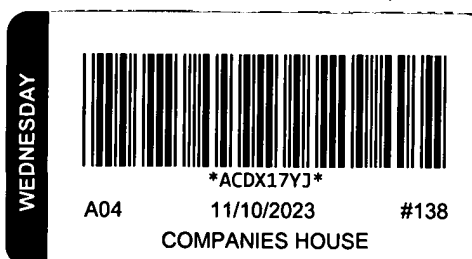


**BELCAN ENGINEERING SERVICES UK LIMITED**

**UNAUDITED**

**ANNUAL REPORT**

**FOR THE 52 WEEK PERIOD ENDED 25 DECEMBER 2022**



**BELCAN ENGINEERING SERVICES UK LIMITED**

**COMPANY INFORMATION**

<b>Directors</b>	N R Montour E Ferris K Matthews L Judson
<b>Registered number</b>	SC163213
<b>Registered office</b>	Nevis House, 1st Floor Hamilton International Park 6 Lister Way Blantyre G72 0FT
<b>Accountants</b>	Cooper Parry Advisory Limited Sky View Argosy Road East Midlands Airport Castle Donington Derby DE74 2SA

**BELCAN ENGINEERING SERVICES UK LIMITED**

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## BELCAN ENGINEERING SERVICES UK LIMITED

### STRATEGIC REPORT FOR THE 52 WEEK PERIOD ENDED 25 DECEMBER 2022

#### Introduction

The directors present the Strategic Report of Belcan Engineering Services UK Limited (the "Company") for the period ended 25 December 2022.

#### Business review

The results for the financial period show an operating profit of £1.24m (52 week period ended 26 December 2021: £1.32m) on turnover of £19.99m (52 week period ended 26 December 2021: £19.38m) for the financial period as compared to the last financial period. The Company has a net Balance Sheet value of £26.35m at 25 December 2022 (2021: £25.14m).

#### Principal risks and uncertainties

We believe that the Company can meet key business risks of competition, both local and international, and also of employee retention. The Company has continued to diversify both the industries into which it operates and also its large blue-chip customer base, continuing to mitigate any industry and customer specific risks.

#### Future developments

The Company continues to record growth and profitability across all activities.

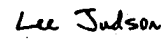
#### Financial key performance indicators

The Company uses turnover from continuing activities, gross profit from continuing activities and EBITDA from continuing activities as its Key Performance Indicators (KPI's). Performance against these measures was satisfactory during the financial period.

	52 week period ended 25 December 2022 £m	52 week period ended 26 December 2021 £m
Turnover from continuing activities	20	19
Gross profit from continuing activities	6	5
EBITDA from continuing activities	2	2

The Company does not use non-financial KPI's.

This report was approved by the board and signed on its behalf by:

DocuSigned by:  
  
 EDED1DEF55B7456...  
 L JUDSON  
 Director

Date: 25 September 2023

## **BELCAN ENGINEERING SERVICES UK LIMITED**

### **DIRECTORS' REPORT FOR THE 52 WEEK PERIOD ENDED 25 DECEMBER 2022**

The directors present their annual report and the unaudited financial statements of Belcan Engineering Services UK Limited (the "Company") for the period ended 25 December 2022.

#### **Principal activity**

The principal activity of the Company during the financial period was that of the provision of engineering services.

#### **Results and dividends**

The profit for the financial period, amounted to £1,217,894 (52 week period ended 26 December 2021: £1,309,177).

The directors do not recommend the payment of a dividend (52 week period ended 26 December 2021: £Nil).

#### **Directors**

The directors who served during the period and up to the date of signing the financial statements, unless otherwise stated, were:

N R Montour  
E Ferris  
K Matthews  
J R Shaw (resigned 30 September 2022)  
L Judson (appointed 1 November 2022)

#### **Directors' indemnities**

As permitted by the Articles of Association, the directors have the benefit of an indemnity which is a qualifying third party indemnity provision as defined by Section 234 of the Companies Act 2006. The indemnity was in force throughout the last financial year and is currently in force. The Company also purchased and maintained throughout the financial year Directors' and Officers' liability insurance in respect of itself and its directors.

#### **Going concern**

The financial statements have been prepared on a going concern basis, which assumes that the Company continues in operational existence for a period of at least 12 months from the date the Balance Sheet is signed. The directors have reviewed the detailed budget and cash flow forecasts for the Company, for a period beyond one year from the date of approval of these financial statements. Based on this review the directors have concluded that the Company is able to meet its external liabilities as they fall due and that the going concern basis of preparation is therefore appropriate.

**BELCAN ENGINEERING SERVICES UK LIMITED**

**DIRECTORS' REPORT (CONTINUED)  
FOR THE 52 WEEK PERIOD ENDED 25 DECEMBER 2022**

**Financial risk management**

*Foreign exchange risk*

The Company has intercompany balances with the parent company and parent group denominated in foreign currency. The Company does not actively manage this risk.

*Cash flow risk*

The cash flow of the Company is exposed to non-payment risk by customers. The Company manages this risk by carefully appraising the credit quality of customers prior to entering into contracts and thereafter engaging in credit control measures.

*Liquidity risk*

The directors review the liquidity position on a regular basis and are confident that the business has sufficient cash resources to meet its trading needs.


*Credit risk*

Credit risk is managed by careful review of customers' financial standing and appropriate credit checks on potential customers prior to sale.

**Matters covered in the Strategic Report**

The company has chosen in accordance with section 414C(11) of the Companies Act 2006 (strategic report and directors' report) Regulations 2013 to set out in the company's strategic report information required by the large and medium-sized companies and groups (accounts and reports) Regulations Schedule 7 to be contained in the directors' report.

This report was approved by the board and signed on its behalf by:

DocuSigned by:  
  
EDED1DEF55B7456...  
**L Judson**  
Director

Date: 25 September 2023

**BELCAN ENGINEERING SERVICES UK LIMITED**

**CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE PREPARATION OF  
THE UNAUDITED STATUTORY FINANCIAL STATEMENTS OF BELCAN ENGINEERING SERVICES UK  
LIMITED FOR THE YEAR ENDED 26 DECEMBER 2022**

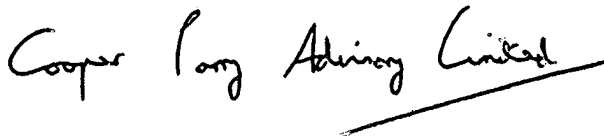
In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Belcan Engineering Services UK Limited for the 52 week period ended 25 December 2022 which comprise the Statement of Comprehensive Income, the Balance Sheet, the Statement of Changes in Equity 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 <https://www.icaew.com/regulation>.

This report is made solely to the Board of Directors of Belcan Engineering Services UK Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the financial statements of Belcan Engineering Services UK Limited and state those matters that we have agreed to state to the Board of Directors of Belcan Engineering Services UK 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 Belcan Engineering Services UK Limited and its Board of Directors, as a body, for our work or for this report.

It is your duty to ensure that Belcan Engineering Services UK 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 Belcan Engineering Services UK Limited. You consider that Belcan Engineering Services UK Limited is exempt from the statutory audit requirement for the 52 week period.

We have not been instructed to carry out an audit or review of the financial statements of Belcan Engineering Services UK 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.



**Cooper Parry Advisory Limited**

Sky View  
Argosy Road  
East Midlands Airport  
Castle Donington  
Derby  
DE74 2SA

Date: 25 September 2023

**BELCAN ENGINEERING SERVICES UK LIMITED****STATEMENT OF COMPREHENSIVE INCOME  
FOR THE 52 WEEK PERIOD ENDED 25 DECEMBER 2022**

		<b>52 week period ended 25 December 2022 £</b>	<b>52 week period ended 26 December 2021 £</b>
	<b>Note</b>		
<b>Turnover</b>	4	19,988,029	19,378,431
Cost of sales		(14,407,384)	(14,133,478)
<b>Gross profit</b>		<u>5,580,645</u>	<u>5,244,953</u>
Administrative expenses		(4,336,161)	(4,792,579)
Other operating income	5	-	870,186
<b>Operating profit</b>	6	<u>1,244,484</u>	<u>1,322,560</u>
Interest receivable and similar income	9	5	3
<b>Profit before tax</b>		<u>1,244,489</u>	<u>1,322,563</u>
Tax on profit	10	(26,595)	(13,386)
<b>Profit for the financial period</b>		<u><u>1,217,894</u></u>	<u><u>1,309,177</u></u>

There were no recognised gains and losses for 2022 or 2021 other than those included in the Statement of Comprehensive Income.

The notes on pages 8 to 20 form part of these financial statements.



**BELCAN ENGINEERING SERVICES UK LIMITED**  
**REGISTERED NUMBER: SC163213**

**BALANCE SHEET**  
**AS AT 25 DECEMBER 2022**

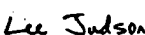
	Note	25 December 2022 £	26 December 2021 £
<b>Fixed assets</b>			
Tangible assets	11	1,138,260	1,166,806
Investments	12	258,129	258,129
		<u>1,396,389</u>	<u>1,424,935</u>
<b>Current assets</b>			
Debtors: amounts falling due within one year	13	37,058,640	33,569,514
Cash at bank and in hand		1,184,419	1,518,424
		<u>38,243,059</u>	<u>35,087,938</u>
Creditors: amounts falling due within one year	14	(13,169,700)	(11,287,669)
<b>Net current assets</b>		<u>25,073,359</u>	<u>23,800,269</u>
<b>Total assets less current liabilities</b>		<u>26,469,748</u>	<u>25,225,204</u>
<b>Provisions for liabilities</b>			
Deferred tax	15	(115,834)	(89,184)
<b>Net assets</b>		<u><u>26,353,914</u></u>	<u><u>25,136,020</u></u>
<b>Capital and reserves</b>			
Called up share capital	16	31,405	31,405
Profit and loss account	17	26,322,509	25,104,615
<b>Total shareholders' funds</b>		<u><u>26,353,914</u></u>	<u><u>25,136,020</u></u>

The directors consider that the Company is entitled to exemption from the requirement to have an audit under the provisions of section 479A of the Companies Act 2006.

The members have not required the Company to obtain an audit for the 52 week period 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 financial statements were approved and authorised for issue by the board and were signed on its behalf by:

DocuSigned by:  
  
 EDED1DEF55B7456...  
**L Judson**  
 Director

Date: 25 September 2023

The notes on pages 8 to 20 form part of these financial statements.

**BELCAN ENGINEERING SERVICES UK LIMITED****STATEMENT OF CHANGES IN EQUITY  
FOR THE 52 WEEK PERIOD ENDED 25 DECEMBER 2022**

	<b>Called up share capital</b>	<b>Profit and loss account</b>	<b>Total shareholders' funds</b>
	<b>£</b>	<b>£</b>	<b>£</b>
<b>At 1 January 2021</b>	31,405	23,795,438	23,826,843
<b>Comprehensive income for the financial period</b>			
Profit for the financial period	-	1,309,177	1,309,177
<b>At 26 December 2021 and 27 December 2021</b>	31,405	25,104,615	25,136,020
<b>Comprehensive income for the financial period</b>			
Profit for the financial period	-	1,217,894	1,217,894
<b>At 25 December 2022</b>	31,405	26,322,509	26,353,914

The notes on pages 8 to 20 form part of these financial statements.

## **BELCAN ENGINEERING SERVICES UK LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE 52 WEEK PERIOD ENDED 25 DECEMBER 2022**

#### **1. General information**

Belcan Engineering Services UK Limited (the "Company") is a private company, limited by shares and is incorporated and domiciled in Scotland. The address of its registered office is Nevis House, 1st Floor Hamilton International Park, 6 Lister Way, Blantyre, G72 0FT.

The financial statements are prepared in Sterling (£) which is the functional currency of the company. The financial statements are for the 52 week period ended 26 December 2022 (2021: 52 week period ended 26 December 2021).

The principal activity of the Company during the financial period was that of the provision of engineering services.

#### **2. Accounting policies**

##### **2.1 Basis of preparation of financial statements**

The financial statements have been prepared on a going concern basis, under the historical cost convention 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 judgment in applying the Company's accounting policies (see note 3).

The following principal accounting policies have been applied consistently throughout the period:

##### **2.2 Exemption from preparing consolidated financial statements**

The Company is a wholly-owned subsidiary of Belcan International Limited and is included in the consolidated financial statements of Belcan International Limited which are publicly available. Consequently, the Company has taken advantage of the exemption from preparing consolidated financial statements under the terms of section 400 of the Companies Act 2006.

##### **2.3 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 4 Balance Sheet paragraph 4.12(a)(iv);
- 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 Belcan International Limited as at 25 December 2022 and these financial statements may be obtained from Kelvin House, Rtc Business Park, London Road, Derby, England, DE24 8UP.

**BELCAN ENGINEERING SERVICES UK LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE 52 WEEK PERIOD ENDED 25 DECEMBER 2022**

**2. Accounting policies (continued)**

**2.4 Going concern**

The financial statements have been prepared on a going concern basis, which assumes that the Company continues in operational existence for a period of at least 12 months from the date the Balance Sheet is signed. The directors have reviewed the detailed budget and cash flow forecasts for the Company, for a period beyond one year from the date of approval of these financial statements. Based on this review the directors have concluded that the Company is able to meet its external liabilities as they fall due and that the going concern basis of preparation is therefore appropriate.

**2.5 Exemption from preparing consolidated financial statements**

The Company is a wholly-owned subsidiary of Belcan International Limited and is included in the consolidated financial statements of Belcan International Limited which are publicly available. Consequently, the Company has taken advantage of the exemption from preparing consolidated financial statements under the terms of section 400 of the Companies Act 2006.

**2.6 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 and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

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 Comprehensive Income except when deferred in other comprehensive income as qualifying cash flow hedges.

Foreign exchange gains and losses that relate to borrowings and cash and cash equivalents are presented in the Statement of Comprehensive Income within 'interest receivable and similar income' or 'interest payable and similar expenses'. All other foreign exchange gains and losses are presented in the Statement of Comprehensive Income within 'administrative expenses' or 'other operating income'.

## **BELCAN ENGINEERING SERVICES UK LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE 52 WEEK PERIOD ENDED 25 DECEMBER 2022**

#### **2. Accounting policies (continued)**

##### **2.7 Turnover**

Turnover 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. Turnover 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:

##### **Rendering of services**

Turnover 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 turnover 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.

##### **2.8 Interest income**

Interest income is recognised in the Statement of Comprehensive Income using the effective interest method.

##### **2.9 Finance costs**

Finance costs are charged to the Statement of Comprehensive Income over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

##### **2.10 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 Comprehensive Income when they fall due. Amounts not paid are shown in accruals as a liability in the Balance Sheet. The assets of the plan are held separately from the Company in independently administered funds.

##### **2.11 Government grants**

Government grants are recognised when it is reasonable to expect that the grants will be received and that all related conditions will be met, usually on submission of a valid claim for payment.

Government grants in respect of capital expenditure are credited to a deferred income account and are released to profit over the expected useful lives of the relevant assets by equal annual installments.

Grants of a revenue nature are credited to income so as to match them with the expenditure to which they relate.

## BELCAN ENGINEERING SERVICES UK LIMITED

### NOTES TO THE FINANCIAL STATEMENTS FOR THE 52 WEEK PERIOD ENDED 25 DECEMBER 2022

## 2. Accounting policies (continued)

### 2.12 Current and deferred taxation

The tax expense for the 52 week period comprises current and deferred tax. Tax is recognised in the Statement of Comprehensive Income 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.

### 2.13 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.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives.

The estimated useful lives range as follows:

Improvement to property	- Over the period of the lease
Fixtures and fittings	- 15% straight-line
Computer equipment	- 33% straight line

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 Comprehensive Income.

### 2.14 Investments

Investments in subsidiaries are measured at cost less accumulated impairment.

**BELCAN ENGINEERING SERVICES UK LIMITED****NOTES TO THE FINANCIAL STATEMENTS  
FOR THE 52 WEEK PERIOD ENDED 25 DECEMBER 2022****2. Accounting policies (continued)****2.15 Operating leases**

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

**2.16 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, loans to related parties and investments in ordinary shares.

Financial assets and liabilities are offset and the net amount reported in the Balance Sheet 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.

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

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported for assets and liabilities as at the reporting date and the amounts reported for revenues and expenses during the period. However, the nature of estimation means that actual outcomes could differ from those estimates.

There are not considered to be any estimates or judgements which have a material impact on the financial statements.

**4. Turnover**

The turnover and profit before taxation are attributable to the one principal activity of the Company.

Analysis of turnover by country of destination:

	<b>52 week period ended 25 December 2022 £</b>	<b>52 week period ended 26 December 2021 £</b>
United Kingdom	18,492,557	18,011,107
Rest of Europe	25,020	-
Rest of World	1,470,452	1,367,324
	<b>19,988,029</b>	<b>19,378,431</b>

**BELCAN ENGINEERING SERVICES UK LIMITED****NOTES TO THE FINANCIAL STATEMENTS  
FOR THE 52 WEEK PERIOD ENDED 25 DECEMBER 2022****5. Other operating income**

	<b>52 week period ended 25 December 2022 £</b>	<b>52 week period ended 26 December 2021 £</b>
RDEC claim	-	699,992
Furlough income	-	170,194
	<u>-</u>	<u>870,186</u>

**6. Operating profit**

The operating profit is stated after charging:

	<b>52 week period ended 25 December 2022 £</b>	<b>52 week period ended 26 December 2021 £</b>
Depreciation of tangible assets	417,874	593,820
Exchange differences	(610,217)	51,483
Operating lease rentals	385,127	284,000
Defined pension costs	285,165	508,676



**BELCAN ENGINEERING SERVICES UK LIMITED****NOTES TO THE FINANCIAL STATEMENTS  
FOR THE 52 WEEK PERIOD ENDED 25 DECEMBER 2022****7. Employees**

Staff costs were as follows:

	52 week period ended 25 December 2022 £	52 week period ended 26 December 2021 £
Wages and salaries	7,601,615	6,439,987
Social security costs	809,259	672,027
Other pension costs	285,165	508,676
	<u>8,696,039</u>	<u>7,620,690</u>

The average monthly number of employees, including the directors, during the financial period was as follows:

	52 week period ended 25 December 2022 No.	52 week period ended 26 December 2021 No.
Technical/engineering	167	154
Administration	24	12
	<u>191</u>	<u>166</u>

**8. Directors' remuneration**

The directors of the Company are remunerated for their services through the wider group and it is not considered possible to apportion those emoluments to the Company. The remuneration of the directors has been borne by Belcan International Limited.

**9. Interest receivable**

	52 week period ended 25 December 2022 £	52 week period ended 26 December 2021 £
Other interest receivable	5	3
	<u>5</u>	<u>3</u>

**BELCAN ENGINEERING SERVICES UK LIMITED****NOTES TO THE FINANCIAL STATEMENTS  
FOR THE 52 WEEK PERIOD ENDED 25 DECEMBER 2022****10. Tax on profit**

	<b>52 week period ended 25 December 2022 £</b>	<b>52 week period ended 26 December 2021 £</b>
<b>Corporation tax</b>		
Current tax on profits for the financial period	-	133,436
Adjustments in respect of prior periods	(55)	(85,602)
<b>Total current tax</b>	<b>(55)</b>	<b>47,834</b>
<b>Deferred tax</b>		
Origination and reversal of timing differences	34,055	(37,626)
Adjustments in respect of prior periods	(7,405)	3,178
<b>Total deferred tax</b>	<b>26,650</b>	<b>(34,448)</b>
<b>Total tax</b>	<b>26,595</b>	<b>13,386</b>

**Factors affecting tax charge for the 52 week period/period**

The tax assessed for the 52 week period is lower than (2021: lower than) the standard rate of corporation tax in the UK of 19.00% (2021: 19.00%). The differences are explained below:

	<b>52 week period ended 25 December 2022 £</b>	<b>52 week period ended 26 December 2021 £</b>
Profit before taxation	1,244,489	1,322,563
Profit before taxation multiplied by standard rate of corporation tax in the UK of 19.00% (2021: 19.00%)	236,453	251,287
<b>Effects of:</b>		
Rate changes	8,173	21,404
Expenses not deductible for tax purposes	1,396	25,700
Adjustments in respect of prior periods	(7,460)	(82,424)
Group relief	(224,999)	(202,581)
Fixed asset differences	13,032	-
<b>Total tax charge for the financial period</b>	<b>26,595</b>	<b>13,386</b>

**BELCAN ENGINEERING SERVICES UK LIMITED****NOTES TO THE FINANCIAL STATEMENTS  
FOR THE 52 WEEK PERIOD ENDED 25 DECEMBER 2022****10. Tax on profit (continued)****Factors that may affect future tax charges**

Changes to the UK corporation tax rates were substantively enacted as part of Finance Act 2021 (published on 24 May 2021, with royal assent received on 10 June 2021). This confirmed an increase to the corporation tax rate to 25% with effect from 1 April 2023. Deferred taxes at the reporting date have been calculated based on the corporation tax rate of 25% that is enacted at the reporting date.

**11. Tangible fixed assets**

	<b>Freehold property £</b>	<b>Fixtures and fittings £</b>	<b>Computer equipment £</b>	<b>Total £</b>
<b>Cost</b>				
At 27 December 2021	931,414	335,880	1,781,882	3,049,176
Additions	90,707	-	298,621	389,328
At 25 December 2022	<u>1,022,121</u>	<u>335,880</u>	<u>2,080,503</u>	<u>3,438,504</u>
<b>Accumulated depreciation</b>				
At 27 December 2021	241,527	126,934	1,513,909	1,882,370
Charge for the period	106,917	31,994	278,963	417,874
At 25 December 2022	<u>348,444</u>	<u>158,928</u>	<u>1,792,872</u>	<u>2,300,244</u>
<b>Net book value</b>				
At 25 December 2022	<u>673,677</u>	<u>176,952</u>	<u>287,631</u>	<u>1,138,260</u>
At 26 December 2021	<u>689,887</u>	<u>208,946</u>	<u>267,973</u>	<u>1,166,806</u>

**BELCAN ENGINEERING SERVICES UK LIMITED****NOTES TO THE FINANCIAL STATEMENTS  
FOR THE 52 WEEK PERIOD ENDED 25 DECEMBER 2022****12. Fixed asset investments**

	<b>Investments in subsidiary companies £</b>
<b>Cost and net book value</b>	
At 26 December 2021 and 27 December 2021	258,129
At 25 December 2022	<u>258,129</u>

**Subsidiary undertakings**

The following were subsidiary undertakings of the Company:

<b>Name</b>	<b>Registered office</b>	<b>Principal activity</b>	<b>Class of shares</b>	<b>Holding</b>
Belcan Engineering Services Germany GmbH	The Townhouse, Ludwig-Erhard-Ring 4, 15827 Blankenfelde- Mahlow, Germany	Engineering consultants	Ordinary	100%
Belcan Engineering Services Poland Sp. z.o.o.	Ul.PI. Wolnosci 13/2, 35-073 Rzeszow, Poland	Engineering consultants	Ordinary	100%

**13. Debtors: Amounts falling due within one year**

	<b>25 December 2022 £</b>	<b>26 December 2021 £</b>
Trade debtors	3,391,933	2,481,342
Amounts owed by group undertakings	31,572,791	26,747,967
Other debtors	5,254	7,852
Tax recoverable	744,400	1,267,790
Prepayments and accrued income	1,344,262	3,064,563
	<u>37,058,640</u>	<u>33,569,514</u>

Amounts owed by group undertakings are repayable on demand.

An impairment loss of £40,143 (52 week period ended 26 December 2021: £27,792) was recognised in administrative expenses against trade debtors during the period.

**BELCAN ENGINEERING SERVICES UK LIMITED****NOTES TO THE FINANCIAL STATEMENTS  
FOR THE 52 WEEK PERIOD ENDED 25 DECEMBER 2022****14. Creditors: Amounts falling due within one year**

	<b>25 December 2022 £</b>	<b>26 December 2021 £</b>
Trade creditors	102,269	295,108
Amounts owed to group undertakings	10,968,149	8,093,807
Other taxation and social security	982,139	1,201,306
Other creditors	292,978	277,386
Accruals and deferred income	824,165	1,420,062
	<u>13,169,700</u>	<u>11,287,669</u>

Amounts owed to group undertakings are payable on demand.

**15. Deferred taxation**

	<b>2022 £</b>
At beginning of the financial period	89,184
Charged to the Statement of Comprehensive Income	26,650
<b>At end of the financial period</b>	<u><b>115,834</b></u>

The provision for deferred taxation is made up as follows:

	<b>25 December 2022 £</b>	<b>26 December 2021 £</b>
Fixed asset timing differences	124,160	94,500
Short term timing differences	(8,326)	(5,316)
	<u>115,834</u>	<u>89,184</u>

**BELCAN ENGINEERING SERVICES UK LIMITED****NOTES TO THE FINANCIAL STATEMENTS  
FOR THE 52 WEEK PERIOD ENDED 25 DECEMBER 2022****16. Share capital**

	25 December 2022 £	26 December 2021 £
<b>Allotted, called up and fully paid</b>		
25,105 Ordinary shares of £1.00 each	25,105	25,105
6,300 Ordinary B shares of £1.00 each	6,300	6,300
	<u>31,405</u>	<u>31,405</u>

The classes of ordinary shares of have no restrictions on the distribution of dividends and the repayment of capital. They have one voting right per share.

**17. Reserves****Profit and loss account**

The profit and loss account reserve includes all current and prior period retained profit and losses.

**18. Pension commitments**

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 £285,165 (52 week period ended 26 December 2021: £508,676). Contributions totaling £56,046 (2021: £47,228) were payable to the fund at the reporting date and are included in creditors.

**19. Commitments under operating leases**

At the reporting date the Company had future minimum lease payments due under non-cancellable operating leases as follows:

	25 December 2022 £	26 December 2021 £
Not later than 1 year	735,142	455,021
Later than 1 year and not later than 5 years	1,437,675	1,111,525
	<u>2,172,817</u>	<u>1,566,546</u>

**20. Related party transactions**

Key management personnel are the directors of the Company who are remunerated by Belcan International Limited.

The Company has taken advantage of the exemption, contained in FRS 102 section 33 "Related Party Disclosures", from disclosing transactions with entities which are a wholly owned part of the Group.

**BELCAN ENGINEERING SERVICES UK LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE 52 WEEK PERIOD ENDED 25 DECEMBER 2022**

**21. Ultimate parent undertaking and controlling party**

The Company's immediate parent undertaking is Belcan International Limited. Belcan International Limited is the smallest group of undertakings for which consolidated financial statements are drawn up. Belcan International Limited's registered address is Kelvin House, Rtc Business Park, London Road, Derby, England, DE24 8UP.

The Company's ultimate parent undertaking and controlling party and the parent of the largest group to consolidate the financial statements is Propulsion Intermediate LP, a company incorporated in the United States of America.