

VME Systems Limited
Directors' report and financial statements
for the year ended 31 December 2018

VME Systems Limited

Directors' report for the year ended 31 December 2018

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Company information

Directors

Richard Coyle
Stephen Gill

Company secretary

Richard Coyle

Registered number

SC274787

Registered office

Crook of Devon House
Main Street
Crook of Devon
Perth and Kinross
KY13 OUQ

Solicitors

Anderson Strathern
1 Rutland Court
Edinburgh
EH3 8EY

Bankers

Royal Bank of Scotland
42 St Andrew Square
Edinburgh
EH2 2YE

Independent auditors

PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
Waterfront Plaza
8 Laganbank Road
Belfast
BT1 3LR

Directors' report for the year ended 31 December 2018

The directors present their report and the audited financial statements of the company for the year ended 31 December 2018.

Principal activities

The company's principal activity during the year was that of a holding company.

Directors

The directors of the company who were in office during the year and up to the date of signing the financial statements were:

Richard Coyle
Stephen Gill

Statement of directors' responsibilities in respect of the financial statements

The directors are responsible for preparing the directors report and the financial statements in accordance with applicable law and regulation.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have prepared the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" Section 1A, 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 the financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- state whether applicable United Kingdom Accounting Standards, comprising FRS 102 Section 1A, have been followed, subject to any material departures disclosed and explained in the financial statements;
- make judgements and accounting estimates that are reasonable and prudent; and
- 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.

The directors 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.

Statement of disclosure of information to auditors

So far as each of the directors in office at the date of approval of these financial statements is aware:

- there is no relevant audit information of which the company's auditors are unaware; and
- they have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

Directors' indemnities

The Directors have the benefit of an indemnity, which is a qualifying third party indemnity provision as defined by Section 234 of the Companies Act 2006. The indemnity was in force throughout the last financial year and is currently in force. The company has maintained throughout the financial year Directors' and Officers' liability insurance in respect of itself and its Directors.

Directors' report for the year ended 31 December 2018

Small companies' exemption

This report has been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.

Independent auditors

The auditors, PricewaterhouseCoopers LLP, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

On behalf of the board

Richard Coyle
Director

Independent auditors' report to the members of VME Systems Limited

Report on the audit of the financial statements

Opinion

In our opinion, VME Systems Limited's financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2018 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" Section 1A, and applicable law); and
- have been prepared in accordance with the requirements of the Companies Act 2006.

We have audited the financial statements, included within the Directors' report and financial statements (the "Annual report"), which comprise: the statement of financial position as at 31 December 2018; the statement of income and retained earnings for the year then ended; and the notes to the financial statements, which include a description of the significant accounting policies.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities under ISAs (UK) are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We remained independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, which includes the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

Conclusions relating to going concern

ISAs (UK) require us to report to you when:

- 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.

We have nothing to report in respect of the above matters.

However, because not all future events or conditions can be predicted, this statement is not a guarantee as to the company's ability to continue as a going concern. For example, the terms on which the United Kingdom may withdraw from the European Union are not clear, and it is difficult to evaluate all of the potential implications on the company's trade, customers, suppliers and the wider economy.

Reporting on other information

The other information comprises all of the information in the Annual report other than the financial statements and our auditors' report thereon. The directors are responsible for the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except to the extent otherwise explicitly stated in this report, any form of assurance 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 an apparent material inconsistency or material misstatement, we are required to perform procedures to conclude whether there is a material misstatement of 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 based on these responsibilities.

With respect to the Directors' report, we also considered whether the disclosures required by the UK Companies Act 2006 have been included.

Based on the responsibilities described above and our work undertaken in the course of the audit, ISAs (UK) require us also to report certain opinions and matters as described below

Independent auditors' report to the members of VME Systems Limited

Reporting on other information (continued)

Directors' report

In our opinion, based on the work undertaken in the course of the audit, the information given in the Directors' report for the year ended 31 December 2018 is consistent with the financial statements and has been prepared in accordance with applicable legal requirements.

In light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we did not identify any material misstatements in the Directors' Report.

Responsibilities for the financial statements and the audit

Responsibilities of the directors for the financial statements

As explained more fully in the Statement of the directors responsibilities in respect to the financial statements set out on page 2, the directors are responsible for the preparation of the financial statements in accordance with the applicable framework and for being satisfied that they give a true and fair view. The directors are also responsible for such internal control as they 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.

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 an auditors' 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 FRC's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditors' report.

Use of this report

This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

Other required reporting

Companies Act 2006 exception reporting

Under the Companies Act 2006 we are required to report to you if, in our opinion:

- we have not received all the information and explanations we require for our audit; or
- adequate accounting records have not been kept by the company, or returns adequate for our audit have not been received from branches not visited by us; or
- certain disclosures of directors' remuneration specified by law are not made; or
- the financial statements are not in agreement with the accounting records and returns.

We have no exceptions to report arising from this responsibility.

Independent auditors' report to the members of VME Systems Limited

Entitlement to exemptions

Under the Companies Act 2006 we are required to report to you if, in our opinion, the directors were not entitled to: prepare financial statements in accordance with the small companies regime; take advantage of the small companies exemption in preparing the Directors' report; and take advantage of the small companies exemption from preparing a strategic report. We have no exceptions to report arising from this responsibility.

Emma Murray (Senior Statutory Auditor)
for and on behalf of PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
Belfast

Statement of income and retained earnings for the year ended 31 December 2018

	2018	2017
	£	£
Income from shares in group undertakings	78,411	78,873
Profit before tax	78,411	78,873
Tax on profit	-	-
Profit for the financial year	78,411	78,873
Retained earnings at the beginning of the year	-	-
Profit for the financial year	78,411	78,873
Dividends paid	(78,411)	(78,873)
Retained earnings at the end of the year	-	-

Statement of financial position at 31 December 2018

	Note	2018 £	2017 £
Fixed assets			
Investments in subs	4	3,065,250	3,065,250
		3,065,250	3,065,250
Current assets			
Debtors	5	100	100
		100	100
Creditors: amounts falling due within one year	6	(3,065,250)	(3,065,250)
Net current liabilities		(3,065,150)	(3,065,150)
Total assets less current liabilities		100	100
Net assets		100	100
Capital and reserves			
Called up share capital	7	67	67
Capital redemption reserves		33	33
Retained earnings		-	-
Total shareholders' funds		100	100

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 provision of FRS 102 Section 1A – small entities.

The financial statements on pages 7 to 12 were approved by the board of directors on _____ and were signed on its behalf by:

Richard Coyle
Director

The notes on pages 9 to 12 form part of these financial statements.

Notes to the financial statements for the year ended 31 December 2018

1 General information

VME Systems Limited is a private company limited by shares, incorporated and domiciled in Scotland. The address of its registered office is Crook Of Devon House, Main Street, Crook Of Devon, Perth & Kinross, KY13 0UQ.

The company's principal activity during the year was that of a holding company.

2 Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared on a going concern basis under the historical cost convention and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland ("FRS 102") and the Companies Act 2006.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgment in applying the Company's accounting policies. No critical judgements or accounting estimates have been applied to these financial statements.

Consolidation

The company has taken advantage of the exemption from preparing consolidated financial statements by virtue of the fact that it meets the definition of a small group under the Companies Act 2006.

2.2 Going concern

The company's ultimate controlling parties are the members of the company. The Directors have considered the company's future prospects and the availability of finance in the future. The Directors are confident that the company has sufficient resources to meet its liabilities over the next twelve months from the date that these financial statements were signed. The directors have received confirmation that group undertakings will not seek repayments of any balances due to them if the company is not in a position to settle them.

After making these enquiries, the Directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the annual report and accounts.

2.3 Foreign currencies

Transactions denominated in foreign currencies are translated at the exchange rate at the date of transaction. All monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the balance sheet date. Non-monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange at the date of transaction. The resulting gain or loss is dealt with in the Statement of income and retained earnings.

2.4 Fixed asset investments

Fixed asset investments are stated at the purchase cost less any provision for impairment. Investment income is included in the Statement of income and retained earnings on an accrual basis.

2.5 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

Notes to the financial statements for the year ended 31 December 2018**2 Accounting policies (continued)****2.6 Financial instruments**

The Company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like amounts owed to group undertakings. Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the Statement of income and retained earnings.

2.7 Current and deferred taxation

The tax expense for the year comprises current and deferred tax. Tax is recognised in the Statement of income and retained Earnings, except that a change attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

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

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the balance sheet date, except that:

- the recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

2.8 Provisions for liabilities

Provisions are made where an event has taken place that gives the company a legal or constructive obligation that probably requires settlement by a transfer of economic benefit, and a reliable estimate can be made of the amount of the obligation.

Provisions are charged as an expense to the Statement of income and retained earnings in the year that the company becomes aware of the obligation, and are measured at the best estimate at the balance sheet date of the expenditure required to settle the obligation, taking into account relevant risks and uncertainties.

When payments are eventually made, they are charged to the provision carried in the balance sheet.

2.9 Dividends

Dividends and other distributions to the company's shareholders are recognised as a liability in the financial statements in the period in which the dividends and other distributions are approved by the shareholders. These amounts are recognised in the statement of changes in equity.

Notes to the financial statements for the year ended 31 December 2018

3 Employee information

	2018 Number	2017 Number
The average monthly number of persons employed by the company (including executive directors) during the year by activity:		
Administration	-	-

4 Investment in subsidiary undertakings

	Investment in subsidiary undertaking £
Cost	
At 1 January 2018 and 31 December 2018	3,065,250
Amounts written off	
At 1 January 2018 and 31 December 2018	-
Net book amount	
At 31 December 2018	3,065,250
At 31 December 2017	3,065,250

The company's subsidiary undertaking is:

Name	Country of incorporation	Principal activity	Share ownership		Registered address
			%	class	
VME Retail Systems Limited	Northern Ireland	Design, marketing and installation of computer systems	100	Ordinary shares of 25p each	Waterfront Plaza, 8 Laganbank Road, Belfast, BT1 3LR

Notes to the financial statements for the year ended 31 December 2018

5 Debtors

	2018	2017
	£	£
Other debtors	100	100

6 Creditors: amounts falling due within one year

	2018	2017
	£	£
Amounts owed to group undertakings	3,065,250	3,065,250
	3,065,250	3,065,250

Amounts owed by group undertaking are unsecured, interest free and repayable on demand.

7 Called up share capital

	2018	2017
	£	£
Authorised		
10,000 (2017:10,000) ordinary shares of 1p each	100	100
Allotted and called up		
3,991 (2017: 3,991) 'A' ordinary shares of 1p each	40	40
2,716 (2017: 2,716) 'C' ordinary shares of 1p each	27	27
	2018	2017
	£	£
Dividends of £28.87 (2017: £29.04) per 'C' ordinary shares	78,411	78,873

8 Ultimate controlling party

The ultimate controlling party is Stephen Gill.

9 Related party transactions

The company has availed of the exemption under FRS 102 section 33, paragraph 33.1A in relation to the disclosure of transactions with group companies as all of the voting rights are controlled within the group.

The company paid a dividend during the year of £78,411 to Mr Richard Coyle a director.