

REPORT OF THE DIRECTORS AND
AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH APRIL 2020
FOR
OIL TECHNICS LIMITED

Guild Appleton Ltd
Registered Auditors
Number 19
Old Hall Street
Liverpool
Merseyside
L3 9JQ

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FOR THE YEAR ENDED 30TH APRIL 2020

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OIL TECHNICS LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 30TH APRIL 2020

DIRECTORS:	TD Evans Mrs G Evans
SECRETARY:	T Humphries
REGISTERED OFFICE:	Number 19 Old Hall Street Liverpool Merseyside L3 9JQ
REGISTERED NUMBER:	02119389 (England and Wales)
SENIOR STATUTORY AUDITOR:	Paul A Morrissy FCCA
AUDITORS:	Guild Appleton Ltd Registered Auditors Number 19 Old Hall Street Liverpool Merseyside L3 9JQ
BANKERS:	HSBC 2 Queens Road Aberdeen Grampian AB15 4ZT
SOLICITORS:	FRASER & MULLIGAN Advocates and Notaries Public 1 Carden Place Aberdeen Aberdeenshire AB10 1UT

REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30TH APRIL 2020

The directors present their report with the financial statements of the company for the year ended 30th April 2020.

RESEARCH AND DEVELOPMENT

The Trading Group continues to invest profits in the on-going development of new ranges of products to provide both brand new products and next generation products.

Oil Technics staff continue with the development and improvement of all products across the range to keep ahead of all changing legislation and environmental improvements.

The directors are confident that this development will see significant growth in future sales as customers accept the added value of cleaner more environmental friendly products.

DIRECTORS

Interests of the directors who held office at the end of the financial year in the ordinary share capital of the parent company, Oil Technics Holdings Limited, are disclosed in the financial statements of that company.

DIRECTORS' RESPONSIBILITIES STATEMENT

The directors are responsible for preparing the Report of the Directors 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 of 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 judgements and accounting estimates that are reasonable and prudent;
- 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.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30TH APRIL 2020

This report has been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

ON BEHALF OF THE BOARD:

Mrs G Evans - Director

24th March 2021

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
OIL TECHNICS LIMITED

Opinion

We have audited the financial statements of Oil Technics Limited (the 'company') for the year ended 30th April 2020 which comprise the Income Statement, Balance Sheet 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 Financial Reporting Standard 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 state of the company's affairs as at 30th April 2020 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 Auditors' 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 the provisions available for small entities, in the circumstances set out in note twelve to the financial statements, 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.

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.

Other information

The directors are responsible for the other information. The other information comprises the information in the Report of the Directors, but does not include the financial statements and our Report of the Auditors thereon.

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 Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Directors has been prepared in accordance with applicable legal requirements.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
OIL TECHNICS LIMITED

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 Report of the Directors.

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 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' exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Directors.

Responsibilities of directors

As explained more fully in the Directors' Responsibilities Statement set out on page two, 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 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.

Auditors' 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 a Report of the Auditors 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 Report of the Auditors.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
OIL TECHNICS LIMITED

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 a Report of the Auditors 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.

Paul A Morrissy FCCA (Senior Statutory Auditor)
for and on behalf of Guild Appleton Ltd
Registered Auditors
Number 19
Old Hall Street
Liverpool
Merseyside
L3 9JQ

29th March 2021

Guild Appleton Limited

OIL TECHNICS LIMITED (REGISTERED NUMBER: 02119389)

INCOME STATEMENT
FOR THE YEAR ENDED 30TH APRIL 2020

	Notes	30.4.20 £	30.4.19 £
TURNOVER		1,114,887	1,269,271
Cost of sales		<u>(767,866)</u>	<u>(833,958)</u>
GROSS PROFIT		347,021	435,313
Distribution costs		(177,431)	(196,965)
Administrative expenses		<u>(153,363)</u>	<u>(101,689)</u>
OPERATING PROFIT	4	16,227	136,659
Interest payable and similar expenses		<u>(21,052)</u>	<u>(22,733)</u>
(LOSS)/PROFIT BEFORE TAXATION		(4,825)	113,926
Tax on (loss)/profit		<u>-</u>	<u>36,207</u>
(LOSS)/PROFIT FOR THE FINANCIAL YEAR		<u>(4,825)</u>	<u>150,133</u>

The notes form part of these financial statements

OIL TECHNICS LIMITED (REGISTERED NUMBER: 02119389)

BALANCE SHEET
30TH APRIL 2020

	Notes	30.4.20 £	30.4.19 £
FIXED ASSETS			
Intangible assets	5	-	-
Tangible assets	6	<u>482,086</u>	<u>487,863</u>
		<u>482,086</u>	<u>487,863</u>
CURRENT ASSETS			
Stocks		194,278	178,151
Debtors	7	192,230	321,967
Cash at bank and in hand		<u>259,788</u>	<u>125,799</u>
		<u>646,296</u>	<u>625,917</u>
CREDITORS			
Amounts falling due within one year	8	<u>(722,101)</u>	<u>(683,227)</u>
NET CURRENT LIABILITIES		<u>(75,805)</u>	<u>(57,310)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		406,281	430,553
CREDITORS			
Amounts falling due after more than one year	9	(36,075)	(55,522)
PROVISIONS FOR LIABILITIES		<u>(9,668)</u>	<u>(9,668)</u>
NET ASSETS		<u>360,538</u>	<u>365,363</u>
CAPITAL AND RESERVES			
Called up share capital		185,000	185,000
Retained earnings		<u>175,538</u>	<u>180,363</u>
SHAREHOLDERS' FUNDS		<u>360,538</u>	<u>365,363</u>

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

The financial statements were approved by the Board of Directors and authorised for issue on 24th March 2021 and were signed on its behalf by:

TD Evans - Director

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH APRIL 2020

1. STATUTORY INFORMATION

Oil Technics 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.

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.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Development costs are being amortised evenly over their estimated useful life of nil years.

Tangible fixed assets

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

Land and Buildings - 2% on cost

Plant and Machinery etc - 25% on reducing balance no depreciation in year of acquisition

Computer Equipment - 20% on reducing balance

Stocks

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

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.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH APRIL 2020

2. **ACCOUNTING POLICIES - continued**

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 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.

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 33 (2019 - 32) .

4. **OPERATING PROFIT**

The operating profit is stated after charging:

	30.4.20	30.4.19
	£	£
Depreciation - owned assets	<u>24,839</u>	<u>12,000</u>

5. **INTANGIBLE FIXED ASSETS**

	Other intangible assets £
COST	
At 1st May 2019	
and 30th April 2020	<u>7,842</u>
AMORTISATION	
At 1st May 2019	
and 30th April 2020	<u>7,842</u>
NET BOOK VALUE	
At 30th April 2020	<u>-</u>
At 30th April 2019	<u>-</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH APRIL 2020

6. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Fixtures and fittings £	Computer equipment £	Totals £
COST					
At 1st May 2019	622,368	351,739	7,182	72,886	1,054,175
Additions	-	19,062	-	-	19,062
At 30th April 2020	<u>622,368</u>	<u>370,801</u>	<u>7,182</u>	<u>72,886</u>	<u>1,073,237</u>
DEPRECIATION					
At 1st May 2019	158,370	330,684	7,182	70,076	566,312
Charge for year	12,000	10,029	-	2,810	24,839
At 30th April 2020	<u>170,370</u>	<u>340,713</u>	<u>7,182</u>	<u>72,886</u>	<u>591,151</u>
NET BOOK VALUE					
At 30th April 2020	<u>451,998</u>	<u>30,088</u>	<u>-</u>	<u>-</u>	<u>482,086</u>
At 30th April 2019	<u>463,998</u>	<u>21,055</u>	<u>-</u>	<u>2,810</u>	<u>487,863</u>

The HSBC Bank Plc has a debenture including fixed mortgage charge over all present freehold and leasehold property: First fixed charge over book and other debts, chattels, goodwill and uncalled capital, both present and future: and first floating charge over all assets and undertaking both present and future dated 15 April 2012.

HSBC has a First Legal Charge dated 15 April 2012 over property known as Linton Business Park, Gourdon, DD10 0NH

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30.4.20 £	30.4.19 £
Trade debtors	152,965	215,631
Other debtors	<u>39,265</u>	<u>106,336</u>
	<u>192,230</u>	<u>321,967</u>

HSBC Invoice Finance (UK) Ltd has a fixed equitable charge on all purchased debts shown in Trade debtors, this charge was given on 14th April 2003.

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30.4.20 £	30.4.19 £
Bank loans and overdrafts	43,735	73,305
Trade creditors	185,862	234,273
Amounts owed to group undertakings	340,131	183,641
Taxation and social security	27,152	23,450
Other creditors	<u>125,221</u>	<u>168,558</u>
	<u>722,101</u>	<u>683,227</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH APRIL 2020

9. **CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	30.4.20	30.4.19
	£	£
Bank loans	<u>36,075</u>	<u>55,522</u>

10. **SECURED DEBTS**

The following secured debts are included within creditors:

	30.4.20	30.4.19
	£	£
Bank overdrafts	13,418	42,988
Bank loans	66,392	85,839
Factoring Account	<u>105,096</u>	<u>165,319</u>
	<u>184,906</u>	<u>294,146</u>

HSBC have a charge over contract monies dated 9 April 2012.

HSBC Invoice Finance (UK) Ltd has a fixed equitable charge on all purchased debts shown in Trade debtors, this charge was given on 22nd December 2004.

The HSBC Bank Plc has a debenture including fixed charge over all present freehold and leasehold property: First fixed charge over book and other debts, chattels, goodwill and uncalled capital, both present and future: and first floating charge over all assets and undertaking both present and future dated 17 December 2002.

General letter of pledge dated 21 February 2013 is held by HSBC.

Composite Company unlimited multilateral guarantee dated 2nd March 2009 is held by HSBC.

HSBC has First Mortgage dated 1 October 2004 over HSBC life policy number 9J9W26J-01

HSBC has a First Legal Scottish Charge dated 19 December 2007 over property known as Linton Business Park, Gourdon, DD10 0NH

Group set off is held by HSBC.

11. **DIRECTORS' ADVANCES, CREDITS AND GUARANTEES**

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12. **FRC ETHICAL STANDARD - PROVISIONS AVAILABLE FOR SMALL ENTITIES**

In common with many other businesses of our size and nature we use our auditors to prepare and submit returns to the tax authorities and assist with the preparation of the financial statements.

13. **AUDITOR LIABILITY LIMITATION AGREEMENT**

As set out in latest letter of Engagement dated 14th July 2016.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH APRIL 2020

14. ULTIMATE CONTROLLING PARTY

The controlling party is TD Evans.

15. ULTIMATE PARENT COMPANY

The company is a 100% subsidiary undertaking of Oil Technics Holdings Limited registered in England and Wales.

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.