

LRES-UK LTD

UNAUDITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2025

LRES-UK LTD
REGISTERED NUMBER: 07980124

BALANCE SHEET
AS AT 31 MARCH 2025

	Note	2025 £	<i>As restated</i> 2024 £
Fixed assets			
Tangible assets	4	291,112	326,498
Current assets			
Stocks		13,598	12,000
Debtors	5	1,803,744	1,927,725
Cash at bank and in hand		273,823	97,496
		<u>2,091,165</u>	<u>2,037,221</u>
Creditors: amounts falling due within one year	6	<u>(1,512,435)</u>	<u>(1,007,569)</u>
Net current assets		<u>578,730</u>	<u>1,029,652</u>
Total assets less current liabilities		<u>869,842</u>	<u>1,356,150</u>
Creditors: amounts falling due after more than one year	7	(32,898)	(97,029)
Provisions for liabilities			
Deferred tax		(68,547)	(81,624)
Net assets		<u><u>768,397</u></u>	<u><u>1,177,497</u></u>
Capital and reserves			
Called up share capital		128	128
Profit and loss account		768,269	1,177,369
		<u><u>768,397</u></u>	<u><u>1,177,497</u></u>

BALANCE SHEET (CONTINUED)
AS AT 31 MARCH 2025

The directors consider that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and 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 financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

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 comprehensive income 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 on 12 August 2025.

T C Rowland
Director

The notes on pages 3 to 10 form part of these financial statements.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025**

1. General information

Lres-UK Ltd is a private company limited by shares, incorporated in England and Wales (registered number 07980124). Its registered office is 44 Wilson Street, Sheffield, S3 8DD. The principal activity of the Company throughout the year continued to be that of the treatment and disposal of non-hazardous waste.

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 FRS 102 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland' and the requirements of the Companies Act 2006. The disclosure requirements of Section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The Company's functional and presentation currency is pounds sterling.

The following principal accounting policies have been applied:

2.2 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:

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.

2.3 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.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025**

2. Accounting policies (continued)

2.4 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 profit or loss 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.

2.5 Current and deferred taxation

Tax is recognised in the Statement of Income and Retained Earnings.

The current tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the balance sheet 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 Balance Sheet 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.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

2. Accounting policies (continued)

2.6 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, as follows: .

Depreciation is provided on the following basis:

Freehold property	-	50%	reducing balance
Plant and machinery	-	50%	reducing balance
Motor vehicles	-	25%	reducing balance
Fixtures and fittings	-	20%	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 profit or loss.

2.7 Revaluation of tangible fixed assets

Individual freehold and leasehold properties are carried at current year value at fair value at the date of the revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses. Revaluations are undertaken with sufficient regularity to ensure the carrying amount does not differ materially from that which would be determined using fair value at the balance sheet date.

Fair values are determined from market based evidence normally undertaken by professionally qualified valuers.

Revaluation gains and losses are recognised in other comprehensive income unless losses exceed the previously recognised gains or reflect a clear consumption of economic benefits, in which case the excess losses are recognised in profit or loss.

2.8 Stocks

Stocks are stated at the lower of cost and net realisable value, 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.

At each balance sheet 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 profit or loss.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

2. Accounting policies (continued)

2.9 Financial instruments

The company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities such as bank and cash balances, trade and other accounts receivable and payable, loans from banks and other third parties and loans to and from related parties.

Debt instruments (other than those wholly repayable or receivable within one year), including loans and other accounts receivable and payable, are initially measured at the transaction price and subsequently at amortised cost using the effective interest method. Debt instruments that are payable or receivable within one year, typically trade payables or receivables, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received. However, if the arrangements of a short-term instrument constitute a financing transaction, the financial asset or liability is measured, initially, at the present value of the future cash flow discounted at a market rate of interest for a similar debt instrument and subsequently at amortised cost.

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. Employees

The average monthly number of employees, including directors, during the year was 41 (2024 - 35).

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025**

4. Tangible fixed assets

	Property Improvement £	Plant and machinery (as restated) £	Motor vehicles (as restated) £	Fixtures and fittings £	Total (as restated) £
Cost or valuation					
At 1 April 2024	14,442	303,082	325,361	17,343	660,228
Additions	10,925	3,287	155,450	10,232	179,894
Disposals	-	(127,500)	(88,445)	-	(215,945)
At 31 March 2025	<u>25,367</u>	<u>178,869</u>	<u>392,366</u>	<u>27,575</u>	<u>624,177</u>
Depreciation					
At 1 April 2024	13,160	169,075	139,209	12,287	333,731
Charge for the year on owned assets	3,247	11,196	51,725	2,459	68,627
Charge for the year on financed assets	-	19,625	15,464	-	35,089
Disposals	-	(63,843)	(40,539)	-	(104,382)
At 31 March 2025	<u>16,407</u>	<u>136,053</u>	<u>165,859</u>	<u>14,746</u>	<u>333,065</u>
Net book value					
At 31 March 2025	<u>8,960</u>	<u>42,816</u>	<u>226,507</u>	<u>12,829</u>	<u>291,112</u>
At 31 March 2024	<u>1,282</u>	<u>134,007</u>	<u>186,153</u>	<u>5,056</u>	<u>326,498</u>

The net book value of assets held under finance leases or hire purchase contracts, included above, are as follows:

	2025 £	2024 £
Plant and machinery	25,324	44,949
Motor vehicles	46,392	87,856
	<u>71,716</u>	<u>132,805</u>

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

5. Debtors

	2025 £	2024 £
Trade debtors	879,253	1,318,852
Other debtors	859,870	608,873
Prepayments and accrued income	64,621	-
	<u>1,803,744</u>	<u>1,927,725</u>

6. Creditors: Amounts falling due within one year

	2025 £	<i>As restated</i> 2024 £
Bank loans	10,058	-
Trade creditors	572,838	534,450
Corporation tax	120,733	98,877
Other taxation and social security	286,246	309,695
Obligations under finance lease and hire purchase contracts	34,252	43,772
Proceeds of factored debts	202,592	(33,403)
Other creditors	43,724	16,884
Accruals and deferred income	241,992	37,294
	<u>1,512,435</u>	<u>1,007,569</u>

Included within creditors falling due within one year are secured liabilities in respect of net obligations under finance leases and hire purchase contracts of £34,252 (2024: £43,772). These are secured against the relevant assets.

7. Creditors: Amounts falling due after more than one year

	2025 £	2024 £
Bank loans	1,609	19,100
Net obligations under finance leases and hire purchase contracts	31,289	77,929
	<u>32,898</u>	<u>97,029</u>

Included within creditors falling due greater than one year are secured liabilities in respect of net obligations under finance leases and hire purchase contracts of £31,289 (2024: £77,929). These are secured against the relevant assets.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

8. Deferred taxation

	2025 £	2024 £
At beginning of year	81,624	58,779
Charged to profit or loss	(13,077)	22,845
At end of year	68,547	81,624

The provision for deferred taxation is made up as follows:

	2025 £	2024 £
Accelerated capital allowances	70,081	81,624
Pension surplus	(1,534)	-
	68,547	81,624

The 2024 figures above have been restated. See the separate note for details.

9. Share capital

	2025 £	2024 £
Allotted, called up and fully paid		
12,820 (2024 - 12,820) Ordinary shares shares of £0.01 each	128	128

A share for share exchange took place in May 2024, where by the shareholders transferred all shares to a holding company, in exchange for the same number of shares in the holding company.

10. Pension commitments

The Company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the Company in an independently administered fund. The pension cost charge represents contributions payable by the Company to the fund and amounted to £124,847. Contributions totalling £6,134 were payable to the fund at the balance sheet date and are included in creditors.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

11. Commitments under operating leases

At 31 March 2025 the Company had future minimum lease payments due under non-cancellable operating leases for each of the following periods:

	2025 £	2024 £
Not later than 1 year	89,261	67,413
Later than 1 year and not later than 5 years	141,417	206,677
Later than 5 years	2,000	26,000
	<u>232,678</u>	<u>300,090</u>

12. Controlling party

The ultimate holding company of Lres-UK Ltd is Lres-UK Holding Limited whose registered office is 44 Wilson Street, Sheffield, S3 8DD.

13. Prior Year Adjustment

During the year ended 31 March 2022, the company elected to move to a revaluation model for fixed assets within the Motor Vehicles and Plant and Machinery categories.

As time has elapsed it has become increasingly difficult to obtain appropriate market values for these assets in a commercial and timely manner. Accordingly, the company has decided to revert back to a cost model for all fixed assets, and as this represents a change in accounting policy, the prior figures have been restated.

The impact of this change on the accounts already presented at 31 March 2024, includes the removal of the separate revaluation reserve of £118,994, a reduction in the net book value of Plant & Machinery of £140,817, a reduction in the net book value of Motor Vehicles of £16,786, and a reduction in deferred tax provisions of £39,401. There has been no impact on the company's profit and loss reserves or tax position.

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