

Hasco-Thermic Limited

Unaudited Financial Statements

Year Ended

31 March 2023

Company Number 01013744

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Hasco-Thermic Limited

Contents

	Page
Company Information	
Accountants' Report	1
Statement of Financial Position	2 - 3
Notes to the Financial Statements	4 - 14

Company Information

Directors	J F Woolridge (Chairman) A H Curtis D I Pepper
Company secretary	D L Graham
Registered number	01013744
Registered office	134 Birchfield Lane Oldbury Warley West Midlands B69 2AY
Accountants	BDO LLP Two Snowhill Birmingham B4 6GA

Hasco-Thermic Limited

Chartered Accountants' Report to the Board of Directors on the Unaudited Financial Statements of Hasco-Thermic Limited For the Year Ended 31 March 2023

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Hasco-Thermic Limited for the year ended 31 March 2023 which comprise the Statement of Financial Position and the related notes from the company's accounting records and from information and explanations you have given us.

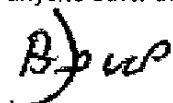
As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/regulation/a-z>.

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

Use of our report

This report is made solely to the board of directors of Hasco-Thermic Limited, as a body, in accordance with the terms of our engagement letter dated 14 May 2021. Our work has been undertaken solely to prepare for your approval the accounts of Hasco-Thermic Limited and state those matters that we have agreed to state to the board of directors of Hasco-Thermic Limited, as a body, in this report in accordance with ICAEW Technical Release TECH07/16AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Hasco-Thermic Limited and its board of directors as a body for our work or for this report.



BDO LLP
Birmingham
United Kingdom

Date: 23/06/2023

BDO LLP is a limited liability partnership registered in England and Wales (with registered number OC305127).

Hasco-Thermic Limited

Registered number:01013744

Statement of Financial Position As at 31 March 2023

	Note	2023 £	2023 £	2022 £	2022 £
Fixed assets					
Tangible assets	4		41,378		12,850
Investments	5		1		1
			<u>41,379</u>		<u>12,851</u>
Current assets					
Stocks	6	243,512		291,233	
Debtors	7	853,486		1,188,517	
Cash at bank and in hand	8	428,960		287,435	
		<u>1,525,958</u>		<u>1,767,185</u>	
Creditors: amounts falling due within one year	9	(352,100)		(570,543)	
Net current assets			<u>1,173,858</u>		<u>1,196,642</u>
Total assets less current liabilities			<u>1,215,237</u>		<u>1,209,493</u>
Provisions for liabilities					
Deferred tax	10		(5,446)		-
Net assets			<u>1,209,791</u>		<u>1,209,493</u>
Capital and reserves					
Called up share capital	11		750,000		750,000
Profit and loss account	12		459,791		459,493
			<u>1,209,791</u>		<u>1,209,493</u>

Hasco-Thermic Limited
Registered number:01013744

Statement of Financial Position (continued)
As at 31 March 2023

The Directors consider that the Company is entitled to exemption from audit under section 479A of the Companies Act 2006.

The members have not required the Company to obtain an audit for the year in question in accordance with section 476 of the Companies Act 2006.

The Directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The Company's financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

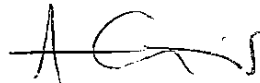
The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

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

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:



D I Pepper
Director



A H Curtis
Director

Date: 23 June 2023

The notes on pages 4 to 14 form part of these financial statements.

Hasco-Thermic Limited

Notes to the Financial Statements For the Year Ended 31 March 2023

1. General information

Hasco-Thermic Limited is a private limited company, limited by shares, incorporated in England & Wales under the Companies Act. The address of the registered office is 134 Birchfield Lane, Oldbury, Warley, West Midlands, B69 2AY and its registration number is 01013744. The Company's operations and its principal activities are galvanisers to the manufacturing trade.

2. Accounting policies

2.1 Basis of preparation of financial statements

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

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the Company's accounting policies (see note 3).

The following principal accounting policies have been applied:

2.2 Financial Reporting Standard 102 - reduced disclosure exemptions

The Company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by the FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland":

- the requirements of Section 7 Statement of Cash Flows;
- the requirements of Section 3 Financial Statement Presentation paragraph 3.17(d);
- the requirements of Section 11 Financial Instruments paragraphs 11.42, 11.44 to 11.45, 11.47, 11.48(a)(iii), 11.48(a)(iv), 11.48(b) and 11.48(c);
- the requirements of Section 12 Other Financial Instruments paragraphs 12.26 to 12.27, 12.29(a), 12.29(b) and 12.29A;
- the requirements of Section 33 Related Party Disclosures paragraph 33.7.

This information is included in the consolidated financial statements of B E Wedge Holdings Limited as at 31 March 2023 and these financial statements may be obtained, in due course, from Companies House, Crown Way, Cardiff, CF14 3UZ.

Hasco-Thermic Limited

Notes to the Financial Statements For the Year Ended 31 March 2023

2. Accounting policies (continued)

2.3 Revenue

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

Sale of goods

Revenue from the sale of goods is recognised when all of the following conditions are satisfied:

- the Company has transferred the significant risks and rewards of ownership to the buyer;
- the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the transaction; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

Rendering of services

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

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

2.4 Research and development

Research and development expenditure is charged to the Statement of Income and Retained Earnings in the year in which it is incurred.

2.5 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

The Company adds to the carrying amount of an item of fixed assets the cost of replacing part of such an item when that cost is incurred, if the replacement part is expected to provide incremental future benefits to the Company. The carrying amount of the replaced part is derecognised. Repairs and maintenance are charged to the Statement of Income and Retained Earnings during the period in which they are incurred.

Hasco-Thermic Limited

Notes to the Financial Statements For the Year Ended 31 March 2023

2. Accounting policies (continued)

2.5 Tangible fixed assets (continued)

Depreciation is provided on a straight line basis at the following rates:

Short leasehold land and buildings	-	20% per annum
Plant and fixtures	-	15% - 50% per annum
Motor vehicles	-	25% per annum
Small tools	-	20% per annum
Computer equipment	-	25% per annum

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Statement of Income and Retained Earnings.

2.6 Valuation of investments

Investments in subsidiaries are measured at cost less accumulated impairment.

Investments in listed company shares are remeasured to market value at each Statement of Financial Position date. Gains and losses on remeasurement are recognised in the Statement of Income and Retained Earnings for the period.

2.7 Stocks

Stocks are stated at the lower of cost and net realisable value, the latter being the estimated selling price less costs to complete and sell. Cost is based on the cost of purchase on a first in, first out basis. Work in progress and finished goods include labour and attributable overheads. Work in progress is valued net of amounts transferred to cost of sales after deducting payments of accounts not matched with turnover.

At each reporting date, stocks are assessed for impairment. If stock is impaired, the carrying amount is reduced to its selling price less costs to complete and sell. The impairment loss is recognised immediately in the Statement of Income and Retained Earnings.

2.8 Debtors

Short-term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.9 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours.

Hasco-Thermic Limited

Notes to the Financial Statements For the Year Ended 31 March 2023

2. Accounting policies (continued)

2.10 Financial instruments

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

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the Statement of Income and Retained Earnings.

For financial assets measured at amortised cost, the impairment loss is measured as the difference between an asset's carrying amount and the present value of estimated cash flows discounted at the asset's original effective interest rate. If a financial asset has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate determined under the contract.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between an asset's carrying amount and best estimate of the recoverable amount, which is an approximation of the amount that the Company would receive for the asset if it were to be sold at the Statement of Financial Position date.

Financial assets and liabilities are offset and the net amount reported in the Statement of Financial Position when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

2.11 Creditors

Short-term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

2.12 Operating leases: the Company as lessee

Rentals paid under operating leases are charged to the Statement of Income and Retained Earnings on a straight line basis over the lease term.

2.13 Foreign currency translation

Functional and presentation currency:

The Company's functional and presentational currency is GBP.

Transactions and balances:

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction.

Foreign exchange gains and losses resulting from the settlement of transactions and from the translation at period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the Statement of Income and Retained Earnings.

Hasco-Thermic Limited

Notes to the Financial Statements For the Year Ended 31 March 2023

2. Accounting policies (continued)

2.14 Pensions

Defined contribution pension plan

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in the Statement of Income and Retained Earnings when they fall due. Amounts not paid are shown in accruals as a liability in the Statement of Financial Position. The assets of the plan are held separately from the Company in independently administered funds.

Defined benefit pension

Where the risks of a defined benefit plan are shared between entities under common control, the net defined benefit cost is recognised in the financial statements of the Group entity which is legally responsible for the plan and all other Group entities recognise a cost equal to their contribution payable for the period.

2.15 Current and deferred taxation

The tax expense for the year comprises current and deferred tax. Tax is recognised in the Statement of Income and Retained Earnings except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

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 income.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the reporting date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

Hasco-Thermic Limited

Notes to the Financial Statements For the Year Ended 31 March 2023

3. Judgements in applying accounting policies and key sources of estimation uncertainty

In preparing these financial statements, the Directors have had to make judgements, estimates and assumptions that effect the application of policies and reported amounts of assets, liabilities, income and expenses.

The estimates and associated assumptions are based on historic experiences and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities and are not readily apparent from other sources. Actual results may differ from these estimates. The judgements, estimates and assumptions which have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities are:

Work in progress

Work in progress includes attributable labour and overheads, these attributed costs are based on management's estimate of absorption of costs in the manufacturing process.

6. Employees

The average monthly number of employees, including the Directors, during the year was as follows:

	2023 No.	2022 No.
Production	7	7
Administration	4	4
	<u>11</u>	<u>11</u>

Hasco-Thermic Limited

Notes to the Financial Statements For the Year Ended 31 March 2023

4. Tangible fixed assets

	Short Leasehold Land and Buildings £	Plant, Equipment & Vehicles £	Total £
Cost or valuation			
At 1 April 2022	33,046	103,881	136,927
Additions	-	36,799	36,799
Disposals	-	(36,037)	(36,037)
At 31 March 2023	33,046	104,643	137,689
Depreciation			
At 1 April 2022	33,045	91,032	124,077
Charge for the year	1	8,270	8,271
Disposals	-	(36,037)	(36,037)
At 31 March 2023	33,046	63,265	96,311
Net book value			
At 31 March 2023	-	41,378	41,378
At 31 March 2022	1	12,849	12,850

Hasco-Thermic Limited

Notes to the Financial Statements For the Year Ended 31 March 2023

5. Fixed asset investments

	Investments in subsidiary companies £
Cost or valuation	
At 1 April 2022	1
At 31 March 2023	1

Subsidiary undertaking

The following was a subsidiary undertaking of the Company:

Name	Principal activity	Class of shares	Holding
Hasco-Tech Limited	Dormant company	Ordinary	100%

The registered office of the above subsidiary was 134 Birchfield Lane, Oldbury, Warley, West Midlands, B69 2AY.

6. Stocks

	2023 £	2022 £
Raw materials and consumables	177,867	119,761
Work in progress	680,691	567,643
Amounts invoiced	(615,046)	(396,171)
	243,512	291,233

There is no material difference between the replacement cost of stocks and the amounts stated above.

Hasco-Thermic Limited

Notes to the Financial Statements For the Year Ended 31 March 2023

7. Debtors

	2023 £	2022 £
Due after more than one year		
Deferred tax asset	-	2,126
Due within one year		
Trade debtors	351,353	524,157
Amounts owed by group undertakings	438,239	588,387
Prepayments and accrued income	63,894	73,847
	<u>853,486</u>	<u>1,188,517</u>

8. Cash and cash equivalents

	2023 £	2022 £
Cash at bank and in hand	<u>428,960</u>	<u>287,435</u>

9. Creditors: Amounts falling due within one year

	2023 £	2022 £
Payments received on account	134,528	78,889
Trade creditors	141,369	403,132
Other taxation and social security	31,726	40,938
Accruals and deferred income	44,477	47,584
	<u>352,100</u>	<u>570,543</u>

Hasco-Thermic Limited

Notes to the Financial Statements For the Year Ended 31 March 2023

10. Deferred taxation

	2023 £
At beginning of year	2,126
Charged to the Statement of Income and Retained Earnings	(7,572)
At end of year	(5,446)

The deferred tax (liability)/asset is made up as follows:

	2023 £	2022 £
Depreciation in excess of capital allowances	(6,697)	1,127
Other timing differences	1,251	999
	(5,446)	2,126

11. Share capital

	2023 £	2022 £
Allotted, called up and fully paid		
750,000 Ordinary shares of £1.00 each	750,000	750,000

12. Reserves

The Company's capital and reserves are as follows:

Share capital

Called up share capital represents the nominal value of the shares issued.

Profit and loss account

Profit and loss account represents cumulative profits or losses net of dividends paid and other adjustments.

Hasco-Thermic Limited

Notes to the Financial Statements For the Year Ended 31 March 2023

13. Pension commitments

B E Wedge Holdings Limited and its subsidiaries ("the Wedge Group") operate a defined benefit scheme ("the Scheme"), of which the Company is a participating member. The assets of the Scheme are held by trustees, separate from those of the Wedge Group. Contributions are charged to the Statement of Income and Retained Earnings so as to spread the cost of the pensions over the employees' working lives within the Wedge Group.

The Scheme is treated as a multi-employer scheme, as the Company is unable to identify its share of the underlying assets and liabilities thereof. Therefore contributions to the Scheme by the Company are based upon pension costs across the participating companies as a whole.

As a result of the actuarial valuation as at 5 April 2020, the aggregate employer rate is 23.1% for the forthcoming year, inclusive of a nominal 10% employee salary sacrifice contribution. In addition B. E. Wedge Holdings Limited has paid an additional £2,000,000 (2022 - £2,000,000) in the financial year, but with no commitment for the coming year (2022 - £Nil). At 5 April 2020, the market value of the assets stood at £58,180,000, representing a funding level at 105% of the scheme liabilities. Further details of this valuation and the significant assumptions which affect the result of the valuation are disclosed in the accounts of B E Wedge Holdings Limited.

For the purposes of FRS 102, the actuarial valuation of 5 April 2020 has been updated to 31 March 2023 by a qualified independent actuary on a FRS 102 basis and this showed a net asset position of £19,368,000 (2022 - £5,102,000). Certain members of the Scheme are employees of the Company. Further details of this valuation are disclosed in the accounts of B E Wedge Holdings Limited.

The pension charge in respect of the Defined Benefit scheme was £50,885 (2022 - £39,872). At the Statement of Financial Position date, there were outstanding employer contributions totalling £8,524 (2022 - £3,737).

The Company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the Company in an independently administered fund. The pension charge amounted to £2,399 (2022 - £4,323). Employer contributions amounting to £341 (2022 - £258) were outstanding to the fund and are included in creditors.

14. Ultimate parent company

The Company is a wholly owned subsidiary of B E Wedge Holdings Limited which is the ultimate parent company incorporated in the UK, and is included within that company's group financial statements. The group accounts are available to the public and may be obtained from Companies House. The registered address of B E Wedge Holdings Limited is Stafford Street, Willenhall, West Midlands, WV13 1RZ.