

Company Registration No. 02958771

Annual report and financial statements for the year ended 31 December 2018

CONSOLIDATED SUPPLY MANAGEMENT LIMITED



CONSOLIDATED SUPPLY MANAGEMENT LIMITED

Director's report

The directors present their annual report on the affairs of the company, together with the financial statements, for the year ended 31 December 2018.

This report has been prepared in accordance with the special provisions relating to small companies.

Principal activities

The principal activities of the company are oilfield logistics and supply chain management for the oil and gas industries. The company continues to act as a holding company and to provide management support to logistic contracts undertaken by subsidiaries.

Directors and their interests

The directors during the year and to the date of this report are as follows:

E Colmenares Finol

E Colmenares Michaelovsky

A de Losada Leon

T Marzuka Baddour

Going concern

The directors have considered the company's financial position and also the future prospects of the subsidiary undertaking. After making enquiries, the directors believe that the company is well placed to manage its business risks successfully and therefore continue to adopt the going concern basis in the preparation of these financial statements.

Approved by the Board.



E Colmenares Michaelovsky
Director

28th February 2019

CONSOLIDATED SUPPLY MANAGEMENT LIMITED

Balance sheet

As at 31 December 2018

	Note	2018		2017	
		\$'000's	\$'000's	\$'000's	\$'000's
Fixed assets					
Tangible assets	2		-		-
Investments in subsidiaries	3		476		495
Associate Company	3		152		-
Current assets					
Debtors	4	1,219		1,237	
Cash at bank and in hand		30		100	
Creditors: amounts falling due within one year	5	(542)		(338)	
Net current assets			708		999
Total assets less current liabilities			1,336		1,494
Capital and reserves					
Called up share capital	7		1,257		1,257
Share premium account	8		-		-
Foreign exchange reserve	8		-		-
Profit and loss account	8		79		237
Equity shareholders' funds			1,336		1,494

For the year ended 31st December 2018 the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies

The director acknowledges his responsibility for:

- (1) the members have not required the company to obtain an audit of the accounts for the year in question in accordance with section 476,
- (2) complying with the requirements of the Act with respect to accounting records and the preparation of accounts. The accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

These financial statements were approved by the board of directors on 28th February 2019 and were signed on its behalf by:



E Colmenares Michaelovsky
Director

CONSOLIDATED SUPPLY MANAGEMENT LIMITED

Notes to the financial statements (continued)

Year ended 31 December 2018

1. Accounting policies (continued)

A net deferred tax asset is regarded as recoverable and therefore recognised only to the extent that, on the basis of all available evidence, it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured at the average tax rates that are expected to apply in the periods in which the timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax is measured on a non-discounted basis.

Foreign currency transactions

Amounts expressed in foreign currencies are translated into US\$ at the middle market rate of exchange ruling at the close of business at the year end. Transactions during the year are translated at the middle market rates prevailing at the date of the transactions. Exchange gains or losses are dealt with in the profit and loss account.

Turnover

Turnover represents amounts receivable for services provided in the normal course of business, net of trade discounts and other sales taxes.

2. Tangible fixed assets

	Leasehold Improvement	Office equipment	Total
	\$'000's	\$'000's	\$'000's
Cost			
At 1 January 2018	95	57	152
Additions	0	0	0
At 31 December 2018	95	57	152
Depreciation			
At 1 January 2018	95	57	152
Charge for year	0	0	0
At 31 December 2018	95	57	152
Net book value			
At 31 December 2018	0	0	0
At 31 December 2017	0	0	0

CONSOLIDATED SUPPLY MANAGEMENT LIMITED

Notes to the financial statements

Year ended 31 December 2018

1. Accounting policies

The principal accounting policies are summarised below. They have all been applied consistently throughout the current and preceding year.

Basis of Accounting

The financial statements are prepared in accordance with applicable accounting standards in the United Kingdom. The particular accounting policies adopted are described below. The financial statements are prepared under the historical cost convention.

Functional currency

The functional currency of the company is considered to be the United States dollar.

Group financial statements

Under the provisions of section 400 of the Companies Act 2006, the company is exempt from preparing consolidated financial statements by virtue of the fact that the group headed by the company is a small group and is exempt from preparing group accounts.

Cash flow statement

The company has taken advantage of exemptions within FRS 1 "Cash Flow Statements (revised) 1996" and has not prepared a cash flow statement on the grounds that the company is a small company and also the group headed by the company qualifies as small.

Tangible fixed assets

Tangible fixed assets are stated at cost less depreciation and provision for impairment. Provision for depreciation of tangible fixed assets is made in equal annual instalments over the estimated useful lives of assets, as follows:

Leasehold improvements	5 years
Office equipment	3 – 5 years

Investments

Investments in subsidiaries held as fixed assets are stated at cost less provision for any impairment.

Taxation

Current tax, including UK corporation tax and foreign tax, is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the company's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements.

CONSOLIDATED SUPPLY MANAGEMENT LIMITED

Notes to the financial statements **Year ended 31 December 2018**

3. Investments

	2018 \$'000's	2017 \$'000's
Subsidiary undertakings		
Balance at 1st January	495	495
Write down of investment	(19)	0
Balance at 31 December	<u>476</u>	<u>495</u>

Name of undertaking	Country of incorporation	Country of operation	Nature of shares	Proportion of shares held %
CSM del Ecuador SA	Ecuador	Ecuador	Ordinary shares	100
CSM Servicios de Logísticos del Peru SA	Peru	Peru	Ordinary shares	100
Consolidated Supply Management ME DMCC	UAE	UAE	Ordinary shares	100
CSM Servicios de Logística SA	Venezuela	Venezuela	Ordinary shares	100

The principal activity of each of the undertakings is logistics services.

	2018 \$'000's	2017 \$'000's
Associate company		
Investment in 10% of AFT Autopaint	<u>152</u>	<u>0</u>

4. Debtors	2018 \$'000's	2017 \$'000's
Trade debtors	60	60
Amounts owed by group undertakings	1,156	1,174
Other debtors	2	2
Prepayments and accrued income	1	1
	<u>1,219</u>	<u>1,237</u>

5. Creditors: amounts falling due within one year

Trade creditors	51	1
Amounts owing to directors	482	330
Corporation taxation	0	0
Other taxes and social security	0	0
Other creditors and accruals	<u>8</u>	<u>7</u>
	<u>542</u>	<u>338</u>

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Notes to the financial statements

Year ended 31 December 2018

	2018	2017
6. Called up share capital		
Number authorised, allotted and called up	'000's	'000's
Ordinary shares of £0.50 each		
Number issued at 1st January	1,333	1,333
Reduction in capital	-	-
Issue of new shares	-	-
	<hr/>	<hr/>
Number issued at 31 December	1,333	1,333
Shares Issued and called up	\$'000's	\$'000's
As at 1 January 2018	1,257	1,257
Reduction in capital	-	-
Issue of new shares	-	-
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As at 31 December 2018	1,257	1,257
7. Reserves		
	Foreign Exchange Reserve \$'000's	Share Premium Account \$'000's
At 1 January 2018	-	237
Profit/(loss) for the financial year	-	(158)
Dividends paid	-	-
Reallocation	-	-
	<hr/>	<hr/>
At 31st December 2018	-	79
8 Reconciliation of movements in shareholders' funds		
	2018 \$'000's	2017 \$'000's
Shareholders' funds at 1 January 2017	1,494	1,624
Foreign exchange reserve	-	-
Profit/(loss) for the financial year	(158)	(130)
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Shareholders' funds at 31 December 2018	1,336	1,494
9. Ultimate holding company		

The company's ultimate holding company is Consolidated Supply Management International (II) Limited, registered in England and Wales.