

Registered number: 05660595

---

**EDINA UK LIMITED**

---

**DIRECTORS' REPORT AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022**



---

**EDINA UK LIMITED**

---

**CONTENTS**

---

	Page
<b>Company Information</b>	2
<b>Strategic Report</b>	3 - 4
<b>Directors' Report</b>	5 - 7
<b>Independent Auditors' Report</b>	8 - 11
<b>Statement of Comprehensive Income</b>	12
<b>Statement of Financial Position</b>	13 - 14
<b>Statement of Changes in Equity</b>	15
<b>Statement of Cash Flows</b>	16 - 17
<b>Notes to the Financial Statements</b>	18 - 40

---

**EDINA UK LIMITED**

---

**COMPANY INFORMATION**

---

<b>Directors</b>	Amit Kumar Kaushik (resigned 30 April 2022) Hugh Kerr Richmond Nitin Wadhwa
<b>Company secretary</b>	Ricardo Luis De Sousa Alves
<b>Registered number</b>	05660595
<b>Registered office</b>	13 Rugby Park Bletchley Road Stockport Cheshire SK4 3EJ
<b>Independent auditors</b>	Nexia Smith & Williamson (Ireland) Limited Chartered Accountants & Statutory Audit Firm Paramount Court Corrig Road Sandyford Business Park Dublin 18
<b>Bankers</b>	National Westminster Bank 44 Heaton Moor Road Heaton Chapel Stockport Cheshire SK4 4NP  ICICI Bank UK PLC 1 Thomas More Square London E1W 1YN
<b>Solicitors</b>	Lux Nova Partners Kemp House 152-160 City Road London EC1V 2NX United Kingdom
<b>Date of incorporation</b>	21 December 2005

---

## EDINA UK LIMITED

---

### STRATEGIC REPORT FOR THE YEAR ENDED 31 MARCH 2022

---

The directors present the strategic report for Edina UK Limited for the year ended 31 March 2022.

#### **Principal activity**

The principal activities of the company are the manufacture, installation, containerisation, sale and service of diesel and gas generators and the sale of related spare parts.

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

In common with many businesses, the company is faced with the risk of increasing competition in the marketplace.

##### *Economic Risks*

*The risk of increased interest rates and/or inflation causing a negative impact on served markets and the risk of increased costs adversely impacting on the company's competitiveness.*

These risks are managed through carefully considering the interest rate environment and exercising stringent cost controls.

##### *Market Risks*

The directors manage market risk by due consideration to the energy and construction industries as they pertain to the company's activities.

The global increase in gas pricing has initially brought some uncertainty on the future use of gas as an energy source. The war in Ukraine and the consequential lack of gas from Russia has also brought concern on availability. This has not ultimately effected the UK and Republic of Ireland as they are not reliant on Russian gas.

Furthermore as the gas price increases so does the electricity price to maintain the "spark spread" between gas and power price, which maintains the economic viability of a CHP solution and still delivers significant cost savings to a client.

##### *Financial Risks*

The company operate budgetary and financial reporting procedures, which are supported by key performance indicators to manage credit, liquidity and other financial risks.

#### **Review of business**

Both the level of business and the year end financial position were in line with the directors' expectations of performance for the year.

#### **Strategy**

The directors do not anticipate any change in company strategy during the next financial year. Edina UK Limited will continue to expand its power generation sales network with further investment in its production facilities, installation teams and after sales network.

#### **Progress against strategy**

Edina UK Limited's strategy to diversify into battery energy storage systems and other alternatives has been successful in the year and is in line with its long term strategy implemented in 2018. The directors believe that by offering an increased product range to a diverse range of industrial, commercial and government body customers, Edina UK Limited has created a strategically important sales mix including increased volume of long term service contracts.

---

EDINA UK LIMITED

---

STRATEGIC REPORT (CONTINUED)  
FOR THE YEAR ENDED 31 MARCH 2022

---

**Future developments**

Both the level of business and the year end financial position were in line with the directors' expectations and the directors anticipate that the present level of activity will increase in the foreseeable future.


The global energy sector is undergoing a transition and the company is evolving its offering to meet the needs of the transition. It is now offering a battery energy storage solution and a hybrid system, where, we offer a combined engine and storage alternative, which helps with customers decarbonisation. The company is looking at alternative markets and solutions to meet the new needs of the evolving market. The COP26 climate conference in Glasgow and efforts to decarbonise has caused some hesitation in the market. However the reality is that natural gas, particularly in the kind of flexible generation systems provided by the company, is highly likely to continue to be a key part of the UK energy sector. National Grid are estimating that the UK's use of gas will continue up to 2050. There is also a drive to use hydrogen injected into the gas grid as a low carbon fuel. The company sells natural gas engines that are capable of running with up to 20% hydrogen, so when hydrogen is available our equipment can be modified accordingly. The engines are 'hydrogen ready'.

We are working on taking the Edina brand overseas to countries who have few alternatives to natural gas power generation and who are behind the curve on decarbonisation technologies.


**Section 172(1) statement**

The directors have considered the company's key stakeholders and their interests by incorporating stakeholders in formal Board meetings to assist with key decision making.

This report was approved by the board on 9 June 2022 and signed on its behalf.

  
Hugh Richmond (Jun 10, 2022 17:40 GMT+1)

**Hugh Kerr Richmond**  
Director

  
Nitin Wadhwa (Jun 10, 2022 16:21 GMT+1)

**Nitin Wadhwa**  
Director

---

**EDINA UK LIMITED**

---

**DIRECTORS' REPORT  
FOR THE YEAR ENDED 31 MARCH 2022.**

---

The directors present their report and the audited financial statements for the year ended 31 March 2022.

**Review of business and future developments**

Both the level of business and the year end financial position were in line with the directors' expectations of performance for the year. The directors anticipate that the present level of activity will be maintained in the foreseeable future.

**Directors' responsibilities statement**

The directors are responsible for preparing the Strategic Report, Directors' 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 they have elected to prepare the financial statements in accordance with International Accounting Standards.

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 the financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- state whether they have been prepared in accordance with International Accounting Standards, 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 confirm that they have complied with the above requirements in preparing the financial statements.

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 responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error, and have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

**Results and dividends**

The profit for the year, after taxation, amounted to £125,515 (2021: loss £4,894,309).

There were no dividends declared or paid in the year.

---

**EDINA UK LIMITED**

---

**DIRECTORS' REPORT (CONTINUED)  
FOR THE YEAR ENDED 31 MARCH 2022**

---

**Directors, secretary and their interests**

In accordance with Section 172 of the Companies Act 2006, the beneficial shareholdings of the directors and company secretary and the movements thereon during the year ended 31 March 2022 were as follows:

	Ordinary shares at £1 each	
	31 Mar '22	1 Apr '21
<b>Directors</b>		
Amit Kumar Kaushik	-	-
Hugh Kerr Richmond	-	-
Nitin Wadhwa	-	-
<b>Secretary</b>		
Ricardo Luis De Sousa Alves	-	-

The company is a 100% subsidiary of Edina Power Services Limited, a company incorporated in the Republic of Ireland. The beneficial shareholdings of the directors and company secretary and the movements thereon during the year ended 31 March 2022 were as follows:

	Ordinary shares at €1.27 each	
	31 Mar '22	1 Apr '21
<b>Directors</b>		
Amit Kumar Kaushik	-	-
Hugh Kerr Richmond	-	-
Nitin Wadhwa	-	-
<b>Secretary</b>		
Ricardo Luis De Sousa Alves	-	-

The ultimate parent company is Energy Efficiency Services Limited, a company incorporated in India. The directors or company secretary do not have any interest in the shares of this company.

There were no changes in shareholdings between 31 March 2022 and the date of signing the financial statements.

**Employee engagement**

The directors value employee engagement in key decision making process. During the year the policy of providing employees with information about the company has continued. We maintained ongoing dialogue with our employees and listened to their concerns and needs. Arrangements are in place to ensure that employees are properly rewarded for performance and loyalty.

**Accounting records**

The measures taken by the directors to ensure compliance with the requirements of Section 386 of the Companies Act 2006, regarding adequate accounting records are the implementation of necessary policies and procedures for recording transactions, the employment of competent accounting personnel with appropriate expertise and the provision of adequate resources to the financial function. The books of account of the company are maintained at Rathdown Road, Lissue Industrial Estate West, Lisburn, Co. Antrim, BT28 2RE.

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

---

**EDINA UK LIMITED**

---

**DIRECTORS' REPORT (CONTINUED)  
FOR THE YEAR ENDED 31 MARCH 2022**

---

**Disclosure of information to auditors**

Each of the persons who are directors at the time when this Directors' Report is approved has confirmed that:

- so far as the director is aware, there is no relevant audit information of which the company's auditors are unaware, and
- the director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the company's auditors are aware of that information.

This information is given and should be interpreted in accordance with the provisions of S418 of the Companies Act 2006.

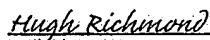
**Subsequent events**

There have been no significant events affecting the company since the end of the financial year which would require adjustment to or disclosure in the financial statements.

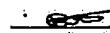
**Auditors**

The auditors, Nexia Smith & Williamson (Ireland) Limited, have indicated their willingness to continue in office in accordance with Section 485 of the Companies Act 2006.

This report was approved by the board on 9 June 2022 and signed on its behalf.

  
Hugh Richmond (Jun 10, 2022 17:40 GMT+1)

**Hugh Kerr Richmond**  
Director

  
Nitin Wadhwa (Jun 10, 2022 16:21 GMT+1)

**Nitin Wadhwa**  
Director

---

EDINA UK LIMITED

---

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF EDINA UK LIMITED

---

**Opinion**

We have audited the financial statements of Edina UK Limited for the year ended 31 March 2022 which comprise the Statement of Comprehensive Income, the Statement of Financial Position, the Statement of Changes in Equity, the Statement of Cash Flows and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and UK - adopted International Accounting Standards.

In our opinion the financial statements:

- give a true and fair view, of the company's affairs as at 31 March 2022 and of its financial performance for the year then ended;
- have been properly prepared in accordance with UK-adopted international accounting standards; and
- have been properly prepared in accordance with the requirements of the Companies Act 2006.

**Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our Report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council's Ethical Standard and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Conclusions relating to going concern**

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

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

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

---

**EDINA UK LIMITED**

---

**INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF EDINA UK LIMITED (CONTINUED)**

---

**Other information**

The other information comprises the information included in the Directors' Report and financial statements, other than the financial statements and our Auditors' Report thereon. The directors are responsible for the other information contained within the Directors' Report & financial statements. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our Report, we do not express any form of assurance conclusion thereon.

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

We have nothing to report in this regard.

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

---

EDINA UK LIMITED

---

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF EDINA UK LIMITED (CONTINUED)

---

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

In the light of the 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 or the Directors' Report.

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

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

**Respective responsibilities and restrictions on use**

*Responsibilities of directors for the financial statements*

As explained more fully in the Directors' Responsibilities Statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

*Auditors' responsibilities for the audit of the financial statements*

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

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Auditors' Report.

---

EDINA UK LIMITED

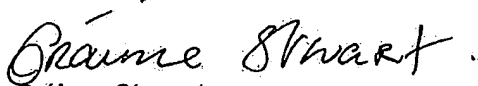
---

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF EDINA UK LIMITED (CONTINUED)

---

**The purpose of the audit report and to whom we owe our responsibilities**

This Report is made solely to the company's shareholders, 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 shareholders those matters we are required to state to them in an auditors' 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 shareholders, as a body, for our audit work, for this Report, or for the opinions we have formed.



Gráinne Stewart  
Statutory auditor

for and on behalf of  
Nexia Smith & Williamson (Ireland) Limited

Chartered Accountants & Statutory Audit Firm

Paramount Court  
Corrig Road  
Sandyford Business Park  
Dublin 18

Date: 16 June 2022

---

EDINA UK LIMITED

---

STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 31 MARCH 2022

---

	Note	2022 £	2021 £
Revenue	4	57,186,740	54,905,987
Cost of sales		(42,516,378)	(41,600,919)
<b>Gross profit</b>		<b>14,670,362</b>	<b>13,305,068</b>
Other operating income	8	81,228	79,895
Administrative expenses		(12,905,076)	(12,652,341)
Other expenses		(1,511,800)	(5,418,600)
<b>Profit/(loss) from operations</b>	5	<b>334,714</b>	<b>(4,685,978)</b>
Finance income	9	-	1,438
Finance expense	9	(124,869)	(231,207)
<b>Profit/(loss) before tax</b>		<b>209,845</b>	<b>(4,915,747)</b>
Tax (expense)/credit	10	(84,330)	21,438
<b>Profit/(loss) for the year</b>		<b>125,515</b>	<b>(4,894,309)</b>
<b>Total comprehensive income</b>		<b>125,515</b>	<b>(4,894,309)</b>

All activities derived from continuing operations. All profits or losses and total comprehensive profits or losses for the period and previous periods are attributable to the owners of the company.

The company has not recognised gains or losses other than those dealt with in the Statement of Comprehensive Income.

The accompanying notes on pages 18 to 40 form an integral part of these financial statements.

**EDINA UK LIMITED**  
**REGISTERED NUMBER: 05660595**

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 MARCH 2022**

	Note	2022 £	2021 £
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant and equipment	12	2,465,403	2,867,598
		<u>2,465,403</u>	<u>2,867,598</u>
<b>Current assets</b>			
Inventories	13	3,252,465	2,650,249
Trade and other receivables	14	19,726,121	15,013,826
Cash and cash equivalents	15	1,432,771	3,601,616
Cash on deposit greater than three months	15	-	500,000
		<u>24,411,357</u>	<u>21,765,691</u>
<b>Total assets</b>		<u>26,876,760</u>	<u>24,633,289</u>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
Loans and borrowings	16	490,733	736,699
Deferred tax liability	11	394,200	309,870
		<u>884,933</u>	<u>1,046,569</u>
<b>Current liabilities</b>			
Trade and other liabilities	16	11,217,093	14,932,421
Loans and borrowings	16	1,461,030	1,466,111
		<u>12,678,123</u>	<u>16,398,532</u>
<b>Total liabilities</b>		<u>13,563,056</u>	<u>17,445,101</u>
<b>Net assets</b>		<u>13,313,704</u>	<u>7,188,188</u>
<b>Issued capital and reserves</b>			
Share capital	23	10,000,001	4,000,001
Revaluation reserve	25	802,139	802,139
Retained earnings	25	2,511,564	2,386,048
<b>Total equity</b>		<u>13,313,704</u>	<u>7,188,188</u>

---

EDINA UK LIMITED  
REGISTERED NUMBER: 05660595

---

STATEMENT OF FINANCIAL POSITION (CONTINUED)  
AS AT 31 MARCH 2022

---

The financial statements on pages 12 to 40 were approved and authorised for issue by the board of directors on 9 June 2022 and were signed on its behalf by:

*Hugh Richmond*  
Hugh Richmond (Jun 10, 2022 17:40 GMT+1)

**Hugh Kerr Richmond**  
Director

*Nitin Wadhwa*  
Nitin Wadhwa (Jun 10, 2022 16:21 GMT+1)

**Nitin Wadhwa**  
Director

The accompanying notes on pages 18 to 40 form an integral part of these financial statements.

**EDINA UK LIMITED**

**STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31 MARCH 2022**

	Share capital £	Revaluation reserve £	Retained earnings £	Total equity £
<b>At 1 April 2021</b>	4,000,001	802,139	2,386,049	7,188,189
<b>Comprehensive income for the year</b>				
Profit for the year	-	-	125,515	125,515
	-	-	125,515	125,515
<b>Total comprehensive income for the year</b>				
Issue of share capital	6,000,000	-	-	6,000,000
<b>Total contributions by owners</b>	6,000,000	-	-	6,000,000
<b>At 31 March 2022</b>	<b>10,000,001</b>	<b>802,139</b>	<b>2,511,564</b>	<b>13,313,704</b>

	Share capital £	Revaluation reserve £	Retained earnings £	Total equity £
<b>At 1 April 2020</b>	4,000,001	802,139	7,280,357	12,082,497
<b>Comprehensive income for the year</b>				
Loss for the year	-	-	(4,894,309)	(4,894,309)
	-	-	(4,894,309)	(4,894,309)
<b>Total comprehensive income for the year</b>				
<b>At 31 March 2021</b>	<b>4,000,001</b>	<b>802,139</b>	<b>2,386,048</b>	<b>7,188,188</b>

Net equity is attributable to the holders of the ordinary shares in the company.

The accompanying notes on pages 18 to 40 form an integral part of these financial statements.

---

**EDINA UK LIMITED**

---

**STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 31 MARCH 2022**

---

	2022 £	2021 £
<b>Cash flows from operating activities</b>		
Profit/(loss) for the year	125,515	(4,894,309)
Tax credit	-	(21,438)
	125,515	(4,915,747)
<b>Adjustments for</b>		
Depreciation of property, plant and equipment	843,947	843,598
Deferred tax expense	84,330	-
	1,053,792	(4,072,149)
<b>Movements in working capital:</b>		
Movement in trade and other receivables	(2,964,760)	4,181,500
Movement in group receivables	(1,747,535)	857,706
Movement in inventories	(602,216)	201,543
Movement in trade and other payables	(3,152,998)	1,849,891
Movement in group payables	(562,330)	(1,892,386)
	(7,976,047)	1,126,105
<b>Cash (used in) / generated from operations</b>	(7,976,047)	1,126,105
<b>Net cash (used in) / generated from operating activities</b>	(7,976,047)	1,126,105
<b>Cash flows from investing activities</b>		
Purchases of property, plant and equipment	(441,752)	(275,122)
Transfer from long term deposit account	500,000	500,000
	58,248	224,878
<b>Net cash generated from investing activities</b>	58,248	224,878
<b>Cash flows from financing activities</b>		
Issue of ordinary shares	6,000,000	-
Repayment of bank borrowings	(250,000)	(250,000)
Payments of finance lease creditors	(802)	(225,966)
Payment of lease liabilities	(244)	81,268
	5,748,954	(394,698)
<b>Net cash generated from/(used in) financing activities</b>	5,748,954	(394,698)

---

EDINA UK LIMITED

---

STATEMENT OF CASH FLOWS (CONTINUED)  
FOR THE YEAR ENDED 31 MARCH 2022

---

	2022 £	2021 £
<b>Net cash (decrease)/increase in cash and cash equivalents</b>	<u>(2,168,845)</u>	<u>956,285</u>
Cash and cash equivalents at the beginning of year	3,601,616	2,645,331
<b>Cash and cash equivalents at the end of the year</b>	<u><u>1,432,771</u></u>	<u><u>3,601,616</u></u>

The notes on pages 18 to 40 form part of these financial statements.

---

**EDINA UK LIMITED**

---

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022**

---

**1. General information**

Edina UK Limited is a private company limited by shares (registered under Companies Act 2006), incorporated in the United Kingdom. The company's registered office and its principal place of business is Units 12 & 13 Rugby Park, Bletchley Road, Stockport, Cheshire, SK4 3EJ.

**2. Accounting policies**

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the companies financial statements.

**2.1 Basis of preparation**

The financial statements have been prepared in accordance with accordance with UK - adopted International Accounting Standards.

The financial statements have been prepared on the historical cost convention.

**2.2 Functional and presentation currency**

The financial statements are presented in Sterling (£), which is the company's functional currency.

---

EDINA UK LIMITED

---

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022

---

2. Accounting policies (continued)

2.3 Statement of compliance

Standards and amendments to existing standards effective 1 April 2021

The following standards, amendments and interpretations which became effective from 1 April 2021 are of relevance to this company;

Standard / Interpretation	Content	Applicable for periods beginning on/after
IFRS 7	Financial Instruments: Disclosures (amended)	1 January 2021
IFRS 9	Financial Instruments (amended)	1 January 2021
IFRS 16	Leases (amended)	1 January 2021
IAS 39	Financial instruments: recognition and measurement (amended)	1 January 2021

Standards, amendments and interpretations to existing standards that are not yet effective and have not been adopted early by the company

Standard / Interpretation	Content	Applicable for periods beginning on/after
IFRS 1	First time adoption of International Financial Reporting Standards	1 January 2022
IFRS 3	Business Combinations	1 January 2022
IFRS 17	Insurance Contracts	1 January 2023
IAS 1	Presentation of Financial Statements	1 January 2023
IAS 8	Accounting Policies, Changes in Accounting Estimates and Errors	1 January 2023
IAS 12	Income Taxes (amended)	1 January 2023
IAS 16	Property, Plant and Equipment	1 January 2022
IAS 37	Provisions, Contingent Liabilities and Contingent Assets	1 January 2022

In the year ended 31 March 2022, the company did not early adopt any new or amended standards and do not plan to early adopt any of the standards issued but not yet effective.

2.4 Revenue

Revenue is measured based on the achievement of performance obligations, as initially assessed, and the transaction price within the contracts, net of discounts, VAT and other sales related taxes.

*Contract Revenue*

Revenue is recognised based on the output method, using measured works as the output measure.

*Maintenance Revenue*

Maintenance revenue is recognised in the period in which the maintenance is provided and is recognised as revenue when delivered.

---

EDINA UK LIMITED

---

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022

---

2. **Accounting policies (continued)**

2.5 **Foreign currencies**

Monetary assets and liabilities denominated in a foreign currency are translated into Sterling at the exchange rate ruling the reporting date, unless specifically covered by foreign exchange contracts whereupon the contract rate is used. Revenues, costs and non monetary assets are translated at the exchange rates ruling at the dates of the transactions. Where consideration is received in advance of revenue being recognised, the date of the transaction reflects the date the consideration is received. All exchange differences are dealt with through the Statement of Comprehensive Income.

2.6 **Segment reporting**

Operating segments are reported in a manner consistent with the internal reporting provided to the board as required by IFRS 8 "Operating Segments". The board is responsible for allocating resources and assessing the performance of the operating segments.

2.7 **Leasing and hire purchase**

A right of use asset and a lease liability is recognised for all leases except leases of low value assets, which are considered to be those with a fair value below £4,500, and those with a duration of 12 months or less. The right-of-use asset has been measured at cost, which is made up of the initial measurement of the lease liability, any initial direct costs incurred by the company, an estimate of any costs to dismantle and remove the asset at the end of the lease, and any lease payments made in advance of the lease commencement date.

The company will depreciate the right-of-use assets on a straight-line basis from the lease commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term. Where impairment indicators exist, the right of use asset will be assessed for impairment.

The lease liabilities are measured at the present value of the lease payments due to the lessor over the lease term, discounted using the interest rate implicit in the lease if that rate is readily available or the company's incremental borrowing rate.

After initial measurement, any payments made will reduce the liability and the interest accrued will increase it. Any reassessment or modification will lead to a remeasurement of the liability. In such case, the corresponding adjustment will be reflected in the right-of-use asset, or profit and loss if the right-of-use asset is already reduced to zero.

On the Statement of Financial Position, right-of-use assets have been included in property, plant and equipment.

2.8 **Borrowing costs**

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation.

All other borrowing costs are recognised in profit or loss in the period in which they are incurred.

---

EDINA UK LIMITED

---

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022

---

2. Accounting policies (continued)

2.9 Retirement benefits

Retirement benefits for employees are met by payments to a defined contribution pension scheme. Contributions are charged to the Statement of Comprehensive Income in the year in which they fall due. The assets of the scheme are held separately from those of the company in an independently administered fund.

2.10 Taxation

Income tax expense comprises current and deferred tax. Income tax expense is recognised in the Statement of Comprehensive Income except to the extent that it relates to items recognised in Other Comprehensive Income or directly in equity, in which case the tax is also recognised in Other Comprehensive Income or equity respectively.

Current income tax is the expected tax payable on the taxable income for the period, using tax rates enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous periods.

Deferred tax is recognised using the liability method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes.

Deferred tax is not recognised for the following temporary differences: the initial recognition of goodwill, the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit, and differences relating to investments in subsidiaries to the extent that they probably will not reverse in the foreseeable future. Deferred tax is measured at the tax rates that are expected to be applied to the temporary differences when they reverse, based on the laws that have been enacted or substantively enacted by the reporting date.

A deferred tax asset is recognised to the extent that it is probable that future taxable profits will be available against which temporary differences can be utilised. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realised.

Additional income taxes that arise from distributions are recognised at the same time as the liability to pay the related distributions is recognised.

---

EDINA UK LIMITED

---

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022

---

2. Accounting policies (continued)

2.11 Property, plant and equipment

Items of property, plant and equipment are measured at cost less accumulated depreciation and any accumulated impairment losses.

If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment. Any gain or loss on disposal of an item of property, plant and equipment is recognised in profit or loss. Subsequent expenditure is capitalised only if it is probable that the future economic benefits associated with the expenditure will flow to the company.

Depreciation is provided on all other items of property, plant and equipment so as to write off their carrying value over their expected useful economic lives. It is provided at the following rates:

Freehold property	10% Straight Line
Plant and machinery	15% Straight Line
Motor vehicles	20% Straight Line
Fixtures and fittings	15% Straight Line

The residual value and useful lives of the property, plant and equipment are reviewed annually and adjusted if appropriate at each reporting date.

On disposal of property, plant and equipment the cost and the related accumulated depreciation and impairments are removed from the financial statements and the net amount, less any proceeds, is taken to the Statement of Comprehensive Income.

Individual freehold and leasehold properties are carried 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 reporting date.

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

Revaluation gains and losses are recognised in the Statement of 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.

2.12 Inventories

Inventory is valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving inventory. The cost of inventory and work in progress includes all direct costs and an appropriate proportion of fixed and variable overheads based on normal capacity.

---

EDINA UK LIMITED

---

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022

---

2. Accounting policies (continued)

2.13 Impairment

The carrying amounts of the company's non-financial assets, other than deferred tax assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists then the assets' recoverable amount is estimated. For intangible assets that have indefinite lives or that are not yet available for use, recoverable amount is estimated at each reporting date.

An impairment loss is recognised if the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. A cash-generating unit is the smallest identifiable asset group that is expected to generate cash flows that largely are independent from other assets and groups. Impairment losses are recognised in the Statement of Comprehensive Income. Impairment losses recognised in respect of cash-generating units are allocated first to reduce the carrying amount of any goodwill allocated to the units and then to reduce the carrying amount of the other assets in the unit (group of units) on a pro rata basis.

The recoverable amount of an asset or cash generating unit is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risk specific to the asset.

2.14 Financial instruments

Financial assets and financial liabilities are recognised in the statement of financial position when the company becomes a party to the contractual provisions of the instrument.

*Financial assets*

Investments other than investments in subsidiaries are classified as either held-for-trading or not at initial recognition.

Trade receivables are held in order to collect the contractual cash flows and are initially measured at the transaction price as defined in IFRS 15, as the contracts of the company do not contain significant financing components. Impairment losses are recognised based on lifetime expected credit losses in the Statement of Comprehensive Income.

Other receivables are held in order to collect the contractual cash flows and accordingly are measured at initial recognition at fair value, which ordinarily equates to cost and are subsequently measured at cost less impairment due to their short-term nature. A provision for impairment is established based on 12-month expected credit losses unless there has been a significant increase in credit risk when lifetime expected credit losses are recognised. The amount of any provision is recognised in the Statement of Comprehensive Income.

Cash and cash equivalents comprise cash held by the company and short-term bank deposits with an original maturity of three months or less.

---

EDINA UK LIMITED

---

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022

---

**2. Accounting policies (continued)**

*Financial liabilities and equity*

Financial liabilities and equity instruments issued by the company are classified in accordance with the substance of the contractual arrangements entered into and the definitions of a financial liability and an equity instrument. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities. Equity instruments issued by the company are recorded at the proceeds received, net of direct issue costs.

Interest bearing bank loans, overdrafts and other loans are initially recorded at fair value, which is ordinarily equal to the proceeds received net of transaction costs. These liabilities are subsequently measured at amortised cost, using the effective interest rate method.

**2.15 Contingencies**

A contingent liability is disclosed where the existence of an obligation will only be confirmed by future events or where the amount of the obligation cannot be measured with reasonable reliability. Contingent assets are not recognised, but are disclosed where an inflow of economic benefit is probable.

**2.16 Share capital**

Incremental costs directly attributable to the issue of ordinary shares and share options are recognised as a reduction in equity.

---

EDINA UK LIMITED

---

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022

---

2. Accounting policies (continued)

2.17 Critical accounting judgments and key sources of estimation uncertainty

The preparation of the financial statements in conformity with generally accepted accounting practice requires management to make judgements, estimates and assumptions that effect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience from various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making judgements about carrying values of assets and liabilities that are not readily apparent from other sources.

In particular, there are significant areas of estimation, uncertainty and critical judgements in applying accounting policies that have the most significant effect on the amounts recognised in the financial statements in the following areas:

*Work in progress (Note 13)*

Work in progress is stated at the lower of the purchase cost and net realisable value. Estimates of net realisable value of work in progress is based on the most reliable evidence available at the time the estimates are made. These estimates take into consideration the fluctuations of price or cost directly relating to events occurring subsequent to the statement of the financial position date to the extent that such events confirm conditions existing at the end of the reporting period.

*Provision for doubtful debts (Note 14)*

Provision for doubtful debts is determined using combination of factors to ensure that the debtors are not overstated due to unrecoverability. The provision for doubtful debts for all customers is based on a variety of factors, including the overall quality and ageing of receivables, continuing credit evaluation of the customers' financial condition and collateral requirements from customers in certain circumstances.

*Accrued Income*

The accrued income for the period totaled £4,214,534 (2021: £3,024,892) for which the directors are satisfied reflects the correct cut off for the period.

3. Going Concern

The directors have carefully considered the impact of COVID-19, a pandemic declared by the World Health Organisation on 11 March 2020, noting the widespread disruption to normal activities and the uncertainty over the duration of this disruption. They are satisfied that given the strong cash position of the company along with their customer contracts and controlled overheads, taking into consideration the forecasts for the entity for 12 months from the date of approval of these financial statements, that it is appropriate for the financial statements to be prepared on a going concern basis.

---

EDINA UK LIMITED

---

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022

---

4. Segment information

4.1 Segment revenues and results

In the opinion of the directors, the operations of the company comprise of the sale and service of industrial engines and related spare parts. The company's operations are located within the United Kingdom.

In the opinion of the directors the company has only one reportable segment, which is industrial engine sales and service carried out from 13 Rugby Park, Bletchley Road, Stockport, Cheshire and Rathdown Road, Lissue Industrial Estate West, Lisburn, Co. Antrim, BT282RE.

Information regarding the company's reportable segment is presented below.

The following is an analysis of the company's revenue and results from continuing operations by reportable segment:

	Segment revenue		Segment profit/(loss)	
	2022 £	2021 £	2022 £	2021 £
<b>United Kingdom</b>				
Industrial engine sales and service	57,186,740	54,910,987	209,845	(4,915,747)
	<u>57,186,740</u>	<u>54,910,987</u>	<u>209,845</u>	<u>(4,915,747)</u>
<b>Profit/(loss) before tax (continuing operations)</b>			<u>209,845</u>	<u>(4,915,747)</u>

4.2 Segment assets and liabilities

	2022 £	2021 £
<b>Segment assets</b>		
United Kingdom	26,876,760	24,633,769
<b>Total segment assets</b>	<u>26,876,760</u>	<u>24,633,769</u>
<b>Total assets</b>	<u>26,876,760</u>	<u>24,633,769</u>

EDINA UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022

4. Segment information (continued)

4.2 Segment assets and liabilities (continued)

	2022 £	2021 £
<b>Segment liabilities</b>		
United Kingdom	13,478,726	17,467,019
<b>Total segment liabilities</b>	<b>13,478,726</b>	<b>17,467,019</b>
<b>Total liabilities</b>	<b>13,478,726</b>	<b>17,467,019</b>

4.3 Other segment information

	Depreciation and amortisation		Additions to non-current assets	
	2022 £	2021 £	2022 £	2021 £
Industrial engine sales and service	843,947	843,598	411,752	275,112
	<b>843,947</b>	<b>843,598</b>	<b>411,752</b>	<b>275,112</b>

4.4 Geographical information

The company operates in one principal geographical area, the United Kingdom.

The company's revenue from continuing operations from external customers by location of operations and information about its non-current assets by location of assets are detailed below:

	Revenue from external customers	
	2022 £	2021 £
United Kingdom	56,301,775	51,563,520
Republic of Ireland	171,380	2,083,704
Rest of Europe	380,921	-
Rest of World	332,664	1,258,763
	<b>57,186,740</b>	<b>54,905,987</b>

---

EDINA UK LIMITED

---

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022

---

5. Profit on ordinary activities before taxation

	2022	2021
	£	£
<b>This is arrived at after charging:</b>		
Depreciation/amortisation of tangible and intangible assets	843,947	843,598
Gain on foreign currencies	(12,597)	(16,670)
Staff pension costs	358,470	351,454
Directors pension costs	10,060	29,183
	<u>843,947</u>	<u>843,598</u>

---

EDINA UK LIMITED

---

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022

---

6. Employees

	2022 £	2021 £
<b>Employee benefit expenses (including directors) comprise:</b>		
Wages and salaries	7,611,996	7,683,372
National insurance	892,852	933,738
Defined contribution pension cost	368,530	380,637
	<u>8,873,378</u>	<u>8,997,747</u>

Capitalised employee costs during the year amounted to £Nil (2021: £Nil)

**Directors remuneration and key management compensation**

Key management are those persons having authority and responsibility for planning, directing, and controlling the activities of the entity, directly or indirectly, including any directors of that entity. The directors are considered key management of the company.

The compensation paid or payable to the key management for employee services during the period is shown below:

	2022 £	2021 £
Salary	224,512	556,875
Directors national insurance	30,115	74,422
Defined contribution scheme costs	10,060	29,183
	<u>264,687</u>	<u>660,480</u>

During the year retirement benefits were accrued for 2 directors (2021: 2) in respect of defined contribution retirement benefit schemes.

The highest paid director received remuneration of £264,687 (2021: £380,892).

The monthly average number of persons, including the directors, employed by the company during the year was as follows:

	2022 No.	2021 No.
Employees	<u>154</u>	<u>133</u>

---

EDINA UK LIMITED

---

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022

---

7. Retirement benefit costs

The company operates a defined contribution pension scheme in respect of the employees. The scheme and its assets are held by independent managers. The pension charge represents contributions due from the company and amounted to £368,530 (2021: £380,637).

8. Other operating income

	2022 £	2021 £
Net rents receivable	81,228	79,895

9. Finance income and expense

*Recognised in profit or loss*

	2022 £	2021 £
<i>Finance income</i>		
Interest on:		
- Bank deposits	-	1,438
<b>Total interest income arising from financial assets measured at amortised cost or FVOCI</b>	-	1,438
<b>Total finance income</b>	-	1,438
<b>Finance expense</b>		
Bank interest payable	90,399	214,004
Hire purchase interest payable	34,470	17,203
<b>Total finance expense</b>	124,869	231,207
<b>Net finance expense recognised in profit or loss</b>	<b>(124,869)</b>	<b>(229,769)</b>

---

**EDINA UK LIMITED**

---

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022**

---

**10. Tax expense**

**10.1 Income tax recognised in profit or loss**

	2022 £	2021 £
<b>Deferred tax expense</b>		
Accelerated capital allowances and other timing differences	-	(21,438)
<b>Total deferred tax</b>	-	(21,438)
Adjustments in respect of prior years	84,330	-
<b>Total deferred tax</b>	84,330	-
	<u>84,330</u>	<u>(21,438)</u>
<b>Total tax expense</b>		
Tax expense	84,330	(21,438)
	<u>84,330</u>	<u>(21,438)</u>

The reasons for the difference between the actual tax charge for the year and the standard rate of corporation tax in the United Kingdom applied to losses for the year are as follows:

	2022 £	2021 £
Profit/(loss) for the year	125,515	(4,894,309)
Income tax credit	84,330	(21,438)
<b>Profit/(loss) before income taxes</b>	<u>209,845</u>	<u>(4,915,747)</u>
Tax using the company's domestic tax rate of 19% (2021: 19%)	39,871	(933,992)
Expenses not deductible for tax purposes, other than goodwill, amortisation and impairment	-	3,388
Capital allowances for the year in excess of depreciation	52,776	58,697
Loss carried back	-	3,100
Deferred tax not recognised	93,968	317,854
Adjustment in respect of previous periods to tax charge in respect of previous periods	2,665	(11,421)
Group relief surrendered	-	540,936
Group relief received	(104,950)	-
<b>Total tax expense</b>	<u>84,330</u>	<u>(21,438)</u>

**EDINA UK LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022**

**10. Tax expense (continued)**

**10.1 Income tax recognised in profit or loss (continued)**

The tax rate used for the year end reconciliation's above is the corporate rate of 19% payable by corporate entities in the United Kingdom on taxable profits under tax law in the jurisdiction of the United Kingdom.

**11. Deferred tax**

	2022 £	2021 £
Balance b/fwd at 1 April	309,870	331,308
Transferred from Statement of Comprehensive Income	84,330	(21,438)
<b>Tax losses carried forward and other deductions</b>	<b>394,200</b>	<b>309,870</b>

At 31 March 2022, the company has net fixed asset temporary differences of £1,566,139 (2021 : £1,630,896). The company has recognised a deferred tax asset amounting to £394,200 (2021: £309,870).

**12. Property, plant and equipment**

	Freehold property £	Plant and machinery £	Motor vehicles £	Fixtures and fittings £	Total £
<b>Cost or valuation</b>					
At 1 April 2020	3,089,295	1,078,665	1,392,474	1,190,374	6,750,808
Additions	-	25,178	203,482	46,452	275,112
Disposals	-	-	(182,159)	-	(182,159)
<b>At 31 March 2021</b>	<b>3,089,295</b>	<b>1,103,843</b>	<b>1,413,797</b>	<b>1,236,826</b>	<b>6,843,761</b>
Additions	-	55,237	337,874	48,641	441,752
Disposals	-	-	(328,942)	-	(328,942)
<b>At 31 March 2022</b>	<b>3,089,295</b>	<b>1,159,080</b>	<b>1,422,729</b>	<b>1,285,467</b>	<b>6,956,571</b>

EDINA UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022

12. Property, plant and equipment (continued)

	Freehold property £	Plant and machinery £	Motor vehicles £	Fixtures and fittings £	Total £
<b>Accumulated depreciation and impairment</b>					
At 1 April 2020	862,013	701,219	863,288	829,330	3,255,850
Charge owned for the year	308,930	90,449	-	93,132	492,511
Charged financed for the year	-	-	351,087	-	351,087
Disposals	-	-	(123,285)	-	(123,285)
<b>At 31 March 2021</b>	<b>1,170,943</b>	<b>791,668</b>	<b>1,091,090</b>	<b>922,462</b>	<b>3,976,163</b>
Charge owned for the year	308,930	95,154	-	97,171	501,255
Charged financed for the year	-	-	342,692	-	342,692
Disposals	-	-	(328,942)	-	(328,942)
<b>At 31 March 2022</b>	<b>1,479,873</b>	<b>886,822</b>	<b>1,104,840</b>	<b>1,019,633</b>	<b>4,491,168</b>
<b>Net book value</b>					
At 1 April 2020	2,227,282	377,446	529,186	361,044	3,494,958
At 31 March 2021	1,918,352	312,175	322,707	314,364	2,867,598
<b>At 31 March 2022</b>	<b>1,609,422</b>	<b>272,258</b>	<b>317,889</b>	<b>265,834</b>	<b>2,465,403</b>

On 15 May 2019, a professional valuation was completed by Roberts & Roberts (Property Consultants) Limited for Units 12 & 13 Rugby Park, Bletchley Road, Heaton Mersey, Stockport, Cheshire SK4 3EJ and the property was valued at £760,000. The directors revalued the property to market value at 15 May 2019.

On 12 June 2019, a professional valuation was completed by Lambert Smith Hampton Limited for Site 5, Rathdown Road, Lissue West Industrial Estate, Lisburn, BT28 2RE and the property was valued at £1,630,000. The directors revalued the property to market value at 12 June 2019.

---

EDINA UK LIMITED

---

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022

---

13. Inventories

	2022 £	2021 £
Work in progress	1,223,066	1,203,570
Finished goods and goods for resale	2,029,399	1,446,679
	<u>3,252,465</u>	<u>2,650,249</u>

The replacement cost of inventory is not considered to be materially different from the reported value.

14. Trade and other receivables

	2022 £	2021 £
Trade receivables	7,935,661	6,440,403
Amounts owed by group undertakings	6,793,351	5,045,816
Prepayments and deposits	393,794	331,638
Deferred costs	361,116	166,385
Accrued income	4,214,534	3,024,892
Tax recoverable	2,665	2,665
Other receivables	25,000	2,027
<b>Total trade and other receivables</b>	<u>19,726,121</u>	<u>15,013,826</u>

15. Cash and cash equivalents

	2022 £	2021 £
Bank and cash balances	1,432,771	3,601,616
Cash on deposit greater than three months	-	500,000
	<u>1,432,771</u>	<u>4,101,616</u>

An amount of £879,643 (2021: £879,643) is included in cash and bank balance as monies on demand, held in support of creditor facilities. In the event that this cash was withdrawn this facility would be reviewed by the creditor.

---

EDINA UK LIMITED

---

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022

---

16. Trade and other payables

	2022 £	2021 £
<b>Amounts falling due within one year</b>		
Trade payables	5,311,096	4,080,190
Amounts owed to group companies	206,709	769,039
Other creditors	-	3,566
Other taxes and social welfare costs	2,977,948	3,627,178
Accruals	1,773,725	5,376,822
Accrued Costs	3,635	-
Deferred income	943,980	1,075,626
	<u>11,217,093</u>	<u>14,932,421</u>
	2022 £	2021 £
<b>Loans and borrowings: Amounts falling due within one year</b>		
Bank loans	1,254,868	1,252,546
Net obligations under finance leases and hire purchase contracts	206,162	213,565
	<u>1,461,030</u>	<u>1,466,111</u>

17. Trade and other payables: Amounts falling due after more than one year

	2022 £	2021 £
Bank loans	371,860	617,024
Net obligations under finance leases and hire purchase contracts	118,873	119,675
	<u>490,733</u>	<u>736,699</u>

EDINA UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022

**18. Secured debt**

	2022 £	2021 £
The following secured debts are included within payables:		
Bank loan	1,626,728	1,869,570
Net obligations under finance leases and hire purchase contracts	325,035	333,240
	1,951,763	2,202,810
	2022 £	2021 £
<b>Maturity</b>		
Repayable in one year or less, or on demand	1,254,868	1,463,595
Repayable between one and two years	343,572	343,572
Repayable between two and five years	28,288	393,643
	1,626,728	2,200,810

**19. Bank security**

The banking facilities are secured as follows:

(1) National Westminster Bank PLC also hold a charge over all deposits held by the company now and in the future.

(2) ICICI Bank UK PLC hold a debenture, created on 26 April 2019, which includes a charge on shares, securities, intellectual properties, monetary claims, charged accounts, plant and equipment, goodwill, uncalled capital, authorisation's, and letters of credit of the company.

(3) ICICI Bank UK PLC hold a fixed and floating charge over all property and assets, present and future, held by the company including goodwill, uncalled share capital, buildings, fixtures, plant and machinery.

**20. Analysis of net debt**

	At 1 April 2021 £	Cash flows £	At 31 March 2022 £
Cash and cash equivalents	4,101,616	(2,668,845)	1,432,771
Net obligations under finance leases	(333,240)	8,205	(325,035)
Bank loan	(1,869,570)	242,842	(1,626,728)
	1,898,806	(2,417,798)	(518,992)

---

EDINA UK LIMITED

---

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022

---

**21. Related party transactions**

Included in debtors due less than one year are amounts due from other group companies of £6,793,351 (2021: £5,045,816). Included in creditors due less than one year are amounts due from other group companies of €206,707 (2021: £769,039). In the opinion of the directors, these amounts arise in the ordinary course of business. The intercompany balances are interest free and repayable on demand.

During the year there was a management charge of £1,511,800 (2021: £1,511,800) paid in relation to services rendered by the group company.

**22. Financial instruments**

	2022 £	2021 £
<b>Financial assets</b>		
Financial assets measured at fair value through profit or loss	16,161,783	15,087,835
	<u>16,161,783</u>	<u>15,087,835</u>
	2022 £	2021 £
<b>Financial liabilities</b>		
Other financial liabilities measured at fair value through profit or loss	7,469,568	7,052,039
	<u>7,469,568</u>	<u>7,052,039</u>

Financial assets measured at fair value through profit or loss comprise cash and cash equivalents, trade debtors and group receivables.

Financial liabilities measured at fair value through profit or loss comprise trade creditors and group payables, bank loans and lease liabilities.

---

EDINA UK LIMITED

---

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022

---

23. Share Capital

	2022 £	2021 £
<b>Authorised</b>		
<i>Shares treated as equity</i>		
Ordinary shares of £1.00 each	10,000,001	4,000,001
	<u>10,000,001</u>	<u>4,000,001</u>
	<u>10,000,001</u>	<u>4,000,001</u>
	2022 £	2021 £
<b>Issued and fully paid</b>		
Ordinary shares of £1.00 each	10,000,001	4,000,001
	<u>10,000,001</u>	<u>4,000,001</u>
	<u>10,000,001</u>	<u>4,000,001</u>

---

EDINA UK LIMITED

---

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022

---

**24. Financial risk management**

The company's principal financial instruments comprise cash and cash equivalents. The main purpose of these financial instruments is to provide finance for the company's operations. The company has various other financial assets and liabilities such as receivables and trade payables, which arise directly from its operations.

It is, and has been throughout the period under review, the company's policy that no trading in derivatives be undertaken.

The main risks arising from the company's financial instruments are foreign currency risk, credit risk, liquidity risk, interest rate risk and capital risk. The Board reviews and agrees policies for managing each of these risks which are summarised below.

**Foreign currency risk**

The company undertakes certain transactions denominated in foreign currencies. Hence, exposures to exchange rate fluctuations arise. Exchange rate exposures are managed within approved policy parameters utilising forward exchange contracts where appropriate.

At the year ended 31 March 2022, the company had no outstanding forward exchange contracts.

**Credit risk**

Credit risk refers to the risk that a counterpart will default on its contractual obligations resulting in financial loss to the company.

The company's financial assets comprise receivables. The company's exposure to credit risk arise from default of its counterpart, with a maximum exposure equal to the carrying amount of cash and cash equivalents in its Statement of Financial Position.

The significant credit risk exposure is to group of counterpart having similar characteristics. The company defines counterpart as having similar characteristics if they are connected entities.

**Liquidity risk management**

Liquidity risk is the risk that the company will not have sufficient funds to meet liabilities. Ultimate responsibility for liquidity risk management rests with the Board of Directors, which has built an appropriate liquidity risk management framework for the management of the company's short, medium and long-term funding and liquidity management requirements. The company manages liquidity risk by maintaining adequate reserves and by continuously monitoring forecast and actual cash flows and matching the maturity profiles of financial assets and liabilities. Cash forecasts are regularly produced to identify the liquidity requirements of the company.

The company's financial liabilities as at 31 March 2022 were payable on demand with the exception of bank loans.

The company expects to meet its other obligations from operating cash flows.

The company had no derivative financial instruments as at 31 March 2022.

**Interest rate risk**

The company's exposure to the risk of changes in market interest rates relates primarily to the company's debt financing.

It is the company's policy as part of its disciplined management of the budgetary process to place surplus funds on short term deposit in order to maximise interest earned.

---

EDINA UK LIMITED

---

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022

---

**Capital risk management**

The company manages its capital to ensure that entities in the company will be able to continue as a going concern while maximising the return to stakeholders through the optimisation of the debt and equity balance.

The company manages its capital structure and makes adjustments to it, in light of changes in economic conditions. To maintain or adjust its capital structure, the company may adjust or issue new shares or raise debt. No changes were made in the objectives, policies or processes during the period ended 31 March 2022. The capital structure of the company consists of equity attributable to equity holders of the company, comprising issued capital, reserves and retained profits as disclosed in the Statement of Changes in Equity.

**Fair values**

The carrying amount of the company's financial assets and financial liabilities is a reasonable approximation of the fair value.

**Hedging**

At the year ended 31 March 2022, the company had no outstanding contracts designated as hedges.

**25. Reserves**

***Revaluation reserve***

Revaluation reserve is created on recognition revaluation gains of fixed assets.

***Retained earnings***

This reserve relates to the cumulative retained earnings less amounts distributed to shareholders.

**26. Ultimate parent undertaking**

The company's immediate parent undertaking is Edina Power Services Limited which is incorporated in the Republic of Ireland.

The ultimate parent undertaking is Energy Efficiency Services Limited, a company incorporated in India, who hold 86.80% of the issued share capital of EESL EnergyPro Assets Limited. These accounts are included within the consolidated accounts of Energy Efficiency Services Limited which can be obtained from the registered office located at 4NFL Building, 5th & 6th Floor, Core - III, SCOPE Complex, Lodhi Road, New Delhi - 110003, India.

**27. Post balance sheet events**

There have been no significant events affecting the company since the end of the financial year which would require adjustment to or disclosure in the financial statements.

**28. Approval of financial statements**

The financial statements were approved by the board on 9 June 2022.