

Registered number  
08003962

Hitachi Zosen Inova UK Ltd  
Report and Financial Statements  
31 March 2020



**Hitachi Zosen Inova UK Ltd**  
**Report and accounts**  
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## **Hitachi Zosen Inova UK Ltd Company Information**

### **Directors**

Dr G P Banham  
Mr H Wiesner (appointed 8 April 2019)  
Mr B-F Baudouin (resigned 8 April 2019)  
Mr V Spandri (resigned 8 April 2019)

### **Secretary**

Dr G P Banham

### **Auditors**

Keith Graham, Chartered Accountants  
Suite 2, Wesley Chambers  
Queens Road  
Aldershot  
Hampshire  
GU11 3JD

### **Bankers**

HSBC Bank Plc  
Reading Broad Street  
26 Broad Street  
Reading  
Berkshire  
RG1 2BU

### **Registered office**

The Hub, Fowler Avenue  
Farnborough Business Park  
Farnborough  
Hampshire  
GU14 7JF

### **Registered number**

08003962

**Hitachi Zosen Inova UK Ltd****Registered number:** 08003962**Directors' Report**

The directors present their report and financial statements for the year ended 31 March 2020.

**Principal activities**

Hitachi Zosen Inova UK Ltd is a support company of HZI AG for all UK and Ireland projects amongst others where required. This support includes corporate service activities and matters related to regulatory and administrative areas including accounting, taxes, finance, controlling, information technology, legal compliance, supply management, industrial relations matters, health, safety and environment and human resources.

**Events since the balance sheet date**

There are no events since the balance sheet date that require disclosure.

**Directors**

The following persons served as directors during the year:

Dr G P Banham  
Mr H Wiesner (appointed 8 April 2019)  
Mr B-F Baudouin (resigned 8 April 2019)  
Mr V Spandri (resigned 8 April 2019)

**Directors' responsibilities**

The directors are responsible for preparing the report and financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (Financial Reporting Standard 102 and applicable law). Under company law the directors must not approve the financial statements unless they are 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 directors are

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

The directors are 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 them to ensure that the financial statements comply with the Companies Act 2006. They are 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.

**Hitachi Zosen Inova UK Ltd**

**Registered number:**

08003962

**Directors' Report**

**Disclosure of information to auditors**

Each person who was a director at the time this report was approved confirms that:

- so far as they are aware, there is no relevant audit information of which the company's auditor is unaware; and
- they have taken all the steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information.

This report was approved by the board on 29/9/2020<sup>x</sup> 2020 and signed on its behalf.

✓ G P Banham

Dr G P Banham  
Director

## **Hitachi Zosen Inova UK Ltd Strategic Report**

The directors present their Strategic Report for the year ended 31 March 2020.

### **Review of the year**

Hitachi Zosen Inova UK Ltd (HZI UK) is 100% owned by Hitachi Zosen Inova AG (HZI AG). HZI AG is a clean-tech company and global leader for energy and material recovery from municipal solid waste, refuse derived fuel and organic waste. HZI AG acts as an engineering, procurement and construction (EPC) contractor delivering complete turnkey plants. Our solutions are based on efficient and environmentally sound in-house technology, are thoroughly tested, can be flexibly adapted to user requirements and cover the entire plant life cycle. HZI AGs portfolio is rounded off with strong operation and maintenance (O&M) capabilities.

HZI AG's customers range from experienced waste management companies to up-and-coming partners in new markets worldwide. HZI AG's innovative and reliable waste and flue gas treatment solutions have been part of over 600 reference projects delivered since 1933.

HZI AG has had an exciting period securing an all-time high order intake. Supporting the parent company has meant a busy year for HZI UK and continues to be so. During the period the Ferrybridge Multi Fuel 2 project was commissioned and handed to the client and two new projects started in Rookery and Newhurst. HZI UK has continued to support the group with HSE and HR and this includes all global projects, making the UK office a truly international hub.

Further, the HZI UK company has supported the group in corporate administration with regard to new activities of the group and the establishment of the service joint venture in the UK.

### **Financial and other risks**

The principal risks and uncertainties the HZI UK company face are principally the same as its holding company. HZI UK derives all its trading activities from its Holding Company. These risks and uncertainties are disclosed in the Holding Company's accounts. The risks relating to HZI UK are given below.

The Company's principal financial instruments are amounts receivable from customers, cash and bank balances and amounts payable to suppliers.

#### **Credit and cash flow risk**

The Company places its emphasis on good credit management in its mitigation of these risks. The Company's credit risk is primarily attributable to its Holding Company's debtor.

#### **Interest rate risk**

The Company does not have significant borrowings and thus does not consider there is significant exposure to cash flow interest rate risk.

#### **Liquidity risk**

Due to the availability of cash from the Holding Company and strong operating cash flows, the Company does not consider there is significant exposure to liquidity risk.

#### **Foreign currency risk**

The exposure is not significant to warrant the use of other measures to control this risk.

## **Hitachi Zosen Inova UK Ltd Strategic Report**

### **Brexit**

Brexit has given the company the confidence in their ability to plan ahead. A Brexit Management Team has been put in place to manage risks that may arise as a result of the UK leaving the EU and the end of the transition period.

The company has looked at areas such as immigration, customs, taxation, contractual and supply chain matters. Mitigation plans have been put in place and key discussions undertaken in order to deal with the complexities and be focused on strategies that deal with likely outcomes. This has been achieved by looking at inputs, activities, outputs and outcomes for various stakeholders of the business. An executive summary and monitoring procedure is in place ongoing with the team meeting monthly to address issues as they arise.

### **Pandemic response Covid-19**

The HZI Group like other companies across the globe put in measures to deal with COVID-19 and to ensure the safety of our employees, families, clients and all our communities. The group followed the relevant country regulations closely and fully adhered to protocols that were required both where we continued to operate and where we are reopening workplaces after any shutdown.

Detailed industry specific guidance on safe site operating procedures was led by the UK office and put in place at UK sites. This was in conjunction with government regulations, industry bodies and close liaison with Health & Safety.

Special considerations were given to workers in the energy from waste sector with specialist technical skills required for essential or emergency works (including construction, commissioning, installation, maintenance, repairs and safety checks) or to fulfil contractual obligations or warranty specifications in, or in connection with, waste management facilities used for the management, sorting, treatment, recovery, or disposal of waste for work on site and for quarantine measures. HZI protocols took note of these considerations.

It was recognised early on that it would take time to modify workplaces and develop procedures to reduce the risk of COVID-19 infection and HZI started this process well before anticipated reopening or return to office dates have been announced. HZI UK continues to work from home where possible in line with Government regulations and the full use of technology has meant that no process has experienced a detrimental effect.

As at 31 March 2020, there has been no appreciable financial impact felt by the company as a result of Covid-19. Further and subsequent to the year end, the company has not witnessed any appreciable financial impact to its results. Indeed, no staff have been furloughed, recruitment is continuing and planned new starts have continued to be on boarded during the pandemic.

### **Future developments**

The company will continue to support the group with existing projects both in the UK and internationally. The holding company has confirmed that it will continue to use the services of HZI UK for the foreseeable future.

### **Environment**

The Company's policy regarding the environment is to ensure proper understanding and effective management of the actual and potential environmental impact of its activities. The Company's trading activities are conducted in such a way that complies with all legal requirements relating to the environment in all areas where the business undertakes activities. During the year, the Company has not incurred any fines or penalties or been investigated for any breach of environmental regulations.

## **Hitachi Zosen Inova UK Ltd Strategic Report**

### **Equal Opportunities**

HZI UK is committed to be a successful, caring and welcoming place for all employees.

We want to create a supportive and inclusive environment where our employees can reach their full potential, without prejudice and discrimination. We are committed to a culture where respect and understanding is fostered, and the diversity of people's backgrounds and circumstances will be positively valued.

The policy aims to achieve equality by removing any potential discrimination in the way that our employees are treated by fellow employees or others.

The company has implemented consultative and negotiating practises which best meet the staff's particular requirements. Staff are kept informed of matters concerning them by means of briefing meetings, notices and direct communication.

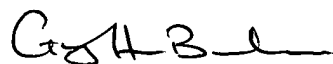
It is the company's policy to provide employment opportunities and retraining, where possible, for disabled people and also to care for people who become disabled whilst in the company's employment. HZI UK is committed to taking positive and proactive steps throughout the recruitment process and the ongoing employment of our workforce to ensure appropriate and effective adjustments are put in place. The company operates on an equal opportunities employment.

### **Modern Slavery Statement**

HZI AG acknowledges its responsibilities in relation to combating modern slavery and commits to complying with the international and domestic legislation in this regard including the provisions in the UK Modern Slavery Act 2015. HZI AG understands that this requires an ongoing review of both its internal practices in relation to its labour force and, additionally, its supply chains.

HZI AG does not enter into business with any organisation, in the United Kingdom or elsewhere, which knowingly supports or is found to involve itself in slavery, servitude and forced or compulsory labour. No labour provided to HZI AG in the pursuance of the provision of its own services is obtained by means of slavery or human trafficking. HZI AG strictly adheres to the standards required in relation to its responsibilities under relevant employment legislation in the Countries of operation.

This report was approved by the board on 29/9/2020 2020 and signed on its behalf.

✓ 

Dr G P Banham  
Director



**Hitachi Zosen Inova UK Ltd**  
**Independent auditor's report**  
**to the member of Hitachi Zosen Inova UK Ltd**

**Opinion**

We have audited the financial statements of Hitachi Zosen Inova UK Ltd for the year ended 31 March 2020 which comprise the Income Statement, the Statement of Financial Position, the Statement of Changes in Equity and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 March 2020 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006.

**Basis of 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 FRC's 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**

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

**Other information**

The other information comprises the information included in the report and financial statements, other than the financial statements and our auditor's report thereon. The directors are responsible for the other information. 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. In connection with our audit of the financial statements, 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 audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

**Opinions on other matters 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 the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the strategic report and the directors' report have been prepared in accordance with applicable legal requirements.

**Hitachi Zosen Inova UK Ltd**  
**Independent auditor's report**  
**to the member of Hitachi Zosen Inova UK Ltd**

**Matters on which we are required to report by exception**

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 material misstatements in the strategic report or the directors' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you 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; or

**Responsibilities of directors**

As explained more fully in the directors' responsibilities statement, the directors are 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 directors determine 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 directors are 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 directors either intend 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 for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditor's report.

**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.

  
Simon Pusey  
(Senior Statutory Auditor)  
for and on behalf of  
Keith Graham, Chartered Accountants  
Accountants and Statutory Auditors

1 October 2020

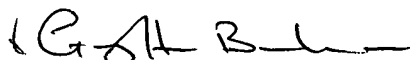
Suite 2, Wesley Chambers  
Queens Road  
Aldershot  
Hampshire  
GU11 3JD

**Hitachi Zosen Inova UK Ltd**  
**Income Statement**  
**for the year ended 31 March 2020**

	<b>Notes</b>	<b>2020 £</b>	<b>2019 £</b>
<b>Turnover</b>	3	10,342,620	31,769,496
Cost of sales		(9,363,514)	(30,343,768)
<b>Gross profit</b>		<u>979,106</u>	<u>1,425,728</u>
Administrative expenses		(812,654)	(1,227,402)
<b>Operating profit</b>	4	<u>166,452</u>	<u>198,326</u>
Interest payable	7	-	(644)
<b>Profit on ordinary activities before taxation</b>		<u>166,452</u>	<u>197,682</u>
Tax on profit on ordinary activities	8	(32,922)	(30,897)
<b>Profit for the financial year</b>		<u>133,530</u>	<u>166,785</u>

**Hitachi Zosen Inova UK Ltd**  
**Statement of Financial Position**  
**as at 31 March 2020**

	Notes	2020 £	2019 £
<b>Fixed assets</b>			
Intangible assets	9	9,028	17,361
Tangible assets	10	997	2,150
		<u>10,025</u>	<u>19,511</u>
<b>Current assets</b>			
Debtors	11	1,958,971	3,709,650
Cash at bank and in hand		395,672	594,891
		<u>2,354,643</u>	<u>4,304,541</u>
<b>Creditors: amounts falling due within one year</b>	12	(799,327)	(2,892,241)
<b>Net current assets</b>		<u>1,555,316</u>	<u>1,412,300</u>
<b>Net assets</b>		<u>1,565,341</u>	<u>1,431,811</u>
<b>Capital and reserves</b>			
Called up share capital	13	50,000	50,000
Profit and loss account	14	1,515,341	1,381,811
<b>Total equity</b>		<u>1,565,341</u>	<u>1,431,811</u>



Dr G P Banham  
 Director

Approved by the board on 29/3/2020

**Hitachi Zosen Inova UK Ltd**  
**Statement of Changes in Equity**  
**for the year ended 31 March 2020**

	<b>Share capital</b>	<b>Profit and loss account</b>	<b>Total</b>
	<b>£</b>	<b>£</b>	<b>£</b>
<b>At 1 April 2018</b>	50,000	1,215,026	1,265,026
Profit for the financial year		166,785	166,785
<b>At 31 March 2019</b>	<u>50,000</u>	<u>1,381,811</u>	<u>1,431,811</u>
<b>At 1 April 2019</b>	50,000	1,381,811	1,431,811
Profit for the financial year		133,530	133,530
<b>At 31 March 2020</b>	<u>50,000</u>	<u>1,515,341</u>	<u>1,565,341</u>

Share capital consists of 50,000 ordinary shares of £1 each and are issued, allotted and fully paid.

**Hitachi Zosen Inova UK Ltd**  
**Notes to the Accounts**  
**for the year ended 31 March 2020**

**1 Summary of significant accounting policies**

***Basis of preparation***

The financial statements have been prepared under the historical cost convention and in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland.

Cash flow statement has not been disclosed as this company is a qualifying entity under FRS 102 section 1.12 and its results are consolidated into the financial statements of Hitachi Zosen Inova AG, a company registered in Switzerland.

***Turnover***

Turnover is measured at the fair value of the consideration received or receivable, net of value added tax and discounts, of services provided in the support of Hitachi Zosen Inova AG (the parent company) for all UK controlled projects. Turnover from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have transferred to the site. Turnover from the rendering of services is recognised by reference to the stage of completion of the contract. The stage of completion of a contract is measured by comparing the costs incurred for work performed to date to the total estimated contract costs.

***Intangible fixed assets***

Intangible fixed assets are measured at cost less accumulative amortisation and any accumulative impairment losses.

***Tangible fixed assets***

Tangible fixed assets are measured at cost less accumulative depreciation and any accumulative impairment losses. Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Plant and machinery	over 3 years
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***Debtors***

Short term debtors are measured at transaction price (which is usually the invoice price), less any impairment losses for bad and doubtful debts. Loans and other financial assets are initially recognised at transaction price including any transaction costs and subsequently measured at amortised cost determined using the effective interest method, less any impairment losses for bad and doubtful debts.

***Creditors***

Short term creditors are measured at transaction price (which is usually the invoice price). Loans and other financial liabilities are initially recognised at transaction price net of any transaction costs and subsequently measured at amortised cost determined using the effective interest method.

***Foreign currency translation***

Transactions in foreign currencies are initially recognised at the rate of exchange ruling at the date of the transaction.

At the end of each reporting period foreign currency monetary items are translated at the closing rate of exchange. Non-monetary items that are measured at historical cost are translated at the rate ruling at the date of the transaction. All differences are charged to profit or loss.

**Hitachi Zosen Inova UK Ltd**  
**Notes to the Accounts**  
**for the year ended 31 March 2020**

***Taxation***

A current tax liability is recognised for the tax payable on the taxable profit of the current and past periods. A current tax asset is recognised in respect of a tax loss that can be carried back to recover tax paid in a previous period. Deferred tax is recognised in respect of all timing differences between the recognition of income and expenses in the financial statements and their inclusion in tax assessments. Unrelieved tax losses and other deferred tax assets are recognised only to the extent that 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, except for revalued land and investment property where the tax rate that applies to the sale of the asset is used. Current and deferred tax assets and liabilities are not discounted.

***Provisions***

Provisions (ie liabilities of uncertain timing or amount) are recognised when there is an obligation at the reporting date as a result of a past event, it is probable that economic benefit will be transferred to settle the obligation and the amount of the obligation can be estimated reliably.

***Leased assets***

A lease is classified as a finance lease if it transfers substantially all the risks and rewards incidental to ownership. All other leases are classified as operating leases. The rights of use and obligations under finance leases are initially recognised as assets and liabilities at amounts equal to the fair value of the leased assets or, if lower, the present value of the minimum lease payments. Minimum lease payments are apportioned between the finance charge and the reduction in the outstanding liability using the effective interest rate method. The finance charge is allocated to each period during the lease so as to produce a constant periodic rate of interest on the remaining balance of the liability. Leased assets are depreciated in accordance with the company's policy for tangible fixed assets. If there is no reasonable certainty that ownership will be obtained at the end of the lease term, the asset is depreciated over the lower of the lease term and its useful life. Operating lease payments are recognised as an expense on a straight line basis over the lease term.

***Pensions***

Contributions to defined contribution plans are expensed in the period to which they relate.

**2 Critical accounting estimates and judgements**

The preparation of the financial statements requires management and the Board to make judgements, estimates and assumptions that affect the applications of the accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are continually evaluated and are based on historical experience and other factors, including expectations of future events that are reasonable under the circumstances. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected. During the year, it has been necessary for the board to assess the manpower resourcing of both new and existing projects at 31 March 2020. As a result of this, in the view of the directors, no assumptions concerning the future or estimation uncertainty affecting assets or liabilities at the balance sheet date are likely to result in a material adjustment to their carrying amounts in the next financial year.

**Hitachi Zosen Inova UK Ltd**  
**Notes to the Accounts**  
**for the year ended 31 March 2020**

<b>3 Analysis of turnover</b>	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Services rendered	<u>10,342,620</u>	<u>31,769,496</u>
By geographical market:		
Europe	<u>10,342,620</u>	<u>31,769,496</u>
<b>4 Operating profit</b>	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
This is stated after charging:		
Depreciation of owned fixed assets	1,472	2,035
Amortisation of goodwill	8,333	7,639
Operating lease rentals - plant and machinery	40,728	24,400
Operating lease rentals - land and buildings	60,887	39,648
Auditors' remuneration for audit services	12,500	12,500
Auditors' remuneration for other services	2,830	2,830
Contributions to defined benefit pension plans	<u>102,505</u>	<u>250,748</u>
<b>5 Directors' emoluments</b>	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Emoluments	109,346	254,811
Company contributions to defined contribution pension plans	<u>9,000</u>	<u>17,768</u>
	<u>118,346</u>	<u>272,579</u>
Highest paid director:		
Emoluments	109,346	147,351
Company contributions to defined contribution pension plans	<u>9,000</u>	<u>10,267</u>
	<u>118,346</u>	<u>157,618</u>
<b>Number of directors to whom retirement benefits accrued:</b>	<b>2020</b>	<b>2019</b>
	<b>Number</b>	<b>Number</b>
Defined contribution plans	<u>1</u>	<u>2</u>
<b>6 Staff costs</b>	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Wages and salaries	2,275,414	13,470,112
Social security costs	264,833	1,447,893
Other pension costs	<u>102,505</u>	<u>250,748</u>
	<u>2,642,752</u>	<u>15,168,753</u>



**Hitachi Zosen Inova UK Ltd**  
**Notes to the Accounts**  
**for the year ended 31 March 2020**

**6 Staff costs - continued**

Average number of employees during the year	Number	Number
Administration	5	5
Manufacturing	31	211
	<u>36</u>	<u>216</u>

**7 Interest payable**

	2020 £	2019 £
Other loans	<u>-</u>	<u>644</u>

**8 Taxation**

	2020 £	2019 £
<b>Analysis of charge in period</b>		
Current tax:		
UK corporation tax on profits of the period	32,002	38,660
Adjustments in respect of previous periods	920	(7,763)
	<u>32,922</u>	<u>30,897</u>
 Tax on profit on ordinary activities	 <u>32,922</u>	 <u>30,897</u>

**Factors affecting tax charge for period**

The differences between the tax assessed for the period and the standard rate of corporation tax are explained as follows:

	2020 £	2019 £
Profit on ordinary activities before tax	<u>166,452</u>	<u>197,682</u>
Standard rate of corporation tax in the UK	19%	19%
	£	£
Profit on ordinary activities multiplied by the standard rate of corporation tax	31,626	37,560
Effects of:		
Expenses not deductible for tax purposes	157	251
Capital allowances for period in excess of depreciation	219	849
Adjustments to tax charge in respect of previous periods	920	(7,763)
Current tax charge for period	<u>32,922</u>	<u>30,897</u>

**Hitachi Zosen Inova UK Ltd**  
**Notes to the Accounts**  
**for the year ended 31 March 2020**

<b>9 Intangible fixed assets</b>	<b>£</b>
Training software:	
<b>Cost</b>	
At 1 April 2019	25,000
At 31 March 2020	<u>25,000</u>
<b>Amortisation</b>	
At 1 April 2019	7,639
Provided during the year	<u>8,333</u>
At 31 March 2020	<u>15,972</u>
<b>Carrying amount</b>	
At 31 March 2020	<u>9,028</u>
At 31 March 2019	<u>17,361</u>

Training software is being written off in equal annual instalments over its estimated economic life of 3 years.

<b>10 Tangible fixed assets</b>	<b>Plant and machinery</b>
	<i>At cost</i>
	<b>£</b>
<b>Cost or valuation</b>	
At 1 April 2019	6,473
Additions	<u>319</u>
At 31 March 2020	<u>6,792</u>
<b>Depreciation</b>	
At 1 April 2019	4,323
Charge for the year	<u>1,472</u>
At 31 March 2020	<u>5,795</u>
<b>Carrying amount</b>	
At 31 March 2020	<u>997</u>
At 31 March 2019	<u>2,150</u>

<b>11 Debtors</b>	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Amounts owed by group undertakings and undertakings in which the company has a participating interest	1,524,128	2,532,319
Other debtors	169,834	409,567
Prepayments and accrued income	<u>265,009</u>	<u>767,764</u>
	<u>1,958,971</u>	<u>3,709,650</u>

Prepayments and accrued income are now presented separately and the comparative has been amended to reflect this disclosure.

**Hitachi Zosen Inova UK Ltd**  
**Notes to the Accounts**  
**for the year ended 31 March 2020**

<b>12 Creditors: amounts falling due within one year</b>	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Trade creditors	346,811	1,666,777
Corporation tax	20,401	9,800
Other taxes and social security costs	100,912	193,475
Other creditors	15,851	4,249
Accruals and deferred income	315,352	1,017,940
	<u>799,327</u>	<u>2,892,241</u>

Accruals and deferred income are now presented separately and the comparative has been amended to reflect this disclosure.

<b>13 Share capital</b>	<b>Nominal value</b>	<b>2020 Number</b>	<b>2020</b>	<b>2019</b>
			<b>£</b>	<b>£</b>
Allotted, called up and fully paid:				
Ordinary shares	£1 each	50,000	<u>50,000</u>	<u>50,000</u>

<b>14 Profit and loss account</b>	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
At 1 April	1,381,811	1,215,026
Profit for the financial year	133,530	166,785
	<u>1,515,341</u>	<u>1,381,811</u>
At 31 March		

**15 Other financial commitments**

Total future minimum lease payments under non-cancellable operating leases:

	<b>Land and buildings</b>	<b>Land and buildings</b>	<b>Other</b>	<b>Other</b>
	<b>2020</b>	<b>2019</b>	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Falling due:				
within one year	52,613	39,648	14,655	18,005
within two to five years	-	-	8,190	-
	<u>52,613</u>	<u>39,648</u>	<u>22,845</u>	<u>18,005</u>

**16 Related party transactions**

**Hitachi Zosen Inova AG**

The company has taken advantage of the exemption in Financial Reporting Standards 102 not to disclose related party transactions with wholly owned group undertakings.

**Hitachi Zosen Inova UK Ltd**  
**Notes to the Accounts**  
**for the year ended 31 March 2020**

**17 Controlling party**

At the year end the company was a wholly owned subsidiary of Hitachi Zosen Inova AG, a company registered in Switzerland. The ultimate controlling party is Hitachi Zosen Corporation, a company registered in Japan.

**18 Presentation currency**

The financial statements are presented in Sterling.

**19 Legal form of entity and country of incorporation**

Hitachi Zosen Inova UK Ltd is a private company limited by shares and incorporated in England.

**20 Principal place of business**

The address of the company's principal place of business and registered office is:

The Hub, Fowler Avenue  
Farnborough Business Park  
Farnborough  
Hampshire  
GU14 7JF