

Company Number: 174203

Townlink Construction Limited
Annual Report and Financial Statements
for the financial year ended 30 April 2025

Townlink Construction Limited

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Townlink Construction Limited

DIRECTORS AND OTHER INFORMATION

Directors	Thomas James Walsh Joseph McCarron John Barden Joe Boyle David Caulfield
Company Secretary	David Caulfield
Company Number	174203
Registered Office and Business Address	10 Greenhills Business Park Tallaght Dublin 24 Ireland
Auditors	TGS Ireland GBW Ltd incorporating AH Accounting & Taxation Services Ltd Chartered Certified Accountants and Registered Audit Firm Westmoreland House Westmoreland Park Ranelagh Dublin 6 D06 RX46 Ireland
Bankers	Bank of Ireland Tallaght Dublin 24 Ireland Allied Irish Bank Cornelscourt Co. Dublin Ireland
Solicitors	Addleshaw Goddard LLP Fitzwilliam 28 Dublin 2 Ireland

Townlink Construction Limited

DIRECTORS' REPORT

for the financial year ended 30 April 2025

The directors present their report and the audited financial statements for the financial year ended 30 April 2025.

Principal Activity and Review of the Business

The company is engaged in general contracting and the provision of building services in both the public and private sectors. Townlink Construction delivers high quality construction projects across many sectors including commercial, health, residential, education, conservation, community, and building energy upgrades.

There have been no significant changes in the company's activities during the financial year.

The Directors have completed a detailed review of the company's business strategy.

The past year has been a positive year for the company with an increase in turnover. The company continues to take on larger projects, which better suits the company's organizational structure. The company has a good mix of both public and private projects spread across multiple sectors.

The Directors are confident they have the necessary arrangements in place to continue to grow revenues in the short to medium term. The Directors are satisfied with the financial performance for the period.

Principal Risks and Uncertainties

The company is subject along with its competitors to general market risks and uncertainties. These include geo-economic risks, interest rates fluctuations, which could impact on the level of activity and give rise to increased competition in the market. Costs continue to increase and the market remains very busy and competitive for resources in Ireland.

Health and safety as always remains a key priority; performance here is reviewed by management on a regular basis.

The Directors monitor performance and outlook regularly and take measures to manage risks.

The Directors are of the opinion that the company is well positioned to manage these risks.

Results and Dividends

The profit for the financial year after providing for depreciation and taxation amounted to €705,714 (2024 - €1,043,564).

The directors do not recommend payment of a dividend.

At the end of the financial year, the company has assets of €18,195,353 (2024 - €16,639,705) and liabilities of €11,459,054 (2024 - €10,609,120). The net assets of the company have increased by €705,714.

Directors and Secretary

The directors who served throughout the financial year were as follows:

Thomas James Walsh
Joseph McCarron
John Barden
Joe Boyle
David Caulfield

The secretary who served throughout the financial year was David Caulfield.

The directors' and the secretary's interests in the shares of the company are as follows:

Name	Class of Shares	Number Held At 30/04/25	Number Held At 01/05/24
David Caulfield	"B" Ordinary Shares	<u>4,054</u>	<u>4,054</u>

Townlink Construction Holdings Limited is the holder of all the issued Ordinary A shares in the company, these shares have full voting rights. The ultimate owners of the holding company are the directors TJ Walsh and Joe McCarron.

The "B" Ordinary shares are non-voting redeemable shares.

There were no changes in shareholdings between 30 April 2025 and the date of signing the financial statements.

Townlink Construction Limited

DIRECTORS' REPORT

for the financial year ended 30 April 2025

Holdings in Parent Company

Name	Company	Class of Shares	Number Held At 30/04/25	Number Held At 01/05/24
Thomas James Walsh	Townlink Construction Holdings Limited	"A" Ordinary Shares	425	425
Joseph McCarron	Townlink Construction Holdings Limited	"A" Ordinary Shares	425	425

John Barden, Joe Boyle and David Caulfield had no direct beneficial interest in the shares of the parent company at the beginning or end of the financial year.

In accordance with the Constitution, the directors are not required to retire by rotation.

Future Developments

The company plans to continue its present activities and current trading levels. Employees are kept as fully informed as practicable about developments within the business.

Post Statement of Financial Position Events

There have been no significant events affecting the company since the financial year-end.

Political Contributions

The company did not make any disclosable political donations in the current financial year.

Auditor

The auditor, TGS Ireland GBW Ltd incorporating AH Accounting & Taxation Services Ltd, (Chartered Certified Accountants), continue in office in accordance with section 383(2) of the Companies Act 2014.

Taxation Status

The company is a close company within the meaning of the Taxes Consolidation Act, 1997.

Health and Safety

The welfare of employees and contractors is safeguarded through adherence to rigorous health and safety standards. Safety statements have been prepared by the company which contain safety policies in compliance with the requirements of the Safety, Health and Welfare at Work Act, 2005.

Statement on Relevant Audit Information

In accordance with section 330 of the Companies Act 2014, so far as each of the persons who are directors at the time this report is approved are aware, there is no relevant audit information of which the statutory auditor is unaware. The directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and they have established that the statutory auditor is aware of that information.

Compliance Statement

The directors are responsible for securing the company's compliance with its relevant obligations (compliance with both company and tax law) and with respect to each of the following three items, we confirm that it has/has not been done. We confirm:"

- the existence of a compliance policy statement;
- appropriate arrangements or structures put in place to secure material compliance with the company's relevant obligations;
- a review of such arrangements and structures has taken place during the financial year

Townlink Construction Limited

DIRECTORS' REPORT

for the financial year ended 30 April 2025

Accounting Records

To ensure that adequate accounting records are kept in accordance with sections 281 to 285 of the Companies Act 2014, the directors have employed appropriately qualified accounting personnel and have maintained appropriate computerised accounting systems. The accounting records are located at the company's office at 10 Greenhills Business Park, Tallaght, Dublin 24.

Signed on behalf of the board

Joseph McCarron
Director

16 March 2026

David Caulfield
Director

16 March 2026

Townlink Construction Limited

DIRECTORS' RESPONSIBILITIES STATEMENT

for the financial year ended 30 April 2025

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

Irish 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 the Companies Act 2014 and FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" issued by the Financial Reporting Council. 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 assets, liabilities and financial position of the company as at the financial year end date and of the profit or loss of the company for the financial year and otherwise comply with the Companies Act 2014.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies for the company financial statements and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether the financial statements have been prepared in accordance with applicable accounting standards, identify those standards, and note the effect and the reasons for any material departure from those standards; and
- 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 ensuring that the company keeps or causes to be kept adequate accounting records which correctly explain and record the transactions of the company, enable at any time the assets, liabilities, financial position and profit or loss of the company to be determined with reasonable accuracy, enable them to ensure that the financial statements and Directors' Report comply with the Companies Act 2014 and enable the financial statements to be readily and properly audited. 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.

INDEPENDENT AUDITOR'S REPORT

to the Shareholders of Townlink Construction Limited

Report on the audit of the financial statements

Opinion

I have audited the financial statements of Townlink Construction Limited ('the company') for the financial year ended 30 April 2025 which comprise the Income Statement, the Statement of Financial Position, the Statement of Changes in Equity, the Statement of Cash Flows and the related notes to the financial statements, including the summary of significant accounting policies set out in note 2. The financial reporting framework that has been applied in their preparation is Irish Law and FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" issued in the United Kingdom by the Financial Reporting Council.

In my opinion the financial statements:

- give a true and fair view of the assets, liabilities and financial position of the company as at 30 April 2025 and of its profit for the financial year then ended;
- have been properly prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"; and
- have been properly prepared in accordance with the requirements of the Companies Act 2014.

Basis for opinion

I conducted my audit in accordance with International Standards on Auditing (Ireland) (ISAs (Ireland)) and applicable law. My responsibilities under those standards are described below in the Auditor's responsibilities for the audit of the financial statements section of my report. I am independent of the company in accordance with the ethical requirements that are relevant to my audit of financial statements in Ireland, including the Ethical Standard for Auditors (Ireland) issued by the Irish Auditing and Accounting Supervisory Authority (IAASA), and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Conclusions relating to going concern

In auditing the financial statements, I have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work I have performed, I have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from the date when the financial statements are authorised for issue.

My responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

Other Information

The directors are responsible for the other information. The other information comprises the information included in the annual report other than the financial statements and my Auditor's Report thereon. My opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in my report, I do not express any form of assurance conclusion thereon.

My responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If I identify such material inconsistencies or apparent material misstatements, I am required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2014

In my opinion, based on the work undertaken in the course of the audit, I report that:

- the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' Report has been prepared in accordance with applicable legal requirements.

I have obtained all the information and explanations which, to the best of my knowledge and belief, are necessary for the purposes of my audit.

In my opinion the accounting records of the company were sufficient to permit the financial statements to be readily and properly audited and the financial statements are in agreement with the accounting records.

INDEPENDENT AUDITOR'S REPORT

to the Shareholders of Townlink Construction Limited

Matters on which I am required to report by exception

Based on the knowledge and understanding of the company and its environment obtained in the course of the audit, I have not identified any material misstatements in the directors' report.

The Companies Act 2014 requires me to report to you if, in my opinion, the requirements of any of sections 305 to 312 of the Act, which relate to disclosures of directors' remuneration and transactions are not complied with by the Company. I have nothing to report in this regard.

Respective responsibilities

Responsibilities of directors for the financial statements

As explained more fully in the Directors' Responsibilities Statement set out on page 7, the directors are responsible for the preparation of the financial statements in accordance with the applicable financial reporting framework that give a true and fair view, and for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, if applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the company or to cease operation, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditor's Report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (Ireland) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of my responsibilities for the audit of the financial statements is contained in the appendix to this report, located at page 10, which is to be read as an integral part of my report.

The purpose of my audit work and to whom I owe my responsibilities

My report is made solely to the company's shareholders, as a body, in accordance with section 391 of the Companies Act 2014. My audit work has been undertaken so that I might state to the company's shareholders those matters I am required to state to them in an Auditor's Report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume any responsibility to anyone other than the company and the company's shareholders, as a body, for my audit work, for this report, or for the opinions I have formed.

David Gillett FCCA

for and on behalf of

TGS IRELAND GBW LTD INCORPORATING AH ACCOUNTING & TAXATION SERVICES LTD

Chartered Certified Accountants and Registered Audit Firm

Westmoreland House

Westmoreland Park

Ranelagh

Dublin 6

D06 RX46

Ireland

16 March 2026

Townlink Construction Limited

APPENDIX TO THE INDEPENDENT AUDITOR'S REPORT

Further information regarding the scope of my responsibilities as auditor

As part of an audit in accordance with ISAs (Ireland), I exercise professional judgement and maintain professional scepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my Auditor's Report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my Auditor's Report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

Townlink Construction Limited

INCOME STATEMENT

for the financial year ended 30 April 2025

	Notes	2025 €	2024 €
Revenue	4	44,105,241	42,795,031
Cost of sales		<u>(40,114,197)</u>	<u>(38,877,572)</u>
Gross profit		3,991,044	3,917,459
Administrative expenses		(3,170,864)	(2,844,923)
Other operating income		2,760	-
Operating profit	5	822,940	1,072,536
Finance income	6	175	281
Finance costs	7	(9,375)	(15,729)
Profit before taxation		813,740	1,057,088
Tax on profit	9	(108,026)	(13,524)
Profit for the financial year		705,714	1,043,564
Total comprehensive income		705,714	1,043,564

Townlink Construction Limited
STATEMENT OF FINANCIAL POSITION

as at 30 April 2025

	Notes	2025 €	2024 €
Non-Current Assets			
Property, plant and equipment	10	187,084	140,112
Financial assets	11	1	-
Non-Current Assets		<u>187,085</u>	<u>140,112</u>
Current Assets			
Receivables	12	15,166,945	13,177,940
Cash and cash equivalents		2,841,323	3,321,653
		<u>18,008,268</u>	<u>16,499,593</u>
Payables: amounts falling due within one year	14	<u>(11,397,706)</u>	<u>(10,452,658)</u>
Net Current Assets		<u>6,610,562</u>	<u>6,046,935</u>
Total Assets less Current Liabilities		<u>6,797,647</u>	<u>6,187,047</u>
Payables:			
amounts falling due after more than one year	15	<u>(61,348)</u>	<u>(156,462)</u>
Net Assets		<u><u>6,736,299</u></u>	<u><u>6,030,585</u></u>
Equity			
Called up share capital presented as equity	19	54,054	54,054
Other reserves		13,487	13,487
Retained earnings		6,668,758	5,963,044
Equity attributable to owners of the company		<u><u>6,736,299</u></u>	<u><u>6,030,585</u></u>

Approved by the board on 16 March 2026 and signed on its behalf by:

Joseph McCarron
Director

David Caulfield
Director

Townlink Construction Limited
STATEMENT OF CHANGES IN EQUITY

as at 30 April 2025

	Called up share capital €	Retained earnings €	Capital contribution reserve €	Total €
At 1 May 2023	54,054	4,919,480	13,487	4,987,021
Profit for the financial year	-	1,043,564	-	1,043,564
At 30 April 2024	54,054	5,963,044	13,487	6,030,585
Profit for the financial year	-	705,714	-	705,714
At 30 April 2025	54,054	6,668,758	13,487	6,736,299

Townlink Construction Limited

STATEMENT OF CASH FLOWS

for the financial year ended 30 April 2025

	Notes	2025 €	2024 €
Cash flows from operating activities			
Profit for the financial year		705,714	1,043,564
Adjustments for:			
Finance income		(175)	(281)
Finance costs		9,375	15,729
Tax on profit on ordinary activities		108,026	13,524
Depreciation		30,105	45,529
Profit/loss on disposal of property, plant and equipment		-	(6,501)
		<u>853,045</u>	<u>1,111,564</u>
Movements in working capital:			
Movement in receivables		(2,039,005)	(2,403,592)
Movement in payables		720,958	2,876,557
		<u>(465,002)</u>	<u>1,584,529</u>
Cash (used in)/generated from operations		(465,002)	1,584,529
Interest paid		(9,375)	(15,729)
Tax paid		(27,047)	-
Tax repaid		-	5,000
		<u>(501,424)</u>	<u>1,573,800</u>
Net cash (used in)/generated from operating activities		(501,424)	1,573,800
Cash flows from investing activities			
Interest received		175	281
Payments to acquire property, plant and equipment		(77,078)	(14,751)
Receipts from sales of property, plant and equipment		-	9,113
Receipts on disposal of group interests		-	1
Payments on acquisition of group interests		(1)	(1)
		<u>(76,904)</u>	<u>(5,357)</u>
Net cash used in investment activities		(76,904)	(5,357)
Cash flows from financing activities			
New short term loan		197,666	-
Repayment of short term loan		(144,734)	(192,465)
Capital element of hire purchase contracts		(4,934)	(9,170)
Movement in funding to subsidiaries/group companies and connected parties		50,000	(200,000)
		<u>97,998</u>	<u>(401,635)</u>
Net cash generated from/(used in) financing activities		97,998	(401,635)
Net (decrease)/increase in cash and cash equivalents		(480,330)	1,166,808
Cash and cash equivalents at beginning of financial year		3,321,653	2,154,845
Cash and cash equivalents at end of financial year	13	2,841,323	3,321,653

Townlink Construction Limited

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 30 April 2025

1. General Information

Townlink Construction Limited is a company limited by shares incorporated and registered in Ireland. The registered number of the company is 174203. The registered office of the company is 10 Greenhills Business Park, Tallaght, Dublin 24, Ireland which is also the principal place of business of the company. The nature of the company's operations and its principal activities are set out in the Directors' Report. The financial statements have been presented in Euro (€) which is also the functional currency of the company.

2. Summary of Significant Accounting Policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

Statement of compliance

The financial statements of the company for the financial year ended 30 April 2025 have been prepared on the going concern basis and in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (FRS 102).

Basis of preparation

The financial statements have been prepared on the going concern basis and in accordance with the historical cost convention except for certain properties and financial instruments that are measured at revalued amounts or fair values, as explained in the accounting policies below. Historical cost is generally based on the fair value of the consideration given in exchange for assets. The financial reporting framework that has been applied in their preparation is the Companies Act 2014 and FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" issued by the Financial Reporting Council.

The company qualifies as a medium company as defined by section 280F of the Companies Act 2014 in respect of the financial year.

Revenue

Turnover on construction contracts is ascertained by reference to the valuation of work carried out to date less any turnover recognised in prior periods and includes estimates of uncertified amounts and claims. Turnover relating to other activities represents the invoiced value of goods and services supplied. Turnover is shown exclusive of value added tax.

Construction Contracts

Construction contracts are assessed on a contract by contract basis and reflected in the profit and loss account by recording turnover and related costs by reference to the stage of completion of the contract activity. No profit is recognised until the outcome of a construction contract can be assessed with reasonable certainty. Many contracts extend over two or more accounting periods so that the profit each period reflects, to some extent, changes to the estimated results of work carried out in previous periods. Contract work in progress is stated at cost, comprising the cost of materials, direct labour and appropriate overheads plus any attributable profit, less foreseeable losses and progress payments received and receivable.

Where a loss is expected to arise on a construction contract, provision is made for all of the losses as soon as it is foreseen. Where the value of work included in turnover for a construction contract exceeds the progress payments received and receivable to date, the excess is shown separately under debtors as 'amounts recoverable on contracts'. Trade debtors include amounts certified on contracts and retentions. Contracts are recognised as complete when the final account has been agreed.

Investments in Joint Ventures

Investments in jointly controlled entities accounted of in accordance with the cost model are recorded at cost less any accumulated impairment losses. Investments in jointly controlled entities accounted of in accordance with the fair value model are initially recorded at the transaction price. At each reporting date, the investments are measured at fair value, with changes in fair value recognised in other comprehensive income/profit or loss. Where it is impracticable to measure fair value reliably without undue cost or effort, the cost model will be adopted. Dividends and other distributions are from accumulated profits of the joint venture arising before or after the date of acquisition.

Investments

Investments held as fixed assets are stated at cost less provision for any permanent diminution in value. Income from other investments together with any related withholding tax is recognised in the profit and loss account in the financial year in which it is receivable.

Townlink Construction Limited

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 30 April 2025

Related parties

For the purposes of these financial statements a party is considered to be related to the company if:

The party has the ability, directly or indirectly, through one or more intermediaries to control the company/exercise significant influence over the company in making financial and operating policy decisions or has joint control over the company.

The company and the party are subject to common control.

The party is an associate of the company or forms part of a joint venture with the company.

The party is a member of key management personnel of the company or the company's parent, or a close family member of such as an individual, or is an entity under the control, joint control or significant influence of such individuals.

The party is a close family member of a party referred to above or is an entity under the control or significant influence of such individuals.

The party is a post-employment benefit plan which is for the benefit of employees of the company or of any entity that is a related party of the company.

Close family members of an individual are those family members who may be expected to influence, or be influenced by, that individual in their dealings with the company.

Property, plant and equipment and depreciation

Property, plant and equipment are stated at cost or at valuation, less accumulated depreciation. The charge to depreciation is calculated to write off the original cost or valuation of property, plant and equipment, less their estimated residual value, over their expected useful lives as follows:

Short leasehold property	-	2% Straight line
Plant and machinery	-	12.5% Straight line
Fixtures, fittings and equipment	-	12.5% Straight line
Motor vehicles	-	20% Straight line

The carrying values of tangible fixed assets are reviewed annually for impairment in periods if events or changes in circumstances indicate the carrying value may not be recoverable.

Leasing and hire purchases

Property, plant and equipment held under leasing and Hire Purchases arrangements which transfer substantially all the risks and rewards of ownership to the company are capitalised and included in the Statement of Financial Position at their cost or valuation, less depreciation. The corresponding commitments are recorded as liabilities. Payments in respect of these obligations are treated as consisting of capital and interest elements, with interest charged to the Income Statement.

Leasing

Rentals payable under operating leases are dealt with in the Income Statement as incurred over the period of the rental agreement.

Financial assets

Financial assets held as fixed assets are stated at cost less provision for any permanent diminution in value. Income from other investments together with any related withholding tax is recognised in the Income Statement in the financial year in which it is receivable.

Trade and other receivables

Trade and other receivables are initially recognised at fair value and thereafter stated at amortised cost using the effective interest method less impairment losses for bad and doubtful debts except where the effect of discounting would be immaterial. In such cases the receivables are stated at cost less impairment losses for bad and doubtful debts.

Borrowing costs

Borrowing costs relating to the acquisition of assets are capitalised at the appropriate rate by adding them to the cost of assets being acquired. Investment income earned on the temporary investment of specific borrowings pending their expenditure on the assets is deducted from the borrowing costs eligible for capitalisation. All other borrowing costs are recognised in profit or loss in the period in which they are incurred.

Trade and other payables

Trade and other payables are initially recognised at fair value and thereafter stated at amortised cost using the effective interest rate method, unless the effect of discounting would be immaterial, in which case they are stated at cost.

Townlink Construction Limited

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 30 April 2025

Share-based payments

The company issues equity-settled and cash-settled share-based payments to certain employees (including directors). Equity-settled share-based payments are measured at fair value at the date of grant. The fair value determined at the grant date of the equity-settled share-based payments is expensed on a straight-line basis over the vesting period, together with a corresponding increase in equity, based upon the company's estimate of the shares that will eventually vest.

Fair value is measured using the Black-Scholes Pricing Model. The expected life used in the model has been adjusted, based on management's best estimate, for the effects of non-transferability, exercise restrictions and behavioural considerations.

Where the terms of an equity-settled transaction are modified, as a minimum an expense is recognised as if the terms had not been modified. In addition, an expense is recognised for any increase in the value of the transaction as a result of the modification, as measured at the date of modification.

Where an equity-settled transaction is cancelled, it is treated as if it had vested on the date of the cancellation, and any expense not yet recognised for the transaction is recognised immediately. However, if a new transaction is substituted for the cancelled transaction, and designated as a replacement transaction on the date that it is granted, the cancelled and new transactions are treated as if they were a modification of the original transaction, as described in the previous paragraph.

For cash-settled share-based payments, a liability equal to the portion of the goods and services received is recognised at the current fair value determined at each balance sheet date.

Taxation and deferred taxation

Current tax represents the amount expected to be paid or recovered in respect of taxable profits for the financial year and is calculated using the tax rates and laws that have been enacted or substantially enacted at the Statement of Financial Position date.

Deferred tax 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 tax in the future, or a right to pay less tax in the future. Timing differences are temporary differences between the company's taxable profits and its results as stated in the financial statements.

Deferred tax is measured on an undiscounted basis at the tax rates that are anticipated to apply in the periods in which the timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantively enacted by the Statement of Financial Position date.

Deferred tax assets are recognised to the extent that it is probable that future tax profits will be available against which the temporary differences can be utilised.

Current or deferred taxation assets and liabilities are not discounted.

Government grants

Capital grants received and receivable are treated as deferred income and amortised to the Income Statement annually over the useful economic life of the asset to which it relates. Revenue grants are credited to the Income Statement when received.

Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated at the rates of exchange ruling at the Statement of Financial Position date. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated at the rates of exchange ruling at the date of the transaction. Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined. The resulting exchange differences are dealt with in the Income Statement.

Pensions

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. Annual contributions payable to the company's pension scheme are charged to the Income Statement in the period to which they relate.

Ordinary share capital

The ordinary share capital of the company is presented as equity.

Townlink Construction Limited

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 30 April 2025

3. Critical Accounting Judgements and Estimates

The preparation of these financial statements requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses.

Judgements and estimates are continually evaluated and are based on historical experiences and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The company makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to be carrying amounts of assets and liabilities within the next financial year are discussed below.

(a) Establishing useful economic lives for depreciation purposes of tangible fixed assets

Long-lived assets, consisting primarily of Tangible fixed assets, comprise a significant portion of the total assets. The annual depreciation charge depends primarily on the estimated useful economic lives of each type of asset and estimates of residual values. The directors regularly review these asset useful economic lives and change them as necessary to reflect current thinking on remaining lives in light of prospective economic utilisation and physical condition of the assets concerned. Changes in asset useful lives can have a significant impact on depreciation and amortisation charges for the period. Detail of the useful economic lives is included in the accounting policies.

(b) Amount Recoverable on Long Term Contracts

The company is involved in the construction industry and are engaged in a number of long term contracts at the year end. As a result it is necessary to consider the recoverability of the cost of inventory and the associated provisioning required. When calculating the inventory provision, management considers the stage of completion, the estimated realised value and the estimated costs of completion. The level of provision required is reviewed on an on-going basis.

(c) Providing for doubtful debts

The company makes an estimate of the recoverable value of trade and other debtors. The company uses estimates based on historical experience in determining the level of debts, which the company believes will not be collected. These estimates include such factors as the current credit rating of the debtor, the ageing profile of debtors and historical experience. Any significant reduction in the level of customers that default on payments or other significant improvements that resulted in a reduction in the level of bad debt provision would have a positive impact on the operating results. The level of provision required is reviewed on an on-going basis there is no bad debt provision required.

4. Revenue

Consolidated Turnover from the entire of the group operations was €50,950,346.

Included in the consolidated turnover is €6,845,105 turnover generated in a Joint Venture entity. (See Note 11.1 for further details)

Townlink Construction Limited delivers high quality construction projects across a number of sectors, including commercial, health, residential, education, conservation, community and energy upgrade.

The whole of the company's revenue is attributable to its market in the Ireland and is derived from the principal activity of building and construction services.

5. Operating profit	2025	2024
	€	€
Operating profit is stated after charging/(crediting):		
Depreciation of property, plant and equipment	30,105	45,529
(Profit) on disposal of property, plant and equipment	-	(6,501)
Operating lease rentals		
- Motor vehicles	115,518	78,115
Government grants received	(2,760)	-
	<u><u> </u></u>	<u><u> </u></u>
6. Finance income	2025	2024
	€	€
Bank interest	175	281
	<u><u> </u></u>	<u><u> </u></u>

Townlink Construction Limited

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 30 April 2025

7. Finance costs	2025 €	2024 €
On bank loans and overdrafts	8,986	15,005
Hire purchase interest	389	724
	<u>9,375</u>	<u>15,729</u>

8. Employees and remuneration

Number of employees

The average number of persons employed (including executive directors) during the financial year was as follows:

	2025 Number	2024 Number
Administration	33	30
Construction workers	35	31
Directors	5	5
	<u>73</u>	<u>66</u>

The staff costs (inclusive of directors' salaries) comprise:

	2025 €	2024 €
Wages and salaries	5,493,094	4,835,811
Social welfare costs	604,397	529,644
Pension costs	215,478	163,769
	<u>6,312,969</u>	<u>5,529,224</u>

Townlink Construction Limited

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 30 April 2025

9. Tax on profit

	2025 €	2024 €
(a) Analysis of charge in the financial year		
Current tax:		
Corporation tax at 12.50% (2024 - 12.50%) (Note 9 (b))	108,026	13,524

(b) Factors affecting tax charge for the financial year

The tax assessed for the financial year differs from the standard rate of corporation tax in Ireland 12.50% (2024 - 12.50%). The differences are explained below:

	2025 €	2024 €
Profit taxable at 12.50%	813,565	1,057,294
Profit/(loss) taxable at 25%	175	(206)
Profit before tax	813,740	1,057,088
Profit before tax multiplied by the standard rate of corporation tax in Ireland at 12.50% (2024 - 12.50%)	101,696	132,162
Profit/(loss) before tax multiplied by 25%	44	(52)
	101,740	132,110
Effects of:		
Expenses not deductible for tax purposes	8,656	(4,808)
Capital allowances for period in excess of depreciation	(2,370)	1,415
Utilisation of tax losses	-	(115,193)
Total tax charge for the financial year (Note 9 (a))	108,026	13,524

10. Property, plant and equipment

	Short leasehold property €	Plant and machinery €	Fixtures, fittings and equipment €	Motor vehicles €
Cost				
At 1 May 2024	77,224	41,604	110,326	248,912
Additions	8,785	27,864	40,429	-
Disposals	-	(31,405)	(41,340)	-
At 30 April 2025	86,009	38,063	109,415	248,912
Depreciation				
At 1 May 2024	-	36,180	73,622	228,152
Charge for the financial year	-	1,157	13,528	15,421
On disposals	-	(31,405)	(41,340)	-
At 30 April 2025	-	5,932	45,810	243,573
Carrying amount				
At 30 April 2025	86,009	32,131	63,605	5,339
At 30 April 2024	77,224	5,424	36,704	20,760

Townlink Construction Limited

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 30 April 2025

11. Financial fixed assets

Investments	Participating interests/ joint ventures shares €
Cost	
Additions	1
	<hr/>
At 30 April 2025	1
	<hr/>
Carrying amount	
At 30 April 2025	<u>1</u>

11.1. Holdings of 20% or more

The company holds 20% or more of the share capital of the following company: The company had the following direct and indirect shareholdings:

Name	Registered office / Principal place of business and address of Registered Office	Nature of business	Details of investment	Proportion held by company
Participating interests and joint ventures				
OHL Townlink JV Limited	Unit 15 Block 2 Northwood Court Northwood Crescent Santry Dublin 9	Construction Company	Ordinary Shares	50

The aggregate amount of capital and reserves and the results of these undertakings for the last relevant financial year were as follows:

	Year ended	Capital and reserves €	Profit for the year €
OHL Townlink JV Limited	31 December 2024	<u>1,229,733</u>	<u>237,599</u>

In March 2022 the company formed a joint controlled entity OHL Townlink JV Limited with Obrason Huarte Lain SA.

The investment cost was nil. The project is not substantially complete and therefore no value has been attributed to the investment.

In the opinion of the directors, the shares of the company's unlisted investments are worth at least the amount at which they are stated in the Statement of Financial Position.

Townlink Construction Limited

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 30 April 2025

12. Receivables	2025 €	2024 €
Trade receivables	2,216,909	1,800,250
Amounts recoverable on long term work-in-progress	6,749,668	5,891,933
Amounts owed by group undertakings	4,157,018	4,207,018
Amounts owed by connected parties (Note 24)	1,621,401	881,888
Other debtors	143,064	48,601
Taxation (Note 16)	117,627	173,377
Prepayments	161,258	174,873
	<u>15,166,945</u>	<u>13,177,940</u>

Amounts recoverable on contracts include estimates of uncertified amounts. While there is inevitable uncertainty concerning the amounts that will be ultimately recovered, the directors are satisfied that the estimates used are reasonable.

The intercompany loans are unsecured, interest free and repayable on demand.

13. Cash and cash equivalents	2025 €	2024 €
Cash and bank balances	<u>2,841,323</u>	<u>3,321,653</u>

14. Payables Amounts falling due within one year	2025 €	2024 €
Amounts owed to credit institutions	254,780	106,734
Net obligations under finance leases and hire purchase contracts	-	4,934
Trade payables	3,598,594	3,998,773
Amounts owed to group undertakings	79,950	12,300
Amounts owed to connected parties (Note 24)	263,471	103,287
Taxation (Note 16)	332,798	236,349
Other creditors	-	39,000
Accruals	6,868,113	5,951,281
	<u>11,397,706</u>	<u>10,452,658</u>

Trade and other creditors are payable at various dates in the next 12 months in accordance with suppliers customary terms.

15. Payables Amounts falling due after more than one year	2025 €	2024 €
Bank loan	<u>61,348</u>	<u>156,462</u>
Loans		
Repayable in one year or less, or on demand (Note 14)	254,780	106,734
Repayable between one and two years	61,348	106,734
Repayable between two and five years	-	49,728
	<u>316,128</u>	<u>263,196</u>

The bank facilities are secured by a debenture incorporating a floating charge on the undertakings and property of the company, the bank also holds a €500,000 company guarantee.

The bank facilities are subject to borrowing rate of 3% as at year

Townlink Construction Limited

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 30 April 2025

16. Taxation	2025 €	2024 €
Receivables:		
VAT	117,627	173,377
Payables:		
Corporation tax	94,502	13,524
PAYE	176,402	167,568
RCT control account	61,894	55,257
	<u>332,798</u>	<u>236,349</u>

17. Financial Instruments

The company has chosen to apply the provisions of Section 11 and 12 of FRS 102 to account for all of its financial instruments.

Financial assets measured at amortised cost comprise cash at bank, trade debtors, amounts owed to a group company, other debtors, prepayments.

Financial liabilities measured at amortised cost comprise trade creditors, amounts owed to group undertakings and associates, other creditors and accruals.

Financial assets that are equity instruments measured at cost less impairment comprise of investments in a Joint Venture. These investments are carried at cost in the financial statements.

	2025 €	2024 €
Financial assets that are debt instruments measured at amortised cost		
Trade debtors	2,216,909	2,682,138
Other debtors	6,200,369	4,603,869
Cash at bank and in hand	2,841,323	3,321,653
	<u>11,258,601</u>	<u>10,607,660</u>
Financial assets that are equity instruments measured at cost less impairment		
Unlisted fixed asset investments	1	-
	<u>1</u>	<u>-</u>
Financial liabilities at amortised cost		
Trade creditors	3,942,015	4,114,360
Bank and other loans	316,128	263,196
Other Creditors	7,200,911	6,231,564
	<u>11,459,054</u>	<u>10,609,120</u>

18. Pension costs - defined contribution

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. Pension costs amounted to €215,478 (2024 - €163,769).

Pension costs of €55,308 were paid on behalf of three directors (30/04/2024: €57,000).

Townlink Construction Limited

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 30 April 2025

19. Share capital			2025 €	2024 €
Description	Number of shares	Value of units		
Authorised				
"A" Ordinary Shares	50,000	€1.00 each	50,000	50,000
"B" Ordinary Shares	4,054	€1.00 each	4,054	4,054
			<u>54,054</u>	<u>54,054</u>
Allotted, called up and fully paid				
"A" Ordinary Shares	50,000	€1.00 each	50,000	50,000
"B" Ordinary Shares	4,054	€1.00 each	4,054	4,054
			<u>54,054</u>	<u>54,054</u>

"A" Ordinary shares are entitled to receive notice of and to attend and vote all general meetings of the company.

The holder(s) of "B" Ordinary shares are entitled to receive notice of, and to attend all general meeting of the company, but not to vote on any resolutions proposed thereat. The Ordinary B shares rank pari passu with "A" Ordinary shares with regard to the payment of dividend, the repayment of capital and on any distribution of proceeds or assets on the occurrence of a realisation. The company under certain conditions can redeem the "B" Ordinary shares.

20. Share-based payments

Equity-settled share-based payments

The company operates a share option scheme for eligible executives. The exercise of options is dependent on eligible executives meeting performance criteria. Options are exercisable at a price equal to average market prices of the company's shares on the date of grant adjusted for minority discount where appropriate. The company deducts from remuneration an amount that is required to be paid in payroll taxes in respect of the value of shares issued to the subscriber.

In the financial year ended financial year, no options were granted. In the prior financial year, no options were granted.

21. Financial commitments

Total future minimum lease payments under non-cancellable operating leases are as follows:

	2025 €	2024 €
Due:		
Within one year	136,090	87,352
Between one and five years	158,211	158,896
	<u>294,301</u>	<u>246,248</u>

22. Capital commitments

The company had no material capital commitments at the financial year-ended 30 April 2025.

23. Directors' remuneration	2025 €	2024 €
Remuneration	564,492	612,544
Pension contributions	59,066	57,000
	<u>623,558</u>	<u>669,544</u>

Townlink Construction Limited

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 30 April 2025

24. Related party transactions

The company has availed of the exemption under FRS 102 in relation to the disclosure of transactions with group undertakings.

The company had transactions with other connected parties. The following amounts are receivable at the financial year end:

	Balance 2025 €	Movement in year €	Balance 2024 €	Maximum in year €
OHL Townlink JV Limited	<u>1,621,401</u>	<u>739,513</u>	<u>881,888</u>	<u>1,621,401</u>

The following amounts are due to other connected parties:

	2025 €	2024 €
Whitcarn Project Management Ltd.	189,671	29,487
Glasbury Management Services Ltd.	<u>73,800</u>	<u>73,800</u>
	<u>263,471</u>	<u>103,287</u>

Net balances with other connected parties:

	2025 €	2024 €
OHL Townlink JV Limited	1,621,401	881,888
Whitcarn Project Management Ltd.	(189,671)	(29,487)
Glasbury Management Services Ltd.	<u>(73,800)</u>	<u>(73,800)</u>
	<u>1,357,930</u>	<u>778,601</u>

During the year the company received consultancy services from a company called Whitcarn Project Management Ltd. Joe McCarron, who is a director of the company is also a director and 50% shareholder of Whitcarn Project Management Limited. The value of the services was €329,942 (2024: €274,606).

During the year the company received consultancy services from a company called Glasbury Management Services Ltd. Thomas James Walsh, who is a director of the company is also a director and 60% shareholder of Glasbury Management Services Ltd. The value of the services was €180,000 (2024: €240,000).

Ultimate Controlling Party

TJ Walsh and Joe McCarron are the Ultimate controlling parties as they own 50% each of Townlink Construction (Holdings) Limited the parent company.

Entities over which the entity has control, joint control or significant influence.

The company invoiced a joint controlled entity €1,579,627 (2024 €2,705,132) net of vat for goods and services during the year and had amounts recoverable on contracts of €66,537 (2024-€107,771) Monies owed by the joint controlled entity at year end is €1,621,401 (2024: €881,888).

Key Management Personnel Compensation

The directors remuneration as disclosed in note 23 is the total compensation paid to key management personnel in the current year and prior period.

Townlink Construction Limited

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 30 April 2025

25. Parent company

The company regards Townlink Construction Holdings Limited as its parent company.

The parent of the largest group in which the results are consolidated is Townlink Construction Holdings Limited.

Townlink Construction Holdings Limited is registered in Ireland.

26. Events After the End of the Reporting Period

There have been no significant events affecting the company since the financial year-end.

27. Reconciliation of Net Cash Flow to Movement in Net Debt

	Opening balance	Cash flows	Other changes	Closing balance
	€	€	€	€
Long-term borrowings	(156,462)	-	95,114	(61,348)
Short-term borrowings	(106,734)	(52,932)	(95,114)	(254,780)
Finance lease and hire purchase	(4,934)	4,934	-	-
Total liabilities from financing activities	<u>(268,130)</u>	<u>(47,998)</u>	<u>-</u>	<u>(316,128)</u>
Total Cash and cash equivalents (Note 13)				<u>2,841,323</u>
Total net cash				<u>2,525,195</u>

28. Approval of financial statements

The financial statements were approved and authorised for issue by the board of directors on 16 March 2026.