

HYDRUS ENGINEERING LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2019

HYDRUS ENGINEERING LIMITED

COMPANY INFORMATION

DIRECTORS	Martin Anderson Graeme Matthew
REGISTERED NUMBER	SC382190
REGISTERED OFFICE	Units 14-15 Brechin Business Park Brechin Angus DD9 6RJ
ACCOUNTANTS	EQ Accountants LLP Chartered Accountants Westby 64 West High Street Forfar Angus DD8 1BJ

STATEMENT OF FINANCIAL POSITION
AS AT 31 OCTOBER 2019

		2019	2018
		£	£
FIXED ASSETS			
Investments	4	1,500,000	1,500,000
		<u>1,500,000</u>	<u>1,500,000</u>
CURRENT ASSETS			
Debtors: amounts falling due within one year	5	438,323	439,815
Cash at bank and in hand		3,237	3,805
		<u>441,560</u>	<u>443,620</u>
Creditors: amounts falling due within one year	6	(2,000)	(2,000)
		<u>439,560</u>	<u>441,620</u>
NET CURRENT ASSETS			
		<u>1,939,560</u>	<u>1,941,620</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			
Creditors: amounts falling due after more than one year	7	(1,374,182)	(1,304,308)
		<u>565,378</u>	<u>637,312</u>
NET ASSETS			
CAPITAL AND RESERVES			
Called up share capital	8	200	200
Profit and loss account		(177,384)	(105,450)
Profit and loss account - non distributable		742,562	742,562
		<u>565,378</u>	<u>637,312</u>

The directors consider that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the year in question in accordance with section 476 of the Companies Act 2006.

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.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The Company has opted not to file the statement of income and retained earnings in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 9 June 2020.

HYDRUS ENGINEERING LIMITED
REGISTERED NUMBER: SC382190

STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT 31 OCTOBER 2019

Martin Anderson
Director

The notes on pages 3 to 5 form part of these financial statements.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2019**

1. GENERAL INFORMATION

Hydrus Engineering Limited is a private limited company, limited by shares, incorporated in Scotland with registration number SC382190. The registered office is Units 14-15 Brechin Business Park, Brechin, Angus, DD9 6RJ.

2. ACCOUNTING POLICIES

2.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied:

2.2 GOING CONCERN

At the time of approving the financial statements, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Thus the directors continue to adopt the going concern basis of accounting in preparing financial statements.

2.3 TURNOVER

Turnover is recognised to the extent that it is probable that the economic benefits will flow to the Company and the turnover can be reliably measured. Turnover is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before turnover is recognised:

Rendering of services

Turnover from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of turnover can be measured reliably;
- it is probable that the Company will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

2.4 VALUATION OF INVESTMENTS

Investments in unlisted Company shares, whose market value can be reliably determined, are remeasured to market value at each balance sheet date. Gains and losses on remeasurement are recognised in the Statement of Income and Retained Earnings for the period. Where market value cannot be reliably determined, such investments are stated at historic cost less impairment.

2.5 FINANCIAL INSTRUMENTS

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2019**

3. EMPLOYEES

The average monthly number of employees, including directors, during the year was 2 (2018 - 2).

4. FIXED ASSET INVESTMENTS

	Investments in subsidiary companies £
COST OR VALUATION	
At 1 November 2018	1,500,000
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At 31 October 2019	<u>1,500,000</u>

The investment in Hydrus Energy Engineering Limited was revalued by the directors on 31 October 2013 at a fair value of £1,500,000 and the directors still believe this to be a reasonable value as at the balance sheet date. The original cost price of the investment was £757,438.

5. DEBTORS

	2019 £	2018 £
Amounts owed by group undertakings	438,323	438,323
Other debtors	-	1,492
	<hr/>	<hr/>
	<u>438,323</u>	<u>439,815</u>

6. CREDITORS: Amounts falling due within one year

	2019 £	2018 £
Accruals and deferred income	2,000	2,000
	<hr/>	<hr/>
	<u>2,000</u>	<u>2,000</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2019**

7. CREDITORS: Amounts falling due after more than one year

	2019	<i>2018</i>
	£	<i>£</i>
Other creditors	1,374,182	<i>1,304,308</i>
	<u>1,374,182</u>	<u><i>1,304,308</i></u>

Other creditors consist of loan notes with a par value of £1,400,000 (2018 - £1,400,000). These were originally due for repayment in January 2020 however this has now been amended so that they are now due for repayment on 1 January 2022.. No interest is payable on the loan notes. The loan notes are discounted to present value at 6% each reporting date. The loan note holders hold floating charges over the company as security.

8. SHARE CAPITAL

	2019	<i>2018</i>
	£	<i>£</i>
Allotted, called up and fully paid		
116 (2018 - 116) Ordinary A shares of £1.00 each	116	<i>116</i>
24 (2018 - 24) Ordinary B shares of £1.00 each	24	<i>24</i>
60 (2018 - 60) Ordinary C shares of £1.00 each	60	<i>60</i>
	<u>200</u>	<u><i>200</i></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.