

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2022

FOR

ETESIA U.K. LIMITED

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FOR THE YEAR ENDED 31 JULY 2022

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ETESIA U.K. LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 31 JULY 2022

DIRECTOR: L J Malin

SECRETARY: T D James FCA

REGISTERED OFFICE: Blackthorn House
St Paul's Square
Birmingham
B3 1RL

REGISTERED NUMBER: 02623409 (England and Wales)

SENIOR STATUTORY AUDITOR: James Syree Bsc FCA

AUDITORS: Ballards LLP
Oakmoore Court
Kingswood Road
Hampton Lovett
Droitwich
Worcestershire
WR9 0QH

BALANCE SHEET
31 JULY 2022

	Notes	2022 £	£	2021 £	£
FIXED ASSETS					
Tangible assets	4		90,622		41,878
CURRENT ASSETS					
Stocks		860,260		601,634	
Debtors	5	535,081		573,605	
Cash at bank		<u>353,842</u>		<u>423,209</u>	
		1,749,183		1,598,448	
CREDITORS					
Amounts falling due within one year	6	<u>1,804,646</u>		<u>1,749,285</u>	
NET CURRENT LIABILITIES			<u>(55,463)</u>		<u>(150,837)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			35,159		(108,959)
CREDITORS					
Amounts falling due after more than one year	7		<u>36,952</u>		<u>6,704</u>
NET LIABILITIES			<u>(1,793)</u>		<u>(115,663)</u>
CAPITAL AND RESERVES					
Called up share capital	9		100,000		100,000
Retained earnings			<u>(101,793)</u>		<u>(215,663)</u>
SHAREHOLDERS' FUNDS			<u>(1,793)</u>		<u>(115,663)</u>

The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the director and authorised for issue on 20 October 2022 and were signed by:

L J Malin - Director

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2022

1. STATUTORY INFORMATION

Etesia U.K. 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.

The presentation currency of the financial statements is the Pound Sterling (£).

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" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Going Concern

The company has sustained operating losses for the preceding few years. Despite difficult conditions the company increased its turnover in the 2022 financial year and has made an operating profit in 2022 with the forecast for the current year being positive with new products being offered to more customers. The director has received confirmation of financial support from the Etesia Group.

On the basis of this support and the plans and forecasts the accounts have been prepared on a going concern basis.

Significant judgements and estimates

In the application of the company's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

Turnover

Turnover from the sale of goods and services is recognised in the profit and loss account, net of discounts and value added tax, when the significant risks and rewards of ownership have been transferred to the buyer. In general this occurs when the machinery or parts have been supplied.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Fixtures and equipment	- 33% on cost and 10% on cost
Motor vehicles	- 25% on cost
Office equipment	- 33% on cost

Stocks

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

Debtors and creditors receivable / payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the profit and loss account in other administrative expenses.

Loans and borrowings

Loans and borrowings are initially recognised at the transaction price including transaction costs. Subsequently, they are measured at amortised cost using the effective interest rate method, less impairment.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2022**2. ACCOUNTING POLICIES - continued****Taxation**

The tax expense for the period comprises tax. Tax is recognised in the income statement, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income. Deferred income tax is recognised on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements and on unused tax losses or tax credits in the company. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date. The carrying amount of deferred tax assets are reviewed at each reporting date and a valuation allowance is set up against deferred tax assets so that the net carrying amount equals the highest amount that is more likely than not to be recovered based on current or future taxable profit.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Hire purchase and leasing commitments

Assets acquired under finance leases are capitalised and depreciated over the expected useful life of the asset. Minimum lease payments are apportioned between the finance charge and the reduction of the outstanding lease liability using the effective interest method. The related obligations, net of future finance charges, are included in creditors.

Rentals payable and receivable under operating leases are charged to the profit and loss account 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

The average number of employees during the year was 5 (2021 - 6) .

4. TANGIBLE FIXED ASSETS

	Plant and machinery etc £
COST	
At 1 August 2021	246,693
Additions	85,789
Disposals	(86,492)
At 31 July 2022	<u>245,990</u>
DEPRECIATION	
At 1 August 2021	204,815
Charge for year	36,244
Eliminated on disposal	(85,691)
At 31 July 2022	<u>155,368</u>
NET BOOK VALUE	
At 31 July 2022	<u>90,622</u>
At 31 July 2021	<u>41,878</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2022

4. TANGIBLE FIXED ASSETS - continued

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Plant and machinery etc £
COST	
At 1 August 2021	66,531
Additions	79,977
At 31 July 2022	146,508
DEPRECIATION	
At 1 August 2021	33,266
Charge for year	29,774
At 31 July 2022	63,040
NET BOOK VALUE	
At 31 July 2022	83,468
At 31 July 2021	33,265

5. DEBTORS

	2022 £	2021 £
Amounts falling due within one year:		
Trade debtors	462,850	540,539
Other debtors	39,115	33,066
	501,965	573,605
Amounts falling due after more than one year:		
Deferred tax asset	33,116	-
Aggregate amounts	535,081	573,605

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Hire purchase contracts	22,535	16,628
Trade creditors	28,769	66,289
Amounts owed to group undertakings	1,551,387	1,520,558
Taxation and social security	132,238	109,638
Other creditors	69,717	36,172
	1,804,646	1,749,285

7. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2022 £	2021 £
Hire purchase contracts	36,952	6,704

8. SECURED DEBTS

The hire purchase liability is secured over the assets to which it relates.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2022

9. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2022 £	2021 £
100,000	Ordinary	£1	<u>100,000</u>	<u>100,000</u>

10. DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006

The Report of the Auditors was unqualified.

James Syree Bsc FCA (Senior Statutory Auditor)
for and on behalf of Ballards LLP

We draw your attention to note 2 in the financial statements which indicates that the Company has a net profit before tax of £80,754 (2021 net loss - £102,288) during the year ended 31 July 2022 and, as of that date, the company had net liabilities of £1,793 (2021 - £115,663). These conditions indicate the existence of a material uncertainty which may cast significant doubt about the Company's ability to continue as a going concern. The Company has the support of its parent to enable it to continue as a going concern. Our opinion is not modified in respect of this matter..

11. OTHER FINANCIAL COMMITMENTS

Total financial commitments, guarantees and contingencies which are not included in the balance sheet amount to £134,576 (2021 - £183,976).

12. 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.

13. ULTIMATE CONTROLLING PARTY

The ultimate parent undertaking and controlling entity is Société Elmar Wolf Sas, a company registered in France.

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