

# Andusia Holdings Limited

Annual Report and Consolidated Financial Statements

for the Year Ended 31 March 2017

Bulley Davey Limited  
Registered Auditors  
1 - 4 London Road  
Spalding  
Lincolnshire  
PE11 2TA

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# **Andusia Holdings Limited**

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# **Andusia Holdings Limited**

## **Company Information**

**Directors** Mr Stewart Neil Brackenbury  
Mr Stephen John Burton

**Registered office** The Town House  
114-116 Fore Street  
Hertford  
Hertfordshire  
England  
SG14 1AJ

**Solicitors** Roythornes Limited  
Enterprise Way  
Pinchbeck  
Spalding  
Lincolnshire  
PE11 3YR

**Bankers** HSBC Bank plc  
Coventry DSC  
Harry Weston Road  
Binley  
Coventry  
CV3 2TQ

**Auditors** Bulley Davey Limited  
Registered Auditors  
1 - 4 London Road  
Spalding  
Lincolnshire  
PE11 2TA

## **Andusia Holdings Limited**

### **Strategic Report for the Year Ended 31 March 2017**

The directors present their strategic report for the year ended 31 March 2017.

#### **Principal activity**

The principal activity of the company is the export of Refuse Derived Fuels (RDF)

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

As shown in the consolidated profit and loss account, the profit for the period after taxation is £1,793,252 (2016 - £1,445,481). The profit for the period is wholly from the continuous operations of the company all of which are derived from the principle activities of the group.

The consolidated balance sheet shows shareholders' funds amounting to £2,046,780 (2016 - £2,218,394).

The group's key financial and other performance indicators during the year were as follows:

	<b>Unit</b>	<b>2017</b>	<b>2016</b>
Turnover	£	17,253,098	17,446,908
Gross profit margin	%	17	13
Profit before tax	£	2,239,677	1,809,915

#### **Principal risks and uncertainties**

The company manages the risk it faces by measured purchasing, tight management controls and open customer discussions.

#### **Financial instruments**

#### ***Objectives and policies***

As for many businesses of this size the risks and uncertainties which it faces are constantly changing due to the nature of the business environment in which it operates. With this in mind, we are aware that any plans for the future development of the business may be subject to unforeseen future events outside of our control.

## Andusia Holdings Limited

### Strategic Report for the Year Ended 31 March 2017

#### *Price risk, credit risk, liquidity risk and cash flow risk*

The business' principal financial instruments comprise of bank balances, forward contracts, trade debtors and trade creditors. The main purpose of these instruments is to finance the business' operations.

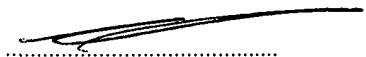
In respect of bank balances, the liquidity risk is managed by ensuring there is facility available to meet all payments before they are made.

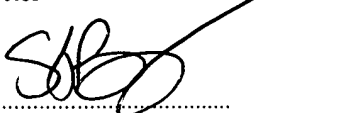
Forward contracts are used to safeguard against adverse changes in foreign exchange rates and stabilise these effects on the profit and loss.

Trade debtors are managed in respect of credit and cash flow risk by policies concerning the credit offered to customers and the regular monitoring of amounts outstanding for both time and credit limits. The amounts presented in the balance sheet are net of allowances for doubtful debtors.

Trade creditors' liquidity risk is managed by ensuring sufficient funds are available to meet amounts due.

Approved by the Board on 26 May 17 and signed on its behalf by:

  
.....  
Mr Stewart Neil Brackenbury  
Director

  
.....  
Mr Stephen John Burton  
Director

## **Andusia Holdings Limited**

### **Directors' Report for the Year Ended 31 March 2017**

The directors present their report and the for the year ended 31 March 2017.

#### **Directors of the group**

The directors who held office during the year were as follows:

Mr Stewart Neil Brackenbury

Mr Stephen John Burton

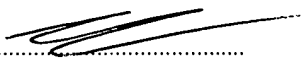
#### **Dividends**


The directors recommend a final dividend payment of £1,500,000 be made in respect of the financial year ended 31 March 2017. This dividend has not been recognised as a liability in the financial statements.

#### **Disclosure of information to the auditor**

Each director has taken steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information. The directors confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

Approved by the Board on 26 May 17 and signed on its behalf by:

  
.....  
Mr Stewart Neil Brackenbury  
Director

  
.....  
Mr Stephen John Burton  
Director

## **Andusia Holdings Limited**

### **Statement of Directors' Responsibilities**

The directors acknowledge their responsibilities for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have 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 directors must not approve the financial statements unless they are 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 directors are 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 directors are 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 them to ensure that the financial statements comply with the Companies Act 2006. They are 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.

## **Andusia Holdings Limited**

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

We have audited the financial statements of Andusia Holdings Limited for the year ended 31 March 2017, set out on pages 8 to 29. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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.

#### **Respective responsibilities of directors and auditor**

As explained more fully in the Statement of Directors' Responsibilities (set out on page 5), the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors to the financial statements.

#### **Scope of the audit of the financial statements**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Annual Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

#### **Opinion on the financial statements**

In our opinion the financial statements:

- give a true and fair view of the state of the group's and the company's affairs as at 31 March 2017 and of the group's 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.

#### **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 Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and Directors' Report have been prepared in accordance with applicable legal requirements.

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 Directors' Report.



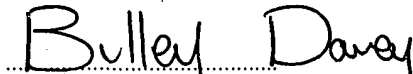
## Andusia Holdings Limited

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

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

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept by the company, or returns adequate for our audit have not been received from branches not visited by us; or
- the company 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.



A R Atkins (Senior Statutory Auditor)

For and on behalf of ~~Bulley Davey Limited~~, Statutory Auditor

1 - 4 London Road  
Spalding  
Lincolnshire  
PE11 2TA

Date: 13/06/17

# Andusia Holdings Limited

## Consolidated Profit and Loss Account for the Year Ended 31 March 2017

	Note	2017 £	2016 £
Turnover	3	17,253,098	17,446,908
Cost of sales		<u>(14,332,850)</u>	<u>(15,237,526)</u>
Gross profit		2,920,248	2,209,382
Administrative expenses		<u>(682,946)</u>	<u>(403,413)</u>
Operating profit	4	<u>2,237,302</u>	<u>1,805,969</u>
Other interest receivable and similar income	5	2,375	4,305
Interest payable and similar charges	6	<u>-</u>	<u>(360)</u>
		<u>2,375</u>	<u>3,945</u>
Profit before tax		2,239,677	1,809,914
Taxation	9	<u>(446,425)</u>	<u>(364,433)</u>
Profit for the financial year		<u>1,793,252</u>	<u>1,445,481</u>
<b>Profit/(loss) attributable to:</b>			
Owners of the company		<u>1,793,252</u>	<u>1,445,481</u>

The notes on pages 15 to 29 form an integral part of these financial statements.

# Andusia Holdings Limited

## Consolidated Statement of Comprehensive Income for the Year Ended 31 March 2017

	Note	2017 £	2016 £
Profit for the year		<u>1,793,252</u>	<u>1,445,481</u>
Surplus/(deficit) on revaluation of other assets		66,216	(159,596)
Foreign currency translation gains/(losses)		<u>(331,081)</u>	<u>775,751</u>
		<u>(264,865)</u>	<u>616,155</u>
Total comprehensive income for the year		<u>1,528,387</u>	<u>2,061,636</u>
<b>Total comprehensive income attributable to:</b>			
Owners of the company		<u>1,528,387</u>	<u>2,061,636</u>

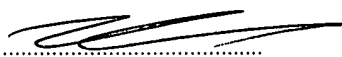
The notes on pages 15 to 29 form an integral part of these financial statements.

# Andusia Holdings Limited

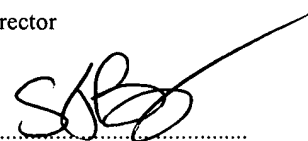
(Registration number: 09154504)  
Consolidated Balance Sheet as at 31 March 2017

	Note	2017 £	2016 £
<b>Fixed assets</b>			
Tangible assets	10	16,158	11,736
Investments	11	3	1
		<u>16,161</u>	<u>11,737</u>
<b>Current assets</b>			
Debtors	12	2,066,865	2,672,968
Cash at bank and in hand		<u>3,319,682</u>	<u>3,302,700</u>
		5,386,547	5,975,668
<b>Creditors: Amounts falling due within one year</b>	14	<u>(3,355,928)</u>	<u>(3,700,448)</u>
<b>Net current assets</b>		<u>2,030,619</u>	<u>2,275,220</u>
<b>Total assets less current liabilities</b>		2,046,780	2,286,957
<b>Provisions for liabilities</b>	15	-	(68,563)
<b>Net assets</b>		<u>2,046,780</u>	<u>2,218,394</u>
<b>Capital and reserves</b>			
Called up share capital	16	100	100
Merger reserve	17	1,169,808	1,169,808
Other reserves	17	-	(66,216)
Profit and loss account	17	<u>876,872</u>	<u>1,114,702</u>
Equity attributable to owners of the company		<u>2,046,780</u>	<u>2,218,394</u>
<b>Total equity</b>		<u>2,046,780</u>	<u>2,218,394</u>

Approved and authorised by the Board on 26 May 17 and signed on its behalf by:



Mr Stewart Neil Brackenbury  
Director



Mr Stephen John Burton  
Director

# Andusia Holdings Limited

(Registration number: 09154504)  
Balance Sheet as at 31 March 2017

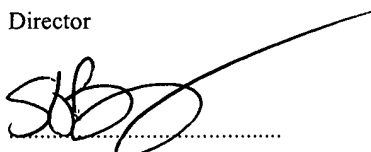
	Note	2017 £	2016 £
<b>Fixed assets</b>			
Investments	11	5	3
<b>Current assets</b>			
Debtors	12	98	98
<b>Creditors: Amounts falling due within one year</b>	14	<u>(3)</u>	<u>(1)</u>
<b>Net current assets</b>		<u>95</u>	<u>97</u>
<b>Net assets</b>		<u>100</u>	<u>100</u>
<b>Capital and reserves</b>			
Called up share capital		<u>100</u>	<u>100</u>
<b>Total equity</b>		<u>100</u>	<u>100</u>

The company made a profit after tax for the financial year of £1,700,000 (2016 - profit of £1,000,000).

Approved and authorised by the Board on 26 May 17 and signed on its behalf by:



Mr Stewart Neil Brackenbury  
Director



Mr Stephen John Burton  
Director

**Andusia Holdings Limited**

**Consolidated Statement of Changes in Equity for the Year Ended 31 March 2017**  
**Equity attributable to the parent company**

	Share capital £	Merger reserve £	Other reserves £	Profit and loss account £	Total £	Total equity £
At 1 April 2016	100	1,169,808	(66,216)	1,114,701	2,218,393	2,218,393
Profit for the year	-	-	-	1,793,252	1,793,252	1,793,252
Other comprehensive income	-	-	66,216	(331,081)	(264,865)	(264,865)
Total comprehensive income	-	-	66,216	1,462,171	1,528,387	1,528,387
Dividends	-	-	-	(1,700,000)	(1,700,000)	(1,700,000)
At 31 March 2017	100	1,169,808	-	876,872	2,046,780	2,046,780
	Share capital £	Merger reserve £	Other reserves £	Profit and loss account £	Total £	Total equity £
At 1 April 2015	100	1,169,808	93,380	(106,530)	1,156,758	1,156,758
Profit for the year	-	-	-	1,445,481	1,445,481	1,445,481
Other comprehensive income	-	-	(159,596)	775,751	616,155	616,155
Total comprehensive income	-	-	(159,596)	2,221,232	2,061,636	2,061,636
Dividends	-	-	-	(1,000,000)	(1,000,000)	(1,000,000)
At 31 March 2016	100	1,169,808	(66,216)	1,114,702	2,218,394	2,218,394

# Andusia Holdings Limited

## Statement of Changes in Equity for the Year Ended 31 March 2017

	Share capital £	Profit and loss account £	Total £
At 1 April 2016	100	-	100
Profit for the year	-	1,700,000	1,700,000
Total comprehensive income	-	1,700,000	1,700,000
Dividends	-	(1,700,000)	(1,700,000)
At 31 March 2017	100	-	100
	Share capital £	Profit and loss account £	Total £
At 1 April 2015	100	-	100
Profit for the year	-	1,000,000	1,000,000
Total comprehensive income	-	1,000,000	1,000,000
Dividends	-	(1,000,000)	(1,000,000)
At 31 March 2016	100	-	100

# Andusia Holdings Limited

## Consolidated Statement of Cash Flows for the Year Ended 31 March 2017

	Note	2017 £	(As restated) 2016 £
<b>Cash flows from operating activities</b>			
Profit for the year		1,793,252	1,445,481
Adjustments to cash flows from non-cash items			
Depreciation and amortisation	4	5,858	3,912
Finance income	5	(2,375)	(4,305)
Finance costs	6	-	360
Income tax expense	9	446,425	364,433
		<u>2,243,160</u>	<u>1,809,881</u>
Working capital adjustments			
Decrease/(increase) in trade debtors(exc. unrealised gains)	12	275,021	(8,384)
(Decrease)/increase in trade creditors(exc. unrealised losses)	14	<u>(250,161)</u>	<u>119,201</u>
Cash generated from operations		2,268,020	1,920,698
Income taxes paid	9	<u>(543,131)</u>	<u>(312,511)</u>
Net cash flow from operating activities		<u>1,724,889</u>	<u>1,608,187</u>
<b>Cash flows from investing activities</b>			
Interest received		2,375	4,305
Acquisitions of tangible assets		<u>(10,282)</u>	<u>(5,671)</u>
Net cash flows from investing activities		<u>(7,907)</u>	<u>(1,366)</u>
<b>Cash flows from financing activities</b>			
Interest paid	6	-	(360)
Dividends paid		<u>(1,700,000)</u>	<u>(1,000,000)</u>
Net cash flows from financing activities		<u>(1,700,000)</u>	<u>(1,000,360)</u>
Net increase in cash and cash equivalents		16,982	606,461
Cash and cash equivalents at 1 April		<u>3,302,700</u>	<u>2,696,239</u>
Cash and cash equivalents at 31 March		<u><u>3,319,682</u></u>	<u><u>3,302,700</u></u>

The notes on pages 15 to 29 form an integral part of these financial statements.



## **Andusia Holdings Limited**

### **Notes to the Financial Statements for the Year Ended 31 March 2017**

#### **1 General information**

The company is a private company limited by share capital incorporated in England and Wales.

The address of its registered office is:

The Town House  
114-116 Fore Street  
Hertford  
Hertfordshire  
England  
SG14 1AJ

The principal place of business is the same as the registered office.

#### **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 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.

## **Andusia Holdings Limited**

### **Notes to the Financial Statements for the Year Ended 31 March 2017**

#### **Basis of consolidation**

The consolidated financial statements consolidate the financial statements of the company and its subsidiary undertakings drawn up to 31 March 2017.

A subsidiary is an entity controlled by the company. Control is achieved where the company has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities.

The results of subsidiaries acquired or disposed of during the year are included in the Profit and Loss Account from the effective date of acquisition or up to the effective date of disposal, as appropriate. Where necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the group.

The purchase method of accounting is used to account for business combinations that result in the acquisition of subsidiaries by the group. The cost of a business combination is measured as the fair value of the assets given, equity instruments issued and liabilities incurred or assumed at the date of exchange, plus costs directly attributable to the business combination. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date. Any excess of the cost of the business combination over the acquirer's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities recognised is recorded as goodwill.

Inter-company transactions, balances and unrealised gains on transactions between the company and its subsidiaries, which are related parties, are eliminated in full.

Intra-group losses are also eliminated but may indicate an impairment that requires recognition in the consolidated financial statements.

Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the group. Non-controlling interests in the net assets of consolidated subsidiaries are identified separately from the group's equity therein. Non-controlling interests consist of the amount of those interests at the date of the original business combination and the non-controlling shareholder's share of changes in equity since the date of the combination.

#### **Going concern**

The financial statements have been prepared on a going concern basis.

#### **Judgements**

Preparation of the financial statements requires management to make judgements and estimates. It has been deemed that none of these judgements have a significant effect on the financial statements.

#### **Revenue recognition**

Turnover represents amounts chargeable, net of value added tax, in respect of the sale of services to customers.

The company's turnover is derived from the provision of RDF disposal services on behalf of their customers and is recognised at the point where such products are received by the company.

#### **Foreign currency transactions and balances**

Transactions in foreign currencies are recorded at the exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated at the closing rates at the balance sheet date. All exchange differences are included in the profit and loss account. Non-monetary assets and liabilities remain recorded at the spot rate of the transaction and are not retranslated.

#### **Tax**

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, 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 substantively enacted by the reporting date in the countries where the group operates and generates taxable income.

## Andusia Holdings Limited

### Notes to the Financial Statements for the Year Ended 31 March 2017

Deferred income tax is recognised on all timing differences arising between the tax bases of assets and liabilities and their carrying amounts in the consolidated financial statements and on unused tax losses or tax credits in the Group. Deferred income tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

The carrying amount of deferred tax assets are reviewed at each reporting date and a valuation allowance is set up against deferred tax assets so that the net carrying amount equals the highest amount that is more likely than not to be recovered based on current or future taxable profit.

#### **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 over their estimated useful lives, as follows:

<b>Asset class</b>	<b>Depreciation method and rate</b>
Office equipment	25% reducing balance

#### **Business combinations**

Business combinations are accounted for using the purchase method. The consideration for each acquisition is measured at the aggregate of the fair values at acquisition date of assets given, liabilities incurred or assumed, and equity instruments issued by the group in exchange for control of the acquired, plus any costs directly attributable to the business combination. When a business combination agreement provides for an adjustment to the cost of the combination contingent on future events, the group includes the estimated amount of that adjustment in the cost of the combination at the acquisition date if the adjustment is probable and can be measured reliably.

#### **Investments**

Investments in equity shares which are publicly traded or where the fair value can be measured reliably are initially measured at fair value, with changes in fair value recognised in profit or loss. Investments in equity shares which are not publicly traded and where fair value cannot be measured reliably are measured at cost less impairment.

Interest income on debt securities, where applicable, is recognised in income using the effective interest method. Dividends on equity securities are recognised in income when receivable.

#### **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.

#### **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 group will not be able to collect all amounts due according to the original terms of the receivables.

#### **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 group 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.

## **Andusia Holdings Limited**

### **Notes to the Financial Statements for the Year Ended 31 March 2017**

#### **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 group has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

#### **Financial instruments**

Where financial instruments are recognised at fair value, a valuation technique is used with any gains or losses being reported in the statement of comprehensive income. Outstanding financial instruments at the reporting date are included under the appropriate format heading depending on the nature of the instrument.

Where financial instruments are recognised at amortised cost, these are recognised using the effective interest method less any provisions for impairment.

#### **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.

## Andusia Holdings Limited

### Notes to the Financial Statements for the Year Ended 31 March 2017

#### 3 Revenue

The analysis of the group's revenue for the year from continuing operations is as follows:

	2017 £	2016 £
Rendering of services	<u>17,253,098</u>	<u>17,446,908</u>

#### 4 Operating profit

Arrived at after charging/(crediting)

	2017 £	2016 £
Auditor's remuneration - The audit of the group's annual accounts	7,000	7,000
Auditors' remuneration - non audit work	787	2,000
Accountancy fees	2,113	-
Foreign currency (gains)/losses	15,896	(42,942)
Depreciation expense	5,858	3,912
Rent	<u>39,250</u>	<u>26,400</u>

#### 5 Other interest receivable and similar income

	2017 £	2016 £
Interest income on bank deposits	<u>2,375</u>	<u>4,305</u>

#### 6 Interest payable and similar expenses

	2017 £	2016 £
Interest on bank overdrafts and borrowings	-	1
Interest expense on other finance liabilities	<u>-</u>	<u>359</u>
	<u>-</u>	<u>360</u>

# Andusia Holdings Limited

## Notes to the Financial Statements for the Year Ended 31 March 2017

### 7 Staff costs

The aggregate payroll costs (including directors' remuneration) were as follows:

	2017 £	2016 £
Wages and salaries	337,102	197,082
Social security costs	31,732	14,785
Other employee expense	5,644	17,064
	<u>374,478</u>	<u>228,931</u>

The average number of persons employed by the group (including directors) during the year, analysed by category was as follows:

	2017 No.	2016 No.
Administration and support	<u>10</u>	<u>8</u>

### 8 Directors' remuneration

The directors' remuneration for the year was as follows:

	2017 £	2016 £
Remuneration	<u>16,128</u>	<u>16,128</u>

# Andusia Holdings Limited

## Notes to the Financial Statements for the Year Ended 31 March 2017

### 9 Taxation

Tax charged/(credited) in the income statement

	2017 £	2016 £
<b>Current taxation</b>		
UK corporation tax	448,772	362,086
<b>Deferred taxation</b>		
Arising from origination and reversal of timing differences	(2,347)	2,347
Tax expense in the income statement	<u>446,425</u>	<u>364,433</u>

The tax on profit before tax for the year is higher than the standard rate of corporation tax in the UK (2016 - higher than the standard rate of corporation tax in the UK) of 20% (2016 - 20%).

The differences are reconciled below:

	2017 £	2016 £
Profit before tax	<u>2,239,677</u>	<u>1,809,914</u>
Corporation tax at standard rate	447,935	361,983
Effect of expense not deductible in determining taxable profit (tax loss)	1,720	455
Deferred tax expense (credit) relating to changes in tax rates or laws	-	(100)
Deferred tax expense (credit) from unrecognised temporary difference from a prior period	-	2,095
Tax increase (decrease) from effect of capital allowances and depreciation	<u>(3,230)</u>	<u>-</u>
Total tax charge	<u>446,425</u>	<u>364,433</u>

### Tax relating to items recognised in other comprehensive income or equity - group

	2017 £	2016 £
Deferred tax related to items recognised as items of other comprehensive income	<u>(66,216)</u>	<u>159,596</u>

# Andusia Holdings Limited

## Notes to the Financial Statements for the Year Ended 31 March 2017

### 10 Tangible assets

#### Group

	<b>Furniture, fittings and equipment £</b>	<b>Total £</b>
<b>Cost or valuation</b>		
At 1 April 2016	22,112	22,112
Additions	<u>10,280</u>	<u>10,280</u>
At 31 March 2017	<u>32,392</u>	<u>32,392</u>
<b>Depreciation</b>		
At 1 April 2016	10,376	10,376
Charge for the year	<u>5,858</u>	<u>5,858</u>
At 31 March 2017	<u>16,234</u>	<u>16,234</u>
<b>Carrying amount</b>		
At 31 March 2017	<u>16,158</u>	<u>16,158</u>
At 31 March 2016	<u>11,736</u>	<u>11,736</u>

The total value of fixed assets held as security by the bank is £11,736 (2015 - £9,977).



## Andusia Holdings Limited

### Notes to the Financial Statements for the Year Ended 31 March 2017

#### 11 Investments

##### Company

	2017 £	2016 £
Investments in subsidiaries	<u>5</u>	<u>3</u>
<b>Subsidiaries</b>		£
<b>Cost or valuation</b>		
At 1 April 2016		3
Additions		<u>2</u>
At 31 March 2017		<u>5</u>
<b>Provision</b>		
<b>Carrying amount</b>		
At 31 March 2017		<u>5</u>
At 31 March 2016		<u>3</u>

#### Details of undertakings

Details of the investments 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	
			2017	2016
Subsidiary undertakings				
Andusia Recovered Fuels Limited	England and Wales	Ordinary	100%	100%
Andusia Limited	England and Wales	Ordinary	100%	100%
Andusia Renewable Fuels Limited	England and Wales	Ordinary	100%	0%

The principal activity of Andusia Recovered Fuels Limited is the export of Refuse Derived Fuels (RDF).

The principal activity of Andusia Limited is dormant.

The principal activity of Andusia Renewable Fuels Limited is dormant.

The profit for the financial period of Andusia Recovered Fuels Limited was £1,856,359 and the aggregate amount of capital and reserves at the end of the period was £2,109,789.

# Andusia Holdings Limited

## Notes to the Financial Statements for the Year Ended 31 March 2017

### 12 Debtors

	Group		Company	
	2017 £	2016 £	2017 £	2016 £
Trade debtors	1,912,631	2,240,492	-	-
Other debtors	98	98	98	98
Prepayments	154,136	432,378	-	-
Total current trade and other debtors	<u>2,066,865</u>	<u>2,672,968</u>	<u>98</u>	<u>98</u>

### 13 Cash and cash equivalents

	Group		Company	
	2017 £	2016 £	2017 £	2016 £
Cash at bank	<u>3,319,682</u>	<u>3,302,700</u>	<u>-</u>	<u>-</u>

### 14 Creditors

		Group		Company	
	Note	2017 £	2016 £	2017 £	2016 £
<b>Due within one year</b>					
Trade creditors		1,390,715	2,167,000	-	-
Social security and other taxes		654,551	461,071	-	-
Accrued expenses		1,042,934	710,290	3	1
Income tax liability	9	<u>267,728</u>	<u>362,087</u>	<u>-</u>	<u>-</u>
		<u>3,355,928</u>	<u>3,700,448</u>	<u>3</u>	<u>1</u>

# Andusia Holdings Limited

## Notes to the Financial Statements for the Year Ended 31 March 2017

### 15 Deferred tax and other provisions

#### Group

	Deferred tax £	Total £
At 1 April 2016	68,563	68,563
Increase (decrease) in existing provisions	<u>(68,563)</u>	<u>(68,563)</u>
At 31 March 2017	<u>-</u>	<u>-</u>

The company expects to recognise deferred tax on forward exchange contracts at the point where each forward contract expires.

#### Deferred tax

#### Group

Deferred tax assets and liabilities

#### 2016

	Liability £
Accelerated capital allowances	2,347
Unrecognised gains	<u>66,216</u>
	<u>68,563</u>

## Andusia Holdings Limited

### Notes to the Financial Statements for the Year Ended 31 March 2017

#### 16 Share capital

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

	2017		2016	
	No.	£	No.	£
A1 Shares of £1 each	30	30	30	30
A2 Shares of £1 each	20	20	20	20
B1 Shares of £1 each	30	30	30	30
B2 Shares of £1 each	20	20	20	20
	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>

#### Rights, preferences and restrictions

A1 Shares have the following rights, preferences and restrictions:

Full voting rights ranking equally with A2 share, B1 shares and B2 shares. Rights to particular dividend distributions to extent declared equally within A1 and B1 share classes. Rights to participate in capital distributions (or on disposals) ranking equally with A2 shares, B1 share and B2 shares. Non-redeemable.

A2 Shares have the following rights, preferences and restrictions:

Full voting rights ranking equally with A1 share, B1 shares and B2 shares. Rights to particular dividend distributions to extent declared equally within A2 and B2 share classes. Rights to participate in capital distributions (or on disposals) ranking equally with A1 shares, B1 share and B2 shares. Non-redeemable.

B1 Shares have the following rights, preferences and restrictions:

Full voting rights ranking equally with A1 share, A2 shares and B2 shares. Rights to particular dividend distributions to extent declared equally within A1 and B1 share classes. Rights to participate in capital distributions (or on disposals) ranking equally with A1 shares, A2 share and B2 shares. Non-redeemable.

B2 Shares have the following rights, preferences and restrictions:

Full voting rights ranking equally with A1 share, A2 shares and B1 shares. Rights to particular dividend distributions to extent declared equally within A2 and B2 share classes. Rights to participate in capital distributions (or on disposals) ranking equally with A1 shares, A2 share and B1 shares. Non-redeemable.

## Andusia Holdings Limited

### Notes to the Financial Statements for the Year Ended 31 March 2017

#### 17 Reserves

##### Group

##### Share capital

The issue of share capital at par

##### Merger reserve

The carrying values of the assets and liabilities of the parties to the combination are not adjusted to fair value on consolidation. Any difference between the cost of investment and the nominal value of the share capital acquired is put to a merger reserve.

##### Other reserve

Deferred tax recognised in relation to foreign currency forward contract revaluations.

##### Profit or loss reserve

Includes all current and prior period retained profits and losses inclusive of cumulative unrealised gains and losses for assets at fair value at the balance sheet date.

#### 18 Obligations under leases and hire purchase contracts

##### Group

##### Operating leases

The total of future minimum lease payments is as follows:

	2017 £	2016 £
Not later than one year	-	26,400
Later than one year and not later than five years	145,200	-
	<u>145,200</u>	<u>26,400</u>

The amount of non-cancellable operating lease payments recognised as an expense during the year was £39,250 (2016 - £26,400).

#### 19 Dividends

	2017 £	2016 £
Final dividend of £17,000 (2016 - £10,000) per ordinary share	<u>1,700,000</u>	<u>1,000,000</u>

The directors are proposing a final dividend of £15,000.00 (2016 - £12,000) per share totalling £1,500,000.00 (2016 - £1,200,000). This dividend has not been accrued in the Balance Sheet.

## **Andusia Holdings Limited**

### **Notes to the Financial Statements for the Year Ended 31 March 2017**

#### **20 Commitments**

##### **Group and company**

##### **Other financial commitments**

At the year end the group had entered into foreign exchange forward contracts totalling £Nil (2016 - £4,538,024).

The total amount of other financial commitments not provided in the financial statements was £Nil (2016 - £4,538,024).

#### **21 Related party transactions**

##### **Company**

##### **Summary of transactions with subsidiaries**

Andusia Recovered Fuels Limited

During the year dividends of £1,700,000 (2016 - £1,000,000) were declared from Andusia Recovered Fuels to Andusia Holdings Limited. At the balance sheet date the amount due from Andusia Recovered Fuels Limited was £Nil (2016 - £Nil)

# Andusia Holdings Limited

## Notes to the Financial Statements for the Year Ended 31 March 2017

### 22 Financial instruments

#### Group

##### Categorisation of financial instruments

	2017 £	2016 £
Financial assets measured at fair value through profit or loss	-	331,082
Financial assets that are debt instruments measured at amortised cost	<u>5,232,411</u>	<u>5,543,290</u>
	<u>5,232,411</u>	<u>5,874,372</u>
Financial liabilities measured at fair value through profit or loss that are not held as part of a trading portfolio and are not derivatives	-	(134,553)
Financial liabilities measured at amortised cost	<u>(2,246,656)</u>	<u>(2,990,158)</u>
	<u>(2,246,656)</u>	<u>(3,124,711)</u>

#### Company

##### Categorisation of financial instruments

	2017 £	2016 £
Financial assets that are debt instruments measured at amortised cost	<u>98</u>	<u>98</u>
	<u>98</u>	<u>98</u>