

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

FOR

PROINSO UK LIMITED

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for the Year Ended 31 December 2021

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PROINSO UK LIMITED
COMPANY INFORMATION
for the Year Ended 31 December 2021

DIRECTOR: M P Randall

REGISTERED OFFICE: 24 Wellington Business Park
Dukes Ride
Crowthorne
Berkshire
RG45 6LS

REGISTERED NUMBER: 07586472 (England and Wales)

AUDITORS: Durrants, Chartered Accountants
Chartered Accountants & Statutory Auditor
24 Wellington Business Park
Dukes Ride
Crowthorne
Berkshire
RG45 6LS

BALANCE SHEET
31 December 2021

	Notes	31/12/21 £	£	31/12/20 £	£
FIXED ASSETS					
Tangible assets	4		323		1,598
CURRENT ASSETS					
Stocks		4,065		336,501	
Debtors	5	1,181,701		1,583,058	
Investments	6	697,574		697,574	
Cash at bank and in hand		<u>845,127</u>		<u>939,936</u>	
		2,728,467		3,557,069	
CREDITORS					
Amounts falling due within one year	7	<u>683,956</u>		<u>1,487,444</u>	
NET CURRENT ASSETS			2,044,511		2,069,625
TOTAL ASSETS LESS CURRENT LIABILITIES			2,044,834		2,071,223
CAPITAL AND RESERVES					
Called up share capital	9		100		100
Retained earnings			<u>2,044,734</u>		<u>2,071,123</u>
SHAREHOLDER FUNDS			2,044,834		2,071,223

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 Income Statement has not been delivered.

The financial statements were approved by the director and authorised for issue on 31 October 2022 and were signed by:

M P Randall - Director

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 December 2021

1. **STATUTORY INFORMATION**

Proinso UK 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" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Related party exemption

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

Significant judgements and estimates

The Company makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results.

There are no estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

Revenue recognition

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

Payments from customers received in advance are carried forward until the goods are shipped or the order is cancelled and the deposit would forfeit under the terms and conditions of the contract. Such deposits forfeited are recognised as revenue taking into consideration the timing of any actual and anticipated costs incurred by the company in relation to the order.

Tangible fixed assets

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

Plant and machinery etc - 25% on reducing balance, 25% on cost and 15% on cost

Stocks

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

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 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.

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 December 2021

2. ACCOUNTING POLICIES - continued**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.

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.

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 are presented in 'Pounds Sterling' (£), which is also the functional currency of the Company.

Debtors and creditors receivable / payable within one year

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 profit and loss account in other administrative expenses.

Loans and borrowings

Loans and borrowings are initially recognised at the transaction price including transaction costs. Subsequently, they are measured at amortised cost using the effective interest rate method, less impairment.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 2 (2020 - 3).

4. TANGIBLE FIXED ASSETS

	Plant and machinery etc
	£
COST	
At 1 January 2021	33,630
Disposals	<u>(32,338)</u>
At 31 December 2021	<u>1,292</u>
DEPRECIATION	
At 1 January 2021	32,032
Charge for year	323
Eliminated on disposal	<u>(31,386)</u>
At 31 December 2021	<u>969</u>
NET BOOK VALUE	
At 31 December 2021	<u>323</u>
At 31 December 2020	<u>1,598</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 December 2021

5. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31/12/21	31/12/20
	£	£
Trade debtors	310,281	818,989
Amounts owed by group undertakings	825,441	358,432
Other debtors	45,979	405,637
	<u>1,181,701</u>	<u>1,583,058</u>

Included in the amounts owed by group undertakings in the above is an amount due by Proinso International (HK) Limited of £600,807 at 31 December 2021. See note 12 in this respect.

6. **CURRENT ASSET INVESTMENTS**

	31/12/21	31/12/20
	£	£
Shares in group undertakings	<u>697,574</u>	<u>697,574</u>

7. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31/12/21	31/12/20
	£	£
Trade creditors	17,440	177,689
Amounts owed to group undertakings	271,709	242,494
Taxation and social security	49	24,557
Other creditors	394,758	1,042,704
	<u>683,956</u>	<u>1,487,444</u>

8. **LEASING AGREEMENTS**

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

	31/12/21	31/12/20
	£	£
Within one year	<u>-</u>	<u>19,305</u>

9. **CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	31/12/21	31/12/20
			£	£
100	Ordinary	£1	<u>100</u>	<u>100</u>

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

The Report of the Auditors was unqualified.

Ian Bessant ACA (Senior Statutory Auditor)
for and on behalf of Durrants, Chartered Accountants

11. **ULTIMATE CONTROLLING PARTY**

The controlling party is Lissbury Capital Limited, a company incorporated in the UK.

There is no single ultimate controlling party.

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 December 2021

12. **GOING CONCERN**

As explained in note 6, at 31 December 2021, the company is owed £600,807 by its 100% subsidiary, Proinso International (UK) Limited. The audited accounts for Proinso International (HK) Limited at 31 December 2021, include in the auditor's report a statement to the effect that with a balance sheet deficit of HK\$1,690,232 and a loss for the year of HK\$722,014 then a material uncertainty exists which may cast doubt on the ability of the company to continue as a going concern. However the auditor notes that his opinion is not modified in respect of this matter and that the accounts are prepared on the going concern basis.

A review of the post year end records of Proinso UK Limited indicates that the balance due by Proinso International (HK) Limited has been substantially reduced and forecasts presented by the company indicate that the company will be profitable in 2022, 2023 and 2024. The director of Proinso International (HK) Limited believe that the going concern basis is appropriate for the company. The director of Proinso International (HK) Limited is M.P Randall who is also sole director of Proinso UK Limited.

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.