

Audited Financial Statements
for the Year Ended 31st December 2020
for
GLOBE AIR CARGO LIMITED

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for the year ended 31st December 2020**

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DIRECTORS:	European Cargo Services SA Ms. M D House
REGISTERED OFFICE:	1st Floor Building 550 Shoreham Road East Hounslow Middlesex TW6 3UA
REGISTERED NUMBER:	02343362 (England and Wales)
SENIOR STATUTORY AUDITOR:	Philip H.Taylor FCA
AUDITORS:	Bakers Statutory Auditor Baker (Midlands) Limited Arbor House Broadway North Walsall WS1 2AN

Balance Sheet
31st December 2020

	Notes	2020 £	£	2019 £	£
FIXED ASSETS					
Tangible assets	4		64,168		69,897
Investments	5		<u>1,758</u>		<u>1,758</u>
			65,926		71,655
CURRENT ASSETS					
Debtors	6	562,491		3,680,902	
Cash at bank and in hand		<u>807,202</u>		<u>421,185</u>	
		1,369,693		4,102,087	
CREDITORS					
Amounts falling due within one year	7	<u>1,287,910</u>		<u>3,740,539</u>	
NET CURRENT ASSETS			<u>81,783</u>		<u>361,548</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>147,709</u>		<u>433,203</u>
CAPITAL AND RESERVES					
Called up share capital	9		150		150
Retained earnings			<u>147,559</u>		<u>433,053</u>
SHAREHOLDERS' FUNDS			<u>147,709</u>		<u>433,203</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 Income Statement has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 29th March 2021 and were signed on its behalf by:

Ms. M D House - Director

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

1. **STATUTORY INFORMATION**

Globe Air Cargo 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.

The financial statements are presented in sterling which is the functional currency of the company and rounded to the nearest £1.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

Significant judgements and estimates

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported for assets and liabilities at the balance sheet date and the amounts reported for revenues and expenses during the year. However the nature of estimation means that actual outcomes could differ from those estimates.

Turnover

Turnover is measured at the fair value of consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The company recognises revenue from the sale of services when all the following conditions are satisfied:-

- (a) the company has transferred to the buyer the significant risks and rewards of ownership of the services;
- (b) the company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the services sold;
- (c) the amount of revenue can be measured reliably;
- (d) it is probable that the economic benefits associated with the transaction will flow to the company; and
- (e) the costs incurred or to be incurred in respect of the transaction can be measured

Tangible fixed assets

Tangible fixed assets are stated at cost less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended.

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:

Plant and machinery etc. 20% and 25% straight line

The carrying values of tangible fixed assets are reviewed for impairment when events or changes in circumstances indicate the carrying value may not be recoverable.

Notes to the Financial Statements - continued
for the year ended 31st December 2020

2. ACCOUNTING POLICIES - continued

Investments in subsidiaries

Investments in subsidiary undertakings are initially recognised at fair value which is normally the transaction price. At each balance sheet date the investments are reviewed for any indication of impairment. If such indication exists then where the carrying amount exceeds its recoverable amount, an impairment loss is recognised in profit or loss.

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.

Foreign currencies

Transactions in foreign currencies are initially recorded in the entity's functional currency by applying the spot exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated at the rate of exchange ruling at the balance sheet date. All differences are taken to the profit and loss account.

Employee benefits

The company provides a range of benefits to employees, including annual bonus arrangements and defined contribution pension plans.

i. Short term benefits

Short term benefits, including holiday pay and other similar non-monetary benefits, are recognised as an expense in the period in which the service is received.

ii. Defined contribution pension plans

The company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the company pays fixed contributions into a separate entity. Once the contributions have been paid the company has no further payment obligations. The contributions are recognised as an expense when they are due. Amounts not paid are shown in accruals in the balance sheet. The assets of the plan are held separately from the company in independently administered funds.

Notes to the Financial Statements - continued
for the year ended 31st December 2020

2. **ACCOUNTING POLICIES - continued**

Leasing commitments

Rentals payable under operating lease are charged in the profit and loss account on a straight line basis over the lease term.

Debtors and creditors receivable / payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the profit and loss account in other administrative expenses.

Cash and cash equivalents

Cash comprise cash in hand and demand deposits. Cash equivalents are short-term, highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with an insignificant risk of change in value.

Provisions

Provisions are recognised when the company has an obligation at the balance sheet date as a result of a past event, it is probable that an outflow of economic benefits will be required in settlement and the amount can be reliably estimated.

Impairment

Assets not measured at fair value are reviewed for any indication that the asset may be impaired at each balance sheet date. If such indication exists, the recoverable amount of the asset, or the asset's cash generating unit, is estimated and compared to the carrying amount. Where the carrying amount exceeds its recoverable amount, an impairment loss is recognised in profit or loss unless the asset is carried at a revalued amount where the impairment loss is a revaluation decrease.

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. If an arrangement constitutes a finance transaction it is measured at present value.

3. **EMPLOYEES AND DIRECTORS**

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

Notes to the Financial Statements - continued
for the year ended 31st December 2020

4. TANGIBLE FIXED ASSETS

	Plant and machinery etc £
COST	
At 1st January 2020	120,703
Additions	15,615
Disposals	(31,691)
At 31st December 2020	<u>104,627</u>
DEPRECIATION	
At 1st January 2020	50,806
Charge for year	21,344
Eliminated on disposal	(31,691)
At 31st December 2020	<u>40,459</u>
NET BOOK VALUE	
At 31st December 2020	<u>64,168</u>
At 31st December 2019	<u>69,897</u>

5. FIXED ASSET INVESTMENTS

	Shares in group undertakings £
COST	
At 1st January 2020 and 31st December 2020	<u>1,758</u>
NET BOOK VALUE	
At 31st December 2020	<u>1,758</u>
At 31st December 2019	<u>1,758</u>

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Trade debtors	503,575	3,404,460
Amounts owed by group undertakings	1,637	211,161
Other debtors	49,434	58,079
Prepayments	<u>7,845</u>	<u>7,202</u>
	<u>562,491</u>	<u>3,680,902</u>

Notes to the Financial Statements - continued
for the year ended 31st December 2020

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Trade creditors	1,103,245	2,773,145
Amounts owed to group undertakings	71,665	801,443
Corporation Tax	2,195	42,392
Social security and other taxes	33,111	75,904
Other creditors	51,893	13,827
Accruals and deferred income	25,801	33,828
	<u>1,287,910</u>	<u>3,740,539</u>

8. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2020	2019
	£	£
Within one year	18,067	21,893
Between one and five years	<u>2,430</u>	<u>13,554</u>
	<u>20,497</u>	<u>35,447</u>

9. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2020	2019
			£	£
150	Ordinary	£1	<u>150</u>	<u>150</u>

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

The Report of the Auditors was unqualified.

Philip H.Taylor FCA (Senior Statutory Auditor)
for and on behalf of Bakers

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.