

CavanaghKelly

Company Number: 07671660

Port 2 Port Maritime Security Ltd

Financial Statements

for the period ended 31 December 2016



Port 2 Port Maritime Security Ltd

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Port 2 Port Maritime Security Ltd

DIRECTORS AND OTHER INFORMATION

Directors

Ian Crook (Resigned 1 June 2016)
Mark Harding
David Montgomery (Appointed 4 April 2016)
Roger Thompson (Appointed 18 April 2016)
Andrew Varney (Resigned 1 May 2016)

Company Number

07671660

Registered Office and Business Address

Delphian House
Riverside
New Bailey Street
Manchester
M3 5FS
Great Britain (UK)

Auditors

CavanaghKelly
36-38 Northland Row
Dungannon
Co. Tyrone
BT71 6AP

Port 2 Port Maritime Security Ltd

Company Number: 07671660

STATEMENT OF FINANCIAL POSITION

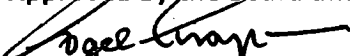
as at 31 December 2016

	Notes	Dec 16 \$	Mar 16 \$
Non-Current Assets			
Property, plant and equipment	7	262,462	467,206
Current Assets			
Receivables	8	1,139,250	1,749,058
Cash and cash equivalents		109,852	363,730
		1,249,102	2,112,788
Payables: Amounts falling due within one year	9	(1,272,231)	(1,495,196)
Net Current (Liabilities)/Assets		(23,129)	617,592
Total Assets less Current Liabilities		239,333	1,084,798
Payables			
Amounts falling due after more than one year	10	(127,849)	(160,491)
Provisions for liabilities	11	19,421	10,461
Net Assets		130,905	934,768
Equity			
Called up share capital	12	164	164
Income statement		130,741	934,604
Equity attributable to owners of the company		130,905	934,768

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with the provisions of FRS 102 Section 1A (Small Entities).

The company has taken advantage of the exemption under section 444 not to file the Income Statement and Directors' Report.

Approved by the Board and authorised for issue on 15 July 2017 and signed on its behalf by


Roger Thompson
Director

Port 2 Port Maritime Security Ltd

NOTES TO THE FINANCIAL STATEMENTS

for the period ended 31 December 2016

1. GENERAL INFORMATION

Port 2 Port Maritime Security Ltd is a company limited by shares incorporated in the United Kingdom.

2. ACCOUNTING POLICIES

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

Statement of compliance

The financial statements of the company for the year ended 31 December 2016 have been prepared in accordance with the provisions of FRS 102 Section 1A (Small Entities) and the Companies Act 2006.

Basis of preparation

The financial statements have been prepared under the historical cost convention except for certain properties and financial instruments that are measured at revalued amounts or fair values, as explained in the accounting policies below. Historical cost is generally based on the fair value of the consideration given in exchange for assets. The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

Cash flow statement

The company has availed of the exemption in FRS 102 Section 1A from the requirement to prepare a Statement of Cash Flows because it is classified as a small company.

Revenue

Turnover comprises the invoice value of services provided by the Company exclusive of value added tax. Turnover is recognised on completion of transit. For transits having duration over 30 days, turnover is recognised on proportionate basis into the Accounting period according to the proportion of transit completed at the reporting date, as on embarkation/disembarkation port basis. Full provision is made for any losses on a transit in progress at the reporting date.

Functional and presentation currency

Items included in the financial statements of the company are measured using the currency of the primary economic environment in which the company operates (the "functional currency"). The financial statements of the company are presented in United States Dollars (US Dollars), which the directors consider to be the company's functional currency.

Research and development expenditure

Research and development expenditure is written off to the Income Statement in the year in which it is incurred.

Property, plant and equipment and depreciation

Property, plant and equipment are stated at cost or at valuation, less accumulated depreciation. The charge to depreciation is calculated to write off the original cost or valuation of property, plant and equipment, less their estimated residual value, over their expected useful lives as follows:

Fixtures & Fittings	- 20% Straight line
Office/ Computer Equipment	- 33% Straight line
Security Equipment	- 22% or 33% Straight line

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

Port 2 Port Maritime Security Ltd

NOTES TO THE FINANCIAL STATEMENTS

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for the period ended 31 December 2016

Leasing

Rentals payable under operating leases are dealt with in the Income Statement as incurred over the period of the rental agreement.

Provisions

Provisions are recognised when the company has a present legal or constructive obligation arising as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made. Provisions are measured at the present value of the expenditures expected to be required to settle the obligation using a pre-tax rate that reflects current market assessments of the same value of money and the risks specific to the obligation. The increase in the provision due to passage of time is recognised as interest expense.

Employee benefits

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund.

Taxation and deferred taxation

Current tax represents the amount expected to be paid or recovered in respect of taxable profits for the period and is calculated using the tax rates and laws that have been enacted or substantially enacted at the Statement of Financial Position 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 have occurred at that date that will result in an obligation to pay more tax in the future, or a right to pay less tax in the future. Timing differences are temporary differences between the company's taxable profits and its results as stated in the financial statements.

Deferred tax is measured on an undiscounted basis at the tax rates that are anticipated 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.

Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated at the rates of exchange ruling at the Statement of Financial Position date. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated at the rates of exchange ruling at the date of the transaction. Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined. The resulting exchange differences are dealt with in the Income Statement.

3. PERIOD OF FINANCIAL STATEMENTS

The financial statements are for the 9 month period ended 31 December 2016.

4. INFORMATION RELATING TO THE AUDITOR'S REPORT

The Audit Report was unqualified. There were no matters to which the auditor was required to refer by way of emphasis.

The financial statements were audited by CavanaghKelly.

The Auditor's Report was signed by Mr. Desmond Kelly FCA (Senior Statutory Auditor) for and on behalf of CavanaghKelly on 15th September 2017.

Port 2 Port Maritime Security Ltd
NOTES TO THE FINANCIAL STATEMENTS
for the period ended 31 December 2016

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5. EMPLOYEES

The average number of employees in the period were 15.

	Dec 16 Number	Mar 16 Number
Finance, IT & Admin	14	17
Directors	1	3
	<u>15</u>	<u>20</u>

6. DIVIDENDS

Dividends on equity shares:

	Dec 16 \$	Mar 16 \$
Ordinary Share Class 1 - Interim paid	851,060	-
Ordinary Share Class 1 - Final paid	-	705,000
	<u>851,060</u>	<u>705,000</u>

7. PROPERTY, PLANT AND EQUIPMENT

	Fixtures & Fittings	Office/ Computer Equipment	Security Equipment	Total
	\$	\$	\$	\$
Cost or Valuation				
At 1 April 2016	74,671	283,813	1,551,533	1,910,017
Additions	-	-	5,000	5,000
At 31 December 2016	<u>74,671</u>	<u>283,813</u>	<u>1,556,533</u>	<u>1,915,017</u>
Depreciation				
At 1 April 2016	49,088	225,829	1,167,894	1,442,811
Charge for the period	10,518	36,736	162,490	209,744
At 31 December 2016	<u>59,606</u>	<u>262,565</u>	<u>1,330,384</u>	<u>1,652,555</u>
Carrying amount				
At 31 December 2016	<u>15,065</u>	<u>21,248</u>	<u>226,149</u>	<u>262,462</u>
At 31 March 2016	<u>25,583</u>	<u>57,984</u>	<u>383,639</u>	<u>467,206</u>

8. RECEIVABLES

	Dec 16 \$	Mar 16 \$
Trade receivables	681,484	534,455
Amounts owed by group companies	269,802	798,286
Other debtors	177,898	389,701
Taxation	10,066	26,616
	<u>1,139,250</u>	<u>1,749,058</u>

Port 2 Port Maritime Security Ltd

NOTES TO THE FINANCIAL STATEMENTS

for the period ended 31 December 2016

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9. PAYABLES	Dec 16	Mar 16
Amounts falling due within one year	\$	\$
Bank overdrafts	62,838	-
Bank loan	48,923	51,850
Trade payables	469,231	480,522
Amounts owed to group companies	109,071	-
Taxation	90,442	154,817
Accruals	491,726	808,007
	<u>1,272,231</u>	<u>1,495,196</u>

The bank loan is secured by:

- Debenture dated 21 September 2015 on the company for a fixed and floating charge on all property and assets of the company, both present and future.

There exists a debenture and negative pledge in favour of Barclays Bank PLC for a fixed and floating charge on the property and assets of the company.

10. PAYABLES	Dec 16	Mar 16
Amounts falling due after more than one year	\$	\$
Bank Loan	<u>127,849</u>	<u>160,491</u>
Loans		
Repayable in one year or less, or on demand (Note 9)	111,761	51,850
Repayable between one and two years	127,849	160,491
	<u>239,610</u>	<u>212,341</u>

11. PROVISIONS FOR LIABILITIES

The amounts provided for deferred taxation are analysed below:

	Capital allowances	Total	Total
	\$	Dec 16	Mar 16
		\$	\$
At period start	(10,461)	(10,461)	22,041
Charged to profit and loss	(8,960)	(8,960)	(32,502)
At period end	<u>(19,421)</u>	<u>(19,421)</u>	<u>(10,461)</u>

12. SHARE CAPITAL

			Dec 16	Mar 16
Description	Number of shares	Value of units	\$	\$
Allotted, called up and fully paid				
Ordinary Share Class 1	164	\$1 each	<u>164</u>	<u>164</u>

Port 2 Port Maritime Security Ltd
NOTES TO THE FINANCIAL STATEMENTS

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for the period ended 31 December 2016

13. FINANCIAL COMMITMENTS

Total future minimum lease payments under non-cancellable operating leases are as follows:

	Dec 16	Mar 16
	\$	\$
Due:		
Within one year	12,584	15,152
Between one and five years	50,208	55,886
	62,792	71,038

14. CAPITAL COMMITMENTS

The company had no material capital commitments at the period-ended 31 December 2016.

15. RELATED PARTY TRANSACTIONS

The company has availed of the exemption under FRS 102 in relation to the disclosure of transactions with group companies.

16. PARENT AND ULTIMATE PARENT COMPANY

During the year, the entire share capital of Port 2 Port Maritime Security Ltd was purchased by Neptune P2P Maritime Security Holdings Inc, a company incorporated in the Marshall Islands.

The company's ultimate parent undertaking is Neptune P2P Maritime Security Inc.