501</u>
<b>GROSS PROFIT</b>		1,168,663	1,472,461
Administrative expenses		<u>979,752</u>	<u>1,309,537</u>
<b>OPERATING PROFIT BEFORE STAFF BONUS</b>		188,911	162,924
Staff profit share bonus		15,066	-
<b>EBITDA</b>		173,845	162,924
Depreciation		(62,522)	(54,260)
Amortisation		(2,766)	(2,766)
<b>OPERATING PROFIT</b>	4	108,557	105,898
Gain/loss on revaluation of investment property		<u>2,045,000</u>	<u>-</u>
		2,153,557	105,898
Interest payable and similar expenses	5	<u>11,396</u>	<u>17,006</u>
<b>PROFIT BEFORE TAXATION</b>		2,142,161	88,892
Tax on profit	6	<u>301,767</u>	<u>5,964</u>
<b>PROFIT FOR THE FINANCIAL YEAR</b>		<u>1,840,394</u>	<u>82,928</u>

**Notes**

Investment property was valued on an open market basis on 14 December 2016 by Savills (UK) resulting in a gain of £2,045,000.

**Airways Aero Associations Limited**

**Other Comprehensive Income  
for the Year Ended 31 December 2016**

	Notes	2016 £	2015 £
<b>PROFIT FOR THE YEAR</b>		1,840,394	82,928
<b>OTHER COMPREHENSIVE INCOME</b>			
Revaluation gain		4,565,283	3,143
Deferred tax charge on revalued assets		(821,751)	-
Deferred tax on excess depreciation		3,845	-
Income tax relating to components of other comprehensive income		-	-
<b>OTHER COMPREHENSIVE INCOME FOR THE YEAR, NET OF INCOME TAX</b>		<u>3,747,377</u>	<u>3,143</u>
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>		<u>5,587,771</u>	<u>86,071</u>

The notes form part of these financial statements

**Airways Aero Associations Limited (Registered number: 00447296)**

**Balance Sheet  
31 December 2016**

	Notes	2016		2015	
		£	£	£	£
<b>FIXED ASSETS</b>					
Intangible assets	7		3,227		5,993
Tangible assets	8		5,200,045		514,744
Investment property	9		<u>2,045,000</u>		<u>-</u>
			7,248,272		520,737
<b>CURRENT ASSETS</b>					
Stocks	10	95,609		134,525	
Debtors	11	562,143		356,000	
Cash at bank		<u>73,298</u>		<u>37,943</u>	
		731,050		528,468	
<b>CREDITORS</b>					
Amounts falling due within one year	12	<u>929,617</u>		<u>759,678</u>	
<b>NET CURRENT LIABILITIES</b>					
			<u>(198,567)</u>		<u>(231,210)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>					
			7,049,705		289,527
<b>CREDITORS</b>					
Amounts falling due after more than one year	13		(93,285)		(123,750)
<b>PROVISIONS FOR LIABILITIES</b>					
	16		<u>(1,277,035)</u>		<u>(74,163)</u>
<b>NET ASSETS</b>					
			<u>5,679,385</u>		<u>91,614</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	17		100		100
Revaluation reserve	18		3,830,645		104,631
Retained earnings	18		<u>1,848,640</u>		<u>(13,117)</u>
<b>SHAREHOLDERS' FUNDS</b>					
			<u>5,679,385</u>		<u>91,614</u>

The financial statements were approved by the Board of Directors on 26<sup>th</sup> September 2017. and were signed on its behalf by:



.....  
Mr S Anderson Brown - Director

The notes form part of these financial statements

**Airways Aero Associations Limited**

**Statement of Changes in Equity  
for the Year Ended 31 December 2016**

	Called up share capital £	Retained earnings £	Revaluation reserve £	Total equity £
<b>Balance at 1 January 2015</b>	100	(113,508)	118,951	5,543
<b>Changes in equity</b>				
Total comprehensive income	<u>-</u>	<u>100,391</u>	<u>(14,320)</u>	<u>86,071</u>
<b>Balance at 31 December 2015</b>	<u>100</u>	<u>(13,117)</u>	<u>104,631</u>	<u>91,614</u>
<b>Changes in equity</b>				
Total comprehensive income	<u>-</u>	<u>1,861,757</u>	<u>3,726,014</u>	<u>5,587,771</u>
<b>Balance at 31 December 2016</b>	<u>100</u>	<u>1,848,640</u>	<u>3,830,645</u>	<u>5,679,385</u>

The notes form part of these financial statements

## **Airways Aero Associations Limited**

### **Notes to the Financial Statements for the Year Ended 31 December 2016**

#### **1. STATUTORY INFORMATION**

Airways Aero Associations Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

#### **2. ACCOUNTING POLICIES**

##### **Basis of preparing the financial statements**

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

##### **Financial reporting standard 102 - reduced disclosure exemptions**

The company has taken advantage of the following disclosure exemption in preparing these financial statements, as permitted by FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland":

- the requirements of Section 7 Statement of Cash Flows.

##### **Turnover**

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

##### **Goodwill**

Positive goodwill is capitalised, classified as an asset on the Statement of Financial Position and amortised on a straight line basis over its useful life. It is reviewed for impairment at the end of the first full financial year following acquisition and in other periods if events or changes in circumstances indicate that the carrying value may not be recoverable.

##### **Intangible assets**

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

##### **Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Short leasehold	- 5 - 27 years or period of lease
Plant and machinery	- 2 - 10 years straight-line
Fixtures and fittings	- 3 - 5 years straight-line
Aircraft	- Straight line over 5 years

##### **Investment property**

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in profit or loss.

##### **Stocks**

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

Cost is calculated using the first-in, first-out method and includes all purchase, transport, and handling costs in bringing stocks to their present location and condition.

## Airways Aero Associations Limited

### Notes to the Financial Statements - continued for the Year Ended 31 December 2016

#### 2. ACCOUNTING POLICIES - continued

##### Hire purchase and leasing commitments

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

##### Pension costs and other post-retirement benefits

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

#### 3. EMPLOYEES AND DIRECTORS

	2016	2015
	£	£
Wages and salaries	521,114	455,465
Social security costs	80,153	76,724
Other pension costs	<u>4,005</u>	<u>4,269</u>
	<u>605,272</u>	<u>536,458</u>

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

	2016	2015
Directors	3	3
Engineering staff	7	8
Admin staff	25	24
Pilots	<u>23</u>	<u>24</u>
	<u>58</u>	<u>59</u>

	2016	2015
	£	£
Directors' remuneration	<u>129,576</u>	<u>130,755</u>

#### 4. OPERATING PROFIT

The operating profit is stated after charging:

	2016	2015
	£	£
Hire of plant and machinery	173,015	176,479
Depreciation - owned assets	62,523	54,260
Goodwill amortisation	<u>2,766</u>	<u>2,766</u>

#### 5. INTEREST PAYABLE AND SIMILAR EXPENSES

	2016	2015
	£	£
Loan	<u>11,396</u>	<u>17,006</u>

**Airways Aero Associations Limited**

**Notes to the Financial Statements - continued  
for the Year Ended 31 December 2016**

**6. TAXATION**

**Analysis of the tax charge**

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

	2016 £	2015 £
Deferred tax	<u>301,767</u>	<u>5,964</u>
Tax on profit	<u>301,767</u>	<u>5,964</u>

**Tax effects relating to effects of other comprehensive income**

	Gross £	2016 Tax £	Net £
Revaluation gain	4,565,283	-	4,565,283
Deferred tax charge on revalued assets	(821,751)	-	(821,751)
Deferred tax on excess depreciation	<u>3,845</u>	-	<u>3,845</u>
	<u>3,747,377</u>	-	<u>3,747,377</u>

	Gross £	2015 Tax £	Net £
Deferred tax charge on revalued assets	<u>3,143</u>	-	<u>3,143</u>
	<u>3,143</u>	-	<u>3,143</u>

**7. INTANGIBLE FIXED ASSETS**

Goodwill  
£

**COST**

At 1 January 2016  
and 31 December 2016

13,830

**AMORTISATION**

At 1 January 2016  
Amortisation for year

7,837  
2,766

At 31 December 2016

10,603

**NET BOOK VALUE**

At 31 December 2016

3,227

At 31 December 2015

5,993

**Airways Aero Associations Limited**

**Notes to the Financial Statements - continued  
for the Year Ended 31 December 2016**

**8. TANGIBLE FIXED ASSETS**

	Short leasehold £	Long leasehold £	Plant and machinery £
<b>COST OR VALUATION</b>			
At 1 January 2016	1,941,680	-	210,999
Additions	96,614	-	60,673
Revaluations	<u>1,949,881</u>	<u>700,000</u>	<u>-</u>
At 31 December 2016	<u>3,988,175</u>	<u>700,000</u>	<u>271,672</u>
<b>DEPRECIATION</b>			
At 1 January 2016	1,915,402	-	90,564
Charge for year	-	-	31,219
Revaluation adjustments	<u>(1,915,401)</u>	<u>-</u>	<u>-</u>
At 31 December 2016	<u>1</u>	<u>-</u>	<u>121,783</u>
<b>NET BOOK VALUE</b>			
At 31 December 2016	<u>3,988,174</u>	<u>700,000</u>	<u>149,889</u>
At 31 December 2015	<u>26,278</u>	<u>-</u>	<u>120,435</u>
	Fixtures and fittings £	Aircraft £	Totals £
<b>COST OR VALUATION</b>			
At 1 January 2016	8,845	421,355	2,582,879
Additions	1,100	24,155	182,542
Revaluations	<u>-</u>	<u>-</u>	<u>2,649,881</u>
At 31 December 2016	<u>9,945</u>	<u>445,510</u>	<u>5,415,302</u>
<b>DEPRECIATION</b>			
At 1 January 2016	5,969	56,200	2,068,135
Charge for year	2,210	29,094	62,523
Revaluation adjustments	<u>-</u>	<u>-</u>	<u>(1,915,401)</u>
At 31 December 2016	<u>8,179</u>	<u>85,294</u>	<u>215,257</u>
<b>NET BOOK VALUE</b>			
At 31 December 2016	<u>1,766</u>	<u>360,216</u>	<u>5,200,045</u>
At 31 December 2015	<u>2,876</u>	<u>365,155</u>	<u>514,744</u>



**Airways Aero Associations Limited**

**Notes to the Financial Statements - continued  
for the Year Ended 31 December 2016**

**8. TANGIBLE FIXED ASSETS - continued**

Cost or valuation at 31 December 2016 is represented by:

	Short leasehold £	Long leasehold £	Plant and machinery £
Valuation in 2016	2,021,495	700,000	-
Cost	<u>1,966,680</u>	<u>-</u>	<u>271,672</u>
	<u>3,988,175</u>	<u>700,000</u>	<u>271,672</u>

  

	Fixtures and fittings £	Aircraft £	Totals £
Valuation in 2016	-	-	2,721,495
Cost	<u>9,945</u>	<u>445,510</u>	<u>2,693,807</u>
	<u>9,945</u>	<u>445,510</u>	<u>5,415,302</u>

If short leasehold property had not been revalued they would have been included at the following historical cost:

	2016 £	2015 £
Cost	<u>1,979,995</u>	<u>1,941,680</u>
Aggregate depreciation	<u>1,915,401</u>	<u>1,915,401</u>

Short leasehold property were valued on an open market basis on 2 December 2016 by Savills (UK) Limited.

**9. INVESTMENT PROPERTY**

	Total £
<b>FAIR VALUE</b>	
Revaluations	<u>2,045,000</u>
At 31 December 2016	<u>2,045,000</u>
<b>NET BOOK VALUE</b>	
At 31 December 2016	<u>2,045,000</u>

Cost or valuation at 31 December 2016 is represented by:

Valuation in 2016	<u>£ 2,045,000</u>
-------------------	------------------------

Investment property was valued on an open market basis on 14 December 2016 by Savills (UK) Limited.

**Airways Aero Associations Limited**

**Notes to the Financial Statements - continued  
for the Year Ended 31 December 2016**

**10. STOCKS**

	2016	2015
	£	£
Stocks	84,109	134,525
Work-in-progress	<u>11,500</u>	<u>-</u>
	<u>95,609</u>	<u>134,525</u>

Stock breakdown was as follows:

	£
Aircraft	-
WIP	11,500
Parts	75,696
Other	<u>8,413</u>
Total	<u>84,109</u>

**11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2016	2015
	£	£
Trade debtors	295,747	145,617
Other debtors	82,567	93,081
Deferred tax	83,199	-
Prepayments	<u>100,630</u>	<u>117,302</u>
	<u>562,143</u>	<u>356,000</u>

**12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2016	2015
	£	£
Other loans (see note 14)	55,000	80,000
Trade creditors	191,983	155,589
Amounts owed to group undertakings	152,261	34,981
Social security and other taxes	25,918	19,462
VAT	56,184	47,652
Other creditors	226,900	239,481
Accruals and deferred income	<u>221,371</u>	<u>182,513</u>
	<u>929,617</u>	<u>759,678</u>

**13. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	2016	2015
	£	£
Other loans (see note 14)	68,750	123,750
Other creditors	<u>24,535</u>	<u>-</u>
	<u>93,285</u>	<u>123,750</u>

## Airways Aero Associations Limited

### Notes to the Financial Statements - continued for the Year Ended 31 December 2016

#### 13. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR - continued

Included within other creditors is a loan of £123,750 from Silton Investments Limited, split between £55,000 payable within one year and £68,750 payable after more than one year. This loan is secured by a way of a fixed charge over the aircraft owned by the company including all the rights, title, interest and benefit in and to them.

On 29 April 2015 the company entered into a cross-guarantee with its fellow subsidiary Heli Air Limited, in favour of Barclays Bank PLC, as a security for the liabilities of both companies. The guarantee is secured by way of a fixed and floating charge over the assets of both companies.

#### 14. LOANS

An analysis of the maturity of loans is given below:

	2016 £	2015 £
Amounts falling due within one year or on demand:		
Other loans	<u>55,000</u>	<u>80,000</u>
Amounts falling due between one and two years:		
Other loans - 1-2 years	<u>68,750</u>	<u>123,750</u>

#### 15. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2016 £	2015 £
Within one year	133,844	-
Between one and five years	830,378	-
In more than five years	<u>7,556,758</u>	-
	<u>8,520,980</u>	-

The lease for Wycombe Air Park was renewed for 50 years on 15 September 2016 expiring on 14 September 2066.

#### 16. PROVISIONS FOR LIABILITIES

	2016 £	2015 £
Deferred tax	<u>1,277,035</u>	<u>74,163</u>
		Deferred tax £
Balance at 1 January 2016		74,163
Charge to Income Statement during year		16,866
Revaluation gain		1,189,851
Deferred tax on revalued asset		<u>(3,845)</u>
Balance at 31 December 2016		<u>1,277,035</u>

## Airways Aero Associations Limited

### Notes to the Financial Statements - continued for the Year Ended 31 December 2016

#### 17. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2016	2015
100	Ordinary	£1	<u>£ 100</u>	<u>£ 100</u>

#### 18. RESERVES

	Retained earnings	Revaluation reserve	Totals
	£	£	£
At 1 January 2016	(13,117)	104,631	91,514
Profit for the year	1,840,394		1,840,394
Gain on revalued assets	-	3,743,532	3,743,532
Depreciation on revalued asset	21,363	(21,363)	-
Deferred tax on revaluation	-	<u>3,845</u>	<u>3,845</u>
At 31 December 2016	<u>1,848,640</u>	<u>3,830,645</u>	<u>5,679,285</u>

#### 19. ULTIMATE PARENT COMPANY

British European Aviation Limited is regarded by the directors as being the company's ultimate parent company.

#### 20. RELATED PARTY DISCLOSURES

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

##### Other related party transactions

During the year the company made the following related party transactions:

##### Sabretooth Investments Limited

A company controlled by Mr C Peel and his family.

The company paid interest to Sabretooth Investments Limited of £3,336 (2015: £2,455) in respect of a loan advanced in 2014. At the statement of financial position date the amount due to Sabretooth Limited was £Nil (2015: £25,000).

##### Silton Investments Limited

A company controlled by Mr C Peel and his family.

The company paid interest to Silton Investments Limited of £11,624 (2015: £17,408) in respect of a loan advanced in the prior period. At the statement of financial position date the amount due to Silton Investments Limited was £ 123,750 (2015: £178,750).