

Registration number: 02355491

# Trackwork Holdings Limited

Annual Report and Financial Statements  
for the Year Ended 30 September 2022



# **Trackwork Holdings Limited**

## **Contents**

Company Information	1
Strategic Report	2 to 4
Director's Report	5
Statement of Director's Responsibilities	6
Independent Auditor's Report	7 to 10
Profit and Loss Account	11
Balance Sheet	12
Statement of Changes in Equity	13
Notes to the Financial Statements	14 to 16

# **Trackwork Holdings Limited**

## **Company Information**

**Director** M J W Waind

**Company secretary** M J W Waind

**Registered office** PO Box 139  
Sandall Lane  
Kirk Sandall Industrial Estate  
Doncaster  
South Yorkshire  
DN3 1WZ

**Auditors** Hawsons Chartered Accountants  
Statutory Auditor  
5 Sidings Court  
White Rose Way  
Doncaster  
South Yorkshire  
DN4 5NU

## **Trackwork Holdings Limited**

### **Strategic Report for the Year Ended 30 September 2022**

The director presents his strategic report for the year ended 30 September 2022.

#### **Fair review of the business**

The company did not trade in the year,

The net assets of the company at 30 September 2022 were £1,834K (2021: £1,834K).

Given the straight forward nature of the business, the company's director is of the opinion that analysis using KPI's is not necessary for an understanding of the development, performance or position of the business.

## **Trackwork Holdings Limited**

### **Strategic Report for the Year Ended 30 September 2022**

#### **Section 172 Companies Act 2006**

##### **Trackwork Holdings Limited: Stakeholder Engagement**

As the Board at Trackwork Holdings Limited, we have a legal responsibility under section 172 of the Companies Act 2006 to act in the way we consider, in good faith, would be most likely to promote the company's success for the benefit of its members as a whole, and to have regard to the long-term effect of our decisions on the company and its stakeholders. This statement addresses the ways in which we as a Board outwork this responsibility.

##### **Promoting the company's success for its members**

Since our formation in 1976 Trackwork has developed to become one of the UK's leading providers of construction and engineering services to the rail network.

Trackwork is a manufacturer of permanent way materials and this combined with our extensive track installation expertise, our experienced workforce and our fleet of road rail vehicles allows us to deliver contracts safely, on time and cost effectively. We have a reputation for innovation and a drive to grow the business.

We continue to explore possibilities to develop further our revenue streams and aim to be a leader in the sector whilst returning the highest possible value for the shareholders. Longer term strategic decisions are made with these considerations in mind.

##### **Engaging with stakeholders**

Our key stakeholders, and the ways in which we engage with them, are as follows:

##### Our employees

We rely on a skilled team across our operations.

Recruitment and retention of staff is therefore a critical business activity. We help to engage with team members by:

- Providing industry leading training as a Nation NSAR 'Gold' Railway safety training and assessment provider.
- Ensuring that staff from each department are present and involved in management meetings and are consulted for significant decisions.
- We maintain an excellent health & safety record to ensure that our staff have a safe place to work.

##### Our customers and suppliers

We continue to innovate so that we can offer customers the best quality products and services, liaising with customers regularly to ensure that their needs are met.

We also offer a first class delivery service, with our own fleet of GPS tracked vehicles to ensure you meet strict possession deadlines.

##### Our community

We are a company with strong roots in the local community both on a social and economic level.

##### Our planet

We have been committed to recycling, renewable energy and the environment for a significant number of years.

## Trackwork Holdings Limited

### Strategic Report for the Year Ended 30 September 2022

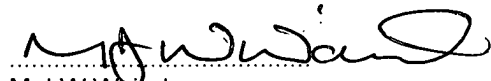
As the leading railway materials recycler in the UK, we pride ourselves on finding solutions to the environmental challenges faced by the UK rail industry.

At present we can assist with the disposal of used sleepers and hazardous waste wood in an environmentally approved way, recovery of redundant track and the sale of serviceable track materials.

#### Principal risks and uncertainties

In order to manage the company successfully the strategic and operational risks facing the company are regularly reviewed and the company's risk management procedures are updated to reflect this process. Further discussion of these risks and uncertainties in the context of the group as a whole is provided in the group annual report.

Approved by the Board on 29/06/23 and signed on its behalf by:



M J W Waind  
Director

## Trackwork Holdings Limited

### Director's Report for the Year Ended 30 September 2022

The director presents his report and the audited financial statements for the year ended 30 September 2022.

#### Director of the company

The director who held office during the year was as follows:

M J W Waind - Company secretary and director

#### Going concern

After due consideration of all relevant factors, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. The group position remains strong and support from other group entities would be forthcoming if required. Accordingly, they continue to adopt the going concern basis in preparing the annual report and accounts.

#### Disclosure of information to the auditors

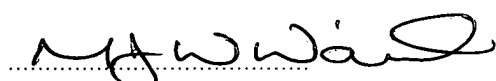
The director of the company who held office at the date of the approval of this Annual Report as set out above confirms that:

- so far as he is aware, there is no relevant audit information (information needed by the company's auditors in connection with preparing their report) of which the company's auditors are unaware, and
- he has taken all the steps that he ought to have taken as director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

#### Reappointment of auditors

The auditors Hawsons Chartered Accountants are deemed to be reappointed under section 487(2) of the Companies Act 2006.

Approved by the Board on 29/06/23 and signed on its behalf by:

  
M J W Waind  
Director

## **Trackwork Holdings Limited**

### **Statement of Director's Responsibilities**

The director is responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

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

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

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

The directors are responsible for the maintenance and integrity of the corporate and financial information included on the company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.



# **Trackwork Holdings Limited**

## **Independent Auditor's Report to the Members of Trackwork Holdings Limited**

### **Opinion**

We have audited the financial statements of Trackwork Holdings Limited (the 'company') for the year ended 30 September 2022, which comprise the Profit and loss account, the Balance Sheet, the Statement of Changes in Equity, and the notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and 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 30 September 2022 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the 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**

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

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

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

### **Other information**

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

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

## **Trackwork Holdings Limited**

### **Independent Auditor's Report to the Members of Trackwork Holdings Limited**

We have nothing to report in this regard.

#### **Opinion on other matter prescribed by the Companies Act 2006**

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

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

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

In the light of our 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 and the Director's 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.

#### **Responsibilities of the director**

As explained more fully in the Statement of Director's Responsibilities set out on page 6, the director is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the director determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

#### **Auditor's responsibilities for the audit of the financial statements**

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

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

## **Trackwork Holdings Limited**

### **Independent Auditor's Report to the Members of Trackwork Holdings Limited**

The company is subject to laws and regulations that directly and indirectly affect the financial statements. Based on our understanding of the company and the environment it operates within, we determined that the laws and regulations which were most significant included FRS 102, Companies Act 2006 and Health and Safety regulations. We considered the extent to which non-compliance with these laws and regulations might have a material effect on the financial statements, including how fraud might occur. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to the posting of inappropriate journal entries to improve the company's result for the period, and management bias in key accounting estimates.

Audit procedures performed by the engagement team included:

- Discussions with management and those responsible for legal compliance procedures within the company to obtain an understanding of the legal and regulatory framework applicable to the company and how the company complies with that framework, including consideration of known or suspected instances of non-compliance with laws and regulations and fraud;
- Identifying and assessing the design effectiveness of controls that management has in place to prevent and detect fraud and non-compliance with laws and regulations;
- Challenging assumptions and judgements made by management in their significant accounting estimates, in relation to the valuation of stock.
- Identifying and testing journal entries, in particular any journal entries posted with unusual account combinations or posted by senior management.

There are inherent limitations in the audit procedures described above and the more removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we are to become aware of it. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

## Trackwork Holdings Limited

### Independent Auditor's Report to the Members of Trackwork Holdings Limited

A further description of our responsibilities is available on the Financial Reporting Council's website at [www.frc.org.uk/auditors/audit-assurance/auditor-s-responsibilities-for-the-audit-of-the-fi/description-of-the-auditor-s-responsibilities-for](http://www.frc.org.uk/auditors/audit-assurance/auditor-s-responsibilities-for-the-audit-of-the-fi/description-of-the-auditor-s-responsibilities-for). 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.



Paul Wormald (Senior Statutory Auditor)  
For and on behalf of Hawsons Chartered Accountants, Statutory Auditor

5 Sidings Court  
White Rose Way  
Doncaster  
South Yorkshire  
DN4 5NU

Date: 29 June 2023

## Trackwork Holdings Limited

### Profit and Loss Account for the Year Ended 30 September 2022

	2022 £ 000	2021 £ 000
Turnover	-	-
Gross profit/(loss)	-	-
Operating profit/(loss)	-	-
Income from shares in group undertakings	5,000	-
Profit before tax	5,000	-
Profit for the financial year	5,000	-

The above results were derived from continuing operations.

The company has no recognised gains or losses for the year other than the results above.

The notes on pages 14 to 16 form an integral part of these financial statements.

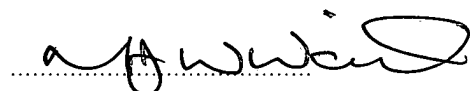
# Trackwork Holdings Limited

(Registration number: 02355491)

## Balance Sheet as at 30 September 2022

	Note	2022 £ 000	2021 £ 000
<b>Fixed assets</b>			
Investments	2	10	10
<b>Current assets</b>			
Debtors	3	<u>1,824</u>	<u>1,824</u>
<b>Net assets</b>		<u>1,834</u>	<u>1,834</u>
<b>Capital and reserves</b>			
Called up share capital		9	9
Capital redemption reserve		1	1
Profit and loss account		<u>1,824</u>	<u>1,824</u>
Shareholders' funds		<u>1,834</u>	<u>1,834</u>

The financial statements were approved and authorised for issue by the director on 29/09/23



M J W Waind

Director

The notes on pages 14 to 16 form an integral part of these financial statements.

# Trackwork Holdings Limited

## Statement of Changes in Equity for the Year Ended 30 September 2022

	Share capital £ 000	Capital redemption reserve £ 000	Profit and loss account £ 000	Total £ 000
At 1 October 2021	9	1	1,824	1,834
Profit for the year	-	-	5,000	5,000
Total comprehensive income	-	-	5,000	5,000
Dividends	-	-	(5,000)	(5,000)
At 30 September 2022	9	1	1,824	1,834
	Share capital £ 000	Capital redemption reserve £ 000	Profit and loss account £ 000	Total £ 000
At 1 October 2020	9	1	1,824	1,834
At 30 September 2021	9	1	1,824	1,834

The notes on pages 14 to 16 form an integral part of these financial statements.

# **Trackwork Holdings Limited**

## **Notes to the Financial Statements for the Year Ended 30 September 2022**

### **1 Accounting policies**

Trackwork Holdings Limited is a private company, limited by shares, domiciled in England & Wales. company number 02355491. The registered office is at PO Box 139, Sandall Lane, Kirk Sandall Industrial Estate, Doncaster, South Yorkshire, DN3 1WZ

#### **Summary of significant accounting policies and key accounting estimates**

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

#### **Statement of compliance**

These financial statements were prepared in accordance with Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

#### **Basis of preparation**

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

The company is exempt from preparing a cash flow statement as 90% or more of the voting rights are held within the group.

These financial statements are presented in sterling which is the functional currency of the company and rounded to the nearest £'000.

#### **Fixed asset investments**

Fixed asset investments are stated at historical cost less provision for any diminution in value.

#### **Going concern**

After due consideration of all relevant factors, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. The group position remains strong and support from other group entities would be forthcoming if required. Accordingly, they continue to adopt the going concern basis in preparing the annual report and accounts.

#### **Trade debtors**

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

#### **Exemption from preparing group accounts**

The company has taken exemption from preparing group accounts as it is included in consolidated accounts for a larger group which are drawn up as full consolidated audited accounts which are filed at Companies House.

The company is included in the consolidated accounts for Trackwork Group Limited, whose registered office address is at 2 Sandall Lane, Kirk Sandall Industrial Estate, Doncaster, South Yorkshire, DN3 1LL.



## Trackwork Holdings Limited

### Notes to the Financial Statements for the Year Ended 30 September 2022

#### 2 Investments held as fixed assets

	2022 £ 000	2021 £ 000
Shares in group undertakings and participating interests	10	10

	Subsidiary undertakings £ 000
<b>Shares in group undertakings and participating interests</b>	
<b>Cost</b>	
At 1 October 2021	10
At 30 September 2022	10
<b>Net book value</b>	
At 30 September 2022	10

#### Details of undertakings

Details of the investments (including principal place of business of unincorporated entities) in which the company holds 20% or more of the nominal value of any class of share capital are as follows:

Undertaking	Country of incorporation	Holding	Proportion of voting rights and shares held	
			2022	2021
<b>Subsidiary undertakings</b>				
Trackwork Limited PO Box 139 Sandall Lane Kirk Sandall Industrial Estate Doncaster DN3 1LL	England	Ordinary	100%	100%

#### Subsidiary undertakings

##### *Trackwork Limited*

The principal activity of Trackwork Limited is the provision of services and materials to the UK railway industry.

## Trackwork Holdings Limited

### Notes to the Financial Statements for the Year Ended 30 September 2022

#### 3 Debtors

	2022 £ 000	2021 £ 000
Amounts owed by related parties	<u>1,824</u>	<u>1,824</u>

#### 4 Share capital

##### Allotted, called up and fully paid shares

	No. 000	2022 £ 000	No. 000	2021 £ 000
9,200 ordinary shares of £1 each	<u>9</u>	<u>9</u>	<u>9</u>	<u>9</u>

#### 5 Parent and ultimate parent undertaking

The company is controlled by Trackwork Group Limited, the company's immediate parent company. The ultimate controlling party is Trackwork Group Limited, a company controlled by M J W Waind.

The company is included in audited consolidated accounts for a larger group which are drawn up by Trackwork Group Limited.

#### 6 Related party transactions

The company has taken advantage of the exemption in FRS102 from disclosing transactions with other members of the group.