

Company registration number: 10754591

PRO ENVIRONMENTAL RECYCLING SOLUTIONS LTD

Financial statements

31 December 2019

THURSDAY



A9BTMV8I

A10

20/08/2020

#325

COMPANIES HOUSE

PRO ENVIRONMENTAL RECYCLING SOLUTIONS LTD
Directors and other information
Year ended 31 December 2019

Contents

	Page
Directors and other information	1
Directors report	2 - 3
Independent auditor's report to the members	4 - 6
Statement of comprehensive income	7
Balance Sheet	8
Statement of changes in equity	9
Notes to the financial statements	10 - 16

PRO ENVIRONMENTAL RECYCLING SOLUTIONS LTD
Directors and other information
Year ended 31 December 2019

Directors	Mr Jack Peter Welsh Mr Ryan Thomas Burley Mr Allan Stephen John Leddra Mr James Leddra
Company number	10754591
Registered office	Unit 1-6 Kingsnorth Industrial Estate Hoo Rochester ME3 9ND
Auditor	Adrian C Mansbridge & Company Chartered Certified Accountants and Statutory Auditors Half Oak House 28 Watford Road Northwood Middlesex HA6 3NT



PRO ENVIRONMENTAL RECYCLING SOLUTIONS LTD

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:

Mr Jack Peter Welsh
Mr Ryan Thomas Burley
Mr Allan Stephen John Leddra
Mr James Leddra

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
- 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.

Post balance sheet events

Subsequent to the year end, the spread of COVID-19 has severely impacted many local economies around the globe. In many countries, businesses are being forced to cease or limit operations for long or indefinite period of time. Measures taken to contain the spread of the virus, including travel plans, quarantines, social distancing, and closures of non -essential services have triggered significant disruptions to businesses worldwide, resulting in an economic slowdown. Global stock markets have responded with monetary and fiscal interventions to stabilize economic conditions. Management has not been aware of any cases of COVID 19 infections among its people and the outbreak has not had a significant impact on the company's operations at the date of signing this report. Management currently has an appropriate plan in place. Management will continue to monitor and assess the ongoing developments and respond accordingly.

The company has determined that these events are non- adjusting subsequent events. Accordingly, the financial position and results of operations as of the year ended 31 December 2019 have not been adjusted to reflect their impact. The duration of and impact of the COVID-19 pandemic, as well as the effectiveness of government and central bank responses, remains unclear at this time. It is not possible to reliably estimate the duration and severity of these consequences, as well as the impact on the financial position and results of the company for future periods. However the company has adapted well to events to minimize any possible adverse impact.

PRO ENVIRONMENTAL RECYCLING SOLUTIONS LTD

Directors report

Year ended 31 December 2019

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.

The auditor is deemed to have been re-appointed in accordance with section 487 of the Companies Act 2006.

Small company provisions

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

This report was approved by the board of directors on 28 July 2020 and signed on behalf of the board by:

Mr Jack Peter Welsh
Director



Mr Ryan Thomas Burley
Director



PRO ENVIRONMENTAL RECYCLING SOLUTIONS LTD

Independent auditor's report to the members of PRO ENVIRONMENTAL RECYCLING SOLUTIONS LTD Year ended 31 December 2019

Opinion

We have audited the financial statements of PRO ENVIRONMENTAL RECYCLING SOLUTIONS LTD (the 'company') for the year ended 31 December 2019 which comprise the statement of comprehensive income, balance sheet, statement of changes in equity and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the balance sheet as at 31 December 2019 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

The impact of macro-economic uncertainties on our audit

Our audit of the financial statements requires us to obtain an understanding of all relevant uncertainties, including those arising as a consequence of the effects of macro-economic uncertainties such as Covid-19 and Brexit. All audits assess and challenge the reasonableness of estimates made by the directors and the related disclosures and the appropriateness of the going concern basis of preparation of the financial statements. All of these depend on assessments of the future economic environment and the company's future prospects and performance.

Covid-19 and Brexit are amongst the most significant economic event currently faced by the UK, and at the date of this report their effects are subject to unprecedented levels of uncertainty, with the full range of possible outcomes and their impacts unknown. We applied a standardized firm-wide approach in response to these uncertainties when assessing the company's future prospects and performance. However, no audit should be expected to predict the unknowable factors or all possible future implications for a company associated with these particular events.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

PRO ENVIRONMENTAL RECYCLING SOLUTIONS LTD

Independent auditor's report to the members of PRO ENVIRONMENTAL RECYCLING SOLUTIONS LTD Year ended 31 December 2019

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The directors are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and the returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the directors' report and from the requirement to prepare a strategic report.

Responsibilities of directors

As explained more fully in the directors' responsibilities statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.



PRO ENVIRONMENTAL RECYCLING SOLUTIONS LTD

**Independent auditor's report to the members of
PRO ENVIRONMENTAL RECYCLING SOLUTIONS LTD
Year ended 31 December 2019**

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Adrian Charles Mansbridge (Senior Statutory Auditor)

For and on behalf of
Adrian C Mansbridge & Company
Chartered Certified Accountants and Statutory Auditors
Half Oak House
28 Watford Road
Northwood
Middlesex
HA6 3NT

28 July 2020

PRO ENVIRONMENTAL RECYCLING SOLUTIONS LTD

Statement of comprehensive income
Year ended 31 December 2019

	Note	2019 £	2018 £
Turnover		2,809,397	683,388
Cost of sales		(1,756,323)	(430,350)
Gross profit		<u>1,053,074</u>	<u>253,038</u>
Administrative expenses		(1,553,323)	(385,868)
Operating loss		<u>(500,249)</u>	<u>(132,830)</u>
Interest payable and similar expenses		(85,258)	(19,606)
Loss before taxation	5	<u>(585,507)</u>	<u>(152,436)</u>
Tax on loss		157,991	2,398
Loss for the financial year and total comprehensive income		<u>(427,516)</u>	<u>(150,038)</u>

All the activities of the company are from continuing operations.

The notes on pages 10 to 16 form part of these financial statements.



PRO ENVIRONMENTAL RECYCLING SOLUTIONS LTD

**Balance Sheet
31 December 2019**

	Note	2019 £	£	2018 £	£
Fixed assets					
Tangible assets	6	1,136,496		608,741	
		<u>1,136,496</u>		<u>608,741</u>	
Current assets					
Stocks		146,737		63,249	
Debtors	7	536,345		525,141	
Cash at bank and in hand		79,989		61,381	
		<u>763,071</u>		<u>649,771</u>	
Creditors: amounts falling due within one year	8	(812,413)		(232,301)	
Net current (liabilities)/assets			(49,342)		417,470
Total assets less current liabilities			<u>1,087,154</u>		<u>1,026,211</u>
Creditors: amounts falling due after more than one year	9	(1,578,566)		(969,475)	
Provisions for liabilities			120,632		-
Net (liabilities)/assets			<u>(370,780)</u>		<u>56,736</u>
Capital and reserves					
Called up share capital			200,000		200,000
Profit and loss account			(570,780)		(143,264)
Shareholders (deficit)/funds			<u>(370,780)</u>		<u>56,736</u>

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with Section 1A of FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

These financial statements were approved by the board of directors and authorised for issue on 28 July 2020, and are signed on behalf of the board by:

Mr Jack Peter Welsh
Director



Mr Ryan Thomas Burley
Director



Company registration number: 10754591

The notes on pages 10 to 16 form part of these financial statements.

PRO ENVIRONMENTAL RECYCLING SOLUTIONS LTD

**Statement of changes in equity
Year ended 31 December 2019**

	Called up Share capital £	Profit and loss account £	Total £
At 1 January 2018	10	6,774	6,784
Loss for the year		(150,038)	(150,038)
Total comprehensive income for the year	<u>-</u>	<u>(150,038)</u>	<u>(150,038)</u>
Issue of shares	199,990		199,990
Total investments by and distributions to owners	<u>199,990</u>	<u>-</u>	<u>199,990</u>
At 31 December 2018 and 1 January 2019	<u>200,000</u>	<u>(143,264)</u>	<u>56,736</u>
Loss for the year		(427,516)	(427,516)
Total comprehensive income for the year	<u>-</u>	<u>(427,516)</u>	<u>(427,516)</u>
At 31 December 2019	<u>200,000</u>	<u>(570,780)</u>	<u>(370,780)</u>

PRO ENVIRONMENTAL RECYCLING SOLUTIONS LTD

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 Unit 1-6, Kingsnorth Industrial Estate, Hoo, Rochester, ME3 9ND

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'. The Triennial review 2017 amendments to the standard have been early adopted.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

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 for goods supplied and services rendered, 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.

Taxation

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

PRO ENVIRONMENTAL RECYCLING SOLUTIONS LTD

Notes to the financial statements Year ended 31 December 2019

Tangible assets

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

Any tangible assets carried at revalued amounts 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, except to the extent 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 in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in capital and reserves in respect of that asset, the excess shall be recognised in profit or loss.

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:

Short leasehold property	- over 10 years on straight line basis
Plant and machinery	- 10% straight line
Fittings fixtures and equipment	- 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.

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.

When it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that are largely independent of the cash inflows from other assets or groups of assets.

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.



PRO ENVIRONMENTAL RECYCLING SOLUTIONS LTD

Notes to the financial statements Year ended 31 December 2019

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 in finance costs in profit or loss in the period it arises.

Financial instruments

A financial asset or a financial liability is recognised only when the company becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the transaction price, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Debt instruments are subsequently measured at amortised cost.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised in profit or loss immediately.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets or either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised in profit or loss immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

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.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised in finance costs in profit or loss in the period in which it arises.

PRO ENVIRONMENTAL RECYCLING SOLUTIONS LTD

**Notes to the financial statements
Year ended 31 December 2019**

4. Employee numbers

The average number of persons employed by the company during the year amounted to 13 (2018: 10).

5. Loss before taxation

Loss before taxation is stated after charging/(crediting):

	2019	2018
	£	£
Depreciation of tangible assets	120,425	15,050
Fees payable for the audit of the financial statements	5,500	4,700
	<u> </u>	<u> </u>

6. Tangible assets

	Short leasehold property £	Plant and machinery £	Fixtures & fittings £	Motor vehicles £	Total £
Cost					
At 1 January 2019	14,950	554,227	46,721	8,995	624,893
Additions	-	667,757	43,731	76,595	788,083
Disposals	-	(152,034)	(5,650)	(8,995)	(166,679)
At 31 December 2019	<u>14,950</u>	<u>1,069,950</u>	<u>84,802</u>	<u>76,595</u>	<u>1,246,297</u>
Depreciation					
At 1 January 2019	1,495	9,322	2,149	3,186	16,152
Charge for the year	1,495	92,590	15,145	11,195	120,425
Disposals	-	(21,101)	(1,177)	(4,498)	(26,776)
At 31 December 2019	<u>2,990</u>	<u>80,811</u>	<u>16,117</u>	<u>9,883</u>	<u>109,801</u>
Carrying amount					
At 31 December 2019	<u>11,960</u>	<u>989,139</u>	<u>68,685</u>	<u>66,712</u>	<u>1,136,496</u>
At 31 December 2018	<u>13,455</u>	<u>544,905</u>	<u>44,572</u>	<u>5,809</u>	<u>608,741</u>

PRO ENVIRONMENTAL RECYCLING SOLUTIONS LTD

**Notes to the financial statements
Year ended 31 December 2019**

7. Debtors

	2019	2018
	£	£
Trade debtors	401,854	140,368
Other debtors	134,491	384,773
	<u>536,345</u>	<u>525,141</u>

8. Creditors: amounts falling due within one year

	2019	2018
	£	£
Trade creditors	639,693	173,439
Social security and other taxes	81,857	12,594
Other creditors	90,863	46,268
	<u>812,413</u>	<u>232,301</u>

9. Creditors: amounts falling due after more than one year

	2019	2018
	£	£
Other creditors	1,578,566	969,475
	<u>1,578,566</u>	<u>969,475</u>

PRO ENVIRONMENTAL RECYCLING SOLUTIONS LTD

Notes to the financial statements Year ended 31 December 2019

10. Financial instruments

The carrying amount for each category of financial instrument is as follows:

	2019 £	2018 £
Financial assets that are debt instruments measured at amortised cost		
Trade debtors	401,854	140,368
Other debtors	134,491	279,307
Cash at bank and in hand	79,989	61,381
	<u>616,334</u>	<u>481,056</u>
Financial liabilities measured at amortised cost		
Bank and other loans	1,503,800	910,810
Trade creditors	639,693	173,439
Other creditors	165,629	104,933
	<u>2,309,122</u>	<u>1,189,182</u>

11. Directors advances, credits and guarantees

During the year the directors entered into the following advances and credits with the company:

2019

	Balance brought forward £	Advances /(credits) to directors £	Balance carried forward £
Mr Jack Peter Welsh	(4,813)	10,244	5,431
Mr Ryan Thomas Burley	3,398	4,178	7,576
	<u>(1,415)</u>	<u>14,422</u>	<u>13,007</u>

2018

	Balance brought forward £	Advances /(credits) to directors £	Balance carried forward £
Mr Jack Peter Welsh	(6,688)	1,875	(4,813)
Mr Ryan Thomas Burley	335	3,063	3,398
	<u>(6,353)</u>	<u>4,938</u>	<u>(1,415)</u>

PRO ENVIRONMENTAL RECYCLING SOLUTIONS LTD

Notes to the financial statements Year ended 31 December 2019

12. Commitments under operating leases

At 31 December 2019 the company had annual commitments under non-cancellable operating leases as set out below.

	Land and buildings	
	2019	2018
	£	£
Total commitments	1,884,544	2,120,112
	<u>1,884,544</u>	<u>2,120,112</u>

13. Related party transactions and controlling party

Pro Flex Packaging Company Limited is an associated company of the Pro Environmental Recycling Solutions Ltd.

Information about related party transactions and outstanding balances is outlined below:

Company	Sales	Interest charges	2019 Balance	2018 Balance
	£	£	£	£
Entities over which the company has control, joint control or significant influence	-	78,815	1,581,292	910,810

14. Post balance sheet events

Subsequent to the year end, the spread of COVID-19 has severely impacted many local economies around the globe. In many countries, businesses are being forced to cease or limit operations for long or indefinite period of time. Measures taken to contain the spread of the virus, including travel plans, quarantines, social distancing, and closures of non -essential services have triggered significant disruptions to businesses worldwide, resulting in an economic slowdown. Global stock markets have responded with monetary and fiscal interventions to stabilize economic conditions. Management has not been aware of any cases of COVID 19 infections among its people and the outbreak has not had a significant impact on the company's operations at the date of signing this report. Management currently has an appropriate plan in place. Management will continue to monitor and assess the ongoing developments and respond accordingly.

The company has determined that these events are non- adjusting subsequent events. Accordingly, the financial position and results of operations as of the year ended 31 December 2019 have not been adjusted to reflect their impact. The duration of and impact of the COVID-19 pandemic, as well as the effectiveness of government and central bank responses, remains unclear at this time. It is not possible to reliably estimate the duration and severity of these consequences, as well as the impact on the financial position and results of the company for future periods. However, the company has adapted well to events to minimize any possible adverse impact.