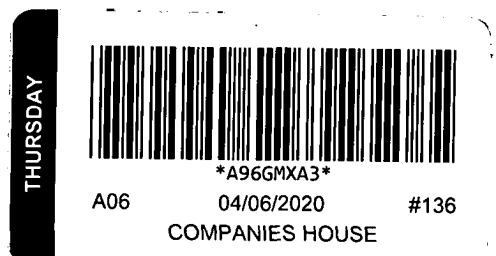


Company registration number: 03617220

DMN UK LIMITED

Filleted financial statements

31 December 2019



duncanjoyce 
& associates, chartered accountants

DMN UK LIMITED

Contents

	Page
Directors and other information	1
Directors report	2 - 3
Statement of financial position	4 - 5
Notes to the financial statements	6 - 12

DMN UK LIMITED

Directors and other information

Directors	J. Van Loenen
Secretary	J. Van Loenen
Company number	03617220
Registered office	Units 1 & 2, 9 Harris Road Porte Marsh Trading Estate Calne Wiltshire SN11 9PT
Auditor	Duncan Joyce & Associates Limited Chartered Accountants 36 & 38 Cross Hayes Malmesbury Wiltshire SN16 9BG
Bankers	ING Bank NV 60 London Wall London EC2M 5TQ

DMN UK LIMITED

Directors report Year ended 31 December 2019

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

Directors

The directors who served the company during the year were as follows:

J. Van Loenen

Directors responsibilities statement

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 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 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 judgments and accounting estimates that are reasonable and prudent; and
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors 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.

Auditor

Each of the persons who is a director at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the company's auditor is unaware; and
- they have taken all steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information.

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

DMN UK LIMITED

**Directors report (continued)
Year ended 31 December 2019**

This report was approved by the board of directors and signed on behalf of the board by:

.....
J. Van Loenen
Secretary

Date Approved: 23 March 2020.

DMN UK LIMITED

**Statement of financial position
31 December 2019**

	Note	2019 £	£	2018 £	£
Fixed assets					
Intangible assets	9	-		-	
Tangible assets	10	177,921		183,887	
			177,921		183,887
Current assets					
Stocks		209,871		200,560	
Debtors	11	1,179,697		1,067,666	
Cash at bank and in hand		36,162		18,479	
		1,425,730		1,286,705	
Creditors: amounts falling due within one year	12	(1,374,101)		(1,155,795)	
Net current assets			51,629		130,910
Total assets less current liabilities			229,550		314,797
Provisions for liabilities	13		-		(13,877)
Net assets			229,550		300,920
Capital and reserves					
Called up share capital	15	100,000		100,000	
Profit and loss account		129,550		200,920	
Shareholders funds		229,550		300,920	

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In accordance with section 444 of the Companies Act 2006, the statement of income and retained earnings has not been delivered.

The notes on pages 6 to 12 form part of these financial statements.

DMN UK LIMITED

Statement of financial position (continued)
31 December 2019

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

.....
J. Van Loenen
Director

Date Signed: 23 March 2020.

Company registration number: 03617220

The notes on pages 6 to 12 form part of these financial statements.

DMN UK LIMITED

Notes to the financial statements Year ended 31 December 2019

1. General information

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is DMN UK LIMITED, Units 1 & 2, 9 Harris Road, Porte Marsh Trading Estate, Calne, Wiltshire, SN11 9PT.

2. Statement of compliance

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

3. Accounting policies

Basis of preparation

The financial statements have been prepared in accordance with FRS 102, the Financial Reporting Standard applicable in the UK and Republic of Ireland.

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

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

Turnover

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

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods 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.

Taxation

The taxation expense represents the aggregate amount of current tax and deferred tax recognised in the reporting period. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, tax is recognised in other comprehensive income or directly in equity, respectively.

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.

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date that are expected to apply to the reversal of the timing difference.

Operating leases

Lease payments are recognised as an expense over the lease term on a straight-line basis. The aggregate benefit of lease incentives is recognised as a reduction to expense over the lease term, on a straight-line basis.

DMN UK LIMITED

Notes to the financial statements (continued) Year ended 31 December 2019

Tangible assets

Tangible assets are initially recorded at cost, and is subsequently stated at cost less any accumulated depreciation and any accumulated impairment losses.

Depreciation

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

Plant and machinery	- 25%	straight line
Motor vehicles	- 25%	straight line

If there is an indication that there has been a significant change in depreciation rate, useful life or residual value of tangible assets, the depreciation is revised prospectively to reflect the new estimates.

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.

Provisions

Provisions are recognised when the entity has an obligation at the reporting date as a result of a past event, it is probable that the entity will be required to transfer economic benefits in settlement and the amount of the obligation can be estimated reliably. Provisions are recognised as a liability in the statement of financial position and the amount of the provision as an expense.

Provisions are initially measured at the best estimate of the amount required to settle the obligation at the reporting date and subsequently reviewed at each reporting date and adjusted to reflect the current best estimate of the amount that would be required to settle the obligation. Any adjustments to the amounts previously recognised are recognised in profit or loss unless the provision was originally recognised as part of the cost of an asset. When a provision is measured at the present value of the amount expected to be required to settle the obligation, the unwinding of the discount is recognised as a finance cost in profit or loss in the period it arises.

Defined contribution plans

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. Turnover

Overseas turnover amounted to 27% (31 December 2018: 56%) of the total turnover for the year.

DMN UK LIMITED

Notes to the financial statements (continued)
Year ended 31 December 2019

5. Operating loss/profit

Operating loss/profit is stated after charging/(crediting):

	2019	2018
	£	£
Depreciation of tangible assets	72,385	50,362
(Gain)/loss on disposal of tangible assets	(5,747)	215
Cost of stocks recognised as an expense	2,991,307	6,166,619
Impairment of trade debtors	-	509
Operating lease rentals	37,086	27,523
Foreign exchange differences	(25,598)	33,687
Fees payable for the audit of the financial statements	13,000	13,000
	<u> </u>	<u> </u>

6. Auditors remuneration

	2019	2018
	£	£
Fees payable to Duncan Joyce & Associates Limited		
Fees payable for the audit of the financial statements	13,000	13,000
	<u> </u>	<u> </u>

7. Staff costs

The average number of persons employed by the company during the year, including the directors, amounted to:

	2019	2018
Administrative staff	24	15
	<u> </u>	<u> </u>

The aggregate payroll costs incurred during the year were:

	2019	2018
	£	£
Wages and salaries	626,084	539,421
Social security costs	68,891	59,695
Pension costs	32,423	15,298
	<u>727,398</u>	<u>614,414</u>

8. Directors remuneration

No director's remuneration was paid or payable for the year ended 31 December 2019 (2018 - £Nil).

DMN UK LIMITED

Notes to the financial statements (continued)
Year ended 31 December 2019

9. Intangible assets

	Goodwill	Total
	£	£
Cost		
At 1 January 2019 and 31 December 2019	192,250	192,250
Amortisation		
At 1 January 2019 and 31 December 2019	192,250	192,250
Carrying amount		
At 31 December 2019	-	-
At 31 December 2018	-	-

10. Tangible assets

	Plant and machinery	Motor vehicles	Total
	£	£	£
Cost			
At 1 January 2019	136,632	238,024	374,656
Additions	8,008	98,664	106,672
Disposals	-	(104,919)	(104,919)
At 31 December 2019	144,640	231,769	376,409
Depreciation			
At 1 January 2019	91,762	99,007	190,769
Charge for the year	16,565	55,820	72,385
Disposals	-	(64,666)	(64,666)
At 31 December 2019	108,327	90,161	198,488
Carrying amount			
At 31 December 2019	36,313	141,608	177,921
At 31 December 2018	44,870	139,017	183,887

11. Debtors

	2019	2018
	£	£
Trade debtors	1,103,731	1,013,271
Other debtors	75,966	54,395
	1,179,697	1,067,666

DMN UK LIMITED

Notes to the financial statements (continued)
Year ended 31 December 2019

12. Creditors: amounts falling due within one year

	2019	2018
	£	£
Bank loans and overdrafts (secured)	67,676	47,242
Trade creditors	27,934	21,690
Amounts owed to group undertakings and undertakings in which the company has a participating interest (secured)	999,508	840,167
Social security and other taxes	158,030	87,044
Other creditors	120,953	159,652
	<u>1,374,101</u>	<u>1,155,795</u>

The company's parent DMN Machinefabriek Noordwykerhout BV, has a fixed and floating charge up to £1 Million as security against the inter company trade debt.

The bank overdraft with ING Bank NV is guaranteed by DMN Machinefabriek Noordwykerhout BV. The company's parent company.

13. Provisions

	Deferred tax (note 14)	Total
	£	£
At 1 January 2019	13,877	13,877
Charges against provisions	(13,877)	(13,877)
At 31 December 2019	<u>-</u>	<u>-</u>

14. Deferred tax

The deferred tax included in the statement of financial position is as follows:

	2019	2018
	£	£
Included in provisions (note 13)	<u>-</u>	<u>13,877</u>

The deferred tax account consists of the tax effect of timing differences in respect of:

	2019	2018
	£	£
Accelerated capital allowances	7,674	13,877
Unused tax losses	(7,674)	-
	<u>-</u>	<u>13,877</u>

DMN UK LIMITED

Notes to the financial statements (continued)
Year ended 31 December 2019

15. Called up share capital
Issued, called up and fully paid

	2019		2018	
	No	£	No	£
Ordinary shares shares of £ 1.00 each	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>

16. Operating leases

The company as lessee

The total future minimum lease payments under non-cancellable operating leases are as follows:

	2019	2018
	£	£
Not later than 1 year	32,311	34,061
Later than 1 year and not later than 5 years	98,221	129,514
Later than 5 years	7,491	14,282
	<u>138,023</u>	<u>177,857</u>

17. Events after the end of the reporting period

Following the year end, the entire planet has been hit by the COVID -19 Pandemic, the likes of which, have never been seen before. This has had a devastating effect on countries, the world over. Many countries have implemented measures to reduce the spread of the virus, which has affected every day lives and businesses.

Since the outbreak the company has adhered to Government Guidance for the protection of its staff and customers and will continue to do so until the pandemic is over. The company continues to operate in these challenging times albeit at a level below (pre-pandemic) forecasts.

Whilst the company is well placed financially to weather the pandemic in the short term, the global impact of the virus in the long term remains unknown. Which may have repercussions for the company in the future.

As the long term impact of the virus remains unknown, there is a material uncertainty that may cast doubt on the company's ability to continue as a going concern in the long term.

DMN UK LIMITED

Notes to the financial statements (continued) Year ended 31 December 2019

18. Summary audit opinion

The auditor's report for the year dated 7 May 2020 was unqualified, however, the auditor drew attention to the following by way of emphasis.

We draw attention to note 17 in the financial statements, which explains the events and the circumstances arising which indicate that a material uncertainty exists that may cast doubt on the company's ability to continue as a going concern in the long term. Our opinion is not modified in respect of this matter.

The senior statutory auditor was Duncan N Joyce, for and on behalf of Duncan Joyce & Associates Limited.

19. Related party transactions

During the year the company entered into the following transactions with related parties:

	Transaction value		Balance owed by/(owed to)	
	2019	2018	2019	2018
	£	£	£	£
DMN Noordwykerhout BV - Purchases from	2,860,112	5,863,215	(999,508)	(840,167)
DMN Noordwykerhout BV - Sales to	(9,067)	(4,492)	-	-
DMN Noordwykerhout BV - Dividends	-	100,000	-	-
DMN Inc - Purchases from	572	-	-	-
DMN France SAS - Sales to	(2,286)	-	-	-
DMN Schuttguttechnik GmbH - Purchases from	69	12,153	(69)	-
DMN Schuttguttechnik GmbH - Sales to	(194)	-	-	-

The company trades with its immediate parent company DMN Machinefabriek Noordwykerhout BV (DMN Noordwykerhout BV) both buying and (selling) goods and services. It also occasionally trades with other members of the group as detailed above.

20. Ethical standards

DMN UK Limited uses the services of Duncan Joyce & Associates Limited, Chartered Accountants, for the provision of accountancy, taxation and payroll services, in addition to their Audit services. In the opinion of the director, the provision of these additional services does not compromise the auditors independence for audit purposes.

21. Controlling party

The company is a wholly owned subsidiary of DMN Machinefabriek Noordwykerhout BV, a company registered in Holland. The company's ultimate parent undertaking is Baliken Holding BV, which is also registered in Holland. The registered address for both these companies is Gieterij 3, 2211 WC, Bedrijventerrein, Gravendam, Noordwykerhout, Netherlands.

The ultimate controlling party is A Bakker, a dutch national, who owns and controls Baliken Holding BV.