The New Muscovy Company Limited
Annual Report and Unaudited Financial Statements
for the Year Ended 31 December 2017

MG Group (Professional Services) Ltd
Chartered Accountants
166 College Road
Harrow
Middlesex
HA1 1BH
The New Muscovy Company Limited

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The New Muscovy Company Limited

Company Information

Directors
D Chebotarev
Mr Anton Yurievich Zakharov
Mr Dmitry Chalov
Mr Konstantin Tutsevich

Registered office
3rd Floor
166 College Road
Harrow
Middlesex
HA1 1BH

Accountants
MG Group (Professional Services) Ltd
Chartered Accountants
166 College Road
Harrow
Middlesex
HA1 1BH
Chartered Accountants’ Report to the Board of Directors on the Preparation of the 
Unaudited Statutory Accounts of 
The New Muscovy Company Limited 
for the Year Ended 31 December 2017

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of The New Muscovy Company Limited for the year ended 31 December 2017 as set out on pages 3 to 9 from the company’s accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at http://www.icaew.com/en/members/regulations-standards-and-guidance/.

This report is made solely to the Board of Directors of The New Muscovy Company Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the accounts of The New Muscovy Company Limited and state those matters that we have agreed to state to the Board of Directors of The New Muscovy Company Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than The New Muscovy Company Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that The New Muscovy Company Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and loss of The New Muscovy Company Limited. You consider that The New Muscovy Company Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the accounts of The New Muscovy Company Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.

MG Group (Professional Services) Ltd
Chartered Accountants
166 College Road
Harrow
Middlesex
HA1 1BH

6 February 2019
The New Muscovy Company Limited

(Registration number: 03640539)

Balance Sheet as at 31 December 2017

<table>
<thead>
<tr>
<th>Note</th>
<th>2017</th>
<th>2016</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>£</td>
<td>£</td>
</tr>
</tbody>
</table>

**Fixed assets**

Tangible assets 5 72 236

**Current assets**

Stocks 6 6,000 -
Debtors 7 - 2,027

**Creditors: Amounts falling due within one year** 8 (874,797) (811,473)

**Net current liabilities**

(868,797) (809,446)

**Net liabilities**

(868,725) (809,210)

**Capital and reserves**

Called up share capital 23,894 23,894
Share premium reserve 1,826,148 1,826,148
Profit and loss account (2,718,767) (2,659,252)

Total equity

(868,725) (809,210)

For the financial year ending 31 December 2017 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

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.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the Board on 6 February 2019 and signed on its behalf by:

........................................

D Chebotarev

Director
The notes on pages 4 to 9 form an integral part of these financial statements.
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The New Muscovy Company Limited

Notes to the Financial Statements for the Year Ended 31 December 2017

1 General information

The company is a private company limited by share capital, incorporated in England.

The address of its registered office is:
3rd Floor
166 College Road
Harrow
Middlesex
HA1 1BH
England

These financial statements were authorised for issue by the Board on 6 February 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 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 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.

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.

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:
The New Muscovy Company Limited

Notes to the Financial Statements for the Year Ended 31 December 2017

Asset class                  Depreciation method and rate
Plant and machinery          25% and 10% straight line basis

Intangible assets

Separately acquired trademarks and licences are shown at historical cost. Trademarks, licences (including software) and customer-related intangible assets acquired in a business combination are recognised at fair value at the acquisition date. Trademarks, licences and customer-related intangible assets have a finite useful life and are carried at cost less accumulated amortisation and any accumulated impairment losses.

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:

<table>
<thead>
<tr>
<th>Asset class</th>
<th>Amortisation method and rate</th>
</tr>
</thead>
<tbody>
<tr>
<td>Trademarks</td>
<td>10 years</td>
</tr>
</tbody>
</table>

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.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business. Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Stocks

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, stocks are assessed for impairment. If stocks 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.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities. Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.
The New Muscovy Company Limited

Notes to the Financial Statements for the Year Ended 31 December 2017

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.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 2 (2016 - 2).
## The New Muscovy Company Limited

### Notes to the Financial Statements for the Year Ended 31 December 2017

### 4 Intangible assets

<table>
<thead>
<tr>
<th></th>
<th>Trademarks, patents and licenses £</th>
<th>Internally generated software development costs £</th>
<th>Total £</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Cost or valuation</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>At 1 January 2017</td>
<td>22,290</td>
<td>100,970</td>
<td>123,260</td>
</tr>
<tr>
<td>At 31 December 2017</td>
<td>22,290</td>
<td>100,970</td>
<td>123,260</td>
</tr>
</tbody>
</table>

|                      |                                   |                                                   |         |
| **Amortisation**     |                                   |                                                   |         |
| At 1 January 2017    | 22,290                            | 100,970                                           | 123,260 |
| At 31 December 2017  | 22,290                            | 100,970                                           | 123,260 |

|                      |                                   |                                                   |         |
| **Carrying amount**  |                                   |                                                   |         |
| At 31 December 2017  | -                                 | -                                                 | -       |

### 5 Tangible assets

<table>
<thead>
<tr>
<th></th>
<th>Fixtures and fittings £</th>
<th>Other tangible assets £</th>
<th>Total £</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Cost or valuation</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>At 1 January 2017</td>
<td>10,731</td>
<td>16,300</td>
<td>27,031</td>
</tr>
<tr>
<td>At 31 December 2017</td>
<td>10,731</td>
<td>16,300</td>
<td>27,031</td>
</tr>
</tbody>
</table>

|                      |                        |                         |         |
| **Depreciation**     |                        |                         |         |
| At 1 January 2017    | 10,495                 | 16,300                  | 26,795  |
| Charge for the year  | 164                    | -                       | 164     |
| At 31 December 2017  | 10,659                 | 16,300                  | 26,959  |

|                      |                        |                         |         |
| **Carrying amount**  |                        |                         |         |
| At 31 December 2017  | 72                     | -                       | 72      |
| At 31 December 2016  | 236                    | 236                     |         |

### 6 Stocks
<table>
<thead>
<tr>
<th></th>
<th>2017</th>
<th>2016</th>
</tr>
</thead>
<tbody>
<tr>
<td>Other inventories</td>
<td>£6,000</td>
<td>£-</td>
</tr>
</tbody>
</table>

Page 7
7 Debtors

<table>
<thead>
<tr>
<th></th>
<th>2017</th>
<th>2016</th>
</tr>
</thead>
<tbody>
<tr>
<td>Other debtors</td>
<td></td>
<td>2,027</td>
</tr>
<tr>
<td></td>
<td>-</td>
<td></td>
</tr>
</tbody>
</table>

8 Creditors

Creditors: amounts falling due within one year

<table>
<thead>
<tr>
<th></th>
<th>2017</th>
<th>2016</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>£</td>
<td>£</td>
</tr>
<tr>
<td>Due within one year</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Taxation and social security</td>
<td>32,148</td>
<td>20,072</td>
</tr>
<tr>
<td>Accruals and deferred income</td>
<td>6,020</td>
<td>3,500</td>
</tr>
<tr>
<td>Other creditors</td>
<td>836,629</td>
<td>787,901</td>
</tr>
<tr>
<td></td>
<td>874,797</td>
<td>811,473</td>
</tr>
</tbody>
</table>

9 Share capital

Allotted, called up and fully paid shares

<table>
<thead>
<tr>
<th></th>
<th>2017</th>
<th>2016</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>No.</td>
<td>£</td>
</tr>
<tr>
<td>Ordinary shares of £0.01 each</td>
<td>2,379,359</td>
<td>23,793.59</td>
</tr>
</tbody>
</table>
10 Related party transactions

During the year, the company made the following related party transactions:

Directors
During the year, the directors provided further loans of £48,729. Interest was charged at an annual rate of 12.00%. At the balance sheet date, the amount due to the directors was £273,955 (2016 - £207,226).

Shareholder
At the balance sheet date the amount due to the shareholders was £642,341 (2016 - £538,149).

Common directorship and shareholding
At the balance sheet date the amount due to company under common directorship and shareholding was £6,022 (2016 - £6,022).

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.