

Registration number: SC310601

Sea-Cargo Aberdeen Limited

Annual Report and Consolidated Financial Statements

for the Year Ended 31 December 2020



Forrester Boyd
26 South Saint Mary's Gate
Grimsby
North East Lincolnshire
DN31 1LW

Sea-Cargo Aberdeen Limited

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Sea-Cargo Aberdeen Limited

Company Information

Directors O Saevid
 T Gjostein

Company secretary T Gjostein

Registered office Matthews Quay
 Aberdeen Harbour
 Aberdeen
 AB11 5PG

Solicitors Burnett Legal
 6 King's Gate
 Aberdeen
 AB15 4EG

Bankers DnB NOR Bank ASA
 20 St. Dunstan's Hill
 London
 EC3R 8HY

Auditors Forrester Boyd
 26 South Saint Mary's Gate
 Grimsby
 North East Lincolnshire
 DN31 1LW

Sea-Cargo Aberdeen Limited

Strategic Report for the Year Ended 31 December 2020

The directors present their strategic report for the year ended 31 December 2020.

Principal activity

The principal activities of the Group are that of road haulage and shipping agents, including stevedoring services.

Fair review of the business

The market situation has been extremely challenging in 2020, with Covid-19 effecting all parts of the business. Sea-Cargo Aberdeen Ltd was hit especially hard by the almost full stop within the oil and gas sector and due to this the company is reporting a loss for the year of £34k. Northwards Ltd has been able to secure new major contracts during the year and is showing a growth of 15.6% in turnover and improved profit.

The financial statements for the group is having a growth in turnover of 5.8% to £25.1m. Northwards Ltd had a growth of £2.5m from 2019, whilst Sea-Cargo Aberdeen Ltd had a decline. The Group expect the market to recover in the second half of 2021 and expect to be able to maintain a sustainable profit.

Profit before tax has declined by £745k since the last financial year and ended at £408k, a result that the Directors are pleased with in the light of the extreme market conditions experienced in the current year. The gross margin achieved on sales is almost at the same level as last year and ended the year at 46.1% - down from 46.6% in 2019.

The group's activities will continue to be influenced by developments within the oil and gas sector in the North Sea basin. The future outlook for this sector remains uncertain, but the Group expect improved activity in 2021. The Directors expect to see turnover and profit improving in the year to come, as the market will recover after the Covid-19 situation and as a consequence of the companies having established a solid and differentiated business platform.

The Companies continue to benefit greatly from their links within the wider Sea-Cargo Group, and both Companies are in a great position for further growth and increased business opportunities in the year to come.

The company's key financial and other performance indicators during the year were as follows:

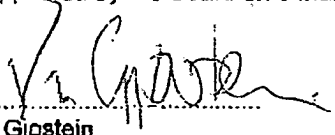
	Unit	2020	2019
Turnover	£	25,083,468	23,710,593
Gross profit	%	46	47
Profit before tax	£	407,593	1,152,390

Principal risks and uncertainties

The company's sea freight costs and revenues from its parent company, Sea-Cargo AS, are invoiced in Norwegian Kroner (NOK), which are subject to translational risk to the company's local currency (Pound Sterling). Financial and currency risk is managed at group level.

There are also uncertainties around the future effect of Brexit on the import and export markets and the relationship between the UK and the rest of Europe, however the Sea-Cargo Group feels that their UK operations are ideally placed to cope with any eventuality.

— Approved by the Board on 5 March 2021 and signed on its behalf by:


T Gostein
Company secretary and director

Sea-Cargo Aberdeen Limited

Directors' Report for the Year Ended 31 December 2020

The directors present their report and the financial statements for the year ended 31 December 2020.

Directors of the group

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

O Saevild

T Gjostein - Company secretary and director

Financial instruments

Objectives and policies

The financial risk management objectives of the directors are to ensure that the group has adequate cash flow to meet trading requirements.

In order to meet these objectives the group uses financial instruments, other than derivatives, comprising cash, liquid resources and other items that arise directly from its operations such as trade debtors and trade creditors.

Price risk, credit risk, liquidity risk and cash flow risk

The business' principal financial instruments comprise of bank balances and an invoice discounting facility. The group operates bank accounts in Norwegian Kroner and British Pounds in order to mitigate the currency risks identified.

Trade debtors are offered credit terms based on the risk profile of the customer. The timings of the receipts are managed along with the trade creditor payments.

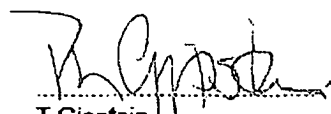
Disclosure of information to the auditor

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 auditor is aware of that information. The directors confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

Reappointment of auditors

In accordance with section 485 of the Companies Act 2006, a resolution for the re-appointment of Forrester Boyd as auditors of the company is to be proposed at the forthcoming Annual General Meeting.

Approved by the Board on 5 March 2021 and signed on its behalf by:



T Gjostein
Company secretary and director

Sea-Cargo Aberdeen 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;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; 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. 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.

Sea-Cargo Aberdeen Limited

Independent Auditor's Report to the Members of Sea-Cargo Aberdeen Limited

Opinion

We have audited the financial statements of Sea-Cargo Aberdeen Limited (the 'parent company') and its subsidiaries (the 'group') for the year ended 31 December 2020, which comprise the Consolidated Profit and Loss Account, Profit and Loss Account, Consolidated Balance Sheet, Balance Sheet, Consolidated Statement of Changes in Equity, Statement of Changes in Equity, Consolidated Statement of Cash Flows, Statement of Cash Flows, and 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 group's and the parent company's affairs as at 31 December 2020 and of the group's 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 group 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

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the original financial statements were authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

Other information

The directors are responsible for the other information. The other information comprises the information included in the Strategic Report and Directors' 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.

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

Sea-Cargo Aberdeen Limited

Independent Auditor's Report to the Members of Sea-Cargo Aberdeen Limited

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the group and the parent company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report and 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 by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company 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.

Responsibilities of directors

As explained more fully in the Statement of Directors' Responsibilities [set out on page 4], 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 group's and the parent 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 group or the parent 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- Discussions with management, including consideration of known or suspected instances of non-compliance.
- Challenging assumptions and judgements made within significant accounting estimates and judgements.
- Identification of key laws and regulations central to the Company's operations and review of compliance.
- Testing of journal entries and potential areas for management override of systems.

A further description of our responsibilities is available 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

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.

Sea-Cargo Aberdeen Limited

Independent Auditor's Report to the Members of Sea-Cargo Aberdeen Limited



Neal Watford ACA (Senior Statutory Auditor)
For and on behalf of Forrester Boyd, Statutory Auditor

26 South Saint Mary's Gate
Grimsby
North East Lincolnshire
DN31 1LW

5 March 2021

Sea-Cargo Aberdeen Limited**Consolidated Profit and Loss Account for the Year Ended 31 December 2020**

	Note	2020 £	2019 £
Turnover	3	25,083,468	23,710,593
Cost of sales		<u>(13,531,529)</u>	<u>(12,608,249)</u>
Gross profit		11,551,939	11,102,344
Administrative expenses		(11,159,366)	(9,877,699)
Other operating income	4	<u>264,758</u>	<u>95,800</u>
Operating profit	6	<u>667,331</u>	<u>1,320,446</u>
Other interest receivable and similar income	7	877	3,112
Interest payable and similar expenses	8	<u>(250,615)</u>	<u>(171,167)</u>
		<u>(249,738)</u>	<u>(168,055)</u>
Profit before tax		407,593	1,152,390
Taxation	12	<u>(124,163)</u>	<u>(278,429)</u>
Profit for the financial year		<u>283,430</u>	<u>873,961</u>
Profit/(loss) attributable to:			
Owners of the company		220,461	827,056
Minority interests		<u>62,969</u>	<u>46,905</u>
		<u>283,430</u>	<u>873,961</u>

The group has no recognised gains or losses for the year other than the results above.

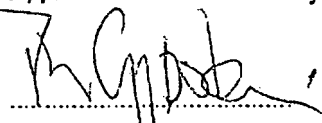
Sea-Cargo Aberdeen Limited**Profit and Loss Account for the Year Ended 31 December 2020**

	2020 £	2019 £
Turnover	7,609,482	8,445,545
Cost of sales	<u>(3,225,288)</u>	<u>(3,519,406)</u>
Gross profit	4,384,194	4,926,139
Administrative expenses	<u>(4,439,237)</u>	<u>(4,149,141)</u>
Other operating income	<u>159,328</u>	<u>95,800</u>
Operating profit	<u>104,285</u>	<u>872,798</u>
Other interest receivable and similar income	465	2,573
Interest payable and similar charges	<u>(125,233)</u>	<u>(12,522)</u>
	<u>(124,768)</u>	<u>(9,949)</u>
(Loss)/profit before tax	(20,483)	862,849
Taxation	<u>(13,286)</u>	<u>(184,257)</u>
(Loss)/profit for the financial year	<u><u>(33,769)</u></u>	<u><u>678,592</u></u>

Sea-Cargo Aberdeen Limited**(Registration number: SC310601)****Consolidated Balance Sheet as at 31 December 2020**

	Note	2020 £	2019 £
Fixed assets			
Intangible assets	13	310,908	408,219
Tangible assets	14	<u>4,145,092</u>	<u>4,337,968</u>
		<u>4,456,000</u>	<u>4,746,185</u>
Current assets			
Stocks	16	-	4,317
Debtors	17	8,419,136	6,328,382
Cash at bank and in hand		<u>242,427</u>	<u>477,795</u>
		8,661,563	6,810,494
Creditors: Amounts falling due within one year	19	<u>(5,821,468)</u>	<u>(4,054,475)</u>
Net current assets		<u>2,840,095</u>	<u>2,756,019</u>
Total assets less current liabilities		7,296,095	7,502,204
Creditors: Amounts falling due after more than one year	19	(2,043,990)	(2,156,358)
Provisions for liabilities		<u>(128,601)</u>	<u>(105,772)</u>
Net assets		<u>5,123,504</u>	<u>5,240,074</u>
Capital and reserves			
Called up share capital	21	1	1
Profit and loss account	22	<u>4,599,548</u>	<u>4,779,087</u>
Equity attributable to owners of the company		4,599,549	4,779,088
Minority interests	22	<u>523,955</u>	<u>460,986</u>
Total equity		<u>5,123,504</u>	<u>5,240,074</u>

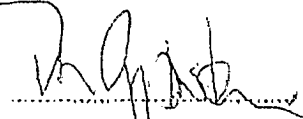
Approved and authorised by the Board on 5 March 2021 and signed on its behalf by:

T Gjostein
Company secretary and director

Sea-Cargo Aberdeen Limited**(Registration number: SC310601)****Balance Sheet as at 31 December 2020**

	Note	2020 £	2019 £
Fixed assets			
Intangible assets	13	232,012	316,380
Tangible assets	14	442,260	128,639
Investments	15	<u>1,060,646</u>	<u>1,060,646</u>
		<u>1,734,918</u>	<u>1,505,665</u>
Current assets			
Debtors	17	2,402,610	2,785,221
Cash at bank and in hand		<u>151,344</u>	<u>410,863</u>
		2,553,954	3,196,084
Creditors: Amounts falling due within one year	19	<u>(734,408)</u>	<u>(1,039,390)</u>
Net current assets		<u>1,819,546</u>	<u>2,156,694</u>
Total assets less current liabilities		3,554,464	3,662,359
Creditors: Amounts falling due after more than one year	19	(300,890)	(42,581)
Provisions for liabilities		<u>(75,927)</u>	<u>(8,361)</u>
Net assets		<u>3,177,647</u>	<u>3,611,417</u>
Capital and reserves			
Called up share capital	21	1	1
Profit and loss account	22	<u>3,177,646</u>	<u>3,611,416</u>
Total equity		<u>3,177,647</u>	<u>3,611,417</u>

Approved and authorised by the Board on 5 March 2021 and signed on its behalf by:

T Gjostein
Company secretary and director

Sea-Cargo Aberdeen Limited

Consolidated Statement of Changes in Equity for the Year Ended 31 December 2020
Equity attributable to the parent company

	Share capital £	Profit and loss account £	Total £	Non- controlling interests £	Total equity £
At 1 January 2020	1	4,779,087	4,779,088	460,986	5,240,074
Profit for the year	-	220,461	220,461	62,969	283,430
Total comprehensive income	-	220,461	220,461	62,969	283,430
Dividends	-	(400,000)	(400,000)	-	(400,000)
At 31 December 2020	1	4,599,548	4,599,549	523,955	5,123,504

	Share capital £	Profit and loss account £	Total £	Non- controlling interests £	Total equity £
At 1 January 2019	1	4,374,887	4,374,888	556,225	4,931,113
Profit for the year	-	827,056	827,056	46,905	873,961
Total comprehensive income	-	827,056	827,056	46,905	873,961
Dividends	-	(250,000)	(250,000)	-	(250,000)
Increase in ownership interests in subsidiaries	-	(172,856)	(172,856)	(142,144)	(315,000)
At 31 December 2019	1	4,779,087	4,779,088	460,986	5,240,074

Sea-Cargo Aberdeen Limited

Statement of Changes In Equity for the Year Ended 31 December 2020

	Share capital £	Profit and loss account £	Total £
At 1 January 2020	1	3,611,414	3,611,415
Loss for the year	-	(33,769)	(33,769)
Total comprehensive income	-	(33,769)	(33,769)
Dividends	-	(400,000)	(400,000)
At 31 December 2020	<u>1</u>	<u>3,177,645</u>	<u>3,177,646</u>

	Share capital £	Profit and loss account £	Total £
At 1 January 2019	1	3,182,824	3,182,825
Profit for the year	-	678,590	678,590
Total comprehensive income	-	678,590	678,590
Dividends	-	(250,000)	(250,000)
At 31 December 2019	<u>1</u>	<u>3,611,414</u>	<u>3,611,415</u>

Sea-Cargo Aberdeen Limited

Consolidated Statement of Cash Flows for the Year Ended 31 December 2020

	Note	2020 £	2019 £
Cash flows from operating activities			
Profit for the year		283,430	873,961
Adjustments to cash flows from non-cash items			
Depreciation and amortisation	6	1,010,868	894,036
Profit on disposal of tangible assets	5	(31,992)	(33,041)
Finance income	7	(877)	(3,112)
Finance costs	8	250,615	171,167
Income tax expense	12	124,163	278,429
		<u>1,636,207</u>	<u>2,181,440</u>
Working capital adjustments			
Decrease/(increase) in stocks	16	4,317	(4,317)
Increase in trade debtors	17	(160,491)	(666,937)
Increase/(decrease) in trade creditors	19	503,368	(43,991)
Cash generated from operations		<u>1,983,401</u>	<u>1,466,195</u>
Income taxes paid	12	<u>(200,188)</u>	<u>(197,113)</u>
Net cash flow from operating activities		<u>1,783,233</u>	<u>1,269,082</u>
Cash flows from investing activities			
Interest received		877	3,112
Transactions with equity holders		-	(315,000)
Acquisitions of tangible assets		(330,532)	(202,506)
Proceeds from sale of tangible assets		46,809	41,724
Acquisition of intangible assets	13	<u>(6,973)</u>	<u>(69,611)</u>
Net cash flows from investing activities		<u>(289,819)</u>	<u>(542,281)</u>
Cash flows from financing activities			
Interest paid	8	(138,950)	(164,297)
Repayment of bank borrowing		(91,768)	(42,219)
Payments to finance lease creditors		(380,341)	(570,056)
Dividends paid		(400,000)	(250,000)
Issuing of group loan		<u>(1,850,000)</u>	<u>-</u>
Net cash flows from financing activities		<u>(2,881,059)</u>	<u>(1,026,572)</u>
Net decrease in cash and cash equivalents		<u>(1,367,645)</u>	<u>(299,771)</u>
Cash and cash equivalents at 1 January		58,488	365,129
Effect of exchange rate fluctuations on cash held		<u>(111,665)</u>	<u>(6,870)</u>
Cash and cash equivalents at 31 December	18	<u><u>(1,420,822)</u></u>	<u><u>58,488</u></u>

The notes on pages 16 to 30 form an integral part of these financial statements.

Sea-Cargo Aberdeen Limited

Statement of Cash Flows for the Year Ended 31 December 2020

	Note	2020 £	2019 £
Cash flows from operating activities			
(Loss)/profit for the year		(33,769)	678,592
Adjustments to cash flows from non-cash items			
Depreciation and amortisation	14	172,914	123,332
Profit on disposal of tangible assets		(42,000)	(16,022)
Finance income		(465)	(2,572)
Finance costs		125,233	12,523
Income tax expense		13,286	184,257
		<u>235,199</u>	<u>980,110</u>
Working capital adjustments			
Decrease/(increase) in trade debtors	17	1,036,880	(1,037,361)
Decrease in trade creditors	19	<u>(334,727)</u>	<u>(148,666)</u>
Cash generated from operations		937,352	(205,917)
Income taxes paid		<u>(99,844)</u>	<u>(132,166)</u>
Net cash flow from operating activities		<u>837,508</u>	<u>(338,083)</u>
Cash flows from investing activities			
Interest received		465	2,572
Increase in interest in subsidiaries	15	-	(315,000)
Acquisitions of tangible assets		(4,172)	(27,091)
Proceeds from sale of tangible assets		42,000	16,022
Acquisition of intangible assets	13	<u>-</u>	<u>23,000</u>
Net cash flows from investing activities		<u>38,293</u>	<u>(300,497)</u>
Cash flows from financing activities			
Interest paid		(14,658)	(5,803)
Payments to finance lease creditors		(60,086)	(3,342)
Dividends paid		(400,000)	(250,000)
Issuing of group loan		<u>(550,000)</u>	<u>-</u>
Net cash flows from financing activities		<u>(1,024,744)</u>	<u>(259,145)</u>
Net decrease in cash and cash equivalents		(148,943)	(897,725)
Cash and cash equivalents at 1 January		410,863	1,315,308
Effect of exchange rate fluctuations on cash held		<u>(110,576)</u>	<u>(6,720)</u>
Cash and cash equivalents at 31 December	18	<u>151,344</u>	<u>410,863</u>

The notes on pages 16 to 30 form an integral part of these financial statements.

Sea-Cargo Aberdeen Limited

Notes to the Financial Statements for the Year Ended 31 December 2020

1 General information

The company is a private company limited by share capital incorporated in Scotland and the company registration number is SC310601.

The address of its registered office is:

Matthews Quay
Aberdeen Harbour
Aberdeen
AB11 5PG
Scotland

These financial statements were authorised for issue by the Board on 5 March 2021.

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 financial statements were 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.

Basis of preparation

These 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.

The financial statements have been prepared in sterling which is the functional currency of the Group and are rounded to the nearest pound.

Basis of consolidation

The consolidated financial statements consolidate the financial statements of the company and its subsidiary undertakings drawn up to 31 December 2020.

A subsidiary is an entity controlled by the Company. Control is achieved where the Company has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities.

The purchase method of accounting is used to account for business combinations that result in the acquisition of subsidiaries by the Group. The cost of a business combination is measured as the fair value of the assets given, equity instruments issued and liabilities incurred or assumed at the date of exchange, plus costs directly attributable to the business combination. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date. Any excess of the cost of the business combination over the acquirer's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities recognised is recorded as goodwill.

Inter-company transactions, balances and unrealised gains on transactions between the Company and its subsidiaries, which are related parties, are eliminated in full.

Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group. Minority interests in the net assets of consolidated subsidiaries are identified separately from the Group's equity therein. Minority interests consist of the amount of those interests at the date of the original business combination and the minority shareholder's share of changes in equity since the date of the combination.

Sea-Cargo Aberdeen Limited

Notes to the Financial Statements for the Year Ended 31 December 2020

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 group's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts and after eliminating sales within the company.

The group 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 group's activities.

Government grants

Government grants are recognised in the Profit and Loss Account on a systematic basis over the period in which the entity recognises the related costs for which the grant is intended to compensate. The company has not received any grants with performance related conditions.

Foreign currency transactions and balances

Transactions in foreign currencies are initially recorded at the functional currency rate prevailing at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated into the respective functional currency of the entity at the rates prevailing on the reporting period date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing on the initial transaction dates. Non-monetary items measured in terms of historical cost in a foreign currency are not retranslated.

Tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in the Profit and Loss Account, 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.

The current 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 group operates and generates taxable income.

Deferred tax represents the future tax consequences of transactions and events recognised in the financial statements of current and previous periods. It is recognised in respect of all timing differences, with certain exceptions. Timing differences are differences between taxable profits and total comprehensive income as stated in the financial statements that arise from the inclusion of income and expense in tax assessments in periods different from those in which they are recognised in the financial statements. 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.

Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the balance sheet date that are expected to apply to the reversal of timing differences. Deferred tax on revalued non-depreciable tangible fixed assets and investment properties is measured using rates and allowances that apply to the sale of the asset.

Tangible assets

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 tangible assets 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
Freehold property	4% - 20% straight line basis
Plant and machinery	20% - 33% straight line basis
Fixtures and fittings	20% - 33% straight line basis
Motor vehicles	20% (new vehicles) & 33% (used vehicles) straight line basis

Sea-Cargo Aberdeen Limited

Notes to the Financial Statements for the Year Ended 31 December 2020

Goodwill

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the Group's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date.

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Goodwill	20% straight line basis

Investments

Investments in equity shares which are not publicly traded and where fair value cannot be measured reliably are measured at cost less impairment.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the Group has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

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. Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Sea-Cargo Aberdeen Limited

Notes to the Financial Statements for the Year Ended 31 December 2020

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the group 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 Revenue

The analysis of the group's revenue for the year from continuing operations is as follows:

	2020 £	2019 £
Rendering of services	24,895,311	23,459,320
Commissions	188,157	251,273
	<u>25,083,468</u>	<u>23,710,593</u>

The analysis of the group's turnover for the year by class of business is as follows:

	2020 £	2019 £
Shipping services	6,918,842	8,030,749
Road haulage	18,164,626	15,679,844
	<u>25,083,468</u>	<u>23,710,593</u>

4 Other operating income

The analysis of the group's other operating income for the year is as follows:

	2020 £	2019 £
Government grants	172,550	-
Sub lease rental income	92,208	95,800
	<u>264,758</u>	<u>95,800</u>

Included with government grant income is £172,550 relating to the Coronavirus Job Retention Scheme (CJRS).

5 Other gains and losses

The analysis of the group's other gains and losses for the year is as follows:

	2020 £	2019 £
Gain (loss) on disposal of property, plant and equipment	<u>44,497</u>	<u>33,041</u>

6 Operating profit

Arrived at after charging/(crediting)

	2020 £	2019 £
Depreciation expense	906,584	804,003
Amortisation expense	104,284	90,033
Foreign exchange losses	111,665	6,870
Total lease payments recognised as an expense	<u>1,779,944</u>	<u>1,434,700</u>

Sea-Cargo Aberdeen Limited**Notes to the Financial Statements for the Year Ended 31 December 2020**

7 Other interest receivable and similar income

	2020	2019
	£	£
Interest income on bank deposits	<u>877</u>	<u>3,112</u>

8 Interest payable and similar expenses

	2020	2019
	£	£
Interest on obligations under finance leases and hire purchase contracts	54,678	67,213
Interest expense on other finance liabilities	25,532	33,131
Foreign exchange (gains) / losses	111,665	6,870
Other finance costs	20,681	22,745
Bank loan interest payable	<u>38,059</u>	<u>41,208</u>
	<u>250,615</u>	<u>171,167</u>

9 Staff costs

The aggregate payroll costs (including directors' remuneration) were as follows:

	2020	2019
	£	£
Wages and salaries	5,805,394	4,932,485
Social security costs	566,570	459,688
Pension costs, defined contribution scheme	<u>254,131</u>	<u>199,586</u>
	<u>6,626,095</u>	<u>5,591,759</u>

The average number of persons employed by the group (including directors) during the year, analysed by category was as follows:

	2020	2019
	No.	No.
Operational	148	113
Administration and support	42	40
Sales	<u>3</u>	<u>3</u>
	<u>193</u>	<u>156</u>

10 Directors' remuneration

The directors are remunerated for their management of the Sea-Cargo Group as a whole through the parent company, Sea-Cargo AS.

Sea-Cargo Aberdeen Limited

Notes to the Financial Statements for the Year Ended 31 December 2020

11 Auditors' remuneration

	2020 £	2019 £
Audit of these financial statements	9,025	9,025
Audit of the financial statements of subsidiaries of the company	9,975	9,975
	<u>19,000</u>	<u>19,000</u>
Other fees to auditors		
Taxation compliance services	2,525	2,525
All other non-audit services	5,225	5,225
Advice on acquisition	500	1,750
	<u>8,250</u>	<u>9,500</u>

12 Taxation

Tax charged/(credited) in the income statement

	2020 £	2019 £
Current taxation		
UK corporation tax	101,334	144,761
Deferred taxation		
Arising from origination and reversal of timing differences	22,829	133,668
Tax expense in the income statement	<u>124,163</u>	<u>278,429</u>

The tax on profit before tax for the year is higher than the standard rate of corporation tax in the UK (2019 - higher than the standard rate of corporation tax in the UK) of 19% (2019 - 19%).

The differences are reconciled below:

	2020 £	2019 £
Profit before tax	<u>407,593</u>	<u>1,152,390</u>
Corporation tax at standard rate	77,443	218,854
Effect of expense not deductible in determining taxable profit (tax loss)	1,839	5,332
Tax increase from effect of capital allowances and depreciation	50,272	43,548
Tax (decrease)/increase from other short-term timing differences	(5,391)	9,743
Tax increase from effect of unrelieved tax losses carried forward	-	852
Total tax charge	<u>124,163</u>	<u>278,429</u>

Sea-Cargo Aberdeen Limited**Notes to the Financial Statements for the Year Ended 31 December 2020****Deferred tax****Group****Deferred tax assets and liabilities**

2020 **Liability**
£

Accelerated capital allowances 128,601

2019 **Liability**
£

Accelerated capital allowances 105,772

Company**Deferred tax assets and liabilities**

2020 **Liability**
£

Accelerated capital allowances 75,927

2019 **Liability**
£

Accelerated capital allowances 8,361

13 Intangible assets**Group**

	Goodwill £	Total £
Cost or valuation		
At 1 January 2020	827,618	827,618
Additions acquired separately	<u>6,973</u>	<u>6,973</u>
At 31 December 2020	<u>834,591</u>	<u>834,591</u>
Amortisation		
At 1 January 2020	419,399	419,399
Amortisation charge	<u>104,284</u>	<u>104,284</u>
At 31 December 2020	<u>523,683</u>	<u>523,683</u>
Carrying amount		
At 31 December 2020	<u>310,908</u>	<u>310,908</u>
At 31 December 2019	<u>408,219</u>	<u>408,219</u>

Sea-Cargo Aberdeen Limited

Notes to the Financial Statements for the Year Ended 31 December 2020

Company

	Goodwill £	Total £
Cost or valuation		
At 1 January 2020	420,200	420,200
At 31 December 2020	420,200	420,200
Amortisation		
At 1 January 2020	103,820	103,820
Amortisation charge	84,368	84,368
At 31 December 2020	188,188	188,188
Carrying amount		
At 31 December 2020	232,012	232,012
At 31 December 2019	316,380	316,380

14 Tangible assets

Group

	Land and buildings £	Short leasehold land and buildings £	Fixtures and fittings £	Plant and machinery £	Motor vehicles £	Total £
Cost or valuation						
At 1 January 2020	2,520,461	53,671	95,694	7,080,438	15,617	9,765,881
Additions	147,429	-	4,172	576,926	-	728,527
Disposals	-	-	-	(391,835)	(9,617)	(401,452)
At 31 December 2020	2,667,890	53,671	99,866	7,265,529	6,000	10,092,956
Depreciation						
At 1 January 2020	259,796	11,591	90,833	5,062,779	2,916	5,427,915
Charge for the year	129,668	-	4,882	770,052	2,003	906,585
Eliminated on disposal	-	-	-	(386,214)	(422)	(386,636)
At 31 December 2020	389,464	11,591	95,695	5,446,617	4,497	5,947,864
Carrying amount						
At 31 December 2020	2,278,426	42,080	4,171	1,818,912	1,503	4,145,092
At 31 December 2019	2,260,665	42,080	4,861	2,017,659	12,701	4,337,966

Included within the net book value of land and buildings above is £210,424 (2019 - £240,861) in respect of long leasehold land and buildings, £2,088,002 (2019 - £2,020,004) in respect of freehold land and buildings and £42,080 (2019 - £42,080) in respect of short leasehold land and buildings.

Sea-Cargo Aberdeen Limited

Notes to the Financial Statements for the Year Ended 31 December 2020

Assets held under finance leases and hire purchase contracts

The net carrying amount of tangible assets includes the following amounts in respect of assets held under finance leases and hire purchase contracts:

			2020 £	2019 £
Plant and machinery			<u>1,424,252</u>	<u>1,675,810</u>
Company				
	Fixtures and fittings £	Plant and machinery £	Motor vehicles £	Total £
Cost or valuation				
At 1 January 2020	95,694	566,191	6,000	667,885
Additions	4,172	397,995	-	402,167
Disposals	-	(221,793)	-	(221,793)
At 31 December 2020	<u>99,866</u>	<u>742,393</u>	<u>6,000</u>	<u>848,259</u>
Depreciation				
At 1 January 2020	90,833	445,919	2,494	539,246
Charge for the year	4,862	81,681	2,003	88,546
Eliminated on disposal	-	(221,793)	-	(221,793)
At 31 December 2020	<u>95,695</u>	<u>305,807</u>	<u>4,497</u>	<u>405,999</u>
Carrying amount				
At 31 December 2020	<u>4,171</u>	<u>436,586</u>	<u>1,503</u>	<u>442,260</u>
At 31 December 2019	<u>4,861</u>	<u>120,272</u>	<u>3,506</u>	<u>128,639</u>

Assets held under finance leases and hire purchase contracts

The net carrying amount of tangible assets includes the following amounts in respect of assets held under finance leases and hire purchase contracts:

	2020 £	2019 £
Plant and machinery	<u>408,529</u>	<u>71,827</u>

15 Investments

Group

Details of undertakings

Details of the investments in which the group holds 20% or more of the nominal value of any class of share capital are as follows:

Undertaking	Registered office	Holding	Proportion of voting rights and shares held 2020	2019
Subsidiary undertakings				
Greenhead Maintenance Services Limited	Scotland	Ordinary shares	100%	100%

Greenhead Maintenance Services Limited is a dormant entity.

Sea-Cargo Aberdeen Limited

Notes to the Financial Statements for the Year Ended 31 December 2020

Company

	2020 £	2019 £
Investments in subsidiaries	<u>1,060,646</u>	<u>1,060,646</u>
Subsidiaries		£
Cost or valuation		
At 1 January 2020		1,060,646
Provision		
At 1 January 2020		-
Provision		-
At 31 December 2020		-
Carrying amount		
At 31 December 2020		<u>1,060,646</u>
At 31 December 2019		<u>1,060,646</u>
Details of undertakings		

Details of the investments in which the company holds 20% or more of the nominal value of any class of share capital are as follows:

Undertaking	Registered office	Holding	Proportion of voting rights and shares held 2020	2019
Subsidiary undertakings				
Northwards Limited	Scotland	Ordinary shares	80.05%	80.05%

16 Stocks

	Group		Company	
	2020 £	2019 £	2020 £	2019 £
Other inventories	<u>-</u>	<u>4,317</u>	<u>-</u>	<u>-</u>

17 Debtors

		Group		Company	
	Note	2020 £	2019 £	2020 £	2019 £
Trade debtors		5,824,526	5,620,261	1,655,927	2,529,835
Amounts owed by related parties	26	1,760,018	5,212	544,186	84,724
Other debtors		42,607	1,234	33,804	-
Prepayments		393,096	417,023	64,423	170,862
Accrued income		265,006	198,843	-	-
Corporation tax asset	12	133,883	85,809	104,270	-
		<u>8,419,136</u>	<u>6,328,382</u>	<u>2,402,610</u>	<u>2,785,221</u>

Sea-Cargo Aberdeen Limited

Notes to the Financial Statements for the Year Ended 31 December 2020

18 Cash and cash equivalents

	Group		Company	
	2020	2019	2020	2019
	£	£	£	£
Cash on hand	-	177	-	160
Cash at bank	242,427	477,618	151,344	410,703
	242,427	477,795	151,344	410,863
Bank overdrafts	(1,663,249)	(419,307)	-	-
Cash and cash equivalents in statement of cash flows	(1,420,822)	58,488	151,344	410,863

19 Creditors

		Group		Company	
	Note	2020	2019	2020	2019
		£	£	£	£
Due within one year					
Loans and borrowings	23	2,261,117	978,187	91,858	12,259
Trade creditors		2,601,002	2,054,488	514,641	616,151
Social security and other taxes		717,572	398,707	52,863	58,913
Outstanding defined contribution pension costs		29,957	59,459	29,957	58,329
Other payables		6,096	317,976	6,096	216,811
Accruals		205,724	195,802	38,993	27,073
Corporation tax liability	12	-	49,855	-	49,854
		<u>5,821,468</u>	<u>4,054,475</u>	<u>734,408</u>	<u>1,039,390</u>
Due after one year					
Loans and borrowings	23	<u>2,043,990</u>	<u>2,156,358</u>	<u>300,890</u>	<u>42,581</u>

20 Pension and other schemes

Defined contribution pension scheme

The group operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the group to the scheme and amounted to £254,131 (2019 - £199,586).

Contributions totalling £29,957 (2019 - £59,459) were payable to the scheme at the end of the year and are included in creditors.

21 Share capital

Allotted, called up and fully paid shares

	2020		2019	
	No.	£	No.	£
Ordinary shares of £1 each	<u>1</u>	<u>1</u>	<u>1</u>	<u>1</u>

Sea-Cargo Aberdeen Limited

Notes to the Financial Statements for the Year Ended 31 December 2020

Rights, preferences and restrictions

Ordinary shares have the following rights, preferences and restrictions:

Normal voting and participation rights

22 Reserves

Group

Called up share capital

Called up share capital comprises of the value of issued share capital of the parent company at par.

Profit and loss account

The profit and loss account consists of profits made by the group attributable to the shareholders of the parent company.

Minority interests

Minority interests is made up of accumulated profits not attributable to the shareholders of the parent company.

Company

Called up share capital

Called up share capital comprises of the value of issued share capital at par.

Profit and loss account

The profit and loss account consists of profits made by the company attributable to the shareholders of the company.

23 Loans and borrowings

	Group		Company	
	2020	2019	2020	2019
	£	£	£	£
Non-current loans and borrowings				
Bank borrowings	1,065,327	1,112,111	-	-
Finance lease liabilities	978,663	1,044,247	300,890	42,581
	<u>2,043,990</u>	<u>2,156,358</u>	<u>300,890</u>	<u>42,581</u>
	Group		Company	
	2020	2019	2020	2019
	£	£	£	£
Current loans and borrowings				
Bank borrowings	45,279	42,221	-	-
Bank overdrafts	1,663,249	419,307	-	-
Finance lease liabilities	552,589	516,659	91,858	12,259
	<u>2,261,117</u>	<u>978,187</u>	<u>91,858</u>	<u>12,259</u>

Group secured creditors

Bank borrowings

Bank overdrafts are denominated in sterling. The carrying amount at the year end is £1,663,249 (2019 - £419,307).

Bank overdrafts are made up of debts subject to invoice discounting agreements and are secured by a floating charge over these debts.

Bank borrowings are denominated in sterling. The carrying amount at the year end is £1,110,608 (2019 - £1,154,332).

Bank borrowings are secured by a fixed charge over freehold land and buildings.

Sea-Cargo Aberdeen Limited

Notes to the Financial Statements for the Year Ended 31 December 2020

Other borrowings

Finance lease liabilities with a carrying amount of £1,531,252 (2019 - £1,560,906) are denominated in sterling.

Amounts owing under finance lease liabilities are secured on the assets to which they relate.

The aggregate amount of Group secured liabilities is £4,305,107 (2019: £3,134,545).

Included in the loans and borrowings are the following amounts due after more than five years:

	2020	2019
	£	£
After more than five years by instalments	752,378	809,738

Borrowings due after five years

Bank loans are repayable by quarterly instalments over a 20 year term from the date of drawdown and have interest rates of LIBOR + 3.50%.

Company secured creditors

Other borrowings

Finance lease liabilities with a carrying amount of £392,748 (2019 - £54,840) are denominated in sterling.

Amounts owing under finance lease liabilities are secured on the assets to which they relate.

24 Obligations under leases and hire purchase contracts

Group

Finance leases

The total of future minimum lease payments is as follows:

	2020	2019
	£	£
Not later than one year	552,589	515,106
Later than one year and not later than five years	978,663	1,043,337
	<u>1,531,252</u>	<u>1,558,443</u>

Operating leases

The total of future minimum lease payments is as follows:

	2020	2019
	£	£
Not later than one year	354,448	366,823
Later than one year and not later than five years	595,873	888,374
Later than five years	291,695	309,892
	<u>1,242,016</u>	<u>1,565,089</u>

The amount of non-cancellable operating lease payments recognised as an expense during the year was £528,866 (2019 - £502,277).

Operating leases - lessor

The total of future minimum lease payments is as follows:

	2020	2019
	£	£
Not later than one year	95,804	95,804
Later than one year and not later than five years	231,526	327,330
	<u>327,330</u>	<u>423,134</u>

Sea-Cargo Aberdeen Limited

Notes to the Financial Statements for the Year Ended 31 December 2020

Company

Finance leases

The total of future minimum lease payments is as follows:

	2020 £	2019 £
Not later than one year	91,858	12,259
Later than one year and not later than five years	300,890	42,581
	<u>392,748</u>	<u>54,840</u>

Operating leases

The total of future minimum lease payments is as follows:

	2020 £	2019 £
Not later than one year	243,754	243,754
Later than one year and not later than five years	483,343	683,347
	<u>727,097</u>	<u>927,101</u>

The amount of non-cancellable operating lease payments recognised as an expense during the year was £398,680 (2019 - £375,000).

Operating leases - lessor

The total of future minimum lease payments is as follows:

	2020 £	2019 £
Not later than one year	95,804	95,804
Later than one year and not later than five years	231,526	327,330
	<u>327,330</u>	<u>423,134</u>

25 Commitments

Group

Capital commitments

The total amount contracted for but not provided in the financial statements was £Nil (2019 - £111,368).

26 Related party transactions

The group has taken advantage of the exemption in section 33 of FRS 102 'Related Party Disclosures' from disclosing transactions with other members of the largest group for which consolidated accounts are prepared provided any company party to the transaction is wholly owned by the group.

Transactions between companies within the group headed by Sea-Cargo Aberdeen Limited have been eliminated on consolidation in these accounts.

Sea-Cargo Aberdeen Limited

Notes to the Financial Statements for the Year Ended 31 December 2020

Group

Key management compensation

	2020	2019
	£	£
Salaries and other short term employee benefits	313,021	313,972
Post-employment benefits	27,380	24,449
	<u>340,401</u>	<u>338,421</u>

Expenditure with and payables to related parties

2020	Parent
	£
Amounts payable to related party	<u>8,177</u>

2019	Parent
	£
Amounts payable to related party	<u>10,406</u>

Loans to related parties

2020	Parent
	£
Advanced	<u>1,300,000</u>
At end of period	<u>1,300,000</u>

Terms of loans to related parties

Loans to parent companies are unsecured and interest has been charged at a fixed rate of 6% per annum.

Company

Key management compensation

	2020	2019
	£	£
Salaries and other short term employee benefits	115,452	119,519
Post-employment benefits	20,320	17,520
	<u>135,772</u>	<u>137,039</u>

27 Parent and ultimate parent undertaking

The company is a wholly owned subsidiary of Sea-Cargo AS, a company incorporated in Norway.

The ultimate parent company is Euro Trans AS, a company incorporated in Norway. Copies of the Euro Trans AS consolidated financial statements can be obtained from P.O.B 15 Nesttun 5852 Bergen, the companies registered office.