

Company Registration No. 04613317 (England and Wales)

**FAIRWAY HYDRAULICS LIMITED**  
**UNAUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**  
**PAGES FOR FILING WITH REGISTRAR**

# FAIRWAY HYDRAULICS LIMITED

## COMPANY INFORMATION

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<b>Directors</b>	Mrs C S Chang Mr R W Dowdeswell Mr P F Dowdeswell Mr M L Chang
<b>Secretary</b>	Mrs C S Chang
<b>Company number</b>	04613317
<b>Registered office</b>	Plot 2 Zone 5 Rushock Trading Estate Rushock Droitwich Worcestershire WR9 0NR
<b>Accountants</b>	Ormerod Rutter Limited The Oakley Kidderminster Road Droitwich Worcestershire WR9 9AY
<b>Bankers</b>	Barclays Bank Plc College Street Worcester Worcestershire WR1 2LY

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# **FAIRWAY HYDRAULICS LIMITED**

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## **FAIRWAY HYDRAULICS LIMITED**

### **ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE PREPARATION OF THE UNAUDITED STATUTORY FINANCIAL STATEMENTS OF FAIRWAY HYDRAULICS LIMITED FOR THE YEAR ENDED 31 DECEMBER 2019**

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In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Fairway Hydraulics Limited for the year ended 31 December 2019 which comprise, the balance sheet and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/en/members/regulations-standards-and-guidance>.

This report is made solely to the Board of Directors of Fairway Hydraulics Limited, as a body, in accordance with our terms of engagement. Our work has been undertaken solely to prepare for your approval the financial statements of Fairway Hydraulics Limited and state those matters that we have agreed to state to the Board of Directors of Fairway Hydraulics Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Fairway Hydraulics Limited and its Board of Directors as a body, for our work or for this report.

It is your duty to ensure that Fairway Hydraulics Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of Fairway Hydraulics Limited. You consider that Fairway Hydraulics Limited 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 financial statements of Fairway Hydraulics Limited. 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 financial statements.

**Ormerod Rutter Limited**

31 March 2020

**Chartered Accountants**

The Oakley  
Kidderminster Road  
Droitwich  
Worcestershire  
WR9 9AY

# FAIRWAY HYDRAULICS LIMITED

## BALANCE SHEET

AS AT 31 DECEMBER 2019

	Notes	2019 £	£	2018 £	£
<b>Fixed assets</b>					
Tangible assets	3		70,331		46,278
<b>Current assets</b>					
Stocks		463,660		455,250	
Debtors	4	677,213		661,184	
Cash at bank and in hand		484,328		569,733	
		<u>1,625,201</u>		<u>1,686,167</u>	
<b>Creditors: amounts falling due within one year</b>	5	<u>(706,230)</u>		<u>(765,857)</u>	
<b>Net current assets</b>			918,971		920,310
<b>Total assets less current liabilities</b>			<u>989,302</u>		<u>966,588</u>
<b>Provisions for liabilities</b>	6		<u>(12,622)</u>		<u>(6,994)</u>
<b>Net assets</b>			<u><u>976,680</u></u>		<u><u>959,594</u></u>
<b>Capital and reserves</b>					
Called up share capital	7		700		700
Profit and loss reserves			<u>975,980</u>		<u>958,894</u>
<b>Total equity</b>			<u><u>976,680</u></u>		<u><u>959,594</u></u>

The directors of the company have elected not to include a copy of the profit and loss account within the financial statements.

For the financial year ended 31 December 2019 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

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 members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

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

## **FAIRWAY HYDRAULICS LIMITED**

### **BALANCE SHEET (CONTINUED)**

***AS AT 31 DECEMBER 2019***

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The financial statements were approved by the board of directors and authorised for issue on 31 March 2020 and are signed on its behalf by:

Mr R W Dowdeswell  
**Director**

Mr P F Dowdeswell  
**Director**

**Company Registration No. 04613317**

# FAIRWAY HYDRAULICS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2019

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### 1 Accounting policies

#### Company information

Fairway Hydraulics Limited is a private company limited by shares incorporated in England and Wales. The registered office is Plot 2, Zone 5 Rushock Trading Estate, Rushock, Droitwich, Worcestershire, WR9 0NR.

#### 1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

#### 1.2 Turnover

Turnover is recognised at the fair value of the consideration received or receivable for goods and services provided in the normal course of business, and is shown net of VAT. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer (usually on dispatch of the goods), the amount of revenue can be measured reliably, it is probable that the economic benefits associated with the transaction will flow to the entity and the costs incurred or to be incurred in respect of the transaction can be measured reliably.

Revenue from the provision of services is recognised by reference to the stage of completion, when the costs incurred and costs to complete can be estimated reliably.

#### 1.3 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Improvements to property	2% on cost
Plant and machinery	20% on reducing balance
Fixtures and fittings	15% on reducing balance
Computer equipment	25% on cost
Motor vehicles	25% on reducing balance

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.

#### 1.4 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition.

Stocks held for distribution at no or nominal consideration are measured at the lower of replacement cost and cost, adjusted where applicable for any loss of service potential.

# FAIRWAY HYDRAULICS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

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### 1 Accounting policies

(Continued)

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.

#### 1.5 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

##### **Current tax**

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

##### **Deferred tax**

Deferred tax liabilities are generally recognised for all timing differences and deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each reporting end date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the profit and loss account, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset when the company has a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

#### 1.6 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

#### 1.7 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

#### 1.8 Leases

Rentals payable under operating leases, including any lease incentives received, are charged to profit or loss on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the lease asset are consumed.

#### 1.9 Foreign exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation are included in the profit and loss account for the period.



## **FAIRWAY HYDRAULICS LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

***FOR THE YEAR ENDED 31 DECEMBER 2019***

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#### **2 Employees**

The average monthly number of persons (including directors) employed by the company during the year was 15 (2018 - 11).

# FAIRWAY HYDRAULICS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2019

3 Tangible fixed assets							
		Improvements to property £	Plant and machinery £	Fixtures and fittings £	Computer equipment £	Motor vehicles £	Total £
<b>Cost</b>							
At 1 January 2019		6,015	40,892	9,741	39,530	72,598	168,776
Additions		1,745	1,065	586	514	54,630	58,540
Disposals		(6,015)	-	-	-	(37,495)	(43,510)
At 31 December 2019		1,745	41,957	10,327	40,044	89,733	183,806
<b>Depreciation and impairment</b>							
At 1 January 2019		1,288	27,345	6,742	32,991	54,132	122,498
Depreciation charged in the year		35	2,922	539	2,985	16,607	23,088
Eliminated in respect of disposals		(1,288)	-	-	-	(30,823)	(32,111)
At 31 December 2019		35	30,267	7,281	35,976	39,916	113,475
<b>Carrying amount</b>							
At 31 December 2019		1,710	11,690	3,046	4,068	49,817	70,331
At 31 December 2018		4,727	13,547	2,999	6,539	18,466	46,278

# FAIRWAY HYDRAULICS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

<b>4 Debtors</b>	<b>2019</b>	<b>2018</b>
	<b>£</b>	<b>£</b>
<b>Amounts falling due within one year:</b>		
Trade debtors	619,424	495,506
Other debtors	57,789	165,678
	<u>677,213</u>	<u>661,184</u>
	<u><u>677,213</u></u>	<u><u>661,184</u></u>
<b>5 Creditors: amounts falling due within one year</b>	<b>2019</b>	<b>2018</b>
	<b>£</b>	<b>£</b>
Trade creditors	301,396	349,192
Amounts owed to group undertakings	236,373	289,244
Corporation tax	120,314	82,479
Other taxation and social security	40,684	39,138
Other creditors	7,463	5,804
	<u>706,230</u>	<u>765,857</u>
	<u><u>706,230</u></u>	<u><u>765,857</u></u>
<b>6 Provisions for liabilities</b>	<b>2019</b>	<b>2018</b>
	<b>£</b>	<b>£</b>
Deferred tax liabilities	12,622	6,994
	<u>12,622</u>	<u>6,994</u>
	<u><u>12,622</u></u>	<u><u>6,994</u></u>
<b>7 Called up share capital</b>	<b>2019</b>	<b>2018</b>
	<b>£</b>	<b>£</b>
<b>Ordinary share capital</b>		
<b>Issued and fully paid</b>		
100 Ordinary A of £1 each	100	100
600 Ordinary B of £1 each	600	600
	<u>700</u>	<u>700</u>
	<u><u>700</u></u>	<u><u>700</u></u>
<b>8 Related party transactions</b>		

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

## **FAIRWAY HYDRAULICS LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

***FOR THE YEAR ENDED 31 DECEMBER 2019***

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#### **9 Control**

##### **Ultimate parent company**

The ultimate parent company is FHL Holdings Limited, a company registered in England and Wales.

##### **Ultimate controlling party**

There is no ultimate controlling party due to there being no controlling majority in the ultimate parent company.

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.