

Unaudited Financial Statements for the Year Ended 31 December 2022

for

Special Wear UK Limited

Pinkham Blair
Chartered Accountants
87a High Street
The Old Town
Hemel Hempstead
Hertfordshire
HP1 3AH

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for the Year Ended 31 December 2022**

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Special Wear UK Limited

Company Information for the Year Ended 31 December 2022

Directors:

A Di Blasio
C Gough

Registered office:

87a High Street
The Old Town
Hemel Hempstead
Hertfordshire
HP1 3AH

Registered number:

04050114 (England and Wales)

Accountants:

Pinkham Blair
Chartered Accountants
87a High Street
The Old Town
Hemel Hempstead
Hertfordshire
HP1 3AH

Balance Sheet
31 December 2022

| | Notes | £ | 2022 £ | £ | 2021 £ |
|--|-------|------------------|-------------------------|------------------|-------------------------|
| Fixed assets | | | | | |
| Tangible assets | 4 | | 78,768 | | 116,429 |
| Current assets | | | | | |
| Stocks | | 338,380 | | 1,391,361 | |
| Debtors | 5 | 667,281 | | 1,522,628 | |
| Cash at bank | | <u>1,803,819</u> | | <u>3,686,848</u> | |
| | | 2,809,480 | | 6,600,837 | |
| Creditors | | | | | |
| Amounts falling due within one year | 6 | <u>1,681,167</u> | | <u>2,181,978</u> | |
| Net current assets | | | <u>1,128,313</u> | | <u>4,418,859</u> |
| Total assets less current liabilities | | | <u>1,207,081</u> | | <u>4,535,288</u> |
| Creditors | | | | | |
| Amounts falling due after more than one year | 7 | | - | | (27,164) |
| Provisions for liabilities | | | <u>(6,783)</u> | | <u>(12,813)</u> |
| Net assets | | | <u><u>1,200,298</u></u> | | <u><u>4,495,311</u></u> |
| Capital and reserves | | | | | |
| Called up share capital | 9 | | 2 | | 2 |
| Retained earnings | | | <u>1,200,296</u> | | <u>4,495,309</u> |
| Shareholders' funds | | | <u><u>1,200,298</u></u> | | <u><u>4,495,311</u></u> |

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2022.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2022 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

Special Wear UK Limited (Registered number: 04050114)

Balance Sheet - continued
31 December 2022

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 Board of Directors and authorised for issue on 4 September 2023 and were signed on its behalf by:

A Di Blasio - Director

The notes form part of these financial statements

**Notes to the Financial Statements
for the Year Ended 31 December 2022**

1. Statutory information

Special Wear UK 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" including the provisions of Section 1A "Small Entities" 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.

Tangible fixed assets

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

| | |
|-------------------------|--|
| Land and buildings | - over the unexpired term of the lease |
| Plant and machinery etc | - 25% on reducing balance |

Stocks

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

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

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 December 2022**

2. Accounting policies - continued

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

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

Pension costs and other post-retirement benefits

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

3. Employees and directors

The average number of employees during the year was 20 (2021 - 24).

4. Tangible fixed assets

| | Land and buildings £ | Plant and machinery etc £ | Totals £ |
|------------------------|-------------------------------------|--|---------------------|
| Cost | | | |
| At 1 January 2022 | 94,945 | 521,648 | 616,593 |
| Additions | 4,363 | 28,047 | 32,410 |
| Disposals | (38,556) | (208,244) | (246,800) |
| At 31 December 2022 | <u>60,752</u> | <u>341,451</u> | <u>402,203</u> |
| Depreciation | | | |
| At 1 January 2022 | 77,854 | 422,310 | 500,164 |
| Charge for year | 8,132 | 25,852 | 33,984 |
| Eliminated on disposal | (35,736) | (174,977) | (210,713) |
| At 31 December 2022 | <u>50,250</u> | <u>273,185</u> | <u>323,435</u> |
| Net book value | | | |
| At 31 December 2022 | <u>10,502</u> | <u>68,266</u> | <u>78,768</u> |
| At 31 December 2021 | <u>17,091</u> | <u>99,338</u> | <u>116,429</u> |

5. Debtors: amounts falling due within one year

| | 2022 £ | 2021 £ |
|---------------|-------------------|-------------------|
| Trade debtors | 385,348 | 1,201,539 |
| Other debtors | <u>281,933</u> | <u>321,089</u> |
| | <u>667,281</u> | <u>1,522,628</u> |

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2022**

6. Creditors: amounts falling due within one year

| | 2022 | 2021 |
|--------------------------------------|------------------|------------------|
| | £ | £ |
| Hire purchase contracts (see note 8) | - | 4,715 |
| Trade creditors | 72,881 | 126,793 |
| Taxation and social security | 377,476 | 843,769 |
| Other creditors | 1,230,810 | 1,206,701 |
| | <u>1,681,167</u> | <u>2,181,978</u> |

7. Creditors: amounts falling due after more than one year

| | 2022 | 2021 |
|--------------------------------------|-------------|-------------|
| | £ | £ |
| Hire purchase contracts (see note 8) | - | 27,164 |

8. Leasing agreements

Minimum lease payments fall due as follows:

| | Hire purchase | contracts |
|----------------------------|------------------------|-------------------------|
| | 2022 | 2021 |
| | £ | £ |
| Net obligations repayable: | | |
| Within one year | - | 4,715 |
| Between one and five years | - | 27,164 |
| | <u>-</u> | <u>31,879</u> |
| | | |
| | Non-cancellable | operating leases |
| | 2022 | 2021 |
| | £ | £ |
| Within one year | 88,652 | 272,481 |
| Between one and five years | - | 335,027 |
| | <u>88,652</u> | <u>607,508</u> |

9. Called up share capital

Allotted, issued and fully paid:

| Number: | Class: | Nominal value: | 2022 | 2021 |
|----------------|---------------|-----------------------|-------------|-------------|
| | | | £ | £ |
| 20,000 | A Ordinary | £0.0001 | <u>2</u> | <u>2</u> |

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2022**

10. Employee ownership trust

The company is owned by Special Wear Trustees Limited, an Employee Ownership Trust subject to the restrictions set out in the legislation governing these trusts. The purpose of the trust is to hold the trust assets for the benefit of the beneficiaries of the trust.

The trust owns the 20,000 £0.0001 A ordinary shares of Special Wear UK Limited and at 31 December 2022 owed £4,065,000 (2021: £8,200,000) to the previous shareholders as deferred consideration for the shares. A fixed charge has been granted by the trust over up to 49% of the company's shares to secure the payment of the deferred consideration. The company has provided a guarantee in relation to the payment of instalments of the deferred consideration conditional on it having sufficient distributable profits and cash after making reasonable provision for working capital and taking into account any legal constraints on payments to the trust.

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.