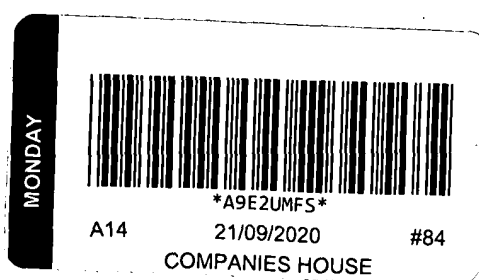


REGISTERED NUMBER: 05851663

REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019
FOR
ENVAC UK LIMITED



**CONTENTS OF THE FINANCIAL STATEMENTS
for the Year Ended 31 December 2019**

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ENVAC UK LIMITED
COMPANY INFORMATION
for the Year Ended 31 December 2019

DIRECTORS:

JRG Karlsson
D P Haraldsson
D A Buckley

REGISTERED OFFICE:

1 Chapel Street
Warwick
Warwickshire
CV34 4HL

REGISTERED NUMBER:

05851663

SENIOR STATUTORY AUDITOR:

Steven R Mugglestone

AUDITORS:

Michael Harwood & Co
Chartered Accountants and Statutory Auditors
Greville House
10 Jury Street
Warwick
Warwickshire
CV34 4EW

**REPORT OF THE DIRECTORS
for the Year Ended 31 December 2019**

The directors present their report with the financial statements of the company for the year ended 31 December 2019.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of environmentally sustainable waste handling.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 January 2019 to the date of this report.

JRG Karlsson
D P Haraldsson
D A Buckley

GOING CONCERN

The financial statements have been prepared on a going concern basis, which the Directors believe to be appropriate. The company has received confirmation from its parent company, Envac AB, that for at least 12 months from the date of approval of these financial statements, it will make available the necessary financial support to enable the company to meet its liabilities as they fall due. Amounts owed to the Group are disclosed within the Creditors Note to the Financial Statements (Note 9).

Envac AB has also confirmed that the amounts owed to Group undertakings which would significantly affect the company's trading position, will not be repayable for the foreseeable future.

CORONAVIRUS - COVID 19

After the end of the financial year, Coronavirus - Covid 19 has hit the world with full force. The development is being closely monitored and a number of measures have been taken to try to reduce the impact in operations. The company has a financial position that can withstand a significant decline in business activity, but given the uncertain situation, it is currently not possible to estimate the whole of its potential impact and all assessments are subject to great uncertainty.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

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

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

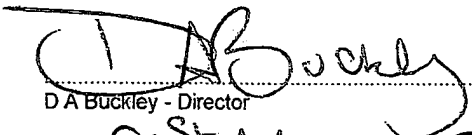
So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

ENVAC UK LIMITED

REPORT OF THE DIRECTORS
for the Year Ended 31 December 2019

This report has been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

ON BEHALF OF THE BOARD:


D A Buckley - Director

Date:

21st May 2020

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF ENVAC UK LIMITED

Opinion

We have audited the financial statements of Envac UK Limited (the 'company') for the year ended 31 December 2019 which comprise the Income Statement, Balance Sheet and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2019 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

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 UK, including the FRC'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

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The directors are responsible for the other information. The other information comprises the information in the Report of the Directors, but does not include the financial statements and our Report of the Auditors 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.

In connection with our audit of the financial statements, 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 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 2006

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

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

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 Report of the Directors.

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

- adequate accounting records have not been kept, 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; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Directors.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
ENVAC UK LIMITED**

Responsibilities of directors

As explained more fully in the Statement of Directors' Responsibilities set out on page two, 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 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 a Report of the Auditors 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.

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. This description forms part of our Report of the Auditors.

Use of our report

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in a Report of the Auditors and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Steven R Mugglestone (Senior Statutory Auditor)
for and on behalf of Michael Harwood & Co
Chartered Accountants and Statutory Auditors
Greville House
10 Jury Street
Warwick
Warwickshire
CV34 4EW

29 May 2020

ENVAC UK LIMITED (REGISTERED NUMBER: 05851663)

INCOME STATEMENT
for the Year Ended 31 December 2019

	Notes	31.12.19 £	31.12.18 £
TURNOVER		4,597,211	4,451,424
Cost of sales		3,774,990	3,326,638
GROSS PROFIT		822,221	1,124,786
Administrative expenses		582,910	493,894
		239,311	630,892
Other operating income		110,988	157,282
OPERATING PROFIT	5	350,299	788,174
Interest receivable and similar income		334	126
		350,633	788,300
Interest payable and similar expenses		47	6,500
PROFIT BEFORE TAXATION		350,586	781,800
Tax on profit	6	67,430	149,759
PROFIT FOR THE FINANCIAL YEAR		283,156	632,041

The notes form part of these financial statements

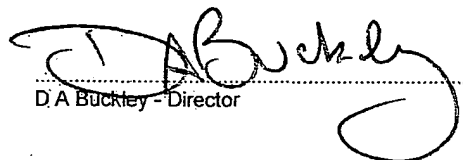
ENVAC UK LIMITED (REGISTERED NUMBER: 05851663)

BALANCE SHEET
31 December 2019

	Notes	31.12.19 £	£	31.12.18 £	£
FIXED ASSETS					
Tangible assets	7		2		2
CURRENT ASSETS					
Debtors	8	2,413,270		2,194,896	
Cash at bank		51,451		129,761	
		<u>2,464,721</u>		<u>2,324,657</u>	
CREDITORS					
Amounts falling due within one year	9	1,687,514		1,830,606	
NET CURRENT ASSETS			<u>777,207</u>		<u>494,051</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>777,209</u>		<u>494,053</u>
CAPITAL AND RESERVES					
Called up share capital	10	75,000		75,000	
Retained earnings	11	702,209		419,053	
SHAREHOLDERS' FUNDS			<u>777,209</u>		<u>494,053</u>

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Board of Directors and authorised for issue on 21/5/2020 and were signed on its behalf by:


D.A. Buckley - Director

The notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 December 2019

1. STATUTORY INFORMATION

Envac UK Limited is a private company, limited by shares, registered in the United Kingdom. The company's registered number and registered office address can be found on the Company Information page.

2. STATEMENT OF COMPLIANCE

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006.

3. ACCOUNTING POLICIES

Basis of preparing the financial statements

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

Related party exemption

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 Section 1A 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

Turnover

Turnover comprises revenue recognised by the Company in respect of goods and services supplied during the year, exclusive of Value Added Tax and trade discounts.

Contract turnover included the value of work completed during the financial year after reference to the total sales value and stage completion of the project.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off the cost less estimated residual value of each asset over its estimated useful life.

Fixtures and fittings	- 50% on cost
Computer equipment	- 50% on cost

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 December 2019

3. ACCOUNTING POLICIES - continued**Going concern**

The financial statements have been prepared on a going concern basis, which the Directors believe to be appropriate because the company has received confirmation from its parent company, Envac AB, that for at least 12 months from the date of approval of these financial statements, it will make available the necessary financial support to enable the company to meet its liabilities as they fall due. Amounts owed to the Group are disclosed within the Creditors Note to the Financial Statements (Note 9).

Envac AB has also confirmed that the amounts owed to Group undertakings which would significantly affect the company's trading position, will not be repayable for the foreseeable future.

As stated in the Report of the Directors, since the end of the financial year Coronavirus - Covid 19 has hit the world with full force. The development is being closely monitored and a number of measures have been taken to try to reduce the impact in operations. The company has a financial position that can withstand a significant decline in business activity, but given the uncertain situation, it is currently not possible to estimate the whole of its potential impact and all assessments are subject to great uncertainty.

At the financial year end the company has a number of long-term construction projects in progress, and it is reasonable to assume that at the end of the Coronavirus pandemic, the company will be able to resume the completion of these contracts. In addition the company is part of the Envac / Stena group of companies, which should ensure a degree of financial stability in these uncertain times.

Amounts recoverable on contracts

Amounts recoverable on contracts are contract balances that are valued at costs incurred on specific contracts, net of amounts transferred to cost of sales in respect of work recorded as turnover, less foreseeable losses and payments on account. If the ultimate profitability of a contract can be assessed with reasonable certainty after having made prudent allowance for future risks and uncertainties, then profit is recognised in proportion to the contract work completed, immediate provision being made for all foreseeable losses.

Taxation

The charge for taxation is based on the profit for the year and takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes, which have arisen but not reversed by the balance sheet date, except as otherwise required by FRS 102.

4. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 7 (2018 - 5).

5. OPERATING PROFIT

The operating profit is stated after charging/(crediting):

	31.12.19	31.12.18
	£	£
Auditor remuneration-audit fee	3,675	3,275
Audit remuneration-other work	2,625	3,070
Difference on foreign exchange	<u>(71,764)</u>	<u>(227)</u>

6. TAXATION**Analysis of the tax charge**

The tax charge on the profit for the year was as follows:

	31.12.19	31.12.18
	£	£
Current tax:		
UK corporation tax	<u>67,430</u>	<u>149,759</u>
Tax on profit	<u><u>67,430</u></u>	<u><u>149,759</u></u>

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 December 2019

6. TAXATION - continued

Reconciliation of total tax charge included in profit and loss

The tax assessed for the year is higher than the standard rate of corporation tax in the UK. The difference is explained below:

	31.12.19 £	31.12.18 £
Profit before tax	<u>350,586</u>	<u>781,800</u>
Profit multiplied by the standard rate of corporation tax in the UK of 19% (2018 - 19%)	66,611	148,542
Effects of:		
Expenses not deductible for tax purposes	837	1,240
Capital allowances in excess of depreciation	(18)	(23)
Total tax charge	<u>67,430</u>	<u>149,759</u>

7. TANGIBLE FIXED ASSETS

	Fixtures and fittings £	Computer equipment £	Totals £
COST			
At 1 January 2019 and 31 December 2019	<u>1,175</u>	<u>9,141</u>	<u>10,316</u>
DEPRECIATION			
At 1 January 2019 and 31 December 2019	<u>1,174</u>	<u>9,140</u>	<u>10,314</u>
NET BOOK VALUE			
At 31 December 2019	<u>1</u>	<u>1</u>	<u>2</u>
At 31 December 2018	<u>1</u>	<u>1</u>	<u>2</u>

8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.19 £	31.12.18 £
Trade debtors	2,402,861	2,116,557
Amounts owed by group undertakings	-	62,229
Other debtors	4,938	4,938
Prepayments	5,471	11,172
	<u>2,413,270</u>	<u>2,194,896</u>

Included within trade debtors above are amounts recoverable on contracts that total £1,201,770 (2018: £478,080).

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 December 2019

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.19	31.12.18
	£	£
Trade creditors	248,109	221,536
Amounts owed to group undertakings	1,240,493	838,977
Social security and other taxes	64,397	156,469
Other creditors	4,383	2,093
Accruals and deferred income	130,132	611,531
	<u>1,687,514</u>	<u>1,830,606</u>

Included within accruals and deferred income above is a deferred income creditor amounting to £64,673 (2018 £434,739).

10. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:			31.12.19	31.12.18
Number:	Class:	Nominal value:	£	£
75,000	Ordinary	£1	<u>75,000</u>	<u>75,000</u>

11. RESERVES

	Retained earnings £
At 1 January 2019	419,053
Profit for the year	<u>283,156</u>
At 31 December 2019	<u>702,209</u>

12. PENSION COMMITMENTS

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 pension charge amounted to £16,120 (2018: £10,632)).

13. CONTINGENT LIABILITIES

All the company's contracts are subject to a two year warranty period and therefore the company is contingently liable for losses arising in this period.

14. OTHER FINANCIAL COMMITMENTS

At 31st December 2019 the company had total commitments under non-cancellable operating leases over the remaining life of those leases of £Nil (2018: £26,059).

15. RELATED PARTY DISCLOSURES

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 Section 1A 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

During the year the company purchased materials from a fellow subsidiary company, Envac Scandinavia AB amounting to £857,647 (2018: £1,132,346). At the year end the company owed £738,271 (2018: £687,602) to Envac Scandinavia AB

The company also purchased materials from another fellow subsidiary, Envac Far East Limited amounting to £280,592 (2018: £Nil). At the year end the company owed £225,816 (2018: £Nil) to Envac Far East Limited.

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 December 2019**

16. ULTIMATE CONTROLLING PARTY

The ultimate controlling party for the current financial year was Stena AB, a company incorporated in Sweden, by virtue of its control over this company's parent undertaking, Envac AB, a company also incorporated in Sweden.

Stena AB is the largest and smallest group to consolidate these financial statements.