

STRATEGIC REPORT, REPORT OF THE DIRECTOR AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019
FOR
RMA PIPELINE EQUIPMENT LIMITED

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FOR THE YEAR ENDED 31 DECEMBER 2019

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RMA PIPELINE EQUIPMENT LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2019

DIRECTOR: Simone Schreiber

REGISTERED OFFICE: 7 Wellington Road East
Dewsbury
West Yorkshire
WF13 1HF

REGISTERED NUMBER: 06015958 (England and Wales)

AUDITORS: Walter Dawson & Son
St. Peters Building
Primitive Street
Huddersfield
West Yorkshire
HD1 1RA

STRATEGIC REPORT
FOR THE YEAR ENDED 31 DECEMBER 2019

The director presents her strategic report for the year ended 31 December 2019.

REVIEW OF BUSINESS

In the past business year, RMA Pipeline Equipment Limited was able to increase its sales by 39% compared to the previous year. This increase is due to the sale of several major projects. As a result, profit has also risen by 42% compared to 2018. Thus, RMA Pipeline Equipment contributes significantly to the positive group result of RMA Group through its sales activities and will continue to be an important pillar for winning projects in Great Britain in the future.

PRINCIPAL RISKS AND UNCERTAINTIES

On the one hand, RMA as an international operating company, is exposed to a large number of macroeconomic, financial and industry-specific risks. One huge risk is that the government will make less public money available for the expansion of energy infrastructure. Top risks in the macro economical area include in addition to an economic downturn also the withdrawal of Great Britain from the European Union. Especially in the last point, the free trade agreement between Great Britain and the EU negotiated in 2020 will make a significant contribution to future relations with local customers. However, we believe that the relationships with our customers will remain positive due to our high quality standards. On the other hand we see opportunities in the increasing demand for natural gas in the future to continue to grow within the group.

OBJECTIVES AND ACTIVITIES

An important objective for RMA is the conclusion of multi-year framework agreements with leading companies in the gas industry to achieve a more reliable planning of the sales volume of the UK market. Furthermore the expansion of market shares with the acquisition of new customers is one of the main goals for the next few years. This target can be achieved by creating new business areas, such as service, which was done by business partners in Great Britain in the past. We also aim to increase our market share with new products not yet approved in the UK, such as Drives. The Irish market is also served by RMA Pipeline Equipment and shows high potential for the future.

ACHIEVEMENTS AND PERFORMANCE

New orders were generated thanks to the brisk sales activities of RMA Pipeline Equipment. A huge success in the last year was the acquisition of a major order from a new customer with a volume of 1.8 Mio. GBP.

FUTURE PROSPECTS

RMA Pipeline Equipment's presence on the UK market became more important in the recent years as several significant customers of the corporate group are located there. In order to maintain long-term

relationships with these customers, it is essential to win new tenders. However, in our industry tenders can only be won with high-quality products. This is why we are continuously striving to improve the quality of our products.

ON BEHALF OF THE BOARD:

Simone Schreiber - Director

18 February 2020

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REPORT OF THE DIRECTOR
FOR THE YEAR ENDED 31 DECEMBER 2019

The director presents her report with the financial statements of the company for the year ended 31 December 2019.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of agents in the supply of pipeline equipment.

DIVIDENDS

The director recommends a final dividend of £150,000 (2018: £200,000).

DIRECTOR

Simone Schreiber held office during the whole of the period from 1 January 2019 to the date of this report.

STATEMENT OF DIRECTOR'S RESPONSIBILITIES

The director is responsible for preparing the Strategic Report, the Report of the Director and the financial statements in accordance with applicable law and regulations.

Company law requires the director to prepare financial statements for each financial year. Under that law

the director has elected to prepare the financial statements in accordance with United Kingdom Generally

Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law).

Under company

law the director must not approve the financial statements unless she is satisfied that they give a true and fair

view of the state of affairs of the company and of the profit or loss of the company for that period. In

preparing these financial statements, the director is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
prepare the financial statements on the going concern basis unless it is inappropriate to
- presume that the
company will continue in business.

The director is responsible for keeping adequate accounting records that are sufficient to show and explain

the company's transactions and disclose with reasonable accuracy at any time the financial position of the

company and enable her to ensure that the financial statements comply with the Companies Act 2006. She is

also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the

prevention and detection of fraud and other irregularities.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the director is aware, there is no relevant audit information (as defined by Section 418 of the

Companies Act 2006) of which the company's auditors are unaware, and she has taken all the steps that she

ought to have taken as a director in order to make herself aware of any relevant audit information and to

establish that the company's auditors are aware of that information.

REPORT OF THE DIRECTOR
FOR THE YEAR ENDED 31 DECEMBER 2019

AUDITORS

The auditors, Walter Dawson & Son, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:

Simone Schreiber - Director

18 February 2020

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF RMA PIPELINE EQUIPMENT LIMITED

Opinion

We have audited the financial statements of RMA Pipeline Equipment Limited (the 'company') for the year ended 31 December 2019 which comprise the Profit and loss account, Other Comprehensive Income, Balance Sheet, Statement of Changes in Equity, Cash Flow Statement and Notes to the Cash Flow Statement, Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2019 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

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.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the director's use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the director has not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The director is responsible for the other information. The other information comprises the information in the Strategic Report and the Report of the Director, but does not include the financial statements and our Report of the Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
RMA PIPELINE EQUIPMENT LIMITED

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Strategic Report and the Report of the Director for the financial year for
- which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and the Report of the Director have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report or the Report of the Director.

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:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of director's remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the director was not entitled to take advantage of the small companies' exemption from the requirement to prepare a Strategic Report.

Responsibilities of director

As explained more fully in the Statement of Director's Responsibilities set out on page three, the director is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the director determines necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the director is responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the director either intends to liquidate the company or to cease operations, or has no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate,

they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the

Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms

part of our Report of the Auditors.

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REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
RMA PIPELINE EQUIPMENT LIMITED

Use of our report

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's

members those matters we are required to state to them in a Report of the Auditors and for no other purpose.

To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Graham Atkinson (Senior Statutory Auditor)
for and on behalf of Walter Dawson & Son
St. Peters Building
Primitive Street
Huddersfield
West Yorkshire
HD1 1RA

18 February 2020

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2019

	Notes	2019		2018	
		£	£	£	£
TURNOVER			455,767		333,831
Distribution costs		7,716		11,194	
Administrative expenses		<u>106,022</u>		<u>78,032</u>	
			<u>113,738</u>		<u>89,226</u>
OPERATING PROFIT and					
PROFIT BEFORE TAXATION			342,029		244,605
Tax on profit	5		<u>64,995</u>		<u>46,492</u>
PROFIT FOR THE FINANCIAL					
YEAR			<u>277,034</u>		<u>198,113</u>

OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2019

	Notes	2019 £	2018 £
PROFIT FOR THE YEAR		277,034	198,113
OTHER COMPREHENSIVE INCOME		<u>-</u>	<u>-</u>
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		<u>277,034</u>	<u>198,113</u>

BALANCE SHEET
31 DECEMBER
2019

	Notes	2019		2018	
		£	£	£	£
FIXED ASSETS					
Tangible assets	7		278		439
CURRENT ASSETS					
Debtors	8	5,060		149,253	
Cash at bank and in hand		<u>559,885</u>		<u>328,230</u>	
		564,945		477,483	
CREDITORS					
Amounts falling due within one year	9	<u>15,419</u>		<u>5,122</u>	
NET CURRENT ASSETS			<u>549,526</u>		<u>472,361</u>
TOTAL ASSETS LESS					
CURRENT					
LIABILITIES			549,804		472,800
PROVISIONS FOR					
LIABILITIES	11		53		83
NET ASSETS			<u>549,751</u>		<u>472,717</u>
CAPITAL AND RESERVES					
Called up share capital	12		30,000		30,000
Profit and loss account			<u>519,751</u>		<u>442,717</u>
SHAREHOLDERS' FUNDS			<u>549,751</u>		<u>472,717</u>

The financial statements were approved by the director on 18 February 2020 and were signed by:

Simone Schreiber - Director

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2019

	Called up share capital £	Profit and loss account £	Total equity £
Balance at 1 January 2018	30,000	494,604	524,604
Changes in equity			
Total comprehensive income	-	198,113	198,113
Dividends	-	(250,000)	(250,000)
Balance at 31 December 2018	<u>30,000</u>	<u>442,717</u>	<u>472,717</u>
Changes in equity			
Total comprehensive income	-	277,034	277,034
Dividends	-	(200,000)	(200,000)
Balance at 31 December 2019	<u>30,000</u>	<u>519,751</u>	<u>549,751</u>

CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2019

	Notes	2019	2018
		£	£
Cash flows from operating activities			
Cash generated from operations	1	344,524	243,588
Tax paid		<u>(54,044)</u>	<u>(73,579)</u>
Net cash from operating activities		<u>290,480</u>	<u>170,009</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		<u>(117)</u>	<u>-</u>
Net cash from investing activities		<u>(117)</u>	<u>-</u>
Cash flows from financing activities			
Movement on group balances		141,292	20,263
Equity dividends paid		<u>(200,000)</u>	<u>(250,000)</u>
Net cash from financing activities		<u>(58,708)</u>	<u>(229,737)</u>
Increase/(decrease) in cash and cash equivalents		<u>231,655</u>	<u>(59,728)</u>
Cash and cash equivalents at beginning of year	2	328,230	387,958
Cash and cash equivalents at end of year	2	<u><u>559,885</u></u>	<u><u>328,230</u></u>

The notes form part of these financial statements

NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2019**1. RECONCILIATION OF PROFIT BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS**

	2019	2018
	£	£
Profit before taxation	342,029	244,605
Depreciation charges	278	273
	<u>342,307</u>	<u>244,878</u>
Decrease in trade and other debtors	1,753	596
Increase/(decrease) in trade and other creditors	464	(1,886)
Cash generated from operations	<u><u>344,524</u></u>	<u><u>243,588</u></u>

2. CASH AND CASH EQUIVALENTS

The amounts disclosed on the Cash Flow Statement in respect of cash and cash equivalents are in respect of these Balance Sheet amounts:

Year ended 31 December 2019

	31.12.19	1.1.19
	£	£
Cash and cash equivalents	<u>559,885</u>	<u>328,230</u>

Year ended 31 December 2018

	31.12.18	1.1.18
	£	£
Cash and cash equivalents	<u>328,230</u>	<u>387,958</u>

3. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.1.19	Cash flow	At 31.12.19
	£	£	£
Net cash			
Cash at bank and in hand	328,230	231,655	559,885
	<u>328,230</u>	<u>231,655</u>	<u>559,885</u>
Total	<u><u>328,230</u></u>	<u><u>231,655</u></u>	<u><u>559,885</u></u>

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

1. STATUTORY INFORMATION

RMA Pipeline Equipment Limited is a private company, limited by shares , registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

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" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Turnover

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

Tangible fixed assets

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

Fixtures and fittings - 25% on cost

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Profit and loss account, 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 balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet 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.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet 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.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2019**2. ACCOUNTING POLICIES - continued****Hire purchase and leasing commitments**

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

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.

Income recognition

Income is recognised when services have been completed such that the risks and rewards of ownership have transferred to them.

3. EMPLOYEES AND DIRECTORS

	2019	2018
	£	£
Wages and salaries	84,199	59,833
Social security costs	9,468	6,276
Other pension costs	1,188	680
	<u>94,855</u>	<u>66,789</u>

The average number of employees during the year was as follows:

	2019	2018
Administration	<u>2</u>	<u>2</u>

	2019	2018
	£	£
Director's remuneration	<u>-</u>	<u>-</u>

4. OPERATING PROFIT

The operating profit is stated after charging/(crediting):

	2019	2018
	£	£
Operating leases - rent	536	3,697
Depreciation - owned assets	278	273
Auditors' remuneration	3,150	3,125
Auditors' remuneration for non audit work	2,820	2,760
Foreign exchange differences	(1,143)	(1,756)
Other operating leases	<u>-</u>	<u>4,372</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2019**5. TAXATION****Analysis of the tax charge**

The tax charge on the profit for the year was as follows:

	2019	2018
	£	£
Current tax:		
UK corporation tax	65,025	46,544
Deferred tax	(30)	(52)
Tax on profit	<u>64,995</u>	<u>46,492</u>

Reconciliation of total tax charge included in profit and loss

The tax assessed for the year is higher than the standard rate of corporation tax in the UK. The difference is explained below:

	2019	2018
	£	£
Profit before tax	<u>342,029</u>	<u>244,605</u>
Profit multiplied by the standard rate of corporation tax in the UK of 19% (2018 - 19%)	64,986	46,475
Effects of:		
Expenses not deductible for tax purposes on deferred tax provision	9	17
Total tax charge	<u>64,995</u>	<u>46,492</u>

6. DIVIDENDS

	2019	2018
	£	£
Ordinary shares of £1 each		
Dividend paid in year	<u>200,000</u>	<u>250,000</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2019****7. TANGIBLE FIXED ASSETS****Fixtures
and
fittings
£****COST**

At 1 January 2019

3,862

Additions

117

At 31 December 2019

3,979**DEPRECIATION**

At 1 January 2019

3,423

Charge for year

278

At 31 December 2019

3,701**NET BOOK VALUE**

At 31 December 2019

278

At 31 December 2018

439**8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR****2019****2018****£****£**

Amounts owed by group undertakings

3,524

140,008

Corporation tax

-

5,956

VAT

552

783

Prepayments and accrued income

984

2,506

5,060149,253**9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR****2019****2018****£****£**

Trade creditors

-

1,120

Amounts owed to group undertakings

4,872

64

Corporation tax

5,025

-

Other creditors

256

148

Accruals and deferred income

5,266

3,790

15,4195,122

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2019**10. LEASING AGREEMENTS**

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

	2019	2018
	£	£
Within one year	<u>-</u>	<u>364</u>

11. PROVISIONS FOR LIABILITIES

	2019	2018
	£	£
Deferred tax	<u>53</u>	<u>83</u>
		Deferred tax
		£
Balance at 1 January 2019		83
Credit to Profit and loss account during year		<u>(30)</u>
Balance at 31 December 2019		<u>53</u>

12. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2019	2018
			£	£
30,000	Ordinary	£1	<u>30,000</u>	<u>30,000</u>

13. PENSION COMMITMENTS

The assets of the pension scheme are held separately from those of the company in an independently administered fund. The pension cost represents contributions payable by the company to the fund and amounted to £1,188 (2018: £680). Contributions totalling £110 (2018: £67) were payable at the year end and are included in creditors.

14. ULTIMATE PARENT COMPANY

Chas Holdings AG (incorporated in Switzerland) is regarded by the director as being the company's ultimate parent company.

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

15. RELATED PARTY DISCLOSURES

Mr A Truttenbach, through his shareholding in Chas Holdings AG, has control over a majority of shares in the company, and is deemed to be the controlling party for the purpose of Financial Reporting Standard No. 102.

RMA Kehl GmbH & Co KG, RMA Rheinau GmbH & Co KG and Truttenbach Asset GbR have the same overall control as Chas Holdings AG and RMA Pipeline Equipment Limited.

Included in turnover is £297,384 (2018: £197,954) receivable from RMA Kehl GmbH & Co KG and £158,383 (2018: £135,877) receivable from RMA Rheinau GmbH & Co KG.

As at 31 December 2019 RMA Pipeline Equipment Limited owed to RMA Kehl GmbH & Co KG £4,872 (2018 was owed from : £49,697) and was owed from RMA Rheinau GmbH & Co KG £3,524 (2018: £90,311).

As at 31 December 2019 RMA Pipeline Equipment Limited owed to Truttenbach Asset GbR £Nil (2018: £64).