

TAURUS WASTE RECYCLING LIMITED
STRATEGIC REPORT, REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2022

HPCA Limited
Chartered Accountants
and Statutory Auditors
Station House
Connaught Road
Brookwood
Woking
Surrey
GU24 0ER

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for the year ended 31 October 2022

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TAURUS WASTE RECYCLING LIMITED

COMPANY INFORMATION
for the year ended 31 October 2022

DIRECTORS:

S T Mills
P J Scarborough
S T Watkins
G R Bird

SECRETARY:

P J Scarborough

REGISTERED OFFICE:

Taurus House
Lynchford Lane
Farnborough
Hampshire
GU14 6JB

REGISTERED NUMBER:

01506942 (England and Wales)

AUDITORS:

HPCA Limited
Chartered Accountants
and Statutory Auditors
Station House
Connaught Road
Brookwood
Woking
Surrey
GU24 0ER

STRATEGIC REPORT
for the year ended 31 October 2022

The directors present their strategic report for the year ended 31 October 2022.

The principal operation of the company continued to be the provision of waste management services and sale of recycled aggregates to commercial and domestic consumers.

REVIEW OF BUSINESS

The board considered the financial year to 31 October 2022 to have been a challenging period which was predominantly characterised by the high rate of post pandemic inflation across the economy.

Company turnover for the period was £8,457,619, a 2.2 % increase on the previous year (2021: £8,279,252). Unfortunately, this was more than offset by the significant increases experienced in fuel and energy costs which rose by 36.2% and 78.9% respectively. As a transport based business with high reliance on both commodities these cost increases, coupled with the withdrawal of red diesel availability for plant in April 2022, were unavoidable and had the most significant impact in reducing the operating profit to £64,703 (2021: £514,281). A 33.2% increase in bank charges mainly due to uplifts in credit card service fees over the year was also notable.

In the coming year the directors will focus on improving the position of the company in the market as well as the continued implementation of cost reduction measures. In light of the recent unprecedented increases in energy prices and with little indication that they will ever return to pre-pandemic levels the board has brought forward plans to instal solar panels at its Farnborough recycling centre. The installation will take place during the summer of 2023 and will significantly reduce annual electricity costs at that site.

PRINCIPAL RISKS AND UNCERTAINTIES

There are potential risks and uncertainties going forward which may impact on the ability of the company to maintain profit margins and maximise its potential. The board considers the primary risk for the business in the coming year is the likely persistence of the high inflation rate across the wider economy. In addition to probable further increases in operating costs the directors are particularly concerned as to how inflation will affect customer demand going forward and the negative affect this may have turnover.

The directors have reviewed the company position and form the view that it currently has sufficient liquidity and credit resources for its operational requirements.

ON BEHALF OF THE BOARD:

S T Mills - Director

27 July 2023

REPORT OF THE DIRECTORS
for the year ended 31 October 2022

The directors present their report with the financial statements of the company for the year ended 31 October 2022.

DIVIDENDS

No dividends will be distributed for the year ended 31 October 2022.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 November 2021 to the date of this report.

S T Mills

P J Scarborough

S T Watkins

G R Bird

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 ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

AUDITORS

The auditors, HPCA Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:

S T Mills - Director

27 July 2023

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF TAURUS WASTE RECYCLING LIMITED

Opinion

We have audited the financial statements of Taurus Waste Recycling Limited (the 'company') for the year ended 31 October 2022 which comprise the Income Statement, Other Comprehensive Income, Balance Sheet, Statement of Changes in Equity, Cash Flow Statement and Notes to the Cash Flow Statement, Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 October 2022 and of its loss 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.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we 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 we have performed, we 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 when the financial statements are authorised for issue.

Our 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 in the Strategic Report and the Report of the Directors, but does not include the financial statements and our Report of the Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- 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; and
- the Strategic Report and the Report of the Directors have been prepared in accordance with applicable legal requirements.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
TAURUS WASTE RECYCLING LIMITED

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report or the Report of the Directors.

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Directors.

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; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Directors.

Responsibilities of directors

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, and for such internal control as the directors determine 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, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF **TAURUS WASTE RECYCLING LIMITED**

Auditors' responsibilities for the audit of the financial statements

Our 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 a Report of the Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) 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.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

The extent to which the audit was considered capable of detecting irregularities including fraud

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified those laws and regulations applicable to the company through discussions with directors and other management, and from our commercial knowledge and experience of the sector;
- we focused on specific significant laws and regulations which we considered were more likely to have a direct material effect on the financial statements or the operations of the company, notably the Companies Act 2006, taxation, data protection and employment legislation;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting the accounting records and legal correspondence; and
- identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud; and
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions;
- assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias; and
- investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation;
- reading the minutes of meetings of those charged with governance;
- enquiring of management as to actual and potential litigation and claims; and
- reviewing correspondence with HMRC, relevant regulators where applicable, and the company's legal advisors.

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the directors and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
TAURUS WASTE RECYCLING LIMITED

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Auditors.

Use of our report

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.

Lance Redman (Senior Statutory Auditor)
for and on behalf of HPCA Limited
Chartered Accountants
and Statutory Auditors
Station House
Connaught Road
Brookwood
Woking
Surrey
GU24 0ER

27 July 2023

TAURUS WASTE RECYCLING LIMITED (REGISTERED NUMBER: 01506942)

INCOME STATEMENT
for the year ended 31 October 2022

	Notes	2022 £	2021 £
TURNOVER		8,457,619	8,279,252
Cost of sales		<u>(5,707,546)</u>	<u>(5,356,213)</u>
GROSS PROFIT		2,750,073	2,923,039
Administrative expenses		<u>(2,685,370)</u>	<u>(2,408,758)</u>
OPERATING PROFIT	5	64,703	514,281
Interest payable and similar expenses	6	<u>(104,305)</u>	<u>(117,955)</u>
(LOSS)/PROFIT BEFORE TAXATION		(39,602)	396,326
Tax on (loss)/profit	7	<u>(91,440)</u>	<u>(64,965)</u>
(LOSS)/PROFIT FOR THE FINANCIAL YEAR		<u>(131,042)</u>	<u>331,361</u>

The notes form part of these financial statements

TAURUS WASTE RECYCLING LIMITED (REGISTERED NUMBER: 01506942)

OTHER COMPREHENSIVE INCOME
for the year ended 31 October 2022

	Notes	2022 £	2021 £
(LOSS)/PROFIT FOR THE YEAR		(131,042)	331,361
OTHER COMPREHENSIVE INCOME		<u>-</u>	<u>-</u>
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		<u>(131,042)</u>	<u>331,361</u>

The notes form part of these financial statements

TAURUS WASTE RECYCLING LIMITED (REGISTERED NUMBER: 01506942)

BALANCE SHEET
31 October 2022

	Notes	2022 £	2021 £
FIXED ASSETS			
Intangible assets	8	-	-
Tangible assets	9	<u>4,674,716</u>	<u>4,672,909</u>
		<u>4,674,716</u>	<u>4,672,909</u>
CURRENT ASSETS			
Stocks	10	33,552	13,375
Debtors	11	1,095,085	975,615
Cash at bank and in hand		<u>282,310</u>	<u>454,506</u>
		1,410,947	1,443,496
CREDITORS			
Amounts falling due within one year	12	<u>(1,844,677)</u>	<u>(1,928,569)</u>
NET CURRENT LIABILITIES		<u>(433,730)</u>	<u>(485,073)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		4,240,986	4,187,836
CREDITORS			
Amounts falling due after more than one year	13	(1,688,947)	(1,596,195)
PROVISIONS FOR LIABILITIES	17	<u>(319,656)</u>	<u>(228,216)</u>
NET ASSETS		<u><u>2,232,383</u></u>	<u><u>2,363,425</u></u>
CAPITAL AND RESERVES			
Called up share capital	18	100	100
Retained earnings	19	<u>2,232,283</u>	<u>2,363,325</u>
SHAREHOLDERS' FUNDS		<u><u>2,232,383</u></u>	<u><u>2,363,425</u></u>

The financial statements were approved by the Board of Directors and authorised for issue on 27 July 2023 and were signed on its behalf by:

S T Mills - Director

S T Watkins - Director

The notes form part of these financial statements

TAURUS WASTE RECYCLING LIMITED (REGISTERED NUMBER: 01506942)

STATEMENT OF CHANGES IN EQUITY
for the year ended 31 October 2022

	Called up share capital £	Retained earnings £	Total equity £
Balance at 1 November 2020	100	2,031,964	2,032,064
Changes in equity			
Total comprehensive income	-	331,361	331,361
Balance at 31 October 2021	100	2,363,325	2,363,425
Changes in equity			
Total comprehensive income	-	(131,042)	(131,042)
Balance at 31 October 2022	100	2,232,283	2,232,383

The notes form part of these financial statements

CASH FLOW STATEMENT
for the year ended 31 October 2022

	Notes	2022 £	2021 £
Cash flows from operating activities			
Cash generated from operations	1	567,425	1,290,287
Interest paid		(24,718)	(29,665)
Interest element of hire purchase and finance lease rental payments paid		(79,587)	(88,287)
Net cash from operating activities		<u>463,120</u>	<u>1,172,335</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(875,971)	(780,851)
Sale of tangible fixed assets		<u>155,625</u>	<u>120,350</u>
Net cash from investing activities		<u>(720,346)</u>	<u>(660,501)</u>
Cash flows from financing activities			
Loan repayments in year		(53,201)	(49,385)
New HP loans in the year		374,637	111,406
New FL loans in the year		501,234	664,185
Capital repayments in year		<u>(737,640)</u>	<u>(859,927)</u>
Net cash from financing activities		<u>85,030</u>	<u>(133,721)</u>
(Decrease)/increase in cash and cash equivalents		<u>(172,196)</u>	<u>378,113</u>
Cash and cash equivalents at beginning of year	2	454,506	76,393
Cash and cash equivalents at end of year	2	<u>282,310</u>	<u>454,506</u>

The notes form part of these financial statements

TAURUS WASTE RECYCLING LIMITED (REGISTERED NUMBER: 01506942)

NOTES TO THE CASH FLOW STATEMENT
for the year ended 31 October 2022

1. **RECONCILIATION OF (LOSS)/PROFIT BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS**

	2022	2021
	£	£
(Loss)/profit before taxation	(39,602)	396,326
Depreciation charges	637,830	608,092
Loss/(profit) on disposal of fixed assets	35,957	(61,227)
Finance costs	104,305	117,955
	<u>738,490</u>	<u>1,061,146</u>
Increase in stocks	(20,177)	(243)
(Increase)/decrease in trade and other debtors	(119,470)	20,265
(Decrease)/increase in trade and other creditors	(31,418)	209,119
Cash generated from operations	<u><u>567,425</u></u>	<u><u>1,290,287</u></u>

2. **CASH AND CASH EQUIVALENTS**

The amounts disclosed on the Cash Flow Statement in respect of cash and cash equivalents are in respect of these Balance Sheet amounts:

Year ended 31 October 2022

	31.10.22	1.11.21
	£	£
Cash and cash equivalents	<u>282,310</u>	<u>454,506</u>

Year ended 31 October 2021

	31.10.21	1.11.20
	£	£
Cash and cash equivalents	<u>454,506</u>	<u>76,393</u>

3. **ANALYSIS OF CHANGES IN NET DEBT**

	At 1.11.21	Cash flow	At 31.10.22
	£	£	£
Net cash			
Cash at bank and in hand	454,506	(172,196)	282,310
	<u>454,506</u>	<u>(172,196)</u>	<u>282,310</u>
Debt			
Hire purchase and finance leases	(1,865,490)	(93,182)	(1,958,672)
Debts falling due within 1 year	(52,904)	(1,876)	(54,780)
Debts falling due after 1 year	(410,180)	54,780	(355,400)
	<u>(2,328,574)</u>	<u>(40,278)</u>	<u>(2,368,852)</u>
Total	<u><u>(1,874,068)</u></u>	<u><u>(212,474)</u></u>	<u><u>(2,086,542)</u></u>

The notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 October 2022

1. STATUTORY INFORMATION

Taurus Waste Recycling 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.

Turnover

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

Intangible fixed assets - goodwill

Goodwill represents the excess of the purchase price over the fair value of the net assets acquired and is capitalised and written off evenly over its useful life. The directors review the carrying value of goodwill when they consider there have been events or changes in circumstances affecting the current recoverable amount. In these circumstances the value of goodwill is adjusted to its current value and written off over its useful life.

Other 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.

Freehold property - 2% on cost

Short leasehold - at varying rates on cost

Plant and machinery - at varying rates on cost and at variable rates on reducing balance

Motor vehicles - at varying rates on cost and at variable rates on reducing balance

Computer equipment - 20% on cost and 20% on reducing balance

Stocks

Stocks represent the value of fuel and unsorted waste held on sites and is valued at cost.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 October 2022

2. ACCOUNTING POLICIES - continued

Leased assets and obligations

Where assets are financed by leasing agreements that give rights approximating to ownership ('finance leases'), the assets are treated as if they had been purchased outright. The amount capitalised is the present value of the minimum lease payments payable during the term of the lease. The corresponding leasing commitments are shown as obligations to the lessor.

Lease payments are treated as consisting of capital and interest elements, and the interest is charged to the profit and loss account as it is incurred.

All other leases are 'operating leases' and the annual rentals are charged to the profit and loss account on a straight line basis over the term 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

	2022	2021
	£	£
Wages and salaries	2,053,724	2,017,326
Social security costs	224,002	209,743
Other pension costs	58,586	58,192
	<u>2,336,312</u>	<u>2,285,261</u>

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

	2022	2021
Administrative	11	11
Maintenance	1	2
Drivers	25	25
Recycling operatives	20	22
Directors	4	4
	<u>61</u>	<u>64</u>

4. DIRECTORS' EMOLUMENTS

Directors' retirement benefits during the year totalled £10,800 (2021: £10,800).

The number of directors to whom retirement benefits were accruing was 4 (2021: 4).

	2022	2021
	£	£
Directors' remuneration	<u>409,739</u>	<u>408,842</u>

Information regarding the highest paid director is as follows:

	2022	2021
	£	£
Emoluments etc	103,701	106,851
Pension contributions	<u>2,700</u>	<u>2,700</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 October 2022

5. OPERATING PROFIT

The operating profit is stated after charging/(crediting):

	2022	2021
	£	£
Lease of plant and machinery	60,721	67,002
Depreciation - owned assets	198,118	145,784
Depreciation - assets on hire purchase contracts and finance leases	439,811	462,308
Loss/(profit) on disposal of fixed assets	35,957	(61,227)
Auditors' remuneration	<u>8,500</u>	<u>8,000</u>

6. INTEREST PAYABLE AND SIMILAR EXPENSES

	2022	2021
	£	£
Loan	24,718	29,668
Hire purchase	31,350	48,236
Finance lease interest	<u>48,237</u>	<u>40,051</u>
	<u>104,305</u>	<u>117,955</u>

7. TAXATION

Analysis of the tax charge

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

	2022	2021
	£	£
Deferred tax	<u>91,440</u>	<u>64,965</u>
Tax on (loss)/profit	<u>91,440</u>	<u>64,965</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 October 2022

7. **TAXATION - continued**

Reconciliation of total tax charge included in profit and loss

The tax assessed for the year is higher than the standard rate of corporation tax in the UK. The difference is explained below:

	2022	2021
	£	£
(Loss)/profit before tax	<u>(39,602)</u>	<u>396,326</u>
(Loss)/profit multiplied by the standard rate of corporation tax in the UK of 19% (2021 - 19%)	(7,524)	75,302
Effects of:		
Expenses not deductible for tax purposes	678	781
Depreciation in excess of capital allowances amortisation	22,902	76,942
Loss on sale of assets	6,832	(11,633)
Balancing charges	-	3,373
Allowable depreciation on finance lease assets	(47,673)	(51,330)
Leasing costs disallowance	65	-
Increase loss carried forward from 19 to 25 percent	(38,575)	-
Increase accelerated capital allowances from 19 to 25 percent	194,177	-
Deferred tax movement in accelerated capital allowances	<u>(39,442)</u>	<u>(28,470)</u>
Total tax charge	<u>91,440</u>	<u>64,965</u>

8. **INTANGIBLE FIXED ASSETS**

Goodwill
£

COST

At 1 November 2021
and 31 October 2022

2,964,432

AMORTISATION

At 1 November 2021
and 31 October 2022

2,964,432

NET BOOK VALUE

At 31 October 2022
At 31 October 2021

-

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NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 October 2022

9. **TANGIBLE FIXED ASSETS**

	Freehold property £	Short leasehold £	Plant and machinery £
COST			
At 1 November 2021	1,036,886	114,724	4,833,265
Additions	-	-	374,638
Disposals	-	-	(150,999)
At 31 October 2022	<u>1,036,886</u>	<u>114,724</u>	<u>5,056,904</u>
DEPRECIATION			
At 1 November 2021	224,451	55,931	3,005,378
Charge for year	11,490	5,611	366,057
Eliminated on disposal	-	-	(106,346)
At 31 October 2022	<u>235,941</u>	<u>61,542</u>	<u>3,265,089</u>
NET BOOK VALUE			
At 31 October 2022	<u>800,945</u>	<u>53,182</u>	<u>1,791,815</u>
At 31 October 2021	<u>812,435</u>	<u>58,793</u>	<u>1,827,887</u>
	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1 November 2021	2,915,423	38,591	8,938,889
Additions	501,333	-	875,971
Disposals	(384,290)	-	(535,289)
At 31 October 2022	<u>3,032,466</u>	<u>38,591</u>	<u>9,279,571</u>
DEPRECIATION			
At 1 November 2021	961,460	18,760	4,265,980
Charge for year	247,052	7,719	637,929
Eliminated on disposal	(192,708)	-	(299,054)
At 31 October 2022	<u>1,015,804</u>	<u>26,479</u>	<u>4,604,855</u>
NET BOOK VALUE			
At 31 October 2022	<u>2,016,662</u>	<u>12,112</u>	<u>4,674,716</u>
At 31 October 2021	<u>1,953,963</u>	<u>19,831</u>	<u>4,672,909</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 October 2022**9. TANGIBLE FIXED ASSETS - continued**

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

	Short leasehold £	Plant and machinery £	Motor vehicles £	Totals £
COST				
At 1 November 2021	25,650	1,388,874	2,559,283	3,973,807
Additions	-	374,638	501,333	875,971
Disposals	-	(148,845)	(384,290)	(533,135)
Transfer to ownership	(25,650)	(353,631)	(388,860)	(768,141)
At 31 October 2022	-	1,261,036	2,287,466	3,548,502
DEPRECIATION				
At 1 November 2021	5,344	446,926	784,702	1,236,972
Charge for year	2,565	213,006	224,240	439,811
Eliminated on disposal	-	(104,192)	(192,708)	(296,900)
Transfer to ownership	(7,909)	(184,394)	(214,977)	(407,280)
At 31 October 2022	-	371,346	601,257	972,603
NET BOOK VALUE				
At 31 October 2022	-	889,690	1,686,209	2,575,899
At 31 October 2021	20,306	941,948	1,774,581	2,736,835

10. STOCKS

	2022 £	2021 £
Recycled materials	14,400	2,400
Fuel	19,152	10,975
	<u>33,552</u>	<u>13,375</u>

11. DEBTORS

	2022 £	2021 £
Amounts falling due within one year:		
Trade debtors	989,442	870,403
Prepayments	79,393	78,962
	<u>1,068,835</u>	<u>949,365</u>
Amounts falling due after more than one year:		
Other debtors	26,250	26,250
Aggregate amounts	<u>1,095,085</u>	<u>975,615</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 October 2022**12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2022	2021
	£	£
Bank loans and overdrafts (see note 14)	54,780	52,904
Hire purchase contracts and finance leases (see note 15)	625,125	679,475
Trade creditors	807,511	673,292
Amounts owed to group undertakings	92,957	92,957
CT 61	1,960	1,960
Social security and other taxes	55,144	49,770
VAT	77,754	124,883
Other creditors	19,671	17,743
Accrued expenses	109,775	235,585
	<u>1,844,677</u>	<u>1,928,569</u>

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

	2022	2021
	£	£
Bank loans (see note 14)	123,400	178,180
Other loans (see note 14)	232,000	232,000
Hire purchase contracts and finance leases (see note 15)	1,333,547	1,186,015
	<u>1,688,947</u>	<u>1,596,195</u>

14. LOANS

An analysis of the maturity of loans is given below:

	2022	2021
	£	£
Amounts falling due within one year or on demand:		
Bank loans	<u>54,780</u>	<u>52,904</u>
Amounts falling due between one and two years:		
Bank loans - 1-2 years	53,595	54,780
Directors' loan accounts	<u>232,000</u>	<u>232,000</u>
	<u>285,595</u>	<u>286,780</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>69,805</u>	<u>123,400</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 October 2022

15. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

	Hire purchase contracts		Finance leases	
	2022	2021	2022	2021
	£	£	£	£
Gross obligations repayable:				
Within one year	259,777	303,568	439,398	434,937
Between one and five years	495,501	469,276	911,305	763,185
In more than five years	-	-	29,675	23,964
	<u>755,278</u>	<u>772,844</u>	<u>1,380,378</u>	<u>1,222,086</u>
Finance charges repayable:				
Within one year	26,132	25,329	47,918	33,701
Between one and five years	26,838	26,364	75,420	43,892
In more than five years	-	-	676	154
	<u>52,970</u>	<u>51,693</u>	<u>124,014</u>	<u>77,747</u>
Net obligations repayable:				
Within one year	233,645	278,239	391,480	401,236
Between one and five years	468,663	442,912	835,885	719,293
In more than five years	-	-	28,999	23,810
	<u>702,308</u>	<u>721,151</u>	<u>1,256,364</u>	<u>1,144,339</u>
			Non-cancellable operating leases	
			2022	2021
			£	£
Within one year			419,455	392,304
Between one and five years			1,552,812	1,496,187
In more than five years			<u>3,697,083</u>	<u>4,276,643</u>
			<u>5,669,350</u>	<u>6,165,134</u>

16. SECURED DEBTS

The following secured debts are included within creditors:

	2022	2021
	£	£
Bank loans	178,180	231,084
Hire purchase contracts and finance leases	<u>1,958,672</u>	<u>1,865,490</u>
	<u>2,136,852</u>	<u>2,096,574</u>

The bank loans and overdraft are secured by fixed and floating charges over the group's land and buildings and other assets. Obligations under hire purchase contracts are secured on the related asset.

TAURUS WASTE RECYCLING LIMITED (REGISTERED NUMBER: 01506942)

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 October 2022

17. PROVISIONS FOR LIABILITIES

	2022 £	2021 £
Deferred tax		
Accelerated capital allowances	480,387	325,652
Tax losses carried forward	(160,731)	(97,436)
	<u>319,656</u>	<u>228,216</u>
		Deferred tax
		£
Balance at 1 November 2021		228,216
Provided during year		91,440
Timing differences		
Tax losses		
Balance at 31 October 2022		<u>319,656</u>

18. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:		Nominal value:	2022 £	2021 £
Number:	Class:			
100	Ordinary	£1	<u>100</u>	<u>100</u>

19. RESERVES

	Retained earnings £
At 1 November 2021	2,363,325
Deficit for the year	(131,042)
At 31 October 2022	<u>2,232,283</u>

20. ULTIMATE PARENT COMPANY

The company considers its ultimate parent company to be Taurus Waste Recycling (Holdings) Limited, incorporated in England.

21. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

A director has loaned the company £132,000 (2021: £132,000). The loan is shown in the accounts under creditors falling due after one year.

A director has loaned the company £100,000 (2021: £100,000). Interest is payable on the loan at a commercial rate. The loan is shown in the accounts under creditors falling due after one year.

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.