

# Egap Recycling Ltd

Annual Report and Unaudited Financial Statements  
for the Year Ended 30 April 2020

Merranti Accounting Limited  
10 Scandia-Hus Business Park  
Felcourt Road  
East Grinstead  
West Sussex  
RH19 2LP

# **Egap Recycling Ltd**

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# **Egap Recycling Ltd**

## **Company Information**

<b>Directors</b>	Mr S Page Mrs S S Page
<b>Registered office</b>	10 Scandia-Hus Business Park, Felcourt Road Felcourt East Grinstead Surrey England RH19 2LP
<b>Accountants</b>	Merranti Accounting Limited 10 Scandia-Hus Business Park Felcourt Road East Grinstead West Sussex RH19 2LP

**Accountants' Report to the Board of Directors on the Preparation of the Unaudited Statutory  
Accounts of  
Egap Recycling Ltd  
for the Year Ended 30 April 2020**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Egap Recycling Ltd for the year ended 30 April 2020 as set out on pages 3 to 10 from the company's accounting records and from information and explanations you have given us.

This report is made solely to the Board of Directors of Egap Recycling Ltd, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the accounts of Egap Recycling Ltd and state those matters that we have agreed to state to the Board of Directors of Egap Recycling Ltd, as a body, in this report. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Egap Recycling Ltd and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Egap Recycling Ltd has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and loss of Egap Recycling Ltd. You consider that Egap Recycling Ltd is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the accounts of Egap Recycling Ltd. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.

.....  
Merranti Accounting Limited  
10 Scandia-Hus Business Park  
Felcourt Road  
East Grinstead  
West Sussex  
RH19 2LP

26 April 2021

## Egap Recycling Ltd

(Registration number: 07996583)

### Balance Sheet as at 30 April 2020

	Note	2020 £	2019 £
<b>Fixed assets</b>			
Tangible assets	<u>4</u>	971,275	1,186,510
<b>Current assets</b>			
Stocks	<u>5</u>	5,000	5,000
Debtors	<u>6</u>	166,436	216,075
Cash at bank and in hand		<u>177,136</u>	<u>194,406</u>
		348,572	415,481
<b>Creditors: Amounts falling due within one year</b>	<u>7</u>	<u>(841,416)</u>	<u>(997,703)</u>
<b>Net current liabilities</b>		<u>(492,844)</u>	<u>(582,222)</u>
<b>Total assets less current liabilities</b>		478,431	604,288
<b>Creditors: Amounts falling due after more than one year</b>	<u>7</u>	<u>(109,919)</u>	<u>(216,846)</u>
<b>Provisions for liabilities</b>		<u>(141,230)</u>	<u>(102,201)</u>
<b>Net assets</b>		<u>227,282</u>	<u>285,241</u>
<b>Capital and reserves</b>			
Called up share capital		100	100
Profit and loss account		<u>227,182</u>	<u>285,141</u>
<b>Total equity</b>		<u>227,282</u>	<u>285,241</u>

For the financial year ending 30 April 2020 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

#### Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

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 Profit and Loss Account has been taken.

**Egap Recycling Ltd**  
**(Registration number: 07996583)**  
**Balance Sheet as at 30 April 2020**

Approved and authorised by the Board on 26 April 2021 and signed on its behalf by:

.....

Mr S Page  
Director

# **Egap Recycling Ltd**

## **Notes to the Financial Statements for the Year Ended 30 April 2020**

### **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:  
10 Scandia-Hus Business Park, Felcourt Road  
Felcourt  
East Grinstead  
Surrey  
England  
RH19 2LP

### **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 - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

#### **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.

#### **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.

#### **Tax**

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, 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.

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 between taxable profits and profits reported in the financial statements.

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

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference.

# **Egap Recycling Ltd**

## **Notes to the Financial Statements for the Year Ended 30 April 2020**

### **Tangible assets**

Tangible assets are stated in the statement of financial position 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, other than land and properties under construction over their estimated useful lives, as follows:

<b>Asset class</b>	<b>Depreciation method and rate</b>
Plant and machinery	25% Reducing Balance
Furniture and equipment	25% Reducing Balance
Motor vehicles	25% Reducing Balance
Office equipment	25% Reducing Balance

### **Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

### **Trade debtors**

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

### **Stocks**

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

### **Trade creditors**

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.



# **Egap Recycling Ltd**

## **Notes to the Financial Statements for the Year Ended 30 April 2020**

### **Borrowings**

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges. Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

### **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. Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

### **Share capital**

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

### **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 Staff numbers**

The average number of persons employed by the company (including directors) during the year, was 18 (2019 - 19).

# Egap Recycling Ltd

## Notes to the Financial Statements for the Year Ended 30 April 2020

### 4 Tangible assets

	<b>Furniture, fittings and equipment £</b>	<b>Motor vehicles £</b>	<b>Plant and Machinery £</b>	<b>Total £</b>
<b>Cost or valuation</b>				
At 1 May 2019	10,833	121,664	2,353,030	2,485,527
Additions	-	-	479,025	479,025
Disposals	-	-	(869,504)	(869,504)
At 30 April 2020	10,833	121,664	1,962,551	2,095,048
<b>Depreciation</b>				
At 1 May 2019	7,707	41,814	1,249,495	1,299,016
Charge for the year	781	19,963	303,021	323,765
Eliminated on disposal	-	-	(499,008)	(499,008)
At 30 April 2020	8,488	61,777	1,053,508	1,123,773
<b>Carrying amount</b>				
At 30 April 2020	2,345	59,887	909,043	971,275
At 30 April 2019	3,125	79,850	1,103,535	1,186,510

# Egap Recycling Ltd

## Notes to the Financial Statements for the Year Ended 30 April 2020

### 5 Stocks

	2020 £	2019 £
Finished goods and goods for resale	5,000	5,000

### 6 Debtors

	2020 £	2019 £
Trade debtors	132,373	201,640
Prepayments	13,391	11,925
Other debtors	20,672	2,510
	166,436	216,075

### 7 Creditors

#### Creditors: amounts falling due within one year

	Note	2020 £	2019 £
<b>Due within one year</b>			
Bank loans and overdrafts	8	119,945	146,798
Trade creditors		20,108	26,785
Taxation and social security		31,053	109,877
Accruals and deferred income		1,950	3,500
Other creditors		668,360	710,743
		841,416	997,703

#### Creditors: amounts falling due after more than one year

	Note	2020 £	2019 £
<b>Due after one year</b>			
Loans and borrowings	8	109,919	216,846

# Egap Recycling Ltd

## Notes to the Financial Statements for the Year Ended 30 April 2020

### 8 Loans and borrowings

	2020 £	2019 £
<b>Non-current loans and borrowings</b>		
Finance lease liabilities	<u>109,919</u>	<u>216,846</u>
	2020 £	2019 £
<b>Current loans and borrowings</b>		
Finance lease liabilities	<u>119,945</u>	<u>146,798</u>

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.