

Company registration number: **SC404792**

Hardbanding Solutions (Europe) Ltd
Unaudited Filleted Financial Statements for the
year ended
31 August 2019

Hardbanding Solutions (Europe) Ltd

Report to the board of directors on the preparation of the unaudited statutory financial statements of Hardbanding Solutions (Europe) Ltd

Year ended 31 August 2019

As described on the statement of financial position, the Board of Directors of Hardbanding Solutions (Europe) Ltd are responsible for the preparation of the financial statements for the year ended 31 August 2019, which comprise the income statement, statement of income and retained earnings, statement of financial position and related notes.

You consider that the company is exempt from an audit under the Companies Act 2006.

In accordance with your instructions we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and from information and explanations supplied to us.

Horizon Chartered Accountants

36 Churchill Tower

South Harbour Street

Ayr

KA7 1JT

United Kingdom

Date: 14 January 2020

Hardbanding Solutions (Europe) Ltd

Statement of Financial Position

31 August 2019

	Note	2019 £	2018 £
FIXED ASSETS			
Tangible assets	5	8,491	11,779
CURRENT ASSETS			
Stocks		153,200	160,700
Debtors	6	520,007	308,960
Cash at bank and in hand		446,870	142,631
		1,120,077	612,291
Creditors: amounts falling due within one year	7	(397,316)	(210,147)
Net current assets		722,761	402,144
Total assets less current liabilities		731,252	413,923
CAPITAL AND RESERVES			
Called up share capital		93	93
Profit and loss account		731,159	413,830
Shareholders funds		731,252	413,923

For the year ending 31 August 2019, the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared and delivered in accordance with the provisions applicable to

companies subject to the small companies' regime.

In accordance with Section 444 of the Companies Act 2006, the income statement has not been delivered.

These financial statements were approved by the board of directors and authorised for issue on 14 January 2020, and are signed on behalf of the board by:

Mr Colin Duff

Director

Company registration number: SC404792

Hardbanding Solutions (Europe) Ltd

Notes to the Financial Statements

Year ended 31 August 2019

1 GENERAL INFORMATION

The company is a private company limited by shares and is registered in Scotland. The address of the registered office is 36 Churchill Tower, South Harbour Street, Ayr, KA7 1JT, United Kingdom.

2 STATEMENT OF COMPLIANCE

These financial statements have been prepared in compliance with FRS 102 Section 1A, 'The Financial Reporting Standard applicable to the UK and Republic of Ireland'.

3 ACCOUNTING POLICIES

BASIS OF PREPARATION

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain assets.

The financial statements are prepared in sterling, which is the functional currency of the company.

TURNOVER

Turnover is measured at the fair value of the consideration received or receivable for goods supplied, net of discounts and Value Added Tax.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership have transferred to the buyer, usually on despatch of the goods; the amount of revenue can be measured reliably; it is probable that the associated economic benefits will flow to the entity; and the costs incurred or to be incurred in respect of the transactions can be measured reliably.

CURRENT TAX

Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

TANGIBLE ASSETS

Tangible assets are initially measured at cost, and are subsequently measured at cost less any accumulated depreciation and accumulated impairment losses or at a revalued amount.

Any tangible assets carried at a revalued amount are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation is recognised in other comprehensive income and accumulated in capital and reserves. However, the increase is recognised in profit or loss to the extent that it reverses a revaluation decrease of the same asset previously recognised in profit or loss. A decrease in the carrying amount of an asset as a result of revaluation is recognised in other comprehensive income to the extent of any previously recognised revaluation increase accumulated in capital and reserves. If a revaluation decrease exceeds the accumulated revaluation gains accumulated in capital and reserves in respect of that asset, the excess is recognised in profit or loss.

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Plant and machinery	25% straight line
Office equipment	33% straight line
Fixtures and fittings	25% straight line

IMPAIRMENT

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

STOCKS

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stocks to their present location and condition.

DEFINED CONTRIBUTION PENSION PLAN

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

4 AVERAGE NUMBER OF EMPLOYEES

The average number of persons employed by the company during the year was 4 (2018: 4).

5 TANGIBLE ASSETS

	Plant and machinery etc.
	£
COST	
At 1 September 2018	27,987
Additions	4,809
At 31 August 2019	<u>32,796</u>
DEPRECIATION	
At 1 September 2018	16,208
Charge	8,097
At 31 August 2019	<u>24,305</u>
CARRYING AMOUNT	
At 31 August 2019	8,491
At 31 August 2018	11,779

6 DEBTORS

	2019	2018
	£	£
Trade debtors	497,045	275,840
Other debtors	22,962	33,120
	<u>520,007</u>	<u>308,960</u>

7 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019	2018
	£	£
Trade creditors	256,464	154,951

Taxation and social security	137,948	52,292
Other creditors	2,904	2,904
	397,316	210,147

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.