

Elliott Hygiene Limited

**Annual Report and Unaudited Financial Statements
for the Year Ended 31 December 2021**

Elliott Hygiene Limited

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Elliott Hygiene Limited

Company Information

Directors JME Elliott
PM Elliott

Company secretary JME Elliott

Registered office 55 Raywell Street
Hull
East Yorkshire
HU2 8EP

Elliott Hygiene Limited

(Registration number: 04128686)

Balance Sheet as at 31 December 2021

| | Note | 2021 £ | 2020 £ |
|--|----------|------------------|------------------|
| Fixed assets | | | |
| Tangible assets | <u>5</u> | 68,255 | 73,770 |
| Current assets | | | |
| Stocks | <u>6</u> | 122,117 | 144,032 |
| Debtors | <u>7</u> | 319,216 | 299,086 |
| Cash at bank and in hand | | 101,469 | 37,775 |
| | | <u>542,802</u> | <u>480,893</u> |
| Creditors: Amounts falling due within one year | <u>8</u> | <u>(376,229)</u> | <u>(232,101)</u> |
| Net current assets | | <u>166,573</u> | <u>248,792</u> |
| Total assets less current liabilities | | 234,828 | 322,562 |
| Creditors: Amounts falling due after more than one year | <u>8</u> | (120,124) | (223,635) |
| Provisions for liabilities | | <u>(12,344)</u> | <u>(13,352)</u> |
| Net assets | | <u>102,360</u> | <u>85,575</u> |
| Capital and reserves | | | |
| Called up share capital | | 100 | 100 |
| Profit and loss account | | <u>102,260</u> | <u>85,475</u> |
| Shareholders' funds | | <u>102,360</u> | <u>85,575</u> |

For the financial year ending 31 December 2021 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the Board on 16 June 2022 and signed on its behalf by:

.....
JME Elliott
Company secretary and director

.....
PM Elliott
Director

Elliott Hygiene Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

1 General information

The company is a private company limited by share capital incorporated in England and Wales and the company registration number is 04128686.

The address of its registered office is:

55 Raywell Street
Hull
East Yorkshire
HU2 8EP

These financial statements were authorised for issue by the Board on 16 June 2022.

2 Accounting policies

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 have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

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 financial statements have been prepared in sterling and are rounded to the nearest pound.

Group accounts not prepared

The entity has taken the exemptions available to small Companies in FRS 102 section 1a not to prepare group accounts.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the provision of cleaning and hygiene services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

Government grants

Government grants which become receivable as compensation for expenses or losses already incurred, or for the purpose of giving immediate financial support to the entity with no future related costs, are recognised as income in the period in which they become receivable.

Tax

Taxation for the period comprises current and deferred tax. Tax is recognised in the Profit and Loss Account, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or

subsequently enacted by the reporting date in the countries where the company operates and generates taxable income.

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

Deferred tax represents the future tax consequences of transactions and events recognised in the finance statements of the current and previous periods. It is recognised in respect of all timing differences, within certain exceptions. Timing differences are differences between taxable profits and total comprehensive income as stated in the financial statements that arise from the inclusion of income and expense tax assessments in the periods different from those in which they are recognised in the financial statements. Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date that are expected to apply to the reversal of the timing differences. Deferred tax on revalued non-depreciable tangible fixed assets and investment properties is measured using the rates and allowances that apply to the sale of the asset.

Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

| Asset class | Depreciation method and rate |
|----------------------|-------------------------------------|
| Plant and machinery | 20% reducing balance |
| Fixture and fittings | 25% reducing balance |
| Motor vehicles | 25% reducing balance |
| Computer equipment | 5 years on cost |

Goodwill

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade debtors

Trade debtors are amounts due from customers for goods sold in the ordinary course of business.

Trade debtors are recognised initially at the transaction price less any bad debts. A provision for the bad debts 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.

Elliott Hygiene Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

Elliott Hygiene Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 14 (2020 - 14).

4 Intangible assets

| | Goodwill £ | Total £ |
|--------------------------|---------------|------------|
| Cost or valuation | | |
| At 1 January 2021 | 60,000 | 60,000 |
| At 31 December 2021 | 60,000 | 60,000 |
| Amortisation | | |
| At 1 January 2021 | 60,000 | 60,000 |
| At 31 December 2021 | 60,000 | 60,000 |
| Carrying amount | | |
| At 31 December 2021 | - | - |

Elliott Hygiene Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

5 Tangible assets

| | Furniture, fittings and equipment £ | Motor vehicles £ | Total £ |
|--------------------------|--|---------------------|------------|
| Cost or valuation | | | |
| At 1 January 2021 | 100,288 | 79,621 | 179,909 |
| Additions | 15,751 | - | 15,751 |
| Disposals | - | (10,700) | (10,700) |
| At 31 December 2021 | 116,039 | 68,921 | 184,960 |
| Depreciation | | | |
| At 1 January 2021 | 77,603 | 28,535 | 106,138 |
| Charge for the year | 7,157 | 12,735 | 19,892 |
| Eliminated on disposal | - | (9,325) | (9,325) |
| At 31 December 2021 | 84,760 | 31,945 | 116,705 |
| Carrying amount | | | |
| At 31 December 2021 | 31,279 | 36,976 | 68,255 |
| At 31 December 2020 | 22,684 | 51,086 | 73,770 |

6 Stocks

| | 2021 £ | 2020 £ |
|-------------------|-----------|-----------|
| Other inventories | 122,117 | 144,032 |

7 Debtors

| | Note | 2021 £ | 2020 £ |
|---|------|-----------|-----------|
| Trade debtors | | 191,805 | 128,586 |
| Amounts owed by group undertakings and undertakings in which the company has a participating interest | 11 | 126,676 | 155,484 |
| Prepayments and accrued income | | 735 | 15,016 |
| Total current trade and other debtors | | 319,216 | 299,086 |

Elliott Hygiene Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

8 Creditors

| | Note | 2021 £ | 2020 £ |
|---|----------|----------------|----------------|
| Due within one year | | | |
| Bank loans and overdrafts | <u>9</u> | 59,577 | 15,132 |
| Trade creditors | | 247,493 | 163,109 |
| Taxation and social security | | 48,386 | 41,466 |
| Other creditors | | 15,175 | 5,539 |
| Accruals and deferred income | | 4,220 | 6,855 |
| Other borrowings | <u>9</u> | 1,378 | - |
| | | <u>376,229</u> | <u>232,101</u> |
| Due after one year | | | |
| Loans and borrowings | <u>9</u> | 119,614 | 223,635 |
| Other non-current financial liabilities | | 510 | - |
| | | <u>120,124</u> | <u>223,635</u> |

9 Loans and borrowings

| | 2021 £ | 2020 £ |
|--|----------------|----------------|
| Non-current loans and borrowings | | |
| Bank borrowings | 107,407 | 196,296 |
| Obligations under hire purchase agreements | 12,207 | 27,339 |
| | <u>119,614</u> | <u>223,635</u> |

| | 2021 £ | 2020 £ |
|--|---------------|---------------|
| Current loans and borrowings | | |
| Bank borrowings | 44,445 | - |
| Obligations under hire purchase agreements | 15,132 | 15,132 |
| Other borrowings | 1,378 | - |
| | <u>60,955</u> | <u>15,132</u> |

Hire purchase liabilities are secured against the assets that they relate to. Bank borrowings are unsecured. Other borrowings relate to unsecured Director loans.

Included in the loans and borrowings are the following amounts due after more than five years:

Other loans after five years

CBIL loan repayable on a repayment term of up to 6 years with an interest rate of 2.5%. The amount due after 5 years is £Nil (2020: £196,296).

Elliott Hygiene Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

10 Financial commitments, guarantees and contingencies

Amounts not provided for in the balance sheet

The total amount of financial commitments not included in the balance sheet is £20,978 (2020 - £26,939).

11 Related party transactions

Other transactions with directors

At the year end the following amounts were due to the Director:

JME Elliott £1,378 (2020: £Nil)

The amount is unsecured, interest-free and repayable on demand.

Summary of transactions with parent

The company has taken advantage of the exemption available in FRS 102 Section 1a from disclosing transactions with their parent entity, Elliott Hygiene Holdings Limited.

Summary of transactions with other related parties

Elliott's Hygiene Limited (a Company with Directors in common)

At the year end, the amount due from Elliott's Hygiene Limited was £10,000 (2020: £Nil). The amount is unsecured, interest-free and repayable on demand.

JMEE Holdings Limited (a Company with Directors in common)

At the year end, the amount due from JMEE Holdings Limited £210 (2020: £Nil). The amount is unsecured, interest-free and repayable on demand.

12 Parent and ultimate parent undertaking

The company's immediate parent is Elliott Hygiene Holdings Limited, incorporated in England and Wales.

These financial statements are available upon request from 55 Raywell Street, Hull, East Yorkshire, HU2 8EP.

The registered office of the parent undertaking is:

55 Raywell Street

Hull

East Yorkshire

HU2 8EP

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