

Unaudited Financial Statements
for the Year Ended 31 December 2021
for
Mil-tek UK Recycling and Waste Solutions
Ltd

**Mil-tek UK Recycling and Waste Solutions
Ltd (Registered number: 04114327)**

**Contents of the Financial Statements
for the year ended 31 December 2021**

	Page
Company Information	1
Balance Sheet	2
Notes to the Financial Statements	4
Chartered Accountants' Report	10

**Mil-tek UK Recycling and Waste Solutions
Ltd**

**Company Information
for the year ended 31 December 2021**

DIRECTORS:

K Skannerup
J M Davies
B Wingfield

REGISTERED OFFICE:

Catheralls Industrial Estate
Brookhill Way
Buckley
Flintshire
CH7 3PS

REGISTERED NUMBER:

04114327 (England and Wales)

ACCOUNTANTS:

Bennett Brooks & Co Ltd
Chartered Accountants
14 Grosvenor Court
Foregate Street
Chester
Cheshire
CH1 1HG

**Mil-tek UK Recycling and Waste Solutions
Ltd (Registered number: 04114327)**

**Balance Sheet
31 December 2021**

	Notes	2021 £	£	2020 £	£
FIXED ASSETS					
Intangible assets	4		200,000		225,000
Tangible assets	5		<u>871,995</u>		<u>753,279</u>
			1,071,995		978,279
CURRENT ASSETS					
Stocks		576,785		597,649	
Debtors	6	274,031		288,282	
Cash at bank and in hand		<u>36,785</u>		<u>251,628</u>	
		887,601		1,137,559	
CREDITORS					
Amounts falling due within one year	7	<u>701,323</u>		<u>588,196</u>	
NET CURRENT ASSETS			<u>186,278</u>		<u>549,363</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			1,258,273		1,527,642
CREDITORS					
Amounts falling due after more than one year	8		(790,144)		(1,037,006)
PROVISIONS FOR LIABILITIES			<u>(146,159)</u>		<u>(119,423)</u>
NET ASSETS			<u><u>321,970</u></u>		<u><u>371,213</u></u>
CAPITAL AND RESERVES					
Called up share capital			10,020		10,020
Retained earnings			<u>311,950</u>		<u>361,193</u>
SHAREHOLDERS' FUNDS			<u><u>321,970</u></u>		<u><u>371,213</u></u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2021 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

**Mil-tek UK Recycling and Waste Solutions
Ltd (Registered number: 04114327)**

**Balance Sheet - continued
31 December 2021**

The 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.

The financial statements were approved by the Board of Directors and authorised for issue on 31 May 2022 and were signed on its behalf by:

J M Davies - Director

**Mil-tek UK Recycling and Waste Solutions
Ltd (Registered number: 04114327)**

**Notes to the Financial Statements
for the year ended 31 December 2021**

1. STATUTORY INFORMATION

Mil-tek UK Recycling and Waste Solutions Ltd is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

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

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Sale of goods

Turnover from the sale of goods is recognised when significant risks and rewards of ownership of the goods have transferred to the buyer, the amount of turnover can be measured reliably, it is probable that the economic benefits associated with the transaction will flow to the company and the costs incurred or to be incurred in respect of the transaction can be measured reliably. This is usually on dispatch of the goods.

Rendering of services

When the outcome of a transaction can be estimated reliably, turnover is recognised by reference to the stage of completion at the balance sheet date. Stage of completion is measured by reference to a notable milestone.

Where the outcome cannot be measured reliably, turnover is recognised only to the extent of the expenses recognised that are recoverable.

Licences

The company has negotiated a 10 year licence for exclusive distribution rights to England & Wales. The rights are to be amortised at a rate of 10% per annum over the length of the agreement.

Tangible fixed assets

Tangible fixed assets are stated at cost less accumulated depreciation. Cost includes the original purchase price of the asset and the costs attributable to bringing the asset to its working condition for its intended use.

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost, less estimated residual value, of each asset on a systematic basis over its expected useful life as follows:

Machines - 5% per annum straight line
Plant and machinery - 25% on reducing balance
Fixtures and fittings - 25% on reducing balance
Motor vehicles - 25% on reducing balance
Computer equipment - 33% on cost

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Cost is calculated using the first-in, first-out method and includes all purchase, transport, and handling costs in bringing stocks to their present location and condition.

**Mil-tek UK Recycling and Waste Solutions
Ltd (Registered number: 04114327)**

**Notes to the Financial Statements - continued
for the year ended 31 December 2021**

2. ACCOUNTING POLICIES - continued

Taxation

Taxation for the year comprises current and deferred tax. 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.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

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

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

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.

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.

Lessor income and assets

All income was received and all assets were let under operating lease agreements. The cost and accumulated depreciation of these assets are disclosed under the class heading 'Machines' in Note 4. All leased assets are owned by the company.

**Mil-tek UK Recycling and Waste Solutions
Ltd (Registered number: 04114327)**

**Notes to the Financial Statements - continued
for the year ended 31 December 2021**

2. ACCOUNTING POLICIES - continued

Share capital

Ordinary shares are classed as equity.

Short term debtors and creditors

Short term debtors and creditors with no stated interest rate are recorded at transaction price. Any losses arising from impairment are recognised in the profit and loss account.

Distribution to equity holders

Dividends are recognised as a liability in the financial statements in the period in which the dividends are approved by the company's shareholders. These amounts are recognised in the statement of changes in equity.

Cash and cash equivalents

Cash and cash equivalents includes cash in hand, cash held with banks and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

Loans and borrowings

Loans and borrowings are initially recognised at the transaction price including transaction costs. Subsequently, they are measured at amortised cost using the effective interest rate method, less impairment.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 12 (2020 - 10) .

4. INTANGIBLE FIXED ASSETS

	Patents and licences £
COST	
At 1 January 2021	
and 31 December 2021	<u>250,000</u>
AMORTISATION	
At 1 January 2021	25,000
Amortisation for year	<u>25,000</u>
At 31 December 2021	<u>50,000</u>
NET BOOK VALUE	
At 31 December 2021	<u>200,000</u>
At 31 December 2020	<u>225,000</u>

**Mil-tek UK Recycling and Waste Solutions
Ltd (Registered number: 04114327)**

**Notes to the Financial Statements - continued
for the year ended 31 December 2021**

5. TANGIBLE FIXED ASSETS

	Machines £	Plant and machinery £	Fixtures and fittings £
COST			
At 1 January 2021	1,133,771	24,137	5,743
Additions	185,329	-	307
At 31 December 2021	<u>1,319,100</u>	<u>24,137</u>	<u>6,050</u>
DEPRECIATION			
At 1 January 2021	398,433	22,605	5,316
Charge for year	61,569	383	184
At 31 December 2021	<u>460,002</u>	<u>22,988</u>	<u>5,500</u>
NET BOOK VALUE			
At 31 December 2021	<u>859,098</u>	<u>1,149</u>	<u>550</u>
At 31 December 2020	<u>735,338</u>	<u>1,532</u>	<u>427</u>

	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1 January 2021	50,620	15,954	1,230,225
Additions	-	-	185,636
At 31 December 2021	<u>50,620</u>	<u>15,954</u>	<u>1,415,861</u>
DEPRECIATION			
At 1 January 2021	36,446	14,146	476,946
Charge for year	3,543	1,241	66,920
At 31 December 2021	<u>39,989</u>	<u>15,387</u>	<u>543,866</u>
NET BOOK VALUE			
At 31 December 2021	<u>10,631</u>	<u>567</u>	<u>871,995</u>
At 31 December 2020	<u>14,174</u>	<u>1,808</u>	<u>753,279</u>

**Mil-tek UK Recycling and Waste Solutions
Ltd (Registered number: 04114327)**

**Notes to the Financial Statements - continued
for the year ended 31 December 2021**

5. TANGIBLE FIXED ASSETS - continued

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Motor vehicles £
COST	
At 1 January 2021	32,990
Transfer to ownership	<u>(32,990)</u>
At 31 December 2021	<u>-</u>
DEPRECIATION	
At 1 January 2021	19,348
Transfer to ownership	<u>(19,348)</u>
At 31 December 2021	<u>-</u>
NET BOOK VALUE	
At 31 December 2021	<u>-</u>
At 31 December 2020	<u><u>13,642</u></u>

6. DEBTORS

	2021 £	2020 £
Amounts falling due within one year:		
Trade debtors	269,604	124,314
Other debtors	<u>4,427</u>	<u>4,427</u>
	<u><u>274,031</u></u>	<u><u>128,741</u></u>
Amounts falling due after more than one year:		
Loans to previous director	<u>-</u>	<u>159,541</u>
Aggregate amounts	<u><u>274,031</u></u>	<u><u>288,282</u></u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Bank loans and overdrafts	266,465	240,000
Hire purchase contracts	16,873	7,670
Trade creditors	226,087	155,551
Tax	2,607	28,343
Social security & other taxes	28,994	1,498
VAT	106,721	109,906
Other creditors	-	3,817
Licence fees	25,000	25,000
Directors' current accounts	5,877	2,690
Pensions	1,699	2,721
Accrued expenses	<u>21,000</u>	<u>11,000</u>
	<u><u>701,323</u></u>	<u><u>588,196</u></u>

**Mil-tek UK Recycling and Waste Solutions
Ltd (Registered number: 04114327)**

**Notes to the Financial Statements - continued
for the year ended 31 December 2021**

8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2021	2020
	£	£
Bank loans - 1-2 years	276,408	240,000
Bank loans - 2-5 years	307,802	597,006
Hire purchase contracts	30,934	-
Licence fees	175,000	200,000
	<u>790,144</u>	<u>1,037,006</u>

9. SECURED DEBTS

The following secured debts are included within creditors:

	2021	2020
	£	£
Bank loans	850,675	1,077,006
Hire purchase contracts	47,807	7,670
	<u>898,482</u>	<u>1,084,676</u>

All loans are secured on the fixed and floating assets of the company.
The hire purchase contracts are secured on machines held in stock.

10. RELATED PARTY DISCLOSURES

Included in closing trade creditors is a balance due of £193,170 (2020 £132,611) due to Mil-tek Denmark A/S, a company with common directors. The amount of invoices raised in the year totalled £765,233 (2020 £522,278)

In December 2019, the company agreed a ten year exclusivity licence for the UK market with Mil-tek Denmark A/S. The costs of the licence of £250,000 is payable in ten equal instalments starting December 2020. The amount outstanding at 31 December 2021 was £200,000.

**Chartered Accountants' Report to the Board of Directors
on the Unaudited Financial Statements of
Mil-tek UK Recycling and Waste Solutions
Ltd**

The following reproduces the text of the report prepared for the directors in respect of the company's annual unaudited financial statements. In accordance with the Companies Act 2006, the company is only required to file a Balance Sheet. Readers are cautioned that the Income Statement and certain other primary statements and the Report of the Directors are not required to be filed with the Registrar of Companies.

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Mil-tek UK Recycling and Waste Solutions Ltd for the year ended 31 December 2021 which comprise the Income Statement, Balance Sheet, Statement of Changes in Equity and the related notes from the company's accounting records and from information and explanations you have given 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 within the ICAEW's regulations and guidance at <http://www.icaew.com/en/membership/regulations-standards-and-guidance>.

This report is made solely to the Board of Directors of Mil-tek UK Recycling and Waste Solutions Ltd, as a body, in accordance with our terms of engagement. Our work has been undertaken solely to prepare for your approval the financial statements of Mil-tek UK Recycling and Waste Solutions Ltd and state those matters that we have agreed to state to the Board of Directors of Mil-tek UK Recycling and Waste Solutions Ltd, as a body, in this report in accordance with ICAEW Technical Release 07/16AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Mil-tek UK Recycling and Waste Solutions Ltd and its Board of Directors, as a body, for our work or for this report.

It is your duty to ensure that Mil-tek UK Recycling and Waste Solutions Ltd has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of Mil-tek UK Recycling and Waste Solutions Ltd. You consider that Mil-tek UK Recycling and Waste Solutions Ltd 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 financial statements of Mil-tek UK Recycling and Waste Solutions Ltd. 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 financial statements.

Bennett Brooks & Co Ltd
Chartered Accountants
14 Grosvenor Court
Foregate Street
Chester
Cheshire
CH1 1HG

31 May 2022

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.