

Unaudited Financial Statements for the Year Ended 31 August 2022

for

Strada Environmental Limited

**Contents of the Financial Statements
for the Year Ended 31 August 2022**

	Page
Company Information	1
Chartered Accountants' Report	2
Balance Sheet	3
Notes to the Financial Statements	5

Strada Environmental Limited

**Company Information
for the Year Ended 31 August 2022**

DIRECTOR: Mr A J Gray

REGISTERED OFFICE: Unit 64 Boundary Road
Heathfield Industrial Estate
Ayr
KA8 9DJ

REGISTERED NUMBER: SC483958 (Scotland)

ACCOUNTANTS: The Collins Partnership
Chartered Accountants
Westburn Business Centre
McNee Road
Prestwick
Ayrshire
KA9 2PB

**Chartered Accountants' Report to the Director
on the Unaudited Financial Statements of
Strada Environmental Limited**

The following reproduces the text of the report prepared for the director in respect of the company's annual unaudited financial statements. In accordance with the Companies Act 2006, the company is only required to file a Balance Sheet. Readers are cautioned that the Profit and loss and certain other primary statements and the Report of the Director are not required to be filed with the Registrar of Companies.

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Strada Environmental Limited for the year ended 31 August 2022 which comprise the Profit and Loss, 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 ICAS, we are subject to its ethical and other professional requirements which are detailed at <http://www.icas.com/accountspreparationguidance>.

This report is made solely to the director of Strada Environmental Limited in accordance with our terms of engagement. Our work has been undertaken solely to prepare for your approval the financial statements of Strada Environmental Limited and state those matters that we have agreed to state to the director of Strada Environmental Limited in this report in accordance with the requirements of ICAS as detailed at <http://www.icas.com/accountspreparationguidance>. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and its director for our work or for this report.

It is your duty to ensure that Strada Environmental 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 Strada Environmental Limited. You consider that Strada Environmental 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 Strada Environmental 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.

The Collins Partnership
Chartered Accountants
Westburn Business Centre
McNee Road
Prestwick
Ayrshire
KA9 2PB

14 October 2022

Strada Environmental Limited (Registered number: SC483958)**Balance Sheet
31 August 2022**

	Notes	2022 £	£	2021 £	£
FIXED ASSETS					
Intangible assets	4		1,600		1,600
Tangible assets	5		<u>28,646</u>		<u>87,194</u>
			30,246		88,794
CURRENT ASSETS					
Stocks		12,850		5,500	
Debtors	6	336,669		304,927	
Cash at bank and in hand		<u>84,704</u>		<u>96,827</u>	
		434,223		407,254	
CREDITORS					
Amounts falling due within one year	7	<u>150,001</u>		<u>90,567</u>	
NET CURRENT ASSETS			<u>284,222</u>		<u>316,687</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			314,468		405,481
PROVISIONS FOR LIABILITIES			<u>5,443</u>		<u>2,716</u>
NET ASSETS			<u>309,025</u>		<u>402,765</u>
CAPITAL AND RESERVES					
Called up share capital			100		100
Retained earnings			<u>308,925</u>		<u>402,665</u>
SHAREHOLDERS' FUNDS			<u>309,025</u>		<u>402,765</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 August 2022.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 August 2022 in accordance with Section 476 of the Companies Act 2006.

The director acknowledges his responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The notes form part of these financial statements

Balance Sheet - continued
31 August 2022

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

In accordance with Section 444 of the Companies Act 2006, the Profit and Loss has not been delivered.

The financial statements were approved by the director and authorised for issue on 14 October 2022 and were signed by:

Mr A J Gray - Director

**Notes to the Financial Statements
for the Year Ended 31 August 2022**

1. STATUTORY INFORMATION

Strada Environmental Limited is a private company, limited by shares, registered in Scotland. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Going concern

The director reviews the working capital requirements of the business on a regular basis to ensure as far as possible that the company has adequate resources to meet commitments as they fall due. On occasions this involves additional support both from the director personally and from the company's bank. On this basis and taking account of the more recent trading performance of the business the director believes that there are sufficient resources available to meet obligations falling due. This review takes account of the ongoing support of other group companies. Consequently the accounts have been prepared on a going concern basis.

Turnover/revenue recognition

Sales comprise the fair value of the consideration received or receivable for the sale of goods and rendering of services in the ordinary course of the Company's activities.

Sales are presented, net of value-added tax, rebates and discounts.

The Company recognises revenue when the amount of revenue and related cost can be reliably measured, it is probable that the collectability of the related receivables is reasonably assured and when the specific criteria for each of the Company's activities are met.

Grants

Furlough grants receivable were netted off the cost of the wages they related to.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses. Assets under this heading represent cherished number plates. Taking account of residual/market value no depreciation has been provided against this asset.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery	- 20% on reducing balance
Motor vehicles	- 20% on reducing balance

Tangible fixed assets are stated at cost less depreciation.

Stocks and work in progress

Stocks are valued at the lower of cost and net realisable value. Cost is based on the cost of purchase on a first in, first out basis. Net realisable value is based on estimated selling price less additional costs to completion and disposal.

Work in progress is stated at the lower of cost and net realisable value. Costs comprise direct material and labour costs, plus attributable overheads based on a normal level of activity. Net realisable value is based on the estimated selling price less any estimated completion or selling costs.

**Notes to the Financial Statements - continued
for the Year Ended 31 August 2022**

2. ACCOUNTING POLICIES - continued

Financial instruments

Financial assets and liabilities are recognised when the company becomes a party to the contractual provisions of the instrument and are classified in accordance with their underlying economic reality.

The company has two main categories of financial instruments, which are loans and other receivables and other financial liabilities:

Loans and other receivables

Loans and other receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. Upon recognition, these assets are measured at fair value less directly related transaction expenses. In successive periods these are measured at amortised cost, and any differences between acquisition cost and redemption value is accounted for over the borrowing period by using the effective interest method. If transaction costs are immaterial and the credit period is short, amortised cost is equal to the nominal value less any allowance for credit losses.

Other financial liabilities

Other financial liabilities are recognised initially at fair value, net of transaction costs incurred. In successive periods these are measured at amortised cost. Any differences between acquisition cost and redemption value is accounted for over the borrowing period by using the effective interest method. If transaction costs are immaterial and the credit period is short, amortised cost is equal to the nominal value.

Impairment of financial instruments

A provision for impairment is established when there is objective evidence that, as a result of one or more events that occurred after the initial recognition, the estimated future cash flows have been impacted.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Profit and Loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

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.

Notes to the Financial Statements - continued
for the Year Ended 31 August 2022

2. ACCOUNTING POLICIES - continued

Hire purchase and leasing commitments

Where assets are financed by leasing agreements that give rights approximating to ownership (finance leases), the assets are treated as if they had been purchased outright. The amount capitalised is the present value of the minimum lease payments payable over the term of the lease. The corresponding leasing commitments are shown as amounts payable to the lessor. Depreciation on the relevant assets is charged to the profit and loss account over the shorter of estimated useful economic life and the period of the lease.

Lease payments are analysed between capital and interest components so that the interest element of the payment is charged to the profit and loss account over the period of the lease and is calculated so that it represents a constant proportion of the balance of capital repayments outstanding. The capital part reduces the amounts payable to the lessor.

All other leases are treated as operating leases. Their annual rentals are charged to the profit and loss account on a straight line basis over the terms of the lease.

Pension costs and other post-retirement benefits

The company operates a money purchase pension scheme in the form of employee personal pension plans. The contracts are between the individual and the pension provider and all funds are held externally by a third party pension provider. Pension contributions are charged to the profit and loss account in the period to which they relate.

Cash and cash equivalents

Cash and cash equivalents comprise cash held by the company and short term bank deposits with an original maturity of three months or less from inception and are subject to insignificant risk of changes in value.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 9 (2021 - 7) .

4. INTANGIBLE FIXED ASSETS

	Other intangible assets £
COST	
At 1 September 2021 and 31 August 2022	<u>1,600</u>
NET BOOK VALUE	
At 31 August 2022	<u>1,600</u>
At 31 August 2021	<u>1,600</u>

Notes to the Financial Statements - continued
for the Year Ended 31 August 2022

5. TANGIBLE FIXED ASSETS

	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
COST				
At 1 September 2021	27,254	2,500	114,710	144,464
Additions	2,875	-	-	2,875
Disposals	-	-	(101,460)	(101,460)
At 31 August 2022	<u>30,129</u>	<u>2,500</u>	<u>13,250</u>	<u>45,879</u>
DEPRECIATION				
At 1 September 2021	7,640	500	49,130	57,270
Charge for year	3,923	400	13,116	17,439
Eliminated on disposal	-	-	(57,476)	(57,476)
At 31 August 2022	<u>11,563</u>	<u>900</u>	<u>4,770</u>	<u>17,233</u>
NET BOOK VALUE				
At 31 August 2022	<u>18,566</u>	<u>1,600</u>	<u>8,480</u>	<u>28,646</u>
At 31 August 2021	<u>19,614</u>	<u>2,000</u>	<u>65,580</u>	<u>87,194</u>

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Trade debtors	139,355	28,942
Amounts owed by group undertakings	197,314	267,560
Other debtors	-	8,425
	<u>336,669</u>	<u>304,927</u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Trade creditors	20,544	14,635
Taxation and social security	122,049	71,053
Other creditors	7,408	4,879
	<u>150,001</u>	<u>90,567</u>

8. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2022 £	2021 £
Within one year	27,415	18,000
Between one and five years	<u>57,124</u>	<u>36,000</u>
	<u>84,539</u>	<u>54,000</u>

9. RELATED PARTY DISCLOSURES

During the year, the company disposed of assets to the director at market value, paid for in full at the date of sale.

**Notes to the Financial Statements - continued
for the Year Ended 31 August 2022**

10. ULTIMATE CONTROLLING PARTY

The company is a wholly owned subsidiary of Strada Holdings Ltd . The company is under the control of Andrew Gray by virtue of his ownership and control of Strada Holdings Ltd.

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.