

**HYDRO SOLUTIONS FYLDE LTD**  
**Unaudited Financial Statements**  
**For the financial year ended 31 May 2022**  
**Pages for filing with the registrar**

**HYDRO SOLUTIONS FYLDE LTD**  
**UNAUDITED FINANCIAL STATEMENTS**  
**For the financial year ended 31 May 2022**

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**HYDRO SOLUTIONS FYLDE LTD**  
**COMPANY INFORMATION**  
**For the financial year ended 31 May 2022**

**DIRECTORS**

A R Beckett

J M Heaton

B G Lize

**REGISTERED OFFICE**

Unit 19

20 & Unit 21 Kinraig Business Park

Kinraig Road

Bispham

FY2 0PJ

England

United Kingdom

**COMPANY NUMBER**

09612888 (England and Wales)

**CHARTERED ACCOUNTANTS**

Hurst Accountants Limited

Lancashire Gate

21 Tiviot Dale

Stockport

SK1 1TD

**HYDRO SOLUTIONS FYLDE LTD**  
**BALANCE SHEET**  
**As at 31 May 2022**

	<b>Note</b>	<b>2022</b>	<b>2021</b>
		<b>£</b>	<b>£</b>
			<b>Restated - note 2</b>
<b>Fixed assets</b>			
Intangible assets	4	14,950	17,559
Tangible assets	5	435,135	452,977
		<b>450,085</b>	<b>470,536</b>
<b>Current assets</b>			
Stocks	6	685,832	307,000
Debtors	7	1,944,147	620,494
Cash at bank and in hand	8	152,222	799,567
		<b>2,782,201</b>	<b>1,727,061</b>
<b>Creditors</b>			
Amounts falling due within one year	9	( 916,857)	( 837,405)
<b>Net current assets</b>		<b>1,865,344</b>	<b>889,656</b>
<b>Total assets less current liabilities</b>		<b>2,315,429</b>	<b>1,360,192</b>
Provision for liabilities		( 8,532)	( 9,735)
<b>Net assets</b>		<b>2,306,897</b>	<b>1,350,457</b>
<b>Capital and reserves</b>			
Called-up share capital		102	102
Profit and loss account		2,306,795	1,350,355
<b>Total shareholders' funds</b>		<b>2,306,897</b>	<b>1,350,457</b>

**HYDRO SOLUTIONS FYLDE LTD**  
**BALANCE SHEET (CONTINUED)**  
**As at 31 May 2022**

For the financial year ending 31 May 2022 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 financial statements for the financial year in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements; and
- These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime and a copy of the Statement of Income and Retained Earnings has not been delivered.

The financial statements of Hydro Solutions Fylde Ltd (registered number: 09612888) were approved and authorised for issue by the Board of Directors on 28 February 2023. They were signed on its behalf by:

A R Beckett  
Director

**HYDRO SOLUTIONS FYLDE LTD**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the financial year ended 31 May 2022**

**1. Accounting policies**

The principal accounting policies are summarised below. They have all been applied consistently throughout the financial year and to the preceding financial year, unless otherwise stated.

**General information and basis of accounting**

Hydro Solutions Fylde Ltd (Trading as Elite Competitions) (the Company) is a private company, limited by shares, incorporated in the United Kingdom under the Companies Act 2006 and is registered in England and Wales. The address of the Company's registered office is Unit 19, 20 & Unit 21 Kincaig Business Park, Kincaig Road, Bispham, FY2 0PJ, England, United Kingdom.

The financial statements are presented in pounds sterling which is the functional currency of the company and rounded to the nearest £.

**Prior year error**

During the preparation of the 31 May 2022 financial statements, the directors became aware of information that was not previously available in relation to the calculation of deferred income and associated costs, including stock, for the accounting period 31 May 2021.

On assessing this new information, it was established that revenue of £161,369 should have been deferred and recognised in the accounting period to 31 May 2022 and £19,000 should have been recognised in the accounting period to 31 May 2020. As a result of the adjustments to the recognition of revenue, cost of sales amounting to £129,969 were identified as being incorrectly recognised in the accounting period to 31 May 2021, when they should have been deferred and recognised in the accounting period to 31 May 2022.

The 2021 comparative figures have therefore been re-stated to reflect this reduction in revenue and cost of sales and the associated increases in the deferred income and stock balances.

This adjustment had a subsequent impact on the corporation tax charge at 31 May 2021, and this has been re-stated in the comparative figures to show a reduction in the charge for the year of £9,623 and a decrease in the associated creditor of the same amount.

The net impact on the profit and loss for the year ended 31 May 2021 is a reduction in post tax profits of £41,023. The impact on closing reserves for 31 May 2021 is a reduction of £60,023.

**Foreign currency**

Transactions in foreign currencies are recorded at the rate of exchange at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the Balance Sheet date are reported at the rates of exchange prevailing at that date.

Exchange differences are recognised in the Statement of Income and Retained Earnings in the period in which they arise except for exchange differences arising on gains or losses on non-monetary items which are recognised in the Statement of Comprehensive Income.

**HYDRO SOLUTIONS FYLDE LTD**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the financial year ended 31 May 2022**

**Turnover**

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Revenue from the sale of goods is recognised when all of the following conditions are satisfied:

- \* the Company has transferred the significant risks and rewards of ownership to the buyer;
- \* the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- \* the amount of revenue can be measured reliably;
- \* it is probable that the Company will receive the consideration due under the transaction; and
- \* the costs incurred or to be incurred in respect of the transaction can be measured reliably.

**Taxation**

*Current tax*

Current tax is provided at amounts expected to be paid (or recoverable) using the tax rates and laws that have been enacted or substantively enacted at the Balance Sheet date.

*Deferred tax*

Deferred tax arises as a result of including items of income and expenditure in taxation computations in periods different from those in which they are included in the Company's financial statements. Deferred tax is provided in full on timing differences which result in an obligation to pay more or less tax at a future date, at the average tax rates that are expected to apply when the timing differences reverse, based on current tax rates and laws. Deferred tax assets and liabilities are not discounted.

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.

**Intangible assets**

Intangible assets are stated at cost or valuation, net of amortisation and any provision for impairment. Amortisation is provided on all intangible assets at rates to write off the cost or valuation of each asset over its expected useful life as follows:

Computer software	10 years straight line
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**Tangible fixed assets**

Tangible fixed assets are stated at cost or valuation, net of depreciation and any provision for impairment. Depreciation is provided on all tangible fixed assets, other than investment property and freehold land, at rates calculated to write off the cost or valuation, less estimated residual value, of each asset on a straight-line or reducing balance basis over its expected useful life, as follows:

Land and buildings	50 years straight line
Leasehold improvements	10 years straight line
Plant and machinery	15 % reducing balance
Vehicles	25 % reducing balance
Office equipment	15 % reducing balance

**HYDRO SOLUTIONS FYLDE LTD**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the financial year ended 31 May 2022**

Residual value represents the estimated amount which would currently be obtained from disposal of an asset, after deducting estimated costs of disposal, if the asset were already of the age and in the condition expected at the end of its useful life.

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

### **Stocks**

Stocks are stated at the lower of cost and estimated selling price less costs to sell, which is equivalent to the net realisable value. Cost includes materials, direct labour and an attributable proportion of manufacturing overheads based on normal levels of activity. Cost is calculated using the FIFO (first-in, first-out) method. Provision is made for obsolete, slow-moving or defective items where appropriate.

At each reporting date, an assessment is made for impairment. Any excess of the carrying amount of stocks over its estimated selling price less costs to complete and sell is recognised as an impairment loss in profit or loss. Reversals of impairment losses are also recognised in profit or loss.

### **Trade and other debtors**

Trade and other debtors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest method less impairment losses for bad and doubtful debts, except where the effect of discounting would be immaterial. In such cases the receivables are stated at cost less impairment losses for bad and doubtful debts.

### **Cash and cash equivalents**

Cash and cash equivalents are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in creditors: amounts falling due within one year.

### **Trade and other creditors**

Trade and other creditors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest rate method, unless the effect of discounting would be immaterial, in which case they are stated at cost.

### **Government grants**

Government grants are recognised based on the accrual model and are measured at the fair value of the asset received or receivable. Grants are classified as relating either to revenue or to assets. Grants relating to revenue are recognised in income over the period in which the related costs are recognised. Grants relating to assets are recognised over the expected useful life of the asset. Where part of a grant relating to an asset is deferred, it is recognised as deferred income.

### **Provisions**

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that the Company will be required to settle that obligation and a reliable estimate can be made of the amount of the obligation.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the Balance Sheet date, taking into account the risks and uncertainties surrounding the obligation. Where a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows (when the effect of the time value of money is material).

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, a receivable is recognised as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.



**HYDRO SOLUTIONS FYLDE LTD**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the financial year ended 31 May 2022**

## **Dividends**

Equity dividends are recognised when they become legally payable.

## **Defined contribution pension plan**

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in profit or loss when they fall due. Amounts not paid are shown in other creditors as a liability in the Balance Sheet. The assets of the plan are held separately from the Company in independently administered funds.

## **Exceptional items**

Exceptional items are transactions that fall within the ordinary activities of the Company but are presented separately due to their size or incidence.

## **Holiday pay accrual**

A liability is recognised to the extent of any unused holiday pay entitlement which is accrued at the Balance Sheet date and carried forward to future periods. This is measured at the undiscounted salary cost of the future holiday entitlement so accrued at the Balance Sheet date.

## **2. Prior year adjustment**

During the preparation of the 31 May 2022 financial statements, the directors became aware of information that was not previously available in relation to the calculation of deferred income and associated costs, including stock, for the accounting period 31 May 2021.

On assessing this new information, it was established that revenue of £161,369 should have been deferred and recognised in the accounting period to 31 May 2022 and £19,000 should have been recognised in the accounting period to 31 May 2020. As a result of the adjustments to the recognition of revenue, cost of sales amounting to £129,969 were identified as being incorrectly recognised in the accounting period to 31 May 2021, when they should have been deferred and recognised in the accounting period to 31 May 2022.

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The net impact on the profit and loss for the year ended 31 May 2021 is a reduction in post tax profits of £41,023, and the impact on closing reserves for 31 May 2021 is a reduction of £60,023.

	<b>As previously reported</b>	<b>Adjustment</b>	<b>As restated</b>
<b>Year ended 31 May 2021</b>	<b>£</b>	<b>£</b>	<b>£</b>
Stock (Note 6)	193,030	113,970	307,000
Other creditors and deferred income (Note 9)	(71,838)	(183,616)	(255,454)
Corporation Tax Creditor (Note 9)	(591,574)	9,623	(581,951)
Retained Earnings	1,410,378	(60,023)	1,350,355

**HYDRO SOLUTIONS FYLDE LTD**  
**NOTES TO THE FINANCIAL STATEMENTS**  
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**3. Employees**

	<b>2022</b>	<b>2021</b>
	<b>Number</b>	<b>Number</b>
Monthly average number of persons employed by the Company during the year, including directors	7	7

**4. Intangible assets**

	<b>Computer software</b>	<b>Total</b>
	<b>£</b>	<b>£</b>
<b>Cost</b>		
At 01 June 2021	26,090	26,090
<b>At 31 May 2022</b>	<b>26,090</b>	<b>26,090</b>
<b>Accumulated amortisation</b>		
At 01 June 2021	8,531	8,531
Charge for the financial year	2,609	2,609
<b>At 31 May 2022</b>	<b>11,140</b>	<b>11,140</b>
<b>Net book value</b>		
<b>At 31 May 2022</b>	<b>14,950</b>	<b>14,950</b>
At 31 May 2021	17,559	17,559

**HYDRO SOLUTIONS FYLDE LTD**  
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**5. Tangible assets**

	Land and buildings	Leasehold improve- ments	Plant and machinery	Vehicles	Office equipment	Total
	£	£	£	£	£	£
<b>Cost</b>						
At 01 June 2021	360,654	50,708	15,213	5,450	51,922	483,947
Additions	0	1,904	0	0	700	2,604
Adjustment to incorrect opening balance value on plant and machinery	0	0	0	0	0	0
<b>At 31 May 2022</b>	<b>360,654</b>	<b>52,612</b>	<b>15,213</b>	<b>5,450</b>	<b>52,622</b>	<b>486,551</b>
<b>Accumulated depreciation</b>						
At 01 June 2021	6,397	4,452	3,528	3,726	12,867	30,970
Charge for the financial year	7,213	5,118	1,767	431	5,917	20,446
<b>At 31 May 2022</b>	<b>13,610</b>	<b>9,570</b>	<b>5,295</b>	<b>4,157</b>	<b>18,784</b>	<b>51,416</b>
<b>Net book value</b>						
<b>At 31 May 2022</b>	<b>347,044</b>	<b>43,042</b>	<b>9,918</b>	<b>1,293</b>	<b>33,838</b>	<b>435,135</b>
At 31 May 2021	354,257	46,256	11,685	1,724	39,055	452,977

**6. Stocks**

	2022	2021
	£	£
Stocks	685,832	307,000

**7. Debtors**

	2022	2021
	£	£
Trade debtors	273,987	400,668
Amounts owed by related parties	1,670,159	214,465
Other debtors	1	5,361
	<b>1,944,147</b>	<b>620,494</b>

**HYDRO SOLUTIONS FYLDE LTD**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the financial year ended 31 May 2022**

**8. Cash and cash equivalents**

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Cash at bank and in hand	152,222	799,567
Less: Bank overdrafts	( 26,352)	0
	<b>125,870</b>	<b>799,567</b>

**9. Creditors: amounts falling due within one year**

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Bank overdrafts	26,352	0
Trade creditors	37,046	0
Corporation tax	520,155	581,951
Other taxation and social security	11,061	0
Other creditors	322,243	255,454
	<b>916,857</b>	<b>837,405</b>

**10. Financial commitments**

**Pensions**

The Company operates a defined contribution pension scheme for the directors and employees. The assets of the scheme are held separately from those of the Company in an independently administered fund.

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Unpaid contributions due to the fund (inc. in other creditors)	666	311

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.