

Merson Limited

Annual Report and Financial Statements
for the Year Ended 31 December 2016

Brooks Green Chartered Accountants Abbey House 342 Regents Park Road London N3 2LJ

Merson Limited

Contents

Company Information	<u>1</u>
Accountants' Report	<u>2</u>
Balance Sheet	<u>3</u>
Statement of Changes in Equity	<u>4</u>
Notes to the Financial Statements	<u>5 to 8</u>

Merson Limited

Company Information

Director Juan Celso Parada

Company secretary Juan Celso Parada

Registered office Peche House
St Anne's Road
Hakin
Milford Haven
Pembrokeshire
SA73 3LG

Accountants Brooks Green
Chartered Accountants
Abbey House
342 Regents Park Road
London
N3 2LJ

Chartered Accountants' Report to the Director on the Preparation of the Statutory Accounts of Merson Limited

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Merson Limited for the year ended 31 December 2016 as set out on pages 3 to 8 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/en/members/regulations-standards-and-guidance/>.

This report is made solely to the Board of Directors of Merson Limited, as a body, in accordance with the terms of our engagement letter dated 1 August 2016. Our work has been undertaken solely to prepare for your approval the accounts of Merson Limited and state those matters that we have agreed to state to the Board of Directors of Merson Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Merson Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Merson Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of Merson Limited. You consider that Merson 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 accounts of Merson 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 accounts.

Brooks Green Chartered Accountants
Abbey House
342 Regents Park Road
London
N3 2LJ

13 June 2017

Merson Limited

(Registration number: 02654063) Balance Sheet as at 31 December 2016

	Note	2016 £	2015 £
Fixed assets			
Intangible assets	<u>4</u>	706,539	706,539
Tangible assets	<u>5</u>	<u>231,452</u>	<u>257,169</u>
		937,991	963,708
Current assets			
Debtors	<u>6</u>	107,459	129,275
Cash at bank and in hand		<u>1,702,036</u>	<u>1,151,990</u>
		1,809,495	1,281,265
Creditors: Amounts falling due within one year	<u>7</u>	<u>(538,210)</u>	<u>(587,905)</u>
Net current assets		<u>1,271,285</u>	<u>693,360</u>
Net assets		<u><u>2,209,276</u></u>	<u><u>1,657,068</u></u>
Capital and reserves			
Called up share capital		1,000	1,000
Revaluation reserve		688,939	688,939
Profit and loss account		<u>1,519,337</u>	<u>967,129</u>
Total equity		<u><u>2,209,276</u></u>	<u><u>1,657,068</u></u>

For the financial year ending 31 December 2016 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

Approved and authorised by the director on 13 June 2017

Juan Celso Parada

Company secretary and director

The notes on pages 5 to 8 form an integral part of these financial statements.

Merson Limited

Statement of Changes in Equity for the Year Ended 31 December 2016

	Share capital £	Revaluation reserve £	Profit and loss account £	Total £
At 1 January 2016	1,000	688,939	967,129	1,657,068
Profit for the year	-	-	552,208	552,208
Total comprehensive income	-	-	552,208	552,208
At 31 December 2016	1,000	688,939	1,519,337	2,209,276

The notes on pages 5 to 8 form an integral part of these financial statements.

Merson Limited

Notes to the Financial Statements for the Year Ended 31 December 2016

1 Accounting policies

Summary of significant accounting policies and key accounting estimates

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

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

Tax

The tax expense for the period comprises current tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Vessel and equipment	10% RB

Merson Limited

Notes to the Financial Statements for the Year Ended 31 December 2016

Intangible assets

Separately acquired trademarks and licences are shown at historical cost.

Trademarks, licences (including software) and customer-related intangible assets acquired in a business combination are recognised at fair value at the acquisition date.

Trademarks, licences and customer-related intangible assets have a finite useful life and are carried at cost less accumulated amortisation and any accumulated impairment losses.

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Fishing licence	Not amortised

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

2 Staff numbers

The average number of persons employed by the company (including the director) during the year, was 1 (2015 - 1).

Merson Limited

Notes to the Financial Statements for the Year Ended 31 December 2016

3 Profit before tax

Arrived at after charging/(crediting)

2016	2015
£	£
25,717	28,575

Depreciation expense

4 Intangible assets

Trademarks, patents and licenses	Total
£	£

Cost or valuation

At 1 January 2016

706,539	706,539
---------	---------

At 31 December 2016

706,539	706,539
---------	---------

Amortisation

Carrying amount

At 31 December 2016

706,539	706,539
---------	---------

At 31 December 2015

706,539	706,539
---------	---------

The aggregate amount of research and development expenditure recognised as an expense during the period is £Nil (2015 - £Nil).

Merson Limited

Notes to the Financial Statements for the Year Ended 31 December 2016

5 Tangible assets

	Other property, plant and equipment £	Total £
Cost or valuation		
At 1 January 2016	1,324,234	1,324,234
At 31 December 2016	1,324,234	1,324,234
Depreciation		
At 1 January 2016	1,067,065	1,067,065
Charge for the year	25,717	25,717
At 31 December 2016	1,092,782	1,092,782
Carrying amount		
At 31 December 2016	231,452	231,452
At 31 December 2015	257,169	257,169

6 Debtors

	2016 £	2015 £
Trade debtors	-	28,429
Other debtors	107,459	100,846
Total current trade and other debtors	107,459	129,275

7 Creditors

	Note	2016 £	2015 £
Due within one year			
Trade creditors		25,912	36,777
Amounts owed to group undertakings and undertakings in which the company has a participating interest		368,419	426,827
Other creditors		143,879	124,301
		538,210	587,905

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.