

Ocean Agencies Limited

Directors' Report and Unaudited

Financial Statements

Year Ended

31 December 2018

Company Number 02813300



Ocean Agencies Limited

Company Information

Directors	Pavel A. Sokhan Sergey B. Lokhov Andrey E. Manyakhin
Company secretary	Colin Macfarlane
Registered number	02813300
Registered office	298 Regents Park Road 2nd floor, Marlborough House Finchley London N3 2SZ
Accountants	BDO LLP 150 Aldersgate Street London EC1A 4AB

Ocean Agencies Limited

Contents

	Page
Directors' Report	1
Directors' Responsibilities Statement	2
Accountants' Report	3
Statement of Comprehensive Income	4
Balance Sheet	5
Notes to the Financial Statements	6 - 11

Ocean Agencies Limited

Directors' report For the Year Ended 31 December 2018

The directors present their report and the financial statements for the year ended 31 December 2018.

Principal activity and future developments

The principal activity of the company during the year was that of shipping agents. This activity is expected to continue for the foreseeable future.

Directors

The directors who served during the year were:

Pavel A. Sokhan
Sergey B. Lokhov
Andrey E. Manyakhin


Small companies note

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

This report was approved by the board on

18.09.19

and signed on its behalf.


Pavel A. Sokhan
Director

Ocean Agencies Limited

Directors' responsibilities statement For the Year Ended 31 December 2018

The directors are responsible for preparing the 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 the directors have elected to prepare the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. 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 for the Company's financial statements and then apply them consistently;
- make judgments 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 to 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.

Ocean Agencies Limited

Chartered Accountants' Report to the Board of Directors on the Unaudited Financial Statements of Ocean Agencies Limited

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Ocean Agencies Limited for the year ended 31 December 2018 as set out on pages 4 to 11 from the company's accounting records and from information and explanations you have given to us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/en/members/regulations-standards-and-guidance/>.

This report is made solely to the Board of Directors of Ocean Agencies Limited, as a body, in accordance with the terms of our engagement letter dated 16 September 2019. Our work has been undertaken solely to prepare for your approval the accounts of Ocean Agencies Limited and state those matters that we have agreed to state to the Board of Directors of Ocean Agencies Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Ocean Agencies Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Ocean Agencies Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of Ocean Agencies Limited. You consider that Ocean Agencies Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the accounts of Ocean Agencies Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.

BDO LLP

BDO LLP

150 Aldersgate Street
London
EC1A 4AB
United Kingdom

26/9/19

BDO LLP is a limited liability partnership registered in England and Wales (with registered number OC305127).

Ocean Agencies Limited

Statement of comprehensive income For the Year Ended 31 December 2018

	Note	2018 £	2017 £
Turnover		1,351,067	1,225,291
Gross profit		<u>1,351,067</u>	<u>1,225,291</u>
Administrative expenses		(1,316,163)	(1,223,119)
Operating profit		<u>34,904</u>	<u>2,172</u>
Tax on profit		(17,809)	(4,714)
Profit/(loss) for the financial year		<u><u>17,095</u></u>	<u><u>(2,542)</u></u>

There was no other comprehensive income for 2018 (2017:£NIL).

The notes on pages 6 to 11 form part of these financial statements.

Ocean Agencies Limited

Registered number: 02813300

Balance sheet As at 31 December 2018

	Note	2018 £	2017 £
Fixed assets			
Tangible assets	6	22,993	18,068
		<u>22,993</u>	<u>18,068</u>
Current assets			
Debtors: amounts falling due within one year	7	53,388	19,140
Cash at bank and in hand	8	223,243	260,808
		<u>276,631</u>	<u>279,948</u>
Creditors: amounts falling due within one year	9	(71,018)	(86,505)
Net current assets		<u>205,613</u>	<u>193,443</u>
Total assets less current liabilities		<u>228,606</u>	<u>211,511</u>
Net assets		<u><u>228,606</u></u>	<u><u>211,511</u></u>
Capital and reserves			
Called up share capital	11	10,000	10,000
Profit and loss account		218,606	201,511
		<u><u>228,606</u></u>	<u><u>211,511</u></u>

The directors consider that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the year in question in accordance with section 476 of Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on

18.09.19

Pavel A. Sokhan
Director



The notes on pages 6 to 11 form part of these financial statements.

Ocean Agencies Limited

Notes to the financial statements For the Year Ended 31 December 2018

1. General information

The Company is a United Kingdom private company limited by shares. It is both incorporated and domiciled in England and Wales. The registered office address is 2nd Floor, Marlborough House, 298 Regents Park Road, London, United Kingdom, N3 2SZ.

These financial statements are presented in Pounds Sterling (GBP), as that is the currency in which the majority of the Company's transactions are denominated. They comprise the financial statements of the Company for the year ended 31 December 2018 and are presented to the nearest pound.

The Company has determined that GBP is its functional currency, as this is the currency of the economic environment in which the Company predominantly operates.

The principal activity of the Company during the period was that of shipping agents.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgment in applying the Company's accounting policies (see note 3).

2.2 Foreign currency translation

Functional and presentation currency

The Company's functional and presentational currency is GBP.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

Foreign exchange gains and losses resulting from the settlement of transactions and from the translation at period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the Statement of comprehensive income except when deferred in other comprehensive income as qualifying cash flow hedges.

2.3 Turnover

Turnover represents agency fees and commissions receivable by the company net of value added tax.

Ocean Agencies Limited

Notes to the financial statements For the Year Ended 31 December 2018

2. Accounting policies (continued)

2.4 Operating leases: the Company as lessee

Rentals paid under operating leases are charged to the Statement of comprehensive income on a straight line basis over the lease term.

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the lease term, unless another systematic basis is representative of the time pattern of the lessee's benefit from the use of the leased asset.

2.5 Pensions

Defined contribution pension plan

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in the Statement of comprehensive income when they fall due. Amounts not paid are shown in accruals as a liability in the Balance sheet. The assets of the plan are held separately from the Company in independently administered funds.

2.6 Taxation

Tax is recognised in the Statement of comprehensive income, except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the balance sheet date in the countries where the Company operates and generates income.

2.7 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Fixtures and fittings	- 10% per annum
Office equipment	- 10% per annum
Leasehold improvements	- over 10 year period of lease

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Statement of comprehensive income.

Ocean Agencies Limited

Notes to the financial statements For the Year Ended 31 December 2018

2. Accounting policies (continued)

2.8 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.9 Financial instruments

Financial instruments are recognised in the Statement of Financial Position when the Company becomes party to the contractual provisions of the instrument. Financial instruments are initially measured at transaction price unless the arrangement constitutes a financing transaction which includes transaction costs for financial instruments not subsequently measured at fair value. Subsequent to initial recognition, they are measured as set out below. A financing transaction is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Classification

Financial instruments are classified as either 'basic' or 'other' in accordance with Chapter 11 of FRS 102.

Subsequent measurement

Loans and receivables are measured at amortised cost, using the effective interest method. Trade debtors and trade payables are recognised at the undiscounted amount owed by the customer or to the supplier, which is normally the invoice amount.

3. Judgments in applying accounting policies and key sources of estimation uncertainty

The Directors have made various assumptions concerning the future in the preparation of these financial statements. Although these estimates are based on the Directors' best knowledge of the events and amounts involved, actual results ultimately may differ from those estimates.

4. Employees

The average monthly number of employees, including directors, during the year was 10 (2017 -10).

5. Directors' remuneration

	2018 £	2017 £
Directors' emoluments	328,732	435,511
Company contributions to defined contribution pension schemes	32,607	29,573
	<u>361,339</u>	<u>465,084</u>

During the year retirement benefits were accruing to 3 directors (2017 -3) in respect of defined contribution pension schemes.

Ocean Agencies Limited

Notes to the financial statements For the Year Ended 31 December 2018

6. Tangible fixed assets

	Fixtures and fittings £	Office equipment £	Leasehold improvement £	Total £
Cost or valuation				
At 1 January 2018	92,598	98,821	100,660	292,079
Additions	-	10,598	-	10,598
At 31 December 2018	<u>92,598</u>	<u>109,419</u>	<u>100,660</u>	<u>302,677</u>
Depreciation				
At 1 January 2018	91,971	81,380	100,660	274,011
Charge for the year on owned assets	177	5,496	-	5,673
At 31 December 2018	<u>92,148</u>	<u>86,876</u>	<u>100,660</u>	<u>279,684</u>
Net book value				
At 31 December 2018	<u>450</u>	<u>22,543</u>	<u>-</u>	<u>22,993</u>
At 31 December 2017	<u>627</u>	<u>17,441</u>	<u>-</u>	<u>18,068</u>

7. Debtors

	2018 £	2017 £
Other debtors	9,325	3,453
Prepayments and accrued income	44,063	15,687
	<u>53,388</u>	<u>19,140</u>

8. Cash and cash equivalents

	2018 £	2017 £
Cash at bank and in hand	223,243	260,808
	<u>223,243</u>	<u>260,808</u>

Ocean Agencies Limited

Notes to the financial statements For the Year Ended 31 December 2018

9. Creditors: Amounts falling due within one year

	2018 £	2017 £
Trade creditors	3,296	1,834
Corporation tax	17,809	5,233
Other taxation and social security	40,937	62,894
Accruals and deferred income	8,976	16,544
	<u>71,018</u>	<u>86,505</u>

10. Financial instruments

	2018 £	2017 £
Financial assets		
Financial assets measured at fair value through profit or loss	<u>223,243</u>	<u>260,808</u>

Financial assets measured at fair value through profit or loss comprise of cash at bank and in hand.

11. Share capital

	2018 £	2017 £
Allotted, called up and fully paid		
10,000 (2017 -10,000) Ordinary shares of £1.00 each	<u>10,000</u>	<u>10,000</u>

12. Pension commitments

The company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £58,883 (2017: £58,698). At 31 December 2018 there were unpaid pension contributions of £5,185 (2018: £5,543).

Ocean Agencies Limited

Notes to the financial statements For the Year Ended 31 December 2018

13. Commitments under operating leases

At 31 December 2018 the Company had future minimum lease payments under non-cancellable operating leases as follows:

	2018 £	2017 £
Not later than 1 year	70,000	70,000
Later than 1 year and not later than 5 years	105,000	175,000
	<u>175,000</u>	<u>245,000</u>

14. Controlling party

At 31 December 2018, Mr P Sokhan, Mr A Manyakhin and Mr S Lokhov have significant control of the company.