

Temm Engineering Ltd

Annual Report and Unaudited Financial Statements
for the Year Ended 30 November 2017

Temm Engineering Ltd

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Temm Engineering Ltd

Company Information

Director	N G Angonas
Company secretary	Proteas Consulting & Services Limited
Registered office	Woodgate Studios 2-8 Games Road Cockfosters Hertfordshire EN4 9HN

Temm Engineering Ltd
(Registration number: 06005300)
Balance Sheet as at 30 November 2017

	Note	2017 \$	2016 \$
Fixed assets			
Investments	<u>5</u>	892	892
Current assets			
Debtors	<u>6</u>	2,658,208	2,390,676
Creditors: Amounts falling due within one year	<u>7</u>	<u>(7,286,306)</u>	<u>(7,043,568)</u>
Net current liabilities		<u>(4,628,098)</u>	<u>(4,652,892)</u>
Net liabilities		<u>(4,627,206)</u>	<u>(4,652,000)</u>
Capital and reserves			
Called up share capital	<u>8</u>	1,900	1,900
Profit and loss account		<u>(4,629,106)</u>	<u>(4,653,900)</u>
Total equity		<u>(4,627,206)</u>	<u>(4,652,000)</u>

For the financial year ending 30 November 2017 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 her 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.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the director on 22 January 2019

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N G Angonas
Director

The notes on pages 3 to 5 form an integral part of these financial statements.

Temmm Engineering Ltd

Notes to the Financial Statements for the Year Ended 30 November 2017

1 General information

The company is a private company limited by share capital, incorporated in England and Wales.

The address of its registered office is:

Woodgate Studios
2-8 Games Road
Cockfosters
Hertfordshire
EN4 9HN
England

2 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.

The accounts are prepared in the company's functional currency of British Pounds (£) and rounded to the nearest £1.

Group accounts not prepared

The company is part of a small group. The company has taken advantage of the exemptions provided by Section 398 of the Companies Act 2006 and has not prepared group accounts..

Going concern

The financial statements have been prepared on the going concern basis, which is dependent upon the continuing financial support of creditors, who were owed \$7,251,878 (2016 - \$7,018,606) at the balance sheet date. The directors are of the opinion that these creditors will continue to provide financial support to the company. No provision has been made against debtors of \$2,658,208 which have been outstanding for over 12 months, because in the opinion of the directors, these balances are recoverable. The directors are therefore of the opinion that the going concern basis is appropriate.

Business combinations

Business combinations are accounted for using the purchase method. The consideration for each acquisition is measured at the aggregate of the fair values at acquisition date of assets given, liabilities incurred or assumed, and equity instruments issued by the group in exchange for control of the acquired, plus any costs directly attributable to the business combination. When a business combination agreement provides for an adjustment to the cost of the combination contingent on future events, the group includes the estimated amount of that adjustment in the cost of the combination at the acquisition date if the adjustment is probable and can be measured reliably.

Temm Engineering Ltd

Notes to the Financial Statements for the Year Ended 30 November 2017

Investments

Investments in equity shares which are publicly traded or where the fair value can be measured reliably are initially measured at fair value, with changes in fair value recognised in profit or loss. Investments in equity shares which are not publicly traded and where fair value cannot be measured reliably are measured at cost less impairment.

Interest income on debt securities, where applicable, is recognised in income using the effective interest method. Dividends on equity securities are recognised in income when receivable.

Trade debtors

Debtors with no stated interest rate and receivable 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.

Trade creditors

Creditors with no stated interest rate and payables 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.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

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.

3 Staff numbers

The average number of persons employed by the company (including the director) during the year, was 1 (2016 - 1).

4 Exceptional items

	2017	2016
	\$	\$
Other exceptional	<u>(267,532)</u>	<u>(54,440)</u>

The exceptional item relates to the exchange (gain) / loss arising as at the balance sheet date on the conversion of Promissory Notes which are denoted in Russian Roubles.

Temmm Engineering Ltd

Notes to the Financial Statements for the Year Ended 30 November 2017

5 Investments

	2017	2016
	\$	\$
Investments in subsidiaries	<u>892</u>	<u>892</u>

6 Debtors

	2017	2016
	\$	\$
Other debtors	<u>2,658,208</u>	<u>2,390,676</u>
	<u>2,658,208</u>	<u>2,390,676</u>

7 Creditors

Creditors: amounts falling due within one year

	Note	2017	2016
		\$	\$
Due within one year			
Bank loans and overdrafts	<u>9</u>	7,187,456	6,955,369
Accruals and deferred income		34,428	24,962
Other creditors		<u>64,422</u>	<u>63,237</u>
		<u>7,286,306</u>	<u>7,043,568</u>

8 Share capital

Allotted, called up and fully paid shares

	2017	2016
	No.	No.
	\$	\$
Ordinary shares (£1) of \$1.90 each	1,000	1,000
	<u>1,900.00</u>	<u>1,900.00</u>

9 Loans and borrowings

	2017	2016
	\$	\$
Current loans and borrowings		
Other borrowings	<u>7,187,456</u>	<u>6,955,369</u>

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.