

Registration number: 00180603

Hepworth Building Products (Holdings) Limited

Annual Report and Financial Statements

for the Year Ended 31 December 2021

TUESDAY



ABJA740

A21

20/12/2022

#89

COMPANIES HOUSE

Hepworth Building Products (Holdings) Limited

Contents

Company Information	1
Strategic Report	2
Director's Report	3 to 4
Statement of Director's Responsibilities	5
Independent Auditor's Report	6 to 9
Profit and Loss Account	10
Balance Sheet	11
Statement of Changes in Equity	12
Notes to the Financial Statements	13 to 20

Hepworth Building Products (Holdings) Limited

Company Information

Director	N RJ Douglas
Company secretary	Oakwood Corporate Secretary Limited E Walker-Arnott
Registered office	3rd Floor 1 Ashley Road Altrincham Cheshire WA14 2DT
Auditors	Deloitte LLP Statutory auditor The Hanover Building Corporation Street Manchester M4 4AH United Kingdom

Hepworth Building Products (Holdings) Limited
Strategic Report for the Year Ended 31 December 2021

The director presents his strategic report for the year ended 31 December 2021.

Review of the business

The loss on before taxation was £19,987 (2020: £nil) and loss for the financial year was £16,189 (2020: £nil).

The Company is an investment holding company. No investment income has been reported as none of the subsidiaries declared a dividend during the year.

The loss incurred in the year arises from the interest cost on intercompany debt. As a result of this loss in 2021, the net liabilities in the balance sheet have increased to £16,188.

During the year the Company increased its investment in Wavin Piping System (Foshan) Company Limited by £1,484,657 to provide its subsidiary additional working capital.

The Company did not qualify for an audit in 2020 and therefore comparative information is unaudited.

Key financial performance indicators

The company's key financial and other performance indicators during the year include the monitoring of the management of profitability in its direct and indirect subsidiary trading companies. During the year the return on sales (operating profit / turnover) were as follows:

	Unit	2021	2020
Wavin Piping System (Foshan) Company Limited	%	23.80	25.40

The performance review of each subsidiary is dealt with in more detail in their individual statutory accounts.

Key non-financial performance indicators

The Company is a holding company with no employees. As such there are no non-financial KPI's specific to the Company. Relevant non-financial KPI's are reported in each of the subsidiary company financial statements where appropriate.

Principal risks and uncertainties

The principal risks and uncertainties affecting the Company are all related to the carrying value of investments.

Company employees

The Company has no employees.

Approved and authorised for issue by the director on 20 December 2022 and signed on its behalf by:



.....
N RJ Douglas
Director

Hepworth Building Products (Holdings) Limited

Director's Report for the Year Ended 31 December 2021

The Director presents his report and the financial statements for the year ended 31 December 2021.

Director of the company

The Directors, who held office during the year, and up to the date of this report, except as noted below were as follows:

N RJ Douglas

A B Nicholls (Resigned 20 February 2021)

P MacLaurin (Resigned 5 May 2022)

Principal activity

The principal activity of the company is an investment holding company.

Objectives and policies

Internal control procedures are in place to ensure that all transactions are properly authorised. The principal liabilities of the Company are intercompany loans used to finance its subsidiary Companies. The net liabilities of the Company are £16,188 (2020: £1). The Director has received a letter of support from Orbia Advance Corporation, S.A.B. de C.V., the ultimate parent company, confirming it is committed to providing support to the ongoing operations of the Company and its subsidiaries for a period of 12 months from the date of the financial statements. This will enable the Company to continue in operational existence for the foreseeable future by meeting its liabilities as they fall due for payment.

Liquidity risk

To maintain liquidity and to ensure sufficient funds are available for both current and future needs, the Company regularly communicates with its Group Company.

Cash flow risk

The Company is loss making with a structural cash outflow due to the interest payable on intercompany loans. Cash flow forecasts are closely monitored and the Company regularly communicates with its Group Company regarding the output from these cash flow forecasts.

Credit risk

The Company's principal financial asset is its investment in Wavin Piping System (Foshan) Company Limited and an intercompany loan with a Group Company, Wavin Limited relating to group tax relief which is settled on an annual basis.

Dividends

The Director has not proposed a dividend in relation to the year ended 31 December 2021 (2020: nil). The Director has not declared any post year-end dividends up to the date of this report.

Employment of disabled persons

The Company has no employees.

Future developments

The Company intends to continue as a holding company. There are no other developments planned for 2022.

Hepworth Building Products (Holdings) Limited

Director's Report for the Year Ended 31 December 2021 (continued)

Director's liabilities

The ultimate parent undertaking has indemnified the Directors of the Company against liability in respect of proceedings brought by third parties, subject to the conditions set out in the Companies Act 2006. Such qualifying third party indemnity provision was in force throughout the year and at the date of this report.

Going concern

The Director has a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. Thus they continue to adopt the going concern basis in preparing the annual financial statements.

The financial statements have been prepared on a going concern basis, notwithstanding the Company's net liabilities of £16,188 (2020: £1). Of these liabilities £16,188 (2020: £1) are due to group companies under common control.

The Director has received a letter of support from Orbia Advance Corporation, S.A.B. de C.V., the ultimate parent company, confirming it is committed to providing support to the ongoing operations of the Company and its subsidiaries for a period of 12 months from the date of the financial statements.

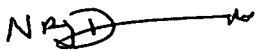
Disclosure of information to the auditors

The director has taken steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditor is aware of that information. The director confirms that there is no relevant information that he knows of and of which he knows the auditor is unaware.

Reappointment of auditors

The auditors Deloitte LLP are deemed to be reappointed under section 487(2) of the Companies Act 2006.

Approved and authorised for issue by the director on 20 December 2022 and signed on its behalf by:



.....
N RJ Douglas
Director

Hepworth Building Products (Holdings) Limited

Statement of Director's Responsibilities

The director acknowledges his responsibilities for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the director to prepare financial statements for each financial year. Under that law the director has elected to prepare the financial statements in accordance with United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 101 'Reduced Disclosure Framework' ('FRS 101'). Under company law the director must not approve the financial statements unless he is satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the director is required to:

- select suitable accounting policies and apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether FRS 101 has been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable him to ensure that the financial statements comply with the Companies Act 2006. He is also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Hepworth Building Products (Holdings) Limited

Independent Auditor's Report to the Members of Hepworth Building Products (Holdings) Limited

Report on the audit of the financial statements

Opinion

In our opinion the financial statements of Hepworth Building Products (Holdings) Limited (the 'Company'):

- give a true and fair view of the state of the company's affairs as at 31 December 2021 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 101 "Reduced Disclosure Framework"; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

We have audited the financial statements which comprise:

- the profit and loss account;
- the balance sheet;
- the statement of changes in equity;
- the statement of accounting policies; and
- the related notes 1 to 15.

The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 101 "Reduced Disclosure Framework" (United Kingdom Generally Accepted Accounting Practice).

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report.

We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the Financial Reporting Council's (FRC) Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the directors use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the original financial statements were authorised for issue.

Our responsibilities and the responsibilities of the director's with respect to going concern are described in the relevant sections of this report.

Hepworth Building Products (Holdings) Limited

Independent Auditor's Report to the Members of Hepworth Building Products (Holdings) Limited (continued)

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The directors are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Responsibilities of the director

As explained more fully in the Statement of Director's Responsibilities, the director is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the director determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the director is responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the director either intends to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities is available on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

We considered the nature of the company's industry and its control environment, and reviewed the company's documentation of their policies and procedures relating to fraud and compliance with laws and regulations. We also enquired of management about their own identification and assessment of the risks of irregularities.

We obtained an understanding of the legal and regulatory framework that the company operates in, and identified the key laws and regulations that:

Hepworth Building Products (Holdings) Limited

Independent Auditor's Report to the Members of Hepworth Building Products (Holdings) Limited (continued)

- had a direct effect on the determination of material amounts and disclosures in the financial statements. These included UK Companies Act, Money Laundering regulations, Data Protection Act, Tax legislation and Bribery Act and
- do not have a direct effect on the financial statements but compliance with which may be fundamental to the company's ability to operate or to avoid a material penalty.

We discussed among the audit engagement team regarding the opportunities and incentives that may exist within the organisation for fraud and how and where fraud might occur in the financial statements.

In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override. In addressing the risk of fraud through management override of controls, we tested the appropriateness of journal entries and other adjustments; assessed whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluated the business rationale of any significant transactions that are unusual or outside the normal course of business.

In addition to the above, our procedures to respond to the risks identified included the following:

- reviewing financial statement disclosures by testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- enquiring of management and legal counsel concerning actual and potential litigation and claims, and instances of non-compliance with laws and regulations; and
- reading minutes of meetings of those charged with governance.

Report on other legal and regulatory requirements

Opinion on other matter prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Strategic Report and Director's Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Director's Report has been prepared in accordance with applicable legal requirements.

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified any material misstatements in the directors' report.

Matters on which we are required to report by exception

Under the Companies Act 2006 we are required to report in respect of the following matters if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

We have nothing to report in respect of these matters.

Hepworth Building Products (Holdings) Limited

Independent Auditor's Report to the Members of Hepworth Building Products (Holdings) Limited (continued)

Other matters

As the company was exempt from audit under section 480 of the Companies Act 2006 in the prior year we have not audited the corresponding amounts for that year.

Use of our report

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Carl Acton

.....
Carl Acton BA (Hons) BFP FCA (Senior Statutory Auditor)
For and on behalf of Deloitte LLP, Statutory Auditor

The Hanover Building
Corporation Street
Manchester
M4 4AH
United Kingdom

20 December 2022

Hepworth Building Products (Holdings) Limited

Profit and Loss Account for the Year Ended 31 December 2021

	Note	2021 £	2020 £
Turnover		-	-
Administrative expenses		<u>(79)</u>	<u>-</u>
Operating loss		(79)	-
Interest payable and similar expenses	4	<u>(19,908)</u>	<u>-</u>
Loss before tax		(19,987)	-
Tax on loss	8	<u>3,798</u>	<u>-</u>
Loss for the year		<u><u>(16,189)</u></u>	<u><u>-</u></u>

The above results were derived from continuing operations.

The notes on pages 13 to 20 form an integral part of these financial statements.

Hepworth Building Products (Holdings) Limited

(Registration number: 00180603)
Balance Sheet as at 31 December 2021

	Note	31 December 2021 £	31 December 2020 £
Fixed assets			
Investments	9	1,484,657	-
Current assets			
Debtors	10	3,799	1
Cash at bank and in hand	11	<u>15,264</u>	<u>-</u>
		19,063	1
Creditors: Amounts falling due within one year	12	<u>(1,519,908)</u>	<u>-</u>
Net current (liabilities)/assets		<u>(1,500,845)</u>	<u>1</u>
Net (liabilities)/assets		<u>(16,188)</u>	<u>1</u>
Capital and reserves			
Called up share capital	13	1	1
Retained earnings		<u>(16,189)</u>	<u>-</u>
Shareholders' (deficit)/funds		<u>(16,188)</u>	<u>1</u>

Approved and authorised for issue by the director on 20 December 2022 and signed on its behalf by:



.....
N RJ Douglas
Director

The notes on pages 13 to 20 form an integral part of these financial statements.

Hepworth Building Products (Holdings) Limited

Statement of Changes in Equity for the Year Ended 31 December 2021

	Share capital £	Total £	
At 1 January 2020	1	1	
At 31 December 2020	1	1	
	Called up share capital £	Retained earnings £	Total £
At 1 January 2021	1	-	1
Loss for the year	-	(16,189)	(16,189)
Total comprehensive income	-	(16,189)	(16,189)
At 31 December 2021	1	(16,189)	(16,188)

The notes on pages 13 to 20 form an integral part of these financial statements.

Hepworth Building Products (Holdings) Limited

Notes to the Financial Statements for the Year Ended 31 December 2021

1 General information

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

The address of the registered office is given on the contents page and nature of the Company's operations and its principal activities are set out in the Strategic Report.

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.

Basis of preparation

The financial statements of Hepworth Building Products (Holdings) Limited have been prepared in accordance with Financial Reporting Standard 101, 'Reduced Disclosure Framework' ("FRS 101"). The financial statements have been prepared on the going concern basis under the historical cost convention and in accordance with the Companies Act 2006 and applicable accounting standards in the United Kingdom.

The preparation of financial statements in conformity with FRS 101 requires use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the company's accounting policies. The areas involving a high degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in note 3.

These financial statements are presented in Sterling and all values are rounded to the nearest pound, except where otherwise stated.

Summary of disclosure exemptions

In these financial statements, the company has taken advantage of the exemptions available under FRS 101 in respect of the following disclosures:

- Paragraphs 45(b) and 46 to 52 of IFRS 2 - 'Share-based payments' (how the fair value of goods/services received or equity instruments granted was determined and details of the number and weighted average exercise prices of share options).
- Paragraphs 91 to 99 of IFRS 13 - 'Fair value measurement' (disclosure of valuation techniques and inputs used for fair value measurement of assets and liabilities).

Hepworth Building Products (Holdings) Limited

Notes to the Financial Statements for the Year Ended 31 December 2021 (continued)

2 Accounting policies (continued)

- Paragraph 38 of IAS 1 - 'Presentation of financial statements' (comparative information requirements in respect of):
 - paragraph 79(a)(iv) of IAS 1
(reconciliation of number of shares at the beginning and end of the period)
 - paragraph 73(e) of IAS 16, 'Property, plant and equipment'
(reconciliations between the carrying amount at the beginning and end of the period)
 - paragraph 118(e) of IAS 38, 'Intangible assets'
(reconciliations between the carrying amount at the beginning and end of the period)
- The following paragraphs of IAS 1 - 'Presentation of financial statements' (removing the requirement to present):
 - 10(d) (statement of cash flows);
 - 16 (statement of compliance with all IFRS);
 - 38A (minimum of two primary statements, including cash flow statements);
 - 38B-D (additional comparative information);
- IAS 7 - 'Statement of cash flows'.
- Paragraph 17 of IAS 24 - 'Related party disclosures' (key management compensation).
- The requirements in IAS 24, 'Related party disclosures' (to disclose related party transactions entered into between two or more members of a group).

Going concern

The Director has a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. Thus they continue to adopt the going concern basis in preparing the annual financial statements.

The financial statements have been prepared on a going concern basis, notwithstanding the Company's net liabilities of £16,188 (2020: £1). Of these liabilities £16,188 (2020: £1) are due to group companies under common control.

The Director has received a letter of support from Orbia Advance Corporation, S.A.B. de C.V., the ultimate parent company, confirming it is committed to providing support to the ongoing operations of the Company and its subsidiaries for a period of 12 months from the date of the financial statements.

Exemption from preparing group accounts

The financial statements contain information about Hepworth Building Products (Holdings) Limited as an individual company and do not contain consolidated financial information as the parent of a group.

The company is exempt under section 401 of the Companies Act 2006 from the requirement to prepare consolidated financial statements as it and its subsidiary undertakings are included by full consolidation in the consolidated financial statements of its parent, Wavin B.V., a company incorporated in The Netherlands.

Hepworth Building Products (Holdings) Limited

Notes to the Financial Statements for the Year Ended 31 December 2021 (continued)

2 Accounting policies (continued)

Changes in accounting policy

None of the standards, interpretations and amendments effective for the first time from 1 January 2021 have had a material effect on the financial statements.

Tax

The tax expense for the period comprises current 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.

Investments

Investments in securities are classified on initial recognition as available-for-sale and are carried at fair value, except where their fair value cannot be measured reliably, in which case they are carried at cost, less any impairment.

Unrealised holding gains and losses other than impairments are recognised in other comprehensive income. On maturity or disposal, net gains and losses previously deferred in accumulated other comprehensive income are recognised in income.

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.

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 changes in value.

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 payment is due within one year or less (or in the normal operating cycle of the business if longer). If not, 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.

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.

Hepworth Building Products (Holdings) Limited

Notes to the Financial Statements for the Year Ended 31 December 2021 (continued)

3 Critical accounting judgements and key sources of estimation uncertainty

The application of the Company's accounting policies requires management to make judgement, estimates and assumptions that affect the amounts reported for assets and liabilities as at the balance sheet date and the amounts reported for revenues and expenses during the year.

Management's best estimates concerning the future are based on the facts and circumstances available at the time estimates are made, however, the nature of estimation means that actual outcomes could differ from those estimates.

The Director does not deem there to be any critical accounting judgements except those including key sources of estimation and uncertainty, which are as follows:

Investments

The valuation of the investment in Wavin Piping System (Foshan) Company Limited is an area of significant estimate. The Director has performed an impairment review on this given the estimation and judgement around the vulnerability of the investment to impairment from revenue assumptions. In determining whether an impairment is needed, the Company has taken into consideration the recently implemented long term strategic plan to develop and grow its investment in Wavin Piping System (Foshan) Company Limited which operates in China. Whilst growth is behind plan due to Covid-19 restrictions limiting deliveries and business development activities management remain confident that the long term growth plan remains achievable. Management have performed a number of sensitivities which include restricting long term revenue growth to 3% and reducing current forecasted revenue assumptions by 50%. Neither of which resulted in an impairment

4 Interest payable and similar expenses

	2021	2020
	£	£
Other finance costs	<u>19,908</u>	<u>-</u>

5 Staff costs

The Company has no employees and no staff costs (2020 £nil).

6 Director remuneration

The Directors' emoluments have been borne by other group undertakings. The Directors are not able to apportion the emoluments attributable to services provided to each company. Accordingly the financial statements include no emoluments in respect of any directors (2020: £nil).

Hepworth Building Products (Holdings) Limited

Notes to the Financial Statements for the Year Ended 31 December 2021 (continued)

7 Auditors' remuneration

Auditors' remuneration of £12,500 (2020: £nil) for the audit of the financial statements has been borne by a fellow group company, Wavin Limited, for which the Company has not been recharged.

8 Income tax

Tax credited in the profit and loss account

	2021 £	2020 £
Current taxation		
UK corporation tax	<u>(3,798)</u>	<u>-</u>

The tax on profit before tax for the year is the same as the standard rate of corporation tax in the UK (2020 - the same as the standard rate of corporation tax in the UK) of 19% (2020 - 19%).

The differences are reconciled below:

	2021 £	2020 £
Loss before tax	<u>(19,987)</u>	<u>-</u>
Corporation tax at standard rate	<u>(3,798)</u>	<u>-</u>
Total tax credit	<u>(3,798)</u>	<u>-</u>

Hepworth Building Products (Holdings) Limited

Notes to the Financial Statements for the Year Ended 31 December 2021 (continued)

9 Investments

Subsidiaries	£
Cost or valuation	
At 1 January 2021	53,700,000
Additions	<u>1,484,657</u>
At 31 December 2021	<u>55,184,657</u>
Provision	
At 1 January 2021	<u>53,700,000</u>
At 31 December 2021	<u>53,700,000</u>
Carrying amount	
At 31 December 2021	<u><u>1,484,657</u></u>
At 31 December 2020	<u><u>-</u></u>

Details of the subsidiaries as at 31 December 2021 are as follows:

Name of subsidiary	Principal activity	Registered office	Holding	Proportion of ownership interest and voting rights held	
				2021	2020
Wavin Piping System (Foshan) Company Limited	Manufacture of innovative plastic pipe systems.	No. 8, New Industrial Zone, Ling Xi'Nan Road, Shishan Town, Foshan City, 528225, Guangdong China	Ordinary shares	100%	100%
Hepworth Building Products Limited	Dormant	Edlington Lane, Edlington, Doncaster, DN12 1BY United Kingdom	Ordinary shares	100%	100%

Hepworth Building Products (Holdings) Limited

Notes to the Financial Statements for the Year Ended 31 December 2021 (continued)

10 Trade and other debtors

	31 December 2021	31 December 2020
	£	£
Debtors from related parties	3,798	-
Loans to related parties	1	1
	<u>3,799</u>	<u>1</u>

Amounts owed by related parties are in relation to group corporation tax relief receivable.

11 Cash at bank and in hand

	31 December 2021	31 December 2020
	£	£
Cash at bank	<u>15,264</u>	<u>-</u>

12 Trade and other creditors

	31 December 2021	31 December 2020
	£	£
Amounts due to related parties	<u>1,519,908</u>	<u>-</u>

Amounts due to related parties include an unsecured loan of £1,500,000 (2020: £nil) with a maturity of 15 March 2022 with interest charged at 12M LIBOR+2.75%.

13 Share capital

Allotted, called up and fully paid shares

	31 December 2021		31 December 2020	
	No.	£	No.	£
Ordinary shares of £1 each	<u>1</u>	<u>1</u>	<u>1</u>	<u>1</u>

Hepworth Building Products (Holdings) Limited

Notes to the Financial Statements for the Year Ended 31 December 2021 (continued)

14 Parent and ultimate parent undertaking

The Company's immediate parent is Wavin UK (Holdings) Limited.

The ultimate parent is Orbia Advance Corporation, S.A.B. de C.V.

The most senior parent entity producing publicly available financial statements is Orbia Advance Corporation, S.A.B. de C.V. These financial statements are available upon request from <https://www.orbia.com/investor-relations/financial-reports/annual-reports-and-filings/>.

Relationship between entity and parents

The parent of the largest group in which these financial statements are consolidated is Orbia Advance Corporation, S.A.B. de C.V., incorporated in Mexico.

The address of Orbia Advance Corporation, S.A.B. de C.V. is:
Rio San Javier No.10, Fracc. Viveros del Rio, Tlalnepantla, Estado de Mexico, C.P.54060.

The parent of the smallest group in which these financial statements are consolidated is Wavin B.V., incorporated in The Netherlands.

The address of Wavin B.V. is:
Stationplein 3, 8011 CW, Zwolle, The Netherlands.

15 Subsequent events

There are no subsequent events.