

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

FOR

**CIMA BELFIN UK LIMITED
(FORMERLY EMWARD FASTENINGS LIMITED)**

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FOR THE YEAR ENDED 31 DECEMBER 2019**

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**CIMA BELFIN UK LIMITED
(FORMERLY EMWARD FASTENINGS LIMITED)**

**COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2019**

DIRECTORS:

E Bellazzi
C Bellazzi
C Pallotta

REGISTERED OFFICE:

Eagle House
28 Billing Road
Northampton
Northamptonshire
NN1 5AJ

REGISTERED NUMBER:

01223883 (England and Wales)

AUDITORS:

DNG Dove Naish LLP, Statutory Auditor
Eagle House
28 Billing Road
Northampton
Northamptonshire
NN1 5AJ

**CIMA BELFIN UK LIMITED (REGISTERED NUMBER: 01223883)
(FORMERLY EMWARD FASTENINGS LIMITED)**

**STATEMENT OF FINANCIAL POSITION
31 DECEMBER 2019**

| | Notes | 2019 £ | £ | 2018 £ | £ |
|--|-------|----------------|------------------|----------------|------------------|
| FIXED ASSETS | | | | | |
| Tangible assets | 4 | | 1,203,142 | | 1,226,376 |
| CURRENT ASSETS | | | | | |
| Stocks | | 67,034 | | 434,675 | |
| Debtors | 5 | 122,536 | | 178,673 | |
| Cash at bank and in hand | | <u>23,563</u> | | <u>30,113</u> | |
| | | 213,133 | | 643,461 | |
| CREDITORS | | | | | |
| Amounts falling due within one year | 6 | <u>942,750</u> | | <u>934,169</u> | |
| NET CURRENT LIABILITIES | | | <u>(729,617)</u> | | <u>(290,708)</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | <u>473,525</u> | | <u>935,668</u> |
| CAPITAL AND RESERVES | | | | | |
| Called up share capital | 8 | | 220,000 | | 220,000 |
| Revaluation reserve | 9 | | 238,335 | | 237,213 |
| Retained earnings | | | <u>15,190</u> | | <u>478,455</u> |
| SHAREHOLDERS' FUNDS | | | <u>473,525</u> | | <u>935,668</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 Statement of Comprehensive Income has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 31 March 2021 and were signed on its behalf by:

C Pallotta - Director

The notes form part of these financial statements

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

1. STATUTORY INFORMATION

CIMA Belfin UK Limited is a private company, limited by shares, incorporated in England & Wales. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£). Monetary amounts in these financial statements are rounded to the nearest £.

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 as modified by the revaluation of certain assets.

The company was in the process of winding down at the year end and it is the intention of the Directors to cease trading. Accordingly the Directors have prepared the financial statements on the basis that the company is not a going concern. This does not impact the measurement of the company's assets and liabilities.

Significant judgements and estimates

The preparation of financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the company accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed within the individual accounting policies below.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Turnover is recognised at the point of sale to the customer.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

| | |
|-----------------------|--|
| Freehold property | - Straight line over 50 years |
| Plant and machinery | - 5% - 15% Straight line/Reducing balance |
| Fixtures and fittings | - 25% - 50% Straight line/Reducing balance |
| Motor vehicles | - 30% reducing balance |

Fixed assets are stated at cost less accumulated depreciation and accumulated impairment losses. Where parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items of property, plant and equipment.

Depreciation methods, useful lives and residual values are reviewed at each balance sheet date. The selection of these residual values and estimated lives requires the exercise of judgement. The directors are required to assess whether there is an indication of impairment to the carrying value of assets. In making that assessment, judgements are made in estimating value in use. The directors consider that the individual carrying values of assets are supportable by their value in use.

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2019**

2. ACCOUNTING POLICIES - continued

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Financial instruments

Cash and cash equivalents in the balance sheet comprise cash at banks and in hand and short term deposits with an original maturity date of three months or less.

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 statement of comprehensive income under administrative expenses.

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities.

Where the contractual obligations of financial instruments (including share capital) are equivalent to a similar debt instrument, those financial instruments are classed as financial liabilities. Financial liabilities are presented as such in the balance sheet. Finance costs and gains or losses relating to financial liabilities are included in the profit and loss account. Finance costs are calculated so as to produce a constant rate of return on the outstanding liability.

Where the contractual terms of share capital do not have any terms meeting the definition of a financial liability then this is classed as an equity instrument. Dividends and distributions relating to equity instruments are debited direct to equity.

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 statement of financial position date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the statement of financial position 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.

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2019**

2. ACCOUNTING POLICIES - continued

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the statement of financial position date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

Leases

Rental income from operating leases is recognised on a straight line basis over the term of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised on a straight line basis over the lease term.

Rentals payable under operating leases, including any lease incentives received, are charged to income on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the leased assets are consumed.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 6 (2018 - 8) .

4. TANGIBLE FIXED ASSETS

| | Freehold property £ | Plant and machinery £ | Fixtures and fittings £ | Motor vehicles £ | Totals £ |
|--------------------------|---------------------------|-----------------------------|----------------------------------|------------------------|------------------|
| COST OR VALUATION | | | | | |
| At 1 January 2019 | 1,240,000 | 14,725 | 18,169 | 9,000 | 1,281,894 |
| Additions | - | - | 180 | - | 180 |
| Disposals | - | (8,500) | (3,145) | (9,000) | (20,645) |
| At 31 December 2019 | <u>1,240,000</u> | <u>6,225</u> | <u>15,204</u> | <u>-</u> | <u>1,261,429</u> |
| DEPRECIATION | | | | | |
| At 1 January 2019 | 20,250 | 14,725 | 11,543 | 9,000 | 55,518 |
| Charge for year | 20,250 | - | 3,164 | - | 23,414 |
| Eliminated on disposal | - | (8,500) | (3,145) | (9,000) | (20,645) |
| At 31 December 2019 | <u>40,500</u> | <u>6,225</u> | <u>11,562</u> | <u>-</u> | <u>58,287</u> |
| NET BOOK VALUE | | | | | |
| At 31 December 2019 | <u>1,199,500</u> | <u>-</u> | <u>3,642</u> | <u>-</u> | <u>1,203,142</u> |
| At 31 December 2018 | <u>1,219,750</u> | <u>-</u> | <u>6,626</u> | <u>-</u> | <u>1,226,376</u> |

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2019**

4. TANGIBLE FIXED ASSETS - continued

Cost or valuation at 31 December 2019 is represented by:

| | Freehold property £ | Plant and machinery £ | Fixtures and fittings £ | Totals £ |
|-------------------|---------------------------|-----------------------------|----------------------------------|------------------|
| Valuation in 2017 | (127,227) | - | - | (127,227) |
| Cost | <u>1,367,227</u> | <u>6,225</u> | <u>15,204</u> | <u>1,388,656</u> |
| | <u>1,240,000</u> | <u>6,225</u> | <u>15,204</u> | <u>1,261,429</u> |

If freehold land and buildings had not been revalued they would have been included at the following historical cost:

| | 2019 £ | 2018 £ |
|--|------------------|------------------|
| Cost | <u>1,367,227</u> | <u>1,367,227</u> |
| Aggregate depreciation | <u>406,062</u> | <u>384,690</u> |
| Value of land in freehold land and buildings | <u>298,650</u> | <u>298,650</u> |

The freehold property was valued by the directors on market based evidence of fair value. Depreciation for the year is charged based on the amount of the valuation, excluding the cost of the land.

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2019 £ | 2018 £ |
|------------------------------------|----------------|----------------|
| Trade debtors | 33,508 | 93,012 |
| Provision for doubtful debts | (1,080) | - |
| Amounts owed by group undertakings | 73,055 | 63,293 |
| Directors' current accounts | 288 | 288 |
| Prepayments and accrued income | <u>16,765</u> | <u>22,080</u> |
| | <u>122,536</u> | <u>178,673</u> |

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2019 £ | 2018 £ |
|------------------------------------|----------------|----------------|
| Trade creditors | 78,421 | 149,910 |
| Amounts owed to group undertakings | 836,659 | 758,401 |
| Social security and other taxes | 3,905 | 7,002 |
| VAT | 8,980 | 4,602 |
| Accruals and deferred income | <u>14,785</u> | <u>14,254</u> |
| | <u>942,750</u> | <u>934,169</u> |

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2019**

7. LEASING AGREEMENTS

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

| | 2019 | 2018 |
|----------------------------|--------------|---------------|
| | £ | £ |
| Within one year | 2,867 | 10,465 |
| Between one and five years | - | 2,867 |
| | <u>2,867</u> | <u>13,332</u> |

8. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

| Number: | Class: | Nominal value: | 2019 | 2018 |
|-----------|----------|----------------|----------------|----------------|
| | | | £ | £ |
| 2,200,000 | Ordinary | 10p | <u>220,000</u> | <u>220,000</u> |

9. RESERVES

| | |
|----------------------------|---------------------|
| | Revaluation reserve |
| | £ |
| At 1 January 2019 | 237,213 |
| Write back of depreciation | <u>1,122</u> |
| At 31 December 2019 | <u>238,335</u> |

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2019**

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

The Report of the Auditors was qualified on the following basis:

Basis for qualified opinion on financial statements

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

With respect to stock having a carrying amount of £67,034 at 31 December 2019 and £434,675 at 31 December 2018, the audit evidence available to us was limited because we did not observe the counting of the physical stock as at each Statement of Financial Position date, since those date were prior to our appointment as auditor of the company. Owing to the nature of the company's records, we were unable to obtain sufficient appropriate audit evidence regarding the stock quantities by using other audit procedures.

Matters required to report by exception

In respect solely of the limitation on our work relating to stock, described above:

- we have not obtained all the information and explanations that we considered necessary for the purpose of our audit; and
- we were unable to determine whether adequate accounting records had been kept.

We have nothing to report in respect of the following matters where the Companies Act, 2006 requires us to report to you if, in our opinion:

Andrew Clifford FCA (Senior Statutory Auditor)
for and on behalf of DNG Dove Naish LLP, Statutory Auditor

11. TRANSACTIONS WITH DIRECTORS

At the year end an amount of £288 (2018: £288) was due by the directors to the company.

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2019**

12. RELATED PARTY DISCLOSURES

At the year end, the company owed £517,298 (2018: £474,941) to CIMA spa, a company registered in Italy with common directorship.

Also at the year end, the company was due £72,198 (2018: £55,946) from CIMA spa.

During the year, the company purchased £35,172 (2018: £118,834) of goods from CIMA spa and sold £19,565 (2018: £17,024) of goods to CIMA spa.

At the year end, the company owed £282,779 (2018: £245,118) to CIMA Slovakia, a company registered in Slovakia with common directorship.

Also at the year end, the company was due £857 (2018: £898) from CIMA Slovakia.

During the year, the company purchased £49,833 (2018: £207,123) of goods from CIMA Slovakia and sold £nil (2018: £898) of goods to CIMA Slovakia.

At the year end, the company owed £36,581 (2018: £38,342) to Tema Tech Line, a company with common directorship.

13. PARENT COMPANY

The ultimate parent company is CIMA spa, a company registered in Italy. Its registered office is Via Piave 66 20874 (MB) Italy.