

Hallquar Engineering Services Limited
Annual Report and Consolidated Financial Statements
for the financial year ended 30 April 2025

Hallquar Engineering Services Limited

CONTENTS

	Page
Directors and Other Information	3
Directors' Report	4 - 5
Directors' Responsibilities Statement	6
Independent Auditor's Report	7 - 8
Appendix to the Independent Auditor's Report	9
Consolidated Profit and Loss Account	10
Consolidated Balance Sheet	11
Company Balance Sheet	12
Consolidated Reconciliation of Shareholders' Funds	13
Company Reconciliation of Shareholders' Funds	14
Consolidated Cash Flow Statement	15
Notes to the Financial Statements	16 - 29

Hallquar Engineering Services Limited

DIRECTORS AND OTHER INFORMATION

Directors	Declan Hallinan Derek Daly Adrian McCarroll (Appointed 1 March 2025)
Company Secretary	Declan Hallinan
Company Number	580699
Registered Office	Carrownedin House Carrownedin, Enniscrone Co Sligo
Auditors	KODC Advisory Limited Chartered Accountants and Statutory Audit Firm 8 The Mall, Main Street ,Lucan K78 R8N2
Bankers	Allied Irish Banks

Hallquar Engineering Services Limited

DIRECTORS' REPORT

for the financial year ended 30 April 2025

The directors present their report and the audited financial statements for the financial year ended 30 April 2025.

Principal Activity and Review of the Business

The principal activity of the company is the provision of construction and engineering services.

There has been no significant change in these activities during the financial year ended 30 April 2025.

Principal Risks and Uncertainties

The Company's operations expose it to a variety of financial risks that include the effects of changes in credit risk, liquidity risk, interest rate risk and foreign exchange risk.

Credit risk

The company had implemented policies that require appropriate credit checks on potential customers before construction contracts are undertaken. The Company seeks to ensure that customers have committed funding in place before commencing construction. Out investment in work-in-progress and outstanding debtors is monitored closely throughout the construction process.

Inflation risk

The Company employs various approaches to mitigate the effects of inflation on construction projects where the terms of construction contracts do not increase the contract value by an equivalent amount. The Company's procurement and commercial functions look to understand the inflation risks the business faces and to develop mitigation strategies including inter alia, use of fixed price contracts with supply chain partners, forward buying of materials, including appropriate inflation contingencies in the price of tendered contracts.

Liquidity risk

The Company is financed by retained earnings, leasing and loans.

Results and Dividends

The profit for the financial year after providing for depreciation and taxation amounted to €682,155 (2024 - €317,389).

The directors do not recommend payment of a dividend.

At the end of the financial year, the group has assets of €10,172,887 (2024 - €12,232,906) and liabilities of €6,750,528 (2024 - €9,492,702). The net assets of the group have increased by €682,155.

Directors and Secretary

The directors who served throughout the financial year, except as noted, were as follows:

Declan Hallinan
Derek Daly
Adrian McCarroll (Appointed 1 March 2025)

The secretary who served throughout the financial year was Declan Hallinan.

The directors' and the secretary's interests in the shares of the company are as follows:

Name	Class of Shares	Number Held At 30/04/25	Number Held At 01/05/24
Declan Hallinan	Ordinary Share Capital	<u>25</u>	<u>25</u>

Derek Daly and Adrian McCarroll had no direct beneficial interest in the shares of the company at the beginning or end of the financial year.

There were no changes in shareholdings between 30 April 2025 and the date of signing the financial statements.

Branch Operations

The company has overseas branch operations as follows:

Hallquar Engineering Services Filial
- Sweden
Hallquar Engineering Services Ltd.,
Ireland - Denmark

Hallquar Engineering Services Limited

DIRECTORS' REPORT

for the financial year ended 30 April 2025

Future Developments

The company plans to continue its present activities and current trading levels. Employees are kept as fully informed as practicable about developments within the business.

Post Balance Sheet Events

There have been no significant events affecting the group since the financial year-end.

Auditors

The auditors, KODC Advisory Limited, (Chartered Accountants), continue in office in accordance with section 383(2) of the Companies Act 2014.

Taxation Status

The company is a close company within the meaning of the Taxes Consolidation Act, 1997.

Subsidiary

Enxiv GmbH is a wholly owned subsidiary of Hallquar Engineering Services Limited.

Statement on Relevant Audit Information

In accordance with section 330 of the Companies Act 2014, so far as each of the persons who are directors at the time this report is approved are aware, there is no relevant audit information of which the statutory auditors are unaware. The directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and they have established that the statutory auditors are aware of that information.

Accounting Records

To ensure that adequate accounting records are kept in accordance with sections 281 to 285 of the Companies Act 2014, the directors have employed appropriately qualified accounting personnel and have maintained appropriate computerised accounting systems. The accounting records are located at the company's office at Carrownedin House, Carrownedin, Enniscrone, Co Sligo.

Signed on behalf of the board

Declan Hallinan
Director

21 January 2026

Derek Daly
Director

21 January 2026

Hallquar Engineering Services Limited

DIRECTORS' RESPONSIBILITIES STATEMENT

for the financial year ended 30 April 2025

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable Irish law and regulations.

Irish 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 the Companies Act 2014 and FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" issued by the Financial Reporting Council. 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 assets, liabilities and financial position of the company as at the financial year end date and of the profit or loss of the company for the financial year and otherwise comply with the Companies Act 2014.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies for the company financial statements and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether the financial statements have been prepared in accordance with applicable accounting standards, identify those standards, and note the effect and the reasons for any material departure from those standards; 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 ensuring that the company keeps or causes to be kept adequate accounting records which correctly explain and record the transactions of the company, enable at any time the assets, liabilities, financial position and profit or loss of the company to be determined with reasonable accuracy, enable them to ensure that the financial statements and Directors' Report comply with the Companies Act 2014 and enable the financial statements to be readily and properly audited. 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.

Signed on behalf of the board

Declan Hallinan
Director

21 January 2026

Derek Daly
Director

21 January 2026

INDEPENDENT AUDITOR'S REPORT

to the Shareholders of Hallquar Engineering Services Limited

Report on the audit of the financial statements

Opinion

We have audited the group and parent company financial statements of Hallquar Engineering Services Limited and its subsidiaries ('the group') for the financial year ended 30 April 2025 which comprise the Group Profit and Loss Account, the Group Balance Sheet, the Company Balance Sheet, the Group Reconciliation of Shareholders' Funds, the Company Reconciliation of Shareholders' Funds, the Group Cash Flow Statement and the related notes to the financial statements, including the summary of significant accounting policies set out in note 2. The financial reporting framework that has been applied in their preparation is Irish Law and FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" issued in the United Kingdom by the Financial Reporting Council.

In our opinion the financial statements:

- give a true and fair view of the assets, liabilities and financial position of the group and parent company as at 30 April 2025 and of the group's profit for the financial year then ended;
- have been properly prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"; and
- have been properly prepared in accordance with the requirements of the Companies Act 2014.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (Ireland) (ISAs (Ireland)) and applicable law. Our responsibilities under those standards are described below in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the group in accordance with the ethical requirements that are relevant to our audit of financial statements in Ireland, including the Ethical Standard for Auditors (Ireland) issued by the Irish Auditing and Accounting Supervisory Authority (IAASA), 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 group's and the parent company's ability to continue as a going concern for a period of at least twelve months from the date 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.

Other Information

The directors are responsible for the other information. The other information comprises the information included in the annual report other than the financial statements and our Auditor's Report thereon. 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.

Opinions on other matters prescribed by the Companies Act 2014

In our opinion, based on the work undertaken in the course of the audit, we report that:

- the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' Report has been prepared in accordance with applicable legal requirements.

We have obtained all the information and explanations which, to the best of our knowledge and belief, are necessary for the purposes of our audit.

In our opinion the accounting records of the company were sufficient to permit the financial statements to be readily and properly audited and the financial statements are in agreement with the accounting records.

INDEPENDENT AUDITOR'S REPORT

to the Shareholders of Hallquar Engineering Services Limited

Matters on which we are required to report by exception

Based on the knowledge and understanding of the group and the parent company and its environment obtained in the course of the audit, we have not identified any material misstatements in the directors' report.

The Companies Act 2014 requires us to report to you if, in our opinion, the requirements of any of sections 305 to 312 of the Act, which relate to disclosures of directors' remuneration and transactions are not complied with by the Company. We have nothing to report in this regard.

Respective responsibilities

Responsibilities of directors for the financial statements

As explained more fully in the Directors' Responsibilities Statement set out on page 6, the directors are responsible for the preparation of the financial statements in accordance with the applicable financial reporting framework that give a true and fair view, and 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.

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

Auditor's 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 Auditor's 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 (Ireland) 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.

A further description of our responsibilities for the audit of the financial statements is contained in the appendix to this report, located at page 9, which is to be read as an integral part of our report.

The purpose of our audit work and to whom we owe our responsibilities

Our report is made solely to the group's shareholders, as a body, in accordance with section 391 of the Companies Act 2014. Our audit work has been undertaken so that we might state to the group's shareholders 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 any responsibility to anyone other than the group and the group's shareholders, as a body, for our audit work, for this report, or for the opinions we have formed.

Martin O'Dowd

for and on behalf of

KODC ADVISORY LIMITED

Chartered Accountants and Statutory Audit Firm

8 The Mall,

Main Street, Lucan

K78 R8N2

21 January 2026

Hallquar Engineering Services Limited

APPENDIX TO THE INDEPENDENT AUDITOR'S REPORT

Further information regarding the scope of our responsibilities as auditor

As part of an audit in accordance with ISAs (Ireland), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the group and the parent company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the group and the parent company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our Auditor's Report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our Auditor's Report. However, future events or conditions may cause the group and the parent company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Hallquar Engineering Services Limited

CONSOLIDATED PROFIT AND LOSS ACCOUNT

for the financial year ended 30 April 2025

	Notes	2025 €	2024 €
Turnover	4	21,897,035	25,649,220
Cost of sales		(18,426,997)	(22,351,076)
Gross profit		3,470,038	3,298,144
Administrative expenses		(2,695,748)	(2,895,980)
Group operating profit	5	774,290	402,164
Interest payable and similar expenses	6	(67,836)	(84,775)
Profit before taxation		706,454	317,389
Tax on profit	8	(24,299)	-
Profit for the financial year		682,155	317,389
Total comprehensive income		682,155	317,389

Approved by the board on 21 January 2026 and signed on its behalf by:

Declan Hallinan
Director

Derek Daly
Director

Hallquar Engineering Services Limited

CONSOLIDATED BALANCE SHEET

as at 30 April 2025

	Notes	2025 €	2024 €
Fixed Assets			
Tangible assets	10	<u>2,183,519</u>	<u>2,331,888</u>
Current Assets			
Stocks	12	3,491,392	5,994,206
Debtors	13	3,535,211	2,922,936
Cash and cash equivalents		<u>962,765</u>	<u>983,876</u>
		<u>7,989,368</u>	<u>9,901,018</u>
Creditors: amounts falling due within one year	15	<u>(6,242,089)</u>	<u>(8,715,225)</u>
Net Current Assets		<u>1,747,279</u>	<u>1,185,793</u>
Total Assets less Current Liabilities		<u>3,930,798</u>	<u>3,517,681</u>
Creditors:			
amounts falling due after more than one year	16	<u>(508,439)</u>	<u>(777,477)</u>
Net Assets		<u><u>3,422,359</u></u>	<u><u>2,740,204</u></u>
Capital and Reserves			
Called up share capital presented as equity	19	50	50
Retained earnings		<u>3,422,309</u>	<u>2,740,154</u>
Equity attributable to owners of the company		<u><u>3,422,359</u></u>	<u><u>2,740,204</u></u>

Approved by the board on 21 January 2026 and signed on its behalf by:

Declan Hallinan
Director

Derek Daly
Director

Hallquar Engineering Services Limited

COMPANY BALANCE SHEET

as at 30 April 2025

	Notes	2025 €	2024 €
Fixed Assets			
Tangible assets	10	2,183,519	2,331,888
Investments	11	25,000	-
		<u>2,208,519</u>	<u>2,331,888</u>
Current Assets			
Stocks	12	3,173,200	5,994,206
Debtors	13	3,553,954	2,922,936
Cash and cash equivalents		962,765	983,876
		<u>7,689,919</u>	<u>9,901,018</u>
Creditors: Amounts falling due within one year	15	<u>(5,967,640)</u>	<u>(8,715,225)</u>
Net Current Assets		<u>1,722,279</u>	<u>1,185,793</u>
Total Assets less Current Liabilities		<u>3,930,798</u>	<u>3,517,681</u>
Creditors			
Amounts falling due after more than one year	16	<u>(508,439)</u>	<u>(777,477)</u>
Net Assets		<u><u>3,422,359</u></u>	<u><u>2,740,204</u></u>
Capital and Reserves			
Called up share capital presented as equity	19	50	50
Retained earnings		3,422,309	2,740,154
Shareholders' Funds		<u><u>3,422,359</u></u>	<u><u>2,740,204</u></u>

Approved by the board on 21 January 2026 and signed on its behalf by:

Declan Hallinan
Director

Derek Daly
Director

Hallquar Engineering Services Limited
CONSOLIDATED RECONCILIATION OF SHAREHOLDERS' FUNDS
as at 30 April 2025

	Called up share capital €	Retained earnings €	Total €
At 1 May 2023	50	2,422,765	2,422,815
Profit for the financial year	-	317,389	317,389
At 30 April 2024	50	2,740,154	2,740,204
Profit for the financial year	-	682,155	682,155
At 30 April 2025	50	3,422,309	3,422,359

Hallquar Engineering Services Limited
COMPANY RECONCILIATION OF SHAREHOLDERS' FUNDS
as at 30 April 2025

	Called up share capital €	Retained earnings €	Total €
At 1 May 2023	50	2,422,765	2,422,815
Profit for the financial year	-	317,389	317,389
At 30 April 2024	50	2,740,154	2,740,204
Profit for the financial year	-	682,155	682,155
At 30 April 2025	50	3,422,309	3,422,359

Hallquar Engineering Services Limited

CONSOLIDATED CASH FLOW STATEMENT

for the financial year ended 30 April 2025

	Notes	2025 €	2024 €
Cash flows from operating activities			
Profit for the financial year		682,155	317,389
Adjustments for:			
Interest payable and similar expenses		67,836	84,775
Tax on profit on ordinary activities		24,299	-
Depreciation		580,058	427,436
Profit/loss on disposal of tangible assets		(316,376)	(55,977)
		<u>1,037,972</u>	<u>773,623</u>
Movements in working capital:			
Movement in stocks		2,502,814	(1,561,744)
Movement in debtors		(612,275)	966,403
Movement in creditors		(528,962)	(1,496,190)
		<u>2,399,549</u>	<u>(1,317,908)</u>
Cash generated from/(used in) operations		2,399,549	(1,317,908)
Interest paid		(19,907)	(16,255)
Tax paid		(39,079)	(93,813)
		<u>2,340,563</u>	<u>(1,427,976)</u>
Cash flows from investing activities			
Interest element of finance lease rental payments		(47,929)	(68,520)
Payments to acquire tangible assets		(433,148)	(264,778)
Receipts from sales of tangible assets		317,834	110,303
		<u>(163,243)</u>	<u>(222,995)</u>
Net cash used in investment activities		(163,243)	(222,995)
Cash flows from financing activities			
New short term loan		168,975	7,155
Repayment of short term loan		(58,616)	(59,854)
Capital element of finance lease contracts		(305,589)	(712,883)
Movement in funding from connected parties		(2,003,201)	1,858,430
		<u>(2,198,431)</u>	<u>1,092,848</u>
Net cash (used in)/generated from financing activities		(2,198,431)	1,092,848
Net decrease in cash and cash equivalents		(21,111)	(558,123)
Cash and cash equivalents at beginning of financial year		983,876	1,541,999
Cash and cash equivalents at end of financial year	14	<u>962,765</u>	<u>983,876</u>

Hallquar Engineering Services Limited

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 30 April 2025

1. General Information

Hallquar Engineering Services Limited is a company limited by shares incorporated in Ireland. The registered office of the company is Carrownedin House, Carrownedin, Enniscrone, Co Sligo. The nature of the company's operations and its principal activities are set out in the Directors' Report. The financial statements have been presented in Euro (€) which is also the functional currency of the company.

2. Summary of Significant Accounting Policies

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

Statement of compliance

The financial statements of the company for the financial year ended 30 April 2025 have been prepared on the going concern basis and in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (FRS 102).

Basis of preparation

The financial statements have been prepared on the going concern basis and in accordance with the historical cost convention except for certain properties and financial instruments that are measured at revalued amounts or fair values, as explained in the accounting policies below. Historical cost is generally based on the fair value of the consideration given in exchange for assets. The financial reporting framework that has been applied in their preparation is the Companies Act 2014 and FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" issued by the Financial Reporting Council.

The company qualifies as a medium company as defined by section 280G of the Companies Act 2014 in respect of the financial year.

Turnover

Turnover on construction contracts is ascertained by reference to the valuation of work carried out to date less any turnover recognised in prior accounting periods and includes appropriate estimates of uncertified amounts and claims. Turnover relating to other activities represents the invoiced value of goods and services supplied. Turnover is shown exclusive of value added tax.

Provisions

Provisions are recognised when the company has a present legal or constructive obligation as a result of past events; it is probable that an outflow of resources will be required to settle the obligation; and the amount of the obligation can be estimated reliably.

Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. A provision is recognised even if the likelihood of an outflow with respect to any one item included in the same class of obligations may be small.

Provisions are measured at the present value of the expenditures expected to be required to settle the obligation using a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the obligation. The increase in the provision due to passage of time is recognised as a finance cost.

Contingencies

Contingent liabilities, arising as a result of past events, are not recognised when (i) it is not probable that there will be an outflow of resources or that the amount cannot be reliably measured at the reporting date or (ii) when the existence will be confirmed by the occurrence or non-occurrence of uncertain future events not wholly within the company's control. Contingent liabilities are disclosed in the financial statements unless the probability of an outflow of resources is remote.

Contingent assets are not recognised. Contingent assets are disclosed in the financial statements when an inflow of economic benefits is probable.

Construction contracts

Where the outcome of construction contracts can be reliably estimated, contract revenue and contract costs are recognised by reference to the stage of completion of the contract activity as at the financial year end.

Where the outcome of construction contracts cannot be estimated reliably, revenue is recognised to the extent of contract costs incurred that it is probable will be recoverable and contract costs are recognised as an expense in the period in which they are incurred.

Hallquar Engineering Services Limited

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 30 April 2025

When it is probable that total contract costs will exceed total contract revenue, the expected loss is expensed immediately, with a corresponding provision for an onerous contract being recognised.

Where the collectability of an amount already recognised as contract revenue is no longer probable, the uncollectible amount is expensed rather than recognised as an adjustment to the amount of contract revenue.

The entity uses the percentage of completion method to determine the amounts to be recognised in the period. The stage of completion is measured by reference to the contract costs incurred up to the end of the reporting period as a percentage of total estimated costs for each contract. Costs incurred for work performed to date do not include costs relating to future activity, such as for materials or prepayments.

Tangible assets and depreciation

Tangible assets are stated at cost or at valuation, less accumulated depreciation. The charge to depreciation is calculated to write off the original cost or valuation of tangible assets, less their estimated residual value, over their expected useful lives as follows:

Plant and machinery	- 10% / 20% Straight line
Fixtures, fittings and equipment	- 33.33% Straight line
Motor vehicles	- 20% Straight line

The carrying values of tangible fixed assets are reviewed annually for impairment in periods if events or changes in circumstances indicate the carrying value may not be recoverable.

Impairment of tangible assets

Assets not carried at fair value are also reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount.

The recoverable amount is the higher of an asset's fair value less costs to sell and value in use. Value in use is defined as the present value of the future pre-tax and interest cash flows obtainable as a result of the asset's continued use. The pre-tax and interest cash flows are discounted using a pre-tax discount rate that represents the current market risk free rate and the risks inherent in the asset. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows (cash-generating units).

If the recoverable amount of the asset (or asset's cash generating unit) is estimated to be lower than the carrying amount, the carrying amount is reduced to its recoverable amount. An impairment loss is recognised in the profit and loss account, unless the asset has been revalued when the amount is recognised in other comprehensive income to the extent of any previously recognised revaluation. Thereafter any excess is recognised in profit or loss.

If an impairment loss is subsequently reversed, the carrying amount of the asset (or asset's cash generating unit) is increased to the revised estimate of its recoverable amount, but only to the extent that the revised carrying amount does not exceed the carrying amount that would have been determined (net of depreciation) had no impairment loss been recognised in prior periods. A reversal of an impairment loss is recognised in the profit and loss account.

Leasing and hire purchases

Tangible assets held under leasing and Hire Purchases arrangements which transfer substantially all the risks and rewards of ownership to the company are capitalised and included in the Balance Sheet at their cost or valuation, less depreciation. The corresponding commitments are recorded as liabilities. Payments in respect of these obligations are treated as consisting of capital and interest elements, with interest charged to the Profit and Loss Account.

Stocks

Stock are stated at the lower of cost or net realisable value. In the case of finished goods and work in progress, costs is defined as the aggregate cost of raw material, direct labour and the attributable proportion of direct production overheads based on a normal level of capacity. Net realisable is based on normal selling price less further costs expected to be incurred to completion and disposal.

At the end of each reporting period, stocks and work in progress are assessed for impairment. If an item is impaired, that item is measured at it's selling price less costs to complete / sell and therefore the impairment loss is recognised.

Hallquar Engineering Services Limited

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 30 April 2025

Trade and other debtors

Trade and other debtors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest method less impairment losses for bad and doubtful debts except where the effect of discounting would be immaterial. In such cases the receivables are stated at cost less impairment losses for bad and doubtful debts.

Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and in hand, demand deposits with banks and other short-term highly liquid investments with original maturities of three months or less and bank overdrafts. In the Balance Sheet bank overdrafts are shown within Creditors.

Borrowing costs

Borrowing costs relating to the acquisition of assets are capitalised at the appropriate rate by adding them to the cost of assets being acquired. Investment income earned on the temporary investment of specific borrowings pending their expenditure on the 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.

Trade and other creditors

Trade and other creditors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest rate method, unless the effect of discounting would be immaterial, in which case they are stated at cost.

Related parties

For the purposes of these financial statements a party is considered to be related to the company if:

- the party has the ability, directly or indirectly, through one or more intermediaries to control the company or exercise significant influence over the company in making financial and operating policy decisions or has joint control over the company;
- the company and the party are subject to common control;
- the party is an associate of the company or forms part of a joint venture with the company;
- the party is a member of key management personnel of the company or the company's parent, or a close family member of such as an individual, or is an entity under the control, joint control or significant influence of such individuals;
- the party is a close family member of a party referred to above or is an entity under the control or significant influence of such individuals; or
- the party is a post-employment benefit plan which is for the benefit of employees of the company or of any entity that is a related party of the company.

Close family members of an individual are those family members who may be expected to influence, or be influenced by, that individual in their dealings with the company.

Employee benefits

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The company also operates a defined benefit pension scheme for its employees providing benefits based on final pensionable pay. The assets of this scheme are also held separately from those of the company, being invested with pension fund managers.

Taxation and deferred taxation

Current tax represents the amount expected to be paid or recovered in respect of taxable profits for the financial year and is calculated using the tax rates and laws that have been enacted or substantially enacted at the Balance Sheet date.

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more tax in the future, or a right to pay less tax in the future. Timing differences are temporary differences between the company's taxable profits and its results as stated in the financial statements.

Deferred tax is measured on an undiscounted basis at the tax rates that are anticipated to apply in the periods in which the timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantively enacted by the Balance Sheet date.

Hallquar Engineering Services Limited

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 30 April 2025

Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated at the rates of exchange ruling at the Balance Sheet date. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated at the rates of exchange ruling at the date of the transaction. Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined. The resulting exchange differences are dealt with in the Profit and Loss Account.

Pensions

The group operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the group. Annual contributions payable to the group's pension scheme are charged to the Profit and Loss Account in the period to which they relate.

Basis of consolidation

The consolidated financial statements include the financial statements of the holding company and all its subsidiary companies made up to 30 April 2025.

Ordinary share capital

The ordinary share capital of the company is presented as equity.

3. Critical Accounting Judgements and Estimates

The directors consider the accounting estimates and assumptions below to be its critical accounting judgements and estimates:

Going concern

The Directors have prepared forecasts for a period of at least twelve months from the date of the approval of the financial statements which demonstrate that there is no material uncertainty regarding the entity's ability to meet its liabilities as they fall due and to continue as a going concern. On this basis the directors consider it appropriate to prepare the financial statements on a going concern basis. Accordingly, these financial statements do not include any adjustments to the carrying amounts and classification of assets and liabilities that may arise if the entity was unable to continue as a going concern.

Tangible fixed asset useful economic life

The annual depreciation charge depends primarily on the estimated useful economic lives of each type of asset and estimates of residual values. The directors regularly review these asset useful economic lives and change them as necessary to reflect current thinking on remaining lives in light of prospective economic utilisation and physical condition of the assets concerned. Changes in asset useful lives can have a significant impact on depreciation and amortisation charges for the period. Detail of the useful economic lives is included in the accounting policies.

4. Turnover

The turnover for the financial year is analysed as follows:

	2025 €	2024 €
Republic of Ireland	21,591,037	20,140,767
Rest of the World	305,998	5,508,453
	<u>21,897,035</u>	<u>25,649,220</u>

Turnover attributable to geographical markets outside the Republic of Ireland amounted to 1% for the financial year.

5. Operating profit

	2025 €	2024 €
Operating profit is stated after charging/(crediting):		
Depreciation of tangible assets	580,058	427,436
(Profit) on disposal of tangible assets	(316,376)	(55,977)
(Profit)/loss on foreign currencies	(6,227)	19,081
	<u>257,455</u>	<u>390,540</u>

Hallquar Engineering Services Limited

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 30 April 2025

6. Interest payable and similar expenses	2025	2024
	€	€
On bank loans and overdrafts	19,907	16,255
Finance lease charges	47,929	68,520
	<u>67,836</u>	<u>84,775</u>

7. Employees and remuneration

Number of employees

The average number of persons employed (including executive directors) during the financial year was as follows:

	2025	2024
	Number	Number
Construction employees	78	78
Head Office incl. Directors	10	10
	<u>88</u>	<u>88</u>

The staff costs (inclusive of directors' salaries) comprise:

	2025	2024
	€	€
Wages and salaries	6,058,591	7,494,273
Social welfare costs	702,070	1,045,080
Pension costs	262,178	180,017
	<u>7,022,839</u>	<u>8,719,370</u>

Hallquar Engineering Services Limited

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 30 April 2025

8. Tax on profit

	2025 €	2024 €
(a) Analysis of charge in the financial year		
Current tax:		
Corporation tax at 12.50% (2024 - 12.50%)	304	-
Under/over provision in prior year	23,995	-
Total current tax	<u>24,299</u>	<u>-</u>

(b) Factors affecting tax charge for the financial year

The tax assessed for the financial year differs from the standard rate of corporation tax in the Republic of Ireland 12.50% (2024 - 12.50%). The differences are explained below:

	2025 €	2024 €
Profit taxable at 12.50%	<u>706,454</u>	<u>317,389</u>
Profit before tax multiplied by the standard rate of corporation tax in the Republic of Ireland at 12.50% (2024 - 12.50%)	88,307	39,674
Effects of:		
Expenses not deductible for tax purposes	(61,157)	18,312
Depreciation in excess of capital allowances for period	62,430	24,964
Utilisation of tax losses	(11,619)	-
Foreign tax	304	-
Leased assets	(77,961)	(82,950)
Adjustment to tax charge in respect of previous periods	23,995	-
Total tax charge for the financial year (Note 8 (a))	<u>24,299</u>	<u>-</u>

9. Profit attributable to members of the parent company

In accordance with section 304 of the Companies Act 2014 a separate Profit and Loss Account for the company has not been presented in these financial statements. The profit dealt with in the financial statements of the parent company was €682,155 (2024, €317,389).

Hallquar Engineering Services Limited

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 30 April 2025

10. Tangible assets Group

	Plant and machinery	Fixtures, fittings and equipment	Motor vehicles	Total
	€	€	€	€
Cost				
At 1 May 2024	5,983,303	286,295	410,813	6,680,411
Additions	274,950	5,975	152,223	433,148
Disposals	(962,919)	-	-	(962,919)
At 30 April 2025	5,295,334	292,270	563,036	6,150,640
Depreciation				
At 1 May 2024	3,909,914	203,330	235,279	4,348,523
Charge for the financial year	454,472	45,685	79,902	580,059
On disposals	(961,461)	-	-	(961,461)
At 30 April 2025	3,402,925	249,015	315,181	3,967,121
Net book value				
At 30 April 2025	1,892,409	43,255	247,855	2,183,519
At 30 April 2024	2,073,389	82,965	175,534	2,331,888

Company

	Plant and machinery	Fixtures, fittings and equipment	Motor vehicles	Total
	€	€	€	€
Cost or Valuation				
At 1 May 2024	5,983,303	286,295	410,813	6,680,411
Additions	274,950	5,975	152,223	433,148
Disposals	(962,919)	-	-	(962,919)
At 30 April 2025	5,295,334	292,270	563,036	6,150,640
Depreciation				
At 1 May 2024	3,909,914	203,330	235,279	4,348,523
Charge for the financial year	454,472	45,685	79,902	580,059
On disposals	(961,461)	-	-	(961,461)
At 30 April 2025	3,402,925	249,015	315,181	3,967,121
Net book value				
At 30 April 2025	1,892,409	43,255	247,855	2,183,519
At 30 April 2024	2,073,389	82,965	175,534	2,331,888

Hallquar Engineering Services Limited

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 30 April 2025

10.1. Tangible assets continued

Included above are assets held under finance leases or hire purchase contracts as follows:

	2025 Net book value €	Depreciation charge €	2024 Net book value €	Depreciation charge €
Plant and machinery	1,755,303	398,932	1,818,234	201,131
Fixtures, fittings and equipment	-	-	-	622
Motor vehicles	172,037	12,952	77,167	25,726
	<u>1,927,340</u>	<u>411,884</u>	<u>1,895,401</u>	<u>227,479</u>

11. Investments Company

	Subsidiary undertakings shares	Total
	€	€
Investments Cost		
Additions	25,000	25,000
At 30 April 2025	<u>25,000</u>	<u>25,000</u>
Net book value At 30 April 2025	<u>25,000</u>	<u>25,000</u>

12. Stocks

	2025 €	2024 €
Group		
Work in progress	<u>3,491,392</u>	<u>5,994,206</u>
Company		
Work in progress	<u>3,173,200</u>	<u>5,994,206</u>

13. Debtors

	2025 €	2024 €
Group		
Trade debtors	3,102,980	1,987,250
Amounts owed by related parties	1,900	1,005
Other debtors	30,730	13,674
Directors' current accounts	4,876	5,068
Taxation (Note 17)	241,181	421,834
Prepayments	153,544	494,105
	<u>3,535,211</u>	<u>2,922,936</u>

Hallquar Engineering Services Limited

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 30 April 2025

	2025 €	2024 €
Company		
Trade debtors	3,064,913	1,987,250
Amounts owed by group undertakings	107,037	-
Amounts owed by related parties	1,900	1,005
Other debtors	18,230	13,674
Directors' current accounts	4,876	5,068
Taxation (Note 17)	223,014	421,834
Prepayments	133,984	494,105
	<u>3,553,954</u>	<u>2,922,936</u>
The fair values of Debtors approximate to the carrying amounts.		
14. Cash and cash equivalents	2025 €	2024 €
Cash and bank balances	<u>962,765</u>	<u>983,876</u>
15. Creditors	2025	2024
Amounts falling due within one year	€	€
Group		
Amounts owed to credit institutions	215,410	105,051
Net obligations under finance leases and hire purchase contracts	573,112	609,663
Trade creditors	2,251,660	2,643,384
Amounts owed to connected parties (Note 22)	(6,371)	1,996,830
Taxation (Note 17)	1,219,925	1,418,259
Other creditors	391,088	308,345
Pension accrual	29,659	18,883
Accruals	1,567,606	1,614,810
	<u>6,242,089</u>	<u>8,715,225</u>
	2025	2024
Amounts falling due within one year	€	€
Company		
Amounts owed to credit institutions	215,410	105,051
Net obligations under finance leases and hire purchase contracts	573,112	609,663
Trade creditors	1,972,126	2,643,384
Amounts owed to connected parties (Note 22)	(6,371)	1,996,830
Taxation social welfare (Note 17)	1,219,925	1,418,259
Other creditors	403,588	308,345
Accruals:		
Pension accrual	29,659	18,883
Accruals	1,560,191	1,614,810
	<u>5,967,640</u>	<u>8,715,225</u>

The repayment terms of trade creditors vary between on demand and 90 days. No interest is payable on trade creditors.

Payroll taxes are subject to the terms of the relevant legislation. No interest was due at the financial year end date.

The terms of the accruals are based on the underlying contracts.

Other amounts included within creditors not covered by specific note disclosures are unsecured, interest free and repayable on demand.

Hallquar Engineering Services Limited

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 30 April 2025

16. Creditors	2025	2024
Amounts falling due after more than one year	€	€
Group		
Finance leases and hire purchase contracts	<u>508,439</u>	<u>777,477</u>
Net obligations under finance leases and hire purchase contracts		
Repayable within one year	628,638	689,465
Repayable between one and five years	508,439	777,477
	<u>1,137,077</u>	<u>1,466,942</u>
Finance charges and interest allocated to future accounting periods	(55,526)	(79,802)
	<u>1,081,551</u>	<u>1,387,140</u>
	2025	2024
Amounts falling due after more than one year	€	€
Company		
Finance leases and hire purchase contracts	<u>508,439</u>	<u>777,477</u>
Net obligations under finance leases and hire purchase contracts		
Repayable within one year	628,638	689,465
Repayable between one and five years	508,439	777,477
	<u>1,137,077</u>	<u>1,466,942</u>
Finance charges and interest allocated to future accounting periods	(55,526)	(79,802)
	<u>1,081,551</u>	<u>1,387,140</u>
17. Taxation	2025	2024
	€	€
Group		
Debtors:		
VAT	<u>241,181</u>	<u>421,834</u>
Creditors:		
Corporation tax	304	15,085
PAYE	1,134,888	1,304,033
Subcontractors tax	16,340	30,748
Section 23 assessment	68,393	68,393
	<u>1,219,925</u>	<u>1,418,259</u>

Hallquar Engineering Services Limited

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 30 April 2025

Company	2025 €	2024 €
Debtors:		
VAT	<u>223,014</u>	<u>421,834</u>
Creditors:		
Corporation tax	304	15,085
PAYE	1,134,888	1,304,033
Subcontractors tax	16,340	30,748
Section 23 assessment	68,393	68,393
	<u>1,219,925</u>	<u>1,418,259</u>

18. Pension costs - defined contribution

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. Pension costs amounted to €262,178 (2024 - €180,017).

Unpaid contributions outstanding at 30 April 2025 amounted to €29,659 (30 April 2024 - €18,883).

19. Share capital

Description	Number of shares	Value of units	2025 €	2024 €
Authorised				
Ordinary Share Capital	1,000,000	€1.00 each	<u>1,000,000</u>	<u>1,000,000</u>
Allotted, called up and fully paid				
Ordinary Share Capital	50	€1.00 each	<u>50</u>	<u>50</u>

20. Capital commitments

Group

The group had no material capital commitments at the financial year-ended 30 April 2025.

Company

The company had no material capital commitments at the financial year-ended 30 April 2025.

21. Directors' remuneration

	2025 €	2024 €
Remuneration	<u>219,073</u>	<u>90,000</u>

22. Related party transactions

Transactions with group companies include ...

As permitted by the Companies Act 2014 the company had transactions with other connected parties. The following amounts are receivable at the financial year end:

The following amounts are due to other connected parties:

	2025 €	2024 €
DHD Coachman Limited	<u>(6,371)</u>	<u>1,996,830</u>

Hallquar Engineering Services Limited

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 30 April 2025

Net balances with related parties:

	2025 €	2024 €
Trading amounts (due from) related parties	<u>(1,900)</u>	<u>(1,005)</u>

Declan Hallinan is a director of both Hallquar Engineering Services UK Limited and Hallquar Engineering Services Limited.

During the year the company provided services to Hallquar Engineering Services UK Limited. The sales for the period 2025 were €nil (2024: €36,368). At the year end the company is owed 2025 : € nil (2024 : € nil) by Hallquar Engineering Services UK Limited.

Declan Hallinan is a director of both Hallquar Engineering Services Limited and Hallquar Construction Limited. During the year Hallquar Engineering Services Limited received construction services from Hallquar Construction Limited. The purchases for the period 2025 were €223,415 (2024: €166,060). At the year end the company owed 2025 : €79,362 (2024 : €122,344) to Hallquar Construction Limited.

During the year Hallquar Engineering Services Limited received management services from Hallquar Construction Limited. The amount for the period 2025 was €206,604 (2024: €209,604). At the year end the company was owed 2025 : €628,812 (2024 : €419,208) to Hallquar Construction Limited.

During the year Hallquar Engineering Services Limited provided construction services to Hallquar Construction Limited. The sales for the period 2025 were €nil (2024: € nil). At the year end the company was owed 2025 : €nil (2024 : €nil) from Hallquar Construction Limited.

Loganima Security Limited owns 25 shares in Hallquar Engineering Services Limited.

During the year Hallquar Engineering Services Limited received management services from Loganima Security Limited. The services for the period 2025 were € nil (2024: €nil). At the year end the company owed 2025 : €182,704 (2024 : €182,704) to Loganima Security Limited.

Declan Hallinan is a director of both Hallquar Engineering Services Limited and DHD Coachman Limited.

During the year the company provided construction services to DHD Coachman Limited. The sales for the period 2025 were €5,300,000 (2024: €2,460,250). At the year end the company is owed 2025 : €6,371 (2024 : € -1,996,830) from DHD Coachman Limited.

Declan Hallinan is a director of both Hallquar Engineering Services Limited and DHD Investments Limited.

At the year end the company is owed 2025 : €1,900 (2024 : € 1,005) from DHD Investments Limited.

Hallquar Engineering Services Limited owns 100% of Enexiv GmbH. Hallquar Engineering Services Limited is owed at the year end €19,476 (2024: nil) from Enexiv GmbH.

In the opinion of the directors these amounts arise in the ordinary course of business and the terms of the amounts due are in accordance with the terms ordinarily offered by the company.

23. Post-Balance Sheet Events

There have been no significant events affecting the group since the financial year-end.

24 Reconciliation of Net Cash Flow to Movement in Net Debt

	Opening balance	Cash flows	Closing balance
	€	€	€
Short-term borrowings	(105,051)	(110,359)	(215,410)
Finance lease and hire purchase	(1,387,140)	305,589	(1,081,551)
Total liabilities from financing activities	<u>(1,492,191)</u>	<u>195,230</u>	<u>(1,296,961)</u>
Total Cash and cash equivalents (Note 14)			<u>962,765</u>
Total net debt			<u>(334,196)</u>

Hallquar Engineering Services Limited

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 30 April 2025

25. Key Management Compensation	2025	2024
	€	€
Salaries	<u>219,073</u>	<u>181,595</u>

26. Related Party Transaction

Declan Hallinan, a Director of Hallquar Engineering Services Ltd, received a loan from the company and the balance outstanding at the year end is 2025: €4,876 (2024: €5,068). The loan is interest free and repayable on demand. The maximum amount outstanding during the year was €5,068.

Derek Hallinan, a relative of Declan Hallinan, received a loan from the company and the balance outstanding at the year end is 2025: €13,460 (2024: €13,460). The loan is interest free and repayable on demand. The maximum amount outstanding during the year was €13,460.

27. Charge Number 24577

Charge Type Debenture dated 7 April 2022 (the "Debenture") between HALLQUAR ENGINEERING SERVICES LIMITED (the "company") and InvoiceFair Limited (the "Security Trustee").

Created 07/04/2022

Registered 08/04/2022

Charge Document SR1104540/1 - Form C1 - Charge Created By a Company Incorporated in the State
SR1104540/17440976 - Certificate of Charge Companies
SR1104540/21752234 - Further Particulars

Property Notes 1 - Debenture dated 7 April 2022 (the "debenture") between HALLQUAR ENGINEERING SERVICES LIMITED (the "company") and InvoiceFair Limited (the "Security Trustee") incorporating a charge over all the property, assets and undertakings of the company.

Person Entitled Invoicefair Limited

Address 13-18 City Quay, Dublin 2

Charge Status Not Satisfied

28. Charge Number 53293

Charge Type All Assets Debenture between HALLQUAR ENGINEERING SERVICES LIMITED and Close Brothers Limited dated 21 October 2024

Created 21/10/2024

Registered 31/10/2024

Charge Document SR3874067/1 - Form C1 - Charge Created By a Company Incorporated in the State
SR3874067/17603964 - Certificate of Charge Companies
SR3874067/23965152 - Further Particulars

Property Notes 1 - (1) first fixed charge over (a) the property; (b) the company's freehold and leasehold properties; (c) all fixtures; (d) any other freehold and leasehold property which the company shall own together with associated fixtures; (e) loan capital, indebtedness or liabilities owing to the company from any subsidiary or a member of the company's group; (f) intellectual property; (g) documents of title deposited with security trustee; (h) assets mentioned in title documents at (g); And (i) all the company's non-vesting and other debts, present at the date of the deed and thereafter. (2) security assignment of (a) all specified equipment; (b) all equipment; And (c) the company's goodwill. Where (2)(a) to (c) inclusive were not effectively assigned the company charged each of them unto the security trustee by way of first fixed charge. (3) first floating charge over the company's undertaking and all its property, assets and rights. (4) each as more fully set out in the further particulars.

Person Entitled Close Brothers Limited

Address 10 Crown Place, London, EC2A 4FT

Charge Status Not Satisfied

Hallquar Engineering Services Limited
NOTES TO THE FINANCIAL STATEMENTS
for the financial year ended 30 April 2025

30. Approval of financial statements

The financial statements were approved and authorised for issue by the board of directors on 21 January 2026.