

Walters Environmental Limited

Annual Report and Financial Statements
for the Year Ended 28 February 2023

Xeinadin Audit Limited
Chartered Accountants and Statutory Auditors
Highdale House
7 Centre Court
Main Avenue
Pontypridd
CF37 5YR

Walters Environmental Limited

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Walters Environmental Limited

Company Information

| | |
|--------------------------|---|
| Directors | Mr M E R Llewellyn Mr P H Richards |
| Company secretary | Mrs S C Llewellyn |
| Registered office | Hirwaun House Hirwaun Industrial Estate Hirwaun Aberdare Rhondda Cynon Taf CF44 9UL |
| Solicitors | Hugh James Two Central Square Cardiff CF10 1FS |
| Auditors | Xeinadin Audit Limited Chartered Accountants and Statutory Auditors Highdale House 7 Centre Court Main Avenue Pontypridd CF37 5YR |

Walters Environmental Limited
(Registration number: 01993246)
Balance Sheet as at 28 February 2023

| | Note | 2023 £ | 2022 £ |
|---|----------|------------------|------------------|
| Fixed assets | | | |
| Tangible assets | <u>5</u> | 219,150 | 242,303 |
| Investments | <u>6</u> | 31,600 | 31,600 |
| | | <u>250,750</u> | <u>273,903</u> |
| Current assets | | | |
| Debtors | <u>7</u> | 342,367 | 408,495 |
| Cash at bank and in hand | | <u>207,255</u> | <u>302,857</u> |
| | | 549,622 | 711,352 |
| Creditors: Amounts falling due within one year | <u>8</u> | <u>(368,336)</u> | <u>(559,006)</u> |
| Net current assets | | <u>181,286</u> | <u>152,346</u> |
| Total assets less current liabilities | | 432,036 | 426,249 |
| Provisions for liabilities | | <u>(2,045)</u> | <u>(4,918)</u> |
| Net assets | | <u>429,991</u> | <u>421,331</u> |
| Capital and reserves | | | |
| Called up share capital | | 1,000 | 1,000 |
| Retained earnings | | <u>428,991</u> | <u>420,331</u> |
| Shareholders' funds | | <u>429,991</u> | <u>421,331</u> |

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Income Statement has been taken.

Approved and authorised by the Board on 6 October 2023 and signed on its behalf by:

.....
Mr M E R Llewellyn
Director

Walters Environmental Limited

Notes to the Financial Statements for the Year Ended 28 February 2023

1 General information

The company is a private company limited by share capital, incorporated in England and Wales.

The address of its registered office is:

Hirwaun House
Hirwaun Industrial Estate
Hirwaun
Aberdare
Rhondda Cynon Taf
CF44 9UL
Wales

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A smaller entities - 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' and the Companies Act 2006 (as applicable to companies subject to the small companies' regime).

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

The presentation currency of the financial statements is the Pound Sterling (£), which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

Going concern

The financial statements have been prepared on a going concern basis. The directors have considered the current financial position of the company as well as its financial requirements and activities for the foreseeable future.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

The company provides services in relation to salvage, recycling and landscaping. Revenue is recognised in the accounting period in which the services are rendered when the outcome of the contract can be estimated reliably. The company uses the percentage of completion method based on the actual service performed as a percentage of the total services provided.

Walters Environmental Limited

Notes to the Financial Statements for the Year Ended 28 February 2023

Tax

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.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

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.

Tangible assets

Tangible assets are stated in the balance sheet at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets over their estimated useful lives, as follows:

| Asset class | Depreciation method and rate |
|-----------------------|------------------------------|
| Plant and machinery | 25% on reducing balance |
| Fixtures and fittings | 15% on reducing balance |

Investments

Investments in equity shares which are publicly traded or where the fair value can be measured reliably are initially measured at fair value, with changes in fair value recognised in profit or loss. Investments in equity shares which are not publicly traded and where fair value cannot be measured reliably are measured at cost less impairment.

Interest income on debt securities, where applicable, is recognised in income using the effective interest method. Dividends on equity securities are recognised in income when receivable.

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

Walters Environmental Limited

Notes to the Financial Statements for the Year Ended 28 February 2023

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 Disclosure under Section 444 (5b) of the Companies Act 2006

The Independent Auditor's Report was unqualified. . The name of the Senior Statutory Auditor who signed the audit report on 6 October 2023 was Lewis Van Emden, who signed for and on behalf of Xeinadin Audit Limited.

4 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 9 (2022 - 10).

5 Tangible assets

| | Furniture, fittings and equipment £ | Other tangible assets £ | Total £ |
|--------------------------|--|--|--------------------|
| Cost or valuation | | | |
| At 1 March 2022 | 7,279 | 491,236 | 498,515 |
| Additions | - | 43,200 | 43,200 |
| Disposals | - | (14,620) | (14,620) |
| At 28 February 2023 | 7,279 | 519,816 | 527,095 |
| Depreciation | | | |
| At 1 March 2022 | 6,628 | 249,584 | 256,212 |
| Charge for the year | 98 | 64,197 | 64,295 |
| Eliminated on disposal | - | (12,562) | (12,562) |
| At 28 February 2023 | 6,726 | 301,219 | 307,945 |
| Carrying amount | | | |
| At 28 February 2023 | 553 | 218,597 | 219,150 |
| At 28 February 2022 | 651 | 241,652 | 242,303 |

Walters Environmental Limited

Notes to the Financial Statements for the Year Ended 28 February 2023

6 Investments

| | 2023 £ | 2022 £ |
|-------------------------------|---------------|---------------|
| Investments in joint ventures | <u>31,600</u> | <u>31,600</u> |
| Joint ventures | | £ |
| Cost | | |
| At 1 March 2022 | | <u>31,600</u> |
| Provision | | |
| Carrying amount | | |
| At 28 February 2023 | | <u>31,600</u> |
| At 28 February 2022 | | <u>31,600</u> |

7 Debtors

| | Note | 2023 £ | 2022 £ |
|---------------------------------|-----------|----------------|----------------|
| Current | | | |
| Trade debtors | | 89,883 | 156,300 |
| Amounts owed by related parties | <u>10</u> | 71,123 | 38,697 |
| Prepayments | | 22,056 | 19,819 |
| Other debtors | | <u>159,305</u> | <u>193,679</u> |
| | | <u>342,367</u> | <u>408,495</u> |

Walters Environmental Limited

Notes to the Financial Statements for the Year Ended 28 February 2023

8 Creditors

Creditors: amounts falling due within one year

| | Note | 2023 £ | 2022 £ |
|---|-----------|-----------|-----------|
| Due within one year | | | |
| Trade creditors | | 23,140 | 50,308 |
| Amounts owed to group undertakings and undertakings in which the company has a participating interest | <u>10</u> | 263,834 | 303,437 |
| Taxation and social security | | 9,790 | 152,274 |
| Accruals and deferred income | | 70,292 | 52,039 |
| Other creditors | | 1,280 | 948 |
| | | 368,336 | 559,006 |

9 Financial commitments, guarantees and contingencies

Amounts not provided for in the balance sheet

The total amount of financial commitments not included in the balance sheet is £1,891,201 (2022 - £1,168,291). The company has a joint and several cross counter indemnity facility in respect of contract bonds. This indemnity was in relation to G. Walters (Holdings) Limited, the parent undertaking, Walters Environmental Limited and its fellow subsidiary undertakings: G Walters (Leasing) Limited, Walters UK Limited, Walters Resources Limited, Walters Plant Hire Limited, Walters Land Limited and Headaway (Europe) Limited. The indemnity was also in relation to three companies outside the group: G Walters (Consultancy) Limited, Walters Land (Rogerstone) Limited and Ffos Las Limited.

10 Related party transactions

Summary of transactions with all subsidiaries

The company both sold to and purchased services from various fellow subsidiaries during the year. Exemption from disclosure of transactions with fellow subsidiaries wholly owned by the group has been taken.

11 Parent and ultimate parent undertaking

The company's immediate parent is G. Walters (Holdings) Limited, incorporated in England and Wales.

The most senior parent entity producing publicly available financial statements is G. Walters (Holdings) Limited. These financial statements are available upon request from the registered office of Walters Environmental Limited.

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.