

Damper Technology Limited
Annual Report and Abridged Financial Statements
for the Year Ended 30 September 2019

Damper Technology Limited

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Damper Technology Limited

Company Information

Directors Joseba Azurmendi
Mr Mark Kenneth Hancock
Etor Goicoechea

Company secretary Mr Mark Kenneth Hancock

Registered office Meadowbank House
Meadowbank Court
Eastwood
Nottingham
NG16 3SL

Auditors Gregory Priestley & Stewart
Chartered Certified
16 Queen Street
Ilkeston
Derby
DE7 5GT

Damper Technology Limited

Directors' Report for the Year Ended 30 September 2019

The directors present their report and the abridged financial statements for the year ended 30 September 2019.

Directors of the company

The directors who held office during the year were as follows:

Joseba Azurmendi

Mr Mark Kenneth Hancock - Company secretary and director

Mr Stephen Carl Nelson (ceased 24 July 2019)

Etor Goicoechea

Disclosure of information to the auditors

Each director has taken steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information. The directors confirm that there is no relevant information that they know of and of which they know the auditors are unaware.

Small companies provision statement

This report has 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.

Approved by the Board on 10 December 2019 and signed on its behalf by:

.....
Mr Mark Kenneth Hancock
Company secretary and director

Damper Technology Limited

Statement of Directors' Responsibilities

The directors acknowledge their responsibilities for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have 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 directors must not approve the financial statements unless they are 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 directors are required to:

- select suitable accounting policies and 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 directors are 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 them to ensure that the financial statements comply with the Companies Act 2006. They are 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.

Damper Technology Limited

Independent Auditor's Report to the Members of Damper Technology Limited

Opinion

We have audited the financial statements of Damper Technology Limited (the 'company') for the year ended 30 September 2019, which comprise the Profit and Loss Account and Statement of Retained Earnings, Abridged Balance Sheet, and Notes to the Abridged 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 FRS 102 Section 1A '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 30 September 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 Auditor's 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 directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have 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 other information comprises the information included in the annual report, other than the financial statements and our auditor's report 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.

Damper Technology Limited

Independent Auditor's Report to the Members of Damper Technology Limited

Opinion on other matter 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 Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' Report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors' Report.

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 directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Directors' Report and from the requirement to prepare a Strategic Report.

Responsibilities of directors

As explained more fully in the Statement of Directors' Responsibilities [set out on page 3], the directors are 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 directors determine is 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 directors are 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 directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's 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 an auditor's report 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 auditor's report.

Use of our report

Damper Technology Limited

Independent Auditor's Report to the Members of Damper Technology Limited

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 an auditor's report 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.

.....

Mark Szolin-Jones (Senior Statutory Auditor)
For and on behalf of Gregory Priestley & Stewart , Statutory Auditor
16 Queen Street
Ilkeston
Derby
DE7 5GT

10 December 2019

Damper Technology Limited

Profit and Loss Account and Statement of Retained Earnings for the Year Ended 30 September 2019

	Note	2019 £	2018 £
Turnover		6,363,397	4,877,152
Cost of sales		<u>(4,577,510)</u>	<u>(3,967,614)</u>
Gross profit		1,785,887	909,538
Distribution costs		(4,476)	(2,302)
Administrative expenses		<u>(1,505,847)</u>	<u>(1,697,414)</u>
Operating profit/(loss)		<u>275,564</u>	<u>(790,178)</u>
Income from shares in group undertakings		832	2,799
Other interest receivable and similar income		<u>1,444</u>	<u>989</u>
		<u>2,276</u>	<u>3,788</u>
Profit/(loss) before tax	<u>5</u>	277,840	(786,390)
Taxation		<u>11,971</u>	<u>22,359</u>
Profit/(loss) for the financial year		289,811	(764,031)
Retained earnings brought forward		<u>1,029,631</u>	<u>1,793,662</u>
Retained earnings carried forward		<u><u>1,319,442</u></u>	<u><u>1,029,631</u></u>

The notes on pages 9 to 15 form an integral part of these abridged financial statements.

Damper Technology Limited
(Registration number: 04137081)
Abridged Balance Sheet as at 30 September 2019

	Note	2019 £	2018 £
	<u>6</u>	94,861	80,974
Investments	<u>7</u>	279,499	279,499
Loans and other financial assets		289,318	288,315
		663,678	648,788
Current assets			
	<u>8</u>	1,414,236	1,306,173
Debtors		1,749,004	1,658,695
Cash at bank and in hand		98,716	242,957
		3,261,956	3,207,825
Creditors: Amounts falling due within one year	<u>9</u>	(2,606,092)	(2,826,882)
Net current assets		655,864	380,943
Net assets		1,319,542	1,029,731
Called up share capital		100	100
Profit and loss account		1,319,442	1,029,631
Total equity		1,319,542	1,029,731

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.

All of the company's members have consented to the preparation of an Abridged in accordance with Section 444(2A) of the Companies Act 2006.

Approved and authorised by the Board on 10 December 2019 and signed on its behalf by:

.....

Mr Mark Kenneth Hancock
Company secretary and director

The notes on pages 9 to 15 form an integral part of these abridged financial statements.

Damper Technology Limited

Notes to the Abridged Financial Statements for the Year Ended 30 September 2019

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:

Meadowbank House
Meadowbank Court
Eastwood
Nottingham
NG16 3SL
England

These financial statements were authorised for issue by the Board on 10 December 2019.

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 abridged 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 abridged 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.

Exemption from preparing group accounts

The financial statements contain information about Damper Technology Limited as an individual company and do not contain consolidated financial information as the parent of a group. The company is exempt under Section 400 of the Companies Act 2006 from the requirements to prepare consolidated financial statements as it and its subsidiary undertakings are included by full consolidation in the consolidated financial statements of its parent, AVK Holdings A/S, .

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;
it is probable that future economic benefits will flow to the entity;
and specific criteria have been met for each of the company's activities.

Tax

The tax expense for the period comprises current tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

Damper Technology Limited

Notes to the Abridged Financial Statements for the Year Ended 30 September 2019

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Tangible assets

are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Computer Equipment	33% Straight Line & 20% Straight Line
Fixtures and Fittings	20% Straight Line
Plant and Machinery	33% Straight Line & 10% Straight Line

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.

Stocks

are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, are assessed for impairment. If are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

Damper Technology Limited

Notes to the Abridged Financial Statements for the Year Ended 30 September 2019

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 37 (2018 - 38).

4 Auditors' remuneration

	2019 £	2018 £
Audit of the financial statements	<u>11,373</u>	<u>11,193</u>

5 Profit/loss before tax

Arrived at after charging/(crediting)

	2019 £	2018 £
Depreciation expense	<u>25,193</u>	<u>28,702</u>

Damper Technology Limited

Notes to the Abridged Financial Statements for the Year Ended 30 September 2019

6 Tangible assets

	Furniture, fittings and equipment £	Total £
Cost or valuation		
At 1 October 2018	409,193	409,193
Additions	39,079	39,079
Disposals	(34,288)	(34,288)
	413,984	413,984
At 30 September 2019		
Depreciation		
At 1 October 2018	328,219	328,219
Charge for the year	25,193	25,193
Eliminated on disposal	(34,289)	(34,289)
	319,123	319,123
At 30 September 2019		
Carrying amount		
At 30 September 2019	94,861	94,861
At 30 September 2018	80,974	80,974

7 Investments

	Total £
Cost or valuation	
At 1 October 2018	279,499
Provision	
Carrying amount	
At 30 September 2019	279,499
At 30 September 2018	279,499

Damper Technology Limited

Notes to the Abridged Financial Statements for the Year Ended 30 September 2019

Loans to group undertakings

	£
Cost or valuation	
At 1 October 2018	288,315
New in year	(12,988)
Repayment in year	<u>13,991</u>
At 30 September 2019	<u><u>289,318</u></u>

8 Stocks

	2019	2018
	£	£
Work in progress	1,268,695	1,167,246
Other inventories	<u>145,541</u>	<u>138,927</u>
	<u><u>1,414,236</u></u>	<u><u>1,306,173</u></u>

9 Creditors: amounts falling due within one year

Credit card facilities of £30,000 are secured by a debenture over all assets of the company dated 18 June 2003.

10 Related party transactions

Summary of transactions with parent

The balance of an interest free loan from Orbinox Valves International SL is shown below:

Summary of transactions with all subsidiaries

During the year the company entered into transactions with the following subsidiaries:

Damper Technology India Private Limited

Orbinox Damper Technology Limited

Damper Technology Europe IVS

All transactions were at arm's length and in the normal course of business. Transactions and balances are summarised below.

Summary of transactions with all associates

Damper Technology Limited

Notes to the Abridged Financial Statements for the Year Ended 30 September 2019

During the year the company entered into transactions with the following associates:

Orbinox (UK) Ltd
 InterApp Polska Sp. zo.o
 AVK Armadon
 AVK Flow Control

All transactions were at arm's length and in the normal course of business. Transactions and balances are summarised below.

Income and receivables from related parties

	Subsidiary	Associates
	£	£
2019		
Sale of goods	45,541	39,683
Amounts receivable from related party	<u>1,783</u>	<u>-</u>
		Subsidiary
		£
2018		
Sale of goods		6,477
Amounts receivable from related party		<u>1,244</u>

Expenditure with and payables to related parties

	Subsidiary	Associates
	£	£
2019		
Purchase of goods	29,203	65,889
Amounts payable to related party	<u>-</u>	<u>(62,071)</u>
		Subsidiary
		£
2018		
Purchase of goods	533,797	47,400
Amounts payable to related party	<u>(575,230)</u>	<u>(26,752)</u>

Loans to related parties

	Subsidiary	Total
	£	£
2019		
At start of period	288,314	288,314
Repaid	(11,987)	(11,987)
Interest transactions	832	832
Foreign Currency (gains)/losses	<u>12,159</u>	<u>12,159</u>
At end of period	<u>289,318</u>	<u>289,318</u>

Damper Technology Limited

Notes to the Abridged Financial Statements for the Year Ended 30 September 2019

	Subsidiary	Total
2018	£	£
At start of period	292,043	292,043
Repaid	(11,570)	(11,570)
Interest transactions	2,799	2,799
Foreign Currency (gains)/losses	5,042	5,042
	<hr/>	<hr/>
At end of period	288,314	288,314
	<hr/> <hr/>	<hr/> <hr/>

Loans from related parties

	Parent	Subsidiary	Total
2019	£	£	£
At start of period	473,153	23,697	496,850
Advanced	-	18,689	18,689
Foreign Currency (gains)/losses	12,188	-	12,188
	<hr/>	<hr/>	<hr/>
At end of period	485,341	42,386	527,727
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

	Parent	Subsidiary	Total
2018	£	£	£
At start of period	466,135	(1,709)	464,426
Advanced	-	25,406	25,406
Foreign Currency (gains)/losses	7,018	-	7,018
	<hr/>	<hr/>	<hr/>
At end of period	473,153	23,697	496,850
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

11 Parent and ultimate parent undertaking

The company's immediate parent is Orbinox Valves International, incorporated in Spain.

The ultimate parent is ASX af 28.8.2014 ApS, incorporated in Denmark.

The most senior parent entity producing publicly available financial statements is AVK Holding A/S. The ultimate controlling party is Niels Aage Kjær.

The parent of the largest group in which these financial statements are consolidated is AVK Holding A/S, incorporated in Denmark.

The address of AVK Holding A/S is:

Søndergade 33,
8464 Galten, Denmark

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.