

NOCTURNE TRADING LIMITED
FINANCIAL STATEMENTS
31 December 2018

NOCTURNE TRADING LIMITED

REPORT AND FINANCIAL STATEMENTS

31 December 2018

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NOCTURNE TRADING LIMITED

BOARD OF DIRECTORS AND OTHER OFFICERS

Board of Directors:

Valerijs Naglis

Registered office:

P.O. Box 3175, Road Town,
Tortola, BVI

NOCTURNE TRADING LIMITED

REPORT OF THE BOARD OF DIRECTORS

The Board of Directors presents its report and financial statements of the Company for the year ended 31 December 2018.

Principal activity

The principal activity of the Company, which is unchanged from last year, is trading of industrial equipment mainly for electronic, electrical, building & construction industry and power engineering. Also the company grants loan facilities to small industrial enterprises for realization of their business projects and renders marketing and consulting services.

Results and Dividends

The Company's results for the year are set out on page 3. The Board of Directors does not recommend the payment of a dividend and the net profit for the year is retained.

Share capital

There were no changes in the share capital of the Company during the year under review.

Board of Directors

The member of the Company's Board of Directors as at 31 December 2018 and at the date of this report is presented on page 1. The sole director was a member of the Board of Directors throughout the year ended 31 December 2018.

In accordance with the Company's Articles of Association the sole director presently member of the Board continues in office.

There were no significant changes in the remuneration of the Board of Directors.

By order of the Board of Directors,



Valerijs Naglis
Director

London, UK, 16 April 2019

NOCTURNE TRADING LIMITED

STATEMENT OF COMPREHENSIVE INCOME

Year ended 31 December 2018

	2018	2017
	USD	USD
<u>Revenue</u>		
Interest receivable	172 852	292 143
Revenue from sales	519 370	863 542
Services rendered	262 020	434 250
Exchange gain	96 302	148 632
Total revenue	1 050 544	1 738 567
<u>Expenditure</u>		
Cost of sales	(446 971)	(803 904)
Bank charges	(1 382)	(3 269)
Services received	(163 780)	(107 034)
Administrative expense and legal cost	(67 350)	(91 470)
Consulting services	(101 400)	(58 920)
Transportation charges	(49 602)	(81 624)
Marketing services	(45 517)	(245 000)
Interest payable	(105 493)	(165 482)
Donations	(9 500)	(15 630)
Exchange loss	(21 306)	(106 553)
Total expenditure	(1 012 301)	(1 683 691)
Profit & Loss for the period	38 243	54 876
Accumulated profit & loss	273 511	235 268

NOCTURNE TRADING LIMITED

STATEMENT OF FINANCIAL POSITION

31 December 2018

ASSETS	2018 USD	2017 USD
<u>Non-current assets</u>		
Non-current loans receivable	2 469 311	3 931 250
Total non-current assets	2 469 311	3 931 250
<u>Current Assets</u>		
Trade and other receivables	2 294 589	5 185 622
Other receivables	84 230	163 965
Inventory	249 300	352 710
Cash and cash equivalents	6 431	10 833
Total current assets	2 634 550	5 713 130
Total assets	5 103 861	9 644 380

EQUITY AND LIABILITIES

Equity

Share capital	50 000	50 000
Retained earnings	273 511	235 268
Total Equity	323 511	285 268

Non-current liabilities

Long-term borrowings	2 069 870	3 534 960
Trade and other payables	170 650	368 425
Total non-current liabilities	2 240 520	3 903 385

Current liabilities

Trade and other payables	2 539 830	5 455 727
Total current liabilities	2 539 830	5 455 727
Total Equity and Liabilities	5 103 861	9 644 380

Mr. Valerijs Naglis, Director



NOCTURNE TRADING LIMITED

STATEMENT OF CHANGES IN EQUITY

Year ended 31 December 2018

	Share capital \$	Retained earnings \$	Total \$
Balance at 1 January 2017	50,000	180,392	230,392
Net profit for the year	—	54,876	54,876
Balance at 31 December 2017/ 1 January 2018	50,000	235,268	285,268
Net profit for the year		38,243	38,243
Balance at 31 December 2018	50,000	273,511	323,511

NOCTURNE TRADING LIMITED

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2018

1. Incorporation and principal activities

Country of incorporation

The Company Nocturne Trading Ltd (the "Company") was incorporated in the British Virgin Islands on 05 April 2005 as a private limited liability Company. Its registered office is at P.O. Box 3175, Road Town, Tortola, BVI.

Principal activity

The principal activity of the Company, which is unchanged from last year, is trading of industrial equipment mainly for electronic, electrical, building & construction industry and power engineering. Also the company grants loan facilities to small industrial enterprises for realization of their business projects and renders marketing and consulting services.

2. Accounting policies

The principal accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented in these financial statements unless otherwise stated.

Basis of preparation

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRSs) as adopted by the European Union (EU). The financial statements have been prepared under the historical cost convention.

The preparation of financial statements in conformity with IFRSs requires the use of certain critical accounting estimates and requires Management to exercise its judgement in the process of applying the Company's accounting policies. It also requires the use of assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Although these estimates are based on Management's best knowledge of current events and actions, actual results may ultimately differ from those estimates.

Revenue recognition

Revenue comprises the invoiced amount for the sale of goods and services net of Value Added Tax, rebates and discounts. Revenues earned by the Company are recognised on the following bases:

- **Rendering of services**

Sales of services are recognised in the accounting period in which the services are rendered by reference to completion of the specific transaction assessed on the basis of the actual service provided as a proportion of the total services to be provided.

- **Commission income**

Commission income is recognised when the right to receive payment is established.

Finance income

Finance income includes interest income which is recognised based on an accrual basis.

NOCTURNE TRADING LIMITED

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2018

2. Accounting policies (continued)

Finance costs

Interest expense and other costs on borrowings to finance construction or production of qualifying assets are capitalised, during the period of time that is required to complete and prepare the asset for its intended use. All other borrowing costs are expensed.

Foreign currency translation

- (1) **Functional and presentation currency**
Items included in the Company's financial statements are measured using the currency of the primary economic environment in which the entity operates ('the functional currency'). The financial statements are presented in US Dollars (\$), which is the Company's functional and presentation currency.
- (2) **Transactions and balances**
Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in profit or loss.

Share capital

Ordinary shares are classified as equity.