

Unaudited Financial Statements
for the Year Ended 31 December 2020
for
Mil-tek UK Recycling and Waste Solutions
Ltd

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

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for the year ended 31 December 2020**

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

**Company Information
for the year ended 31 December 2020**

DIRECTORS:

K Skannerup
J M Davies
F P Skov

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 2020**

	Notes	2020 £	£	2019 £	£
FIXED ASSETS					
Intangible assets	4		225,000		250,000
Tangible assets	5		<u>753,279</u>		<u>742,504</u>
			978,279		992,504
CURRENT ASSETS					
Stocks		597,649		533,633	
Debtors	6	288,282		310,251	
Cash at bank and in hand		<u>251,628</u>		<u>46,240</u>	
		1,137,559		890,124	
CREDITORS					
Amounts falling due within one year	7	<u>588,196</u>		<u>571,151</u>	
NET CURRENT ASSETS			<u>549,363</u>		<u>318,973</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			1,527,642		1,311,477
CREDITORS					
Amounts falling due after more than one year	8		(1,037,006)		(920,081)
PROVISIONS FOR LIABILITIES			<u>(119,423)</u>		<u>(100,466)</u>
NET ASSETS			<u><u>371,213</u></u>		<u><u>290,930</u></u>
CAPITAL AND RESERVES					
Called up share capital			10,020		10,020
Retained earnings			<u>361,193</u>		<u>280,910</u>
SHAREHOLDERS' FUNDS			<u><u>371,213</u></u>		<u><u>290,930</u></u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2020 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
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**Balance Sheet - continued
31 December 2020**

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 March 2021 and were signed on its behalf by:

J M Davies - Director

The notes form part of these financial statements

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

**Notes to the Financial Statements
for the year ended 31 December 2020**

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 licence for exclusive distribution rights to England & Wales. The rights are not deemed to have any diminution in value at the year end.

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.

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.

**Mil-tek UK Recycling and Waste Solutions
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**Notes to the Financial Statements - continued
for the year ended 31 December 2020**

2. ACCOUNTING POLICIES - continued

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.

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 10 (2019 - 10) .

**Mil-tek UK Recycling and Waste Solutions
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**Notes to the Financial Statements - continued
for the year ended 31 December 2020**

4. INTANGIBLE FIXED ASSETS

	Patents and licences £
COST	
At 1 January 2020	
and 31 December 2020	<u>250,000</u>
AMORTISATION	
Amortisation for year	<u>25,000</u>
At 31 December 2020	<u>25,000</u>
NET BOOK VALUE	
At 31 December 2020	<u>225,000</u>
At 31 December 2019	<u>250,000</u>

5. TANGIBLE FIXED ASSETS

	Machines £	Plant and machinery £	Fixtures and fittings £
COST			
At 1 January 2020	1,060,141	24,137	5,743
Additions	<u>73,630</u>	<u>-</u>	<u>-</u>
At 31 December 2020	<u>1,133,771</u>	<u>24,137</u>	<u>5,743</u>
DEPRECIATION			
At 1 January 2020	341,744	22,094	5,174
Charge for year	<u>56,689</u>	<u>511</u>	<u>142</u>
At 31 December 2020	<u>398,433</u>	<u>22,605</u>	<u>5,316</u>
NET BOOK VALUE			
At 31 December 2020	<u>735,338</u>	<u>1,532</u>	<u>427</u>
At 31 December 2019	<u>718,397</u>	<u>2,043</u>	<u>569</u>

	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1 January 2020	50,620	14,949	1,155,590
Additions	<u>-</u>	<u>1,005</u>	<u>74,635</u>
At 31 December 2020	<u>50,620</u>	<u>15,954</u>	<u>1,230,225</u>
DEPRECIATION			
At 1 January 2020	31,722	12,353	413,087
Charge for year	<u>4,724</u>	<u>1,793</u>	<u>63,859</u>
At 31 December 2020	<u>36,446</u>	<u>14,146</u>	<u>476,946</u>
NET BOOK VALUE			
At 31 December 2020	<u>14,174</u>	<u>1,808</u>	<u>753,279</u>
At 31 December 2019	<u>18,898</u>	<u>2,596</u>	<u>742,503</u>

**Mil-tek UK Recycling and Waste Solutions
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**Notes to the Financial Statements - continued
for the year ended 31 December 2020**

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 2020	
and 31 December 2020	<u>32,990</u>
DEPRECIATION	
At 1 January 2020	14,801
Charge for year	<u>4,547</u>
At 31 December 2020	<u>19,348</u>
NET BOOK VALUE	
At 31 December 2020	<u>13,642</u>
At 31 December 2019	<u>18,189</u>

6. DEBTORS

	2020 £	2019 £
Amounts falling due within one year:		
Trade debtors	124,314	139,364
Other debtors	4,427	4,427
Directors' current accounts	-	6,919
	<u>128,741</u>	<u>150,710</u>
Amounts falling due after more than one year:		
Loans to previous director	<u>159,541</u>	<u>159,541</u>
Aggregate amounts	<u>288,282</u>	<u>310,251</u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Bank loans and overdrafts	240,000	240,000
Hire purchase contracts	7,670	9,525
Trade creditors	155,551	187,653
Tax	28,343	19,701
Social security & other taxes	1,498	14,325
VAT	109,906	65,654
Other creditors	3,817	3,764
Licence fees	25,000	25,000
Directors' current accounts	2,690	-
Pensions	2,721	1,529
Accrued expenses	<u>11,000</u>	<u>4,000</u>
	<u>588,196</u>	<u>571,151</u>

**Mil-tek UK Recycling and Waste Solutions
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**Notes to the Financial Statements - continued
for the year ended 31 December 2020**

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

	2020	2019
	£	£
Bank loans - 1-2 years	240,000	240,000
Bank loans - 2-5 years	597,006	448,568
Hire purchase contracts	-	6,513
Licence fees	100,000	100,000
Other creditors	100,000	125,000
	<u>1,037,006</u>	<u>920,081</u>

9. SECURED DEBTS

The following secured debts are included within creditors:

	2020	2019
	£	£
Bank loans	1,077,006	928,568
Hire purchase contracts	7,670	16,038
	<u>1,084,676</u>	<u>944,606</u>

10. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to a director subsisted during the years ended 31 December 2020 and 31 December 2019:

	2020	2019
	£	£
J M Davies		
Balance outstanding at start of year	6,919	1,507
Amounts advanced	-	6,919
Amounts repaid	(6,919)	(1,507)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>-</u>	<u>6,919</u>

11. RELATED PARTY DISCLOSURES

Included in closing trade creditors is a balance due of £132,611 (2019 £152,607) due to Mil-tek Denmark A/S, a company with common directors. The amount of invoices raised in the year totalled £522,278 (2019 £572,915)

Included in closing trade debtors is a balance due of £9,123 (2019 £4,951) due from Mil-tek Denmark A/S, a company with common directors. The amount of invoices raised in the year totalled £29,172 (2019 £4,951)

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 2020 was £225,000.

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.