

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019
FOR
SCORPION OCEANICS LIMITED

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FOR THE YEAR ENDED 31 DECEMBER 2019**

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SCORPION OCEANICS LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2019

DIRECTOR: A C Page

REGISTERED OFFICE: 10 Jesus Lane
Cambridge
Cambridgeshire
CB5 8BA

REGISTERED NUMBER: 03097009 (England and Wales)

AUDITORS: Thompson Taraz Rand Audit and Assurance Limited
Chartered Accountants and Statutory Auditors
10 Jesus Lane
Cambridge
Cambridgeshire
CB5 8BA

BALANCE SHEET
31 DECEMBER 2019

	Notes	2019 £	2018 £
FIXED ASSETS			
Tangible assets	5	8,421	11,793
CURRENT ASSETS			
Stocks		1,475,890	1,099,174
Debtors	6	835,798	820,310
Cash at bank		<u>2,463,980</u>	<u>2,670,880</u>
		4,775,668	4,590,364
CREDITORS			
Amounts falling due within one year	7	<u>(1,362,599)</u>	<u>(1,235,973)</u>
NET CURRENT ASSETS		<u>3,413,069</u>	<u>3,354,391</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>3,421,490</u>	<u>3,366,184</u>
CAPITAL AND RESERVES			
Called up share capital	9	753	753
Retained earnings	10	<u>3,420,737</u>	<u>3,365,431</u>
SHAREHOLDERS' FUNDS		<u>3,421,490</u>	<u>3,366,184</u>

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 Profit and loss account has not been delivered.

The financial statements were approved by the director and authorised for issue on 27 October 2020 and were signed by:

A C Page - Director

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019

1. **STATUTORY INFORMATION**

Scorpion Oceanics Limited 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. **STATEMENT OF COMPLIANCE**

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.

3. **ACCOUNTING POLICIES**

Basis of preparing the financial statements

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

Critical accounting judgements and key sources of estimation uncertainty

Tangible fixed assets:

assets are depreciated over their expected useful lives taking into consideration residual values, where appropriate. The actual lives of the assets and residual values are assessed and amended when necessary to reflect the current estimates based on economic utilization and physical condition of the assets.

Doubtful debts:

The company makes an estimate of the recoverable value of trade and other debtors. When assessing impairment of trade debtors, management considers factors including the current credit rating of the debtor, the ageing of the debtor and historical experience regarding payment history.

Stock obsolescence:

An estimate is made by management relating to stock that may have become obsolete. This is based on stock items that have been included in stock for a period greater than 24 months and where appropriate items that have not moved within the last 6 months.

Turnover

Turnover represents the fair value of consideration received or receivable in relation to the sale of underwater cable and connectors for the offshore and nuclear industries excluding, trade discounts and value added tax.

Revenue is usually recognised on dispatch unless the goods are manufactured and remain on site until required by the customer in which instance revenue is recognised once the right to consideration has been earned through fulfilment of contractual obligations.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery etc - 20% & 25% on cost and 20% on cost

The asset's residual values and useful lives are reviewed, and adjusted, if appropriate at the end of each reporting period. The changes are accounted for prospectively.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2019

3. ACCOUNTING POLICIES - continued**Stocks**

Stocks consist of finished goods and goods held for resale, and are stated at the lower of cost and net realisable value. Net realisable value is based on estimated normal selling price, less further costs expected to be incurred to disposal. Provision is made for slow moving or defective items where appropriate.

Work in progress is valued at selling price less an estimated gross margin.

Research and development

Expenditure on research and development is written off in the year in which it is incurred.

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

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 an Employer-Financed Retirement Benefits Scheme for key employees, which provides benefits on a money purchase basis. The assets of the scheme are held separately from those of the company. The contributions payable are charged to the profit and loss account.

4. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 22 (2018 - 21) .

5. TANGIBLE FIXED ASSETS

	Plant and machinery etc £
COST	
At 1 January 2019	182,820
Additions	<u>2,524</u>
At 31 December 2019	<u>185,344</u>
DEPRECIATION	
At 1 January 2019	171,027
Charge for year	<u>5,896</u>
At 31 December 2019	<u>176,923</u>
NET BOOK VALUE	
At 31 December 2019	<u>8,421</u>
At 31 December 2018	<u>11,793</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2019

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019	2018
	£	£
Trade debtors	522,252	462,285
Amounts owed by group undertakings	-	108,543
Other debtors	313,546	249,482
	<u>835,798</u>	<u>820,310</u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019	2018
	£	£
Trade creditors	875,615	890,762
Amounts owed to group undertakings	250,284	-
Taxation and social security	149,720	208,302
Other creditors	86,980	136,909
	<u>1,362,599</u>	<u>1,235,973</u>

8. LEASING AGREEMENTS

The following operating lease payments are committed to be paid:	2018	2017
	£	£
Land and buildings	43,400	43,400
Other operating leases	4,820	8,995

Amounts payable in connection with land and buildings are payable on a rolling 12 month basis.

9. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2019	2018
			£	£
750	Ordinary	£1	750	750
1	Ordinary 'A'	£1	1	1
1	Ordinary 'B'	£1	1	1
1	Ordinary 'C'	£1	1	1
			<u>753</u>	<u>753</u>

10. RESERVES

	Retained earnings
	£
At 1 January 2019	3,365,431
Profit for the year	484,906
Dividends	(429,600)
At 31 December 2019	<u>3,420,737</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2019

11. **DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006**

The Report of the Auditors was unqualified.

Andrew Rand (Senior Statutory Auditor)
for and on behalf of Thompson Taraz Rand Audit and Assurance Limited

12. **RELATED PARTY DISCLOSURES**

Scorpion Oceanics Ltd was charged £421,500 (2018: £414,905) in relation to management fees by a company which holds a participating interest. The balance within other creditors at the balance sheet date, due in less than one year is £50,000 (2018: nil).

Shown within amounts due to group undertakings within creditors is a balance of £250,284 (2018: £108,543 debtor balance) due to a company which holds a participating interest in the share capital of Scorpion Oceanics Ltd.

Key Management Personal:

The amount of remuneration paid to key management personnel during the year amounted to £114,737 (2018: £135,195).

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.