

■ ■ Chartered Accountants

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Hill Vellacott

Company registration number: NI026732

Amalgamated Environmental Services (AES) Limited

Unaudited abbreviated financial statements

31 December 2015





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**Report to the board of directors on the preparation of the
unaudited statutory abbreviated financial statements of Amalgamated Environmental Services (AES)
Year ended 31 December 2015**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Amalgamated Environmental Services (AES) Limited for the year ended 31 December 2015 which comprise the abbreviated statement of financial position and related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of Chartered Accountants Ireland, we are subject to its ethical and other professional requirements which are detailed at www.charteredaccountants.ie.

This report is made solely to the board of directors of Amalgamated Environmental Services (AES) Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the financial statements of Amalgamated Environmental Services (AES) Limited and state those matters that we have agreed to state to you, as a body, in this report in accordance with the requirements of Chartered Accountants Ireland as detailed at www.charteredaccountants.ie. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Amalgamated Environmental Services (AES) Limited and its board of directors as a body for our work or for this report.

It is your duty to ensure that Amalgamated Environmental Services (AES) Limited 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 loss of Amalgamated Environmental Services (AES) Limited. You consider that Amalgamated Environmental Services (AES) 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 financial statements of Amalgamated Environmental Services (AES) 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 financial statements.



Hill Vellacott
Chartered accountants

Date: 26 September 2016

Amalgamated Environmental Services (AES) Limited



**Abbreviated statement of financial position
as at 31 December 2015**

	Note	2015		2014	
		£	£	£	£
Fixed assets					
Tangible assets	2	<u>146,629</u>		<u>126,348</u>	
			146,629		126,348
Current assets					
Stocks		218,373		241,855	
Debtors		2,011,339		1,820,831	
Cash at bank and in hand		<u>23,812</u>		<u>108</u>	
		2,253,524		2,062,794	
Creditors: amounts falling due within one year		<u>(1,006,679)</u>		<u>(821,472)</u>	
Net current assets			<u>1,246,845</u>		<u>1,241,322</u>
Total assets less current liabilities			1,393,474		1,367,670
Creditors: amounts falling due after more than one year	3		(25,877)		1,532
Provisions for liabilities			(24,760)		(19,662)
Net liabilities			<u><u>1,342,837</u></u>		<u><u>1,346,476</u></u>
Capital and reserves					
Called up share capital	4		3		3
Profit and loss account			<u>1,342,834</u>		<u>1,346,473</u>
Shareholders funds			<u><u>1,342,837</u></u>		<u><u>1,346,476</u></u>

For the year ending 31 December 2015 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors responsibilities:

- The shareholders have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These abbreviated financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

The notes on pages 4 to 7 form part of these abbreviated financial statements.

Amalgamated Environmental Services (AES) Limited



**Abbreviated statement of financial position (continued)
as at 31 December 2015**

These financial statements were approved by the board of directors and authorised for issue on 26 September 2016, and are signed on behalf of the board by:

Paul Thomas McEvoy
Director

Company registration number: NI026732

The notes on pages 4 to 7 form part of these abbreviated financial statements.



Notes to the abbreviated financial statements
Year ended 31 December 2015

1. Accounting policies

Basis of preparation

The abbreviated 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 abbreviated 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.

Revenue from the rendering of services is measured by reference to the stage of completion of the service transaction at the end of the reporting period provided that the outcome can be reliably estimated. When the outcome cannot be reliably estimated, revenue is recognised only to the extent that expenses recognised are recoverable.

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.

Foreign currencies

Foreign currency transactions are initially recorded in the functional currency, by applying the spot exchange rate as at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate ruling at the reporting date, with any gains or losses being taken to the profit and loss account.

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.



Notes to the abbreviated financial statements (continued)
Year ended 31 December 2015

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:

Plant and machinery	-	20%	reducing balance
Fittings fixtures and equipment	-	20%	reducing balance
Motor vehicles	-	25%	reducing balance

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.



Notes to the abbreviated financial statements (continued)
Year ended 31 December 2015

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.

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.

2. Tangible assets

	Total £
Cost	
At 1 January 2015	582,383
Additions	55,864
Disposals	(8,000)
At 31 December 2015	<u>630,247</u>
Depreciation	
At 1 January 2015	456,035
Charge for the year	34,353
Disposals	(6,770)
At 31 December 2015	<u>483,618</u>
Carrying amount	
At 31 December 2015	<u>146,629</u>
At 31 December 2014	<u>126,348</u>

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

The bank facility is secured by:

- a debenture charging all of the assets and undertaking of the Borrower;
- an assignment of the Aviva life policy on the life of Mr Colin Johnston with cover in the sum of £500,000
- a joint and several guarantee and indemnity from Mr Colin Johnston and Mr Paul McEvoy with the principal amount recoverable thereunder being capped at £100,000
- an intercreditor agreement subordinating all directors' shareholders' and third party loans, and the security therefor, to the amount due to the Bank; and
- the unlimited cross-guarantee from AES-Marconi Limited and the Borrower in favour of the Bank.

The Cross-Guarantee is counter-covered by:

- a debenture charging all of the assets and undertaking of AES-Marconi Limited;
- an assignment of the Aviva life policy on the life of Mr Paul McEvoy with cover in the sum of £500,000; and
- a joint and several guarantee and indemnity from Mr Colin Johnston and Mr Paul McEvoy in respect of the liabilities of AES-Marconi Limited with the principal amount recoverable thereunder being capped at £600,000.

4. Called up share capital

Issued, called up and fully paid

	2015		2014	
	No	£	No	£
Ordinary shares shares of £ 1.00 each	3	3	3	3

5. Ultimate parent undertaking

AES-Marconi Limited, a company incorporated in Northern Ireland, owns 100% of the issued share capital of the company and is the ultimate parent company.