

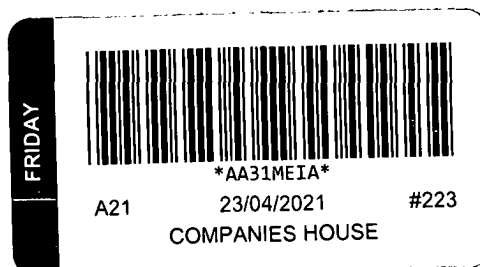
**NKT Photonics LTD (previously
Fianium Limited)**

Annual Report and Financial Statements

Year Ended

31 December 2019

Company Number 04645475



NKT Photonics LTD (previously Fianium Limited)

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Company Information

Directors	B Garabet D B Riddell
Registered number	04645475
Registered office	Unit 20 Compass Point Ensign Way Hamble Southampton Hampshire SO31 4RA
Independent auditors	BDO LLP Arcadia House Maritime Walk Ocean Village Southampton SO14 3TL

NKT Photonics LTD (previously Fianium Limited)

Directors' Report For the Year Ended 31 December 2019

The directors present their report and the financial statements for the year ended 31 December 2019.

Directors

The directors who served during the year were:

B Garabet
D B Riddell

Directors' responsibilities statement

The directors are responsible for preparing the Directors' 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 applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. 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 for the company's financial statements and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- 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 to 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.

Disclosure of information to auditors

Each of the persons who are directors at the time when this Directors' Report is approved has confirmed that:

- so far as the director is aware, there is no relevant audit information of which the company's auditors are unaware, and
- the director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the company's auditors are aware of that information.

Post balance sheet events

In March 2020 the company saw the emergence of Covid-19. This is a non-adjusting post balance sheet event and has had no impact on the reported assets and liabilities at year end.

NKT Photonics LTD (previously Fianium Limited)

**Directors' Report (continued)
For the Year Ended 31 December 2019**

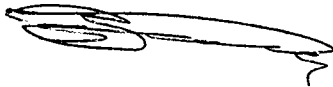
Auditors

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

Small companies note

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

This report was approved by the board and signed on its behalf.



**B Garabet
Director**

Date: 20 April 2021

NKT Photonics LTD (previously Fianium Limited)

Independent Auditors' Report to the member of NKT Photonics LTD (previously Fianium Limited)

Qualified opinion

We have audited the financial statements of NKT Photonics Ltd (previously Fianium Limited) ("the company") for the year ended 31 December 2019 which comprise the Statement of Income and Retained Earnings, the Balance Sheet and the 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, except for the possible effects of the matter described in the basis for qualified opinion section of our report, the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2019 and of its loss 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 qualified opinion

We were unable to satisfy ourselves over the existence and valuation of the stock quantities held at 31 December 2019 due to the company not counting all stock in existence at that year end. Owing to the nature of the company's records in this regard we were unable to satisfy ourselves by alternate means concerning the stock quantities held at 31 December 2019 by using other audit procedures. As at the date of our audit report, management were still in the process of rectifying and correcting the errors identified. As a result of this matter we were unable to determine the total adjustments necessary in respect of the unrecorded stock, and the elements making up the Statement of income and retained earnings.

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 company 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 qualified opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- 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.

NKT Photonics LTD (previously Fianium Limited)

Independent Auditors' Report to the member of NKT Photonics LTD (previously Fianium Limited) (continued)

Other information

The directors are responsible for the other information. The other information comprises the information included in the Annual Report and Financial Statements, 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.

As described in the basis for qualified opinion section of our report, we were unable to satisfy ourselves concerning the stock quantities held at 31 December 2019. We have concluded that where the other information refers to the stock balance or related balances such as loss before tax, it may be materially misstated for the same reason.

Opinions on other matters prescribed by the Companies Act 2006

Except for the possible effects of the matter described in the basis for qualified opinion section of our report, in our opinion, based on the work undertaken in the course of the audit:

- the information given in the Directors' report for the financial period for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

Except for the matter described in the basis for qualified opinion section of our report, in the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors' report.

Arising solely from the limitation on the scope of our work relating to stock, referred to above:

- we have not obtained all the information and explanations that we considered necessary for the purpose of our audit; and
- in our opinion, adequate accounting records have not been kept.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made;
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Directors' Report and from the requirement to prepare a Strategic Report.

NKT Photonics LTD (previously Fianium Limited)

Independent Auditors' Report to the member of NKT Photonics LTD (previously Fianium Limited) (continued)

Responsibilities of directors

As explained more fully in the Directors' Responsibilities Statement, 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 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.

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.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: <https://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 member 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 member 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 member, for our audit work, for this report, or for the opinions we have formed.



Stephen Le Bas (Senior Statutory Auditor)
For and on behalf of BDO LLP, Statutory Auditor
Southampton
United Kingdom

Date: 20/4/2021

BDO LLP is a limited liability partnership registered in England and Wales (with registered number OC305127).

NKT Photonics LTD (previously Fianium Limited)

Statement of Income and Retained Earnings For the Year Ended 31 December 2019

	Note	2019 £	2018 £
Turnover		1,532,628	2,717,659
Cost of sales		(3,568,702)	(3,538,387)
Gross loss		<u>(2,036,074)</u>	<u>(820,728)</u>
Administrative expenses		(3,099,452)	(1,530,012)
Other operating income	2	3,864,414	2,709,321
Operating (loss)/profit	3	<u>(1,271,112)</u>	<u>358,581</u>
Interest receivable and similar income		3,158	7,898
Interest payable and expenses		(17,217)	-
(Loss)/profit before tax		<u>(1,285,171)</u>	<u>366,479</u>
Tax on (loss)/profit	5	103,850	(73,177)
(Loss)/profit after tax		<u><u>(1,181,321)</u></u>	<u><u>293,302</u></u>
Retained earnings at the beginning of the year		10,228,630	9,935,328
		<u>10,228,630</u>	<u>9,935,328</u>
(Loss)/profit for the year		(1,181,321)	293,302
Retained earnings at the end of the year		<u><u>9,047,309</u></u>	<u><u>10,228,630</u></u>

The notes on pages 8 to 18 form part of these financial statements.

NKT Photonics LTD (previously Fianium Limited)

Registered number:04645475

Balance Sheet As at 31 December 2019

	Note	2019 £	2019 £	2018 £	2018 £
Fixed assets					
Intangible assets	6		2,096,625		1,021,206
Tangible assets	7		1,445,471		1,060,969
			3,542,096		2,082,175
Current assets					
Stocks	8	1,143,150		1,192,367	
Debtors	9	9,554,004		8,482,512	
Cash at bank and in hand		650		892,058	
			10,697,804	10,566,937	
Creditors: amounts falling due within one year	10	(5,181,555)		(2,196,956)	
Net current assets			5,516,249		8,369,981
Total assets less current liabilities			9,058,345		10,452,156
Provisions for liabilities					
Deferred tax	11	-		(55,271)	
Other provisions	12	-		(157,219)	
			-	(212,490)	
Net assets			9,058,345	10,239,666	
Capital and reserves					
Called up share capital	13		955		955
Share premium account	14		10,081		10,081
Profit and loss account	14		9,047,309		10,228,630
			9,058,345	10,239,666	

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 provisions of FRS 102 Section 1A - small entities.

The financial statements were approved and authorised for issue by the the board and were signed on its behalf by:


B Garabet
Director

Date: 20 April 2021

The notes on pages 8 to 18 form part of these financial statements.

NKT Photonics LTD (previously Fianium Limited)

Notes to the Financial Statements For the Year Ended 31 December 2019

1. Accounting policies

1.1 Basis of preparation of financial statements

NKT Photonics LTD (previously Fianium Limited) is a company incorporated in England and Wales under the Companies Act. The address of the registered office is given on the contents page.

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

1.2 Going concern

The directors have considered the company's financial position taking into account reasonably possible changes in trading performance, including the possible impacts of COVID-19 on the company. The company is dependent on the ongoing financial support of its parent company, NKT Holdings A/S. The directors have therefore asked for and received confirmation from NKT Holdings A/S that the company will continue to provide sufficient funding for the foreseeable future, and for at least the period of twelve months following the date of approval of the financial statements to enable the company to meet its obligations to third parties as they fall due.

After considering all of the above factors, the directors have a reasonable expectation that the company has sufficient access to adequate resources to continue in operational existence for the foreseeable future, and for at least the period of twelve months following the date of approval of the financial statements. The directors therefore consider it appropriate to adopt the going concern principle in preparing the financial statements.

1.3 Financial reporting standard 102 - reduced disclosure exemptions

The company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by the FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland":

- the requirements of Section 7 Statement of Cash Flows;
- the requirements of Section 3 Financial Statement Presentation paragraph 3.17(d);
- the requirements of Section 11 Financial Instruments paragraphs 11.42, 11.44 to 11.45, 11.47, 11.48(a)(iii), 11.48(a)(iv), 11.48(b) and 11.48(c);
- the requirements of Section 12 Other Financial Instruments paragraphs 12.26 to 12.27, 12.29(a), 12.29(b) and 12.29A;
- the requirements of Section 33 Related Party Disclosures paragraph 33.7.

This information is included in the consolidated financial statements of NKT Holdings A/S as at 31 December 2019 and these financial statements may be obtained from the registered address of the company.

1.4 Turnover

Turnover represents sales to external customers at invoiced amounts less value added tax or local taxes on sales.

Revenue is recognised when risk and rewards of ownership are considered to be transferred, this is deemed to be at the point of despatch.

NKT Photonics LTD (previously Fianium Limited)

Notes to the Financial Statements For the Year Ended 31 December 2019

1. Accounting policies (continued)

1.5 Tangible fixed assets

Depreciation is provided to write off the cost, less estimated residual values, of all tangible fixed assets evenly over their expected useful lives. It is calculated at the following rates:

Leasehold property	-	Straight line over the length of the lease
Plant and machinery	-	25% straight line
Fixtures, fittings and equipment	-	33% straight line

1.6 Impairment of fixed assets and goodwill

Assets that are subject to depreciation or amortisation are assessed at each balance sheet date to determine whether there is any indication that the assets are impaired. Where there is any indication that an asset may be impaired, the carrying value of the asset (or cash-generating unit to which the asset has been allocated) is tested for impairment. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's (or CGU's) fair value less costs to sell and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows (CGUs). Non-financial assets that have been previously impaired are reviewed at each balance sheet date to assess whether there is any indication that the impairment losses recognised in prior periods may no longer exist or may have decreased.

1.7 Stocks

Stock and work in progress are valued at the lower of cost and net realisable value. Cost includes the cost of purchase on a first in, first out basis, and subsequent costs to bring each product to its location and condition to be ready for sale. Net realisable value is based on estimated selling price less additional costs to completion and disposal.

1.8 Foreign currency

Foreign currency transactions are translated into sterling at the rates ruling when they occurred. Foreign currency monetary assets and liabilities are translated at the rates ruling at the balance sheet date. Any differences are taken to the Statement of Income and Retained Earnings.

1.9 Long term contracts

Amounts recoverable on long term contracts, which are included in debtors are stated at the net sales value of the work done after provisions for contingencies and anticipated future losses on contracts, less amounts received as progress payments on account. Excess progress payments are included in creditors within deferred income.

1.10 Grant income

Grants of a revenue nature are credited to the Statement of Income and Retained Earnings in the period to which they relate.

1.11 Warranty provision

Warranty commitments are recognised in step with sale of goods and services based on the level of warranty expenses incurred in previous years and the warranty period outstanding.

NKT Photonics LTD (previously Fianium Limited)

Notes to the Financial Statements For the Year Ended 31 December 2019

1. Accounting policies (continued)

1.12 Pensions

Defined contribution pension plan

The company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the company pays fixed contributions into a separate entity. Once the contributions have been paid the company has no further payment obligations.

The contributions are recognised as an expense in the Statement of Income and Retained Earnings when they fall due. Amounts not paid are shown in accruals as a liability in the Balance Sheet. The assets of the plan are held separately from the company in independently administered funds.

1.13 Financial instruments

The company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties and loans to related parties.

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.

1.14 Research and development

Expenditure on pure and applied research is charged to the Statement of Income and Retained Earnings in the year in which it is incurred.

Development costs are also charged to the Statement of Income and Retained Earnings in the year of expenditure, unless individual projects satisfy all of the following criteria:

- the project is clearly defined and related expenditure is separately identifiable;
- the project is technically feasible and commercially viable;
- current and future costs are expected to be exceeded by future sales; and
- adequate resources exist for the project to be completed.

In such circumstances the costs are carried forward and amortised over a period not exceeding five years commencing in the year the company starts to benefit from the expenditure.

1.15 Operating leases

Rentals paid under operating leases are charged to the Statement of Income and Retained Earnings on a straight line basis over the lease term.

1.16 Borrowing costs

All borrowing costs are recognised in the Statement of Income and Retained Earnings in the year in which they are incurred.

NKT Photonics LTD (previously Fianium Limited)

Notes to the Financial Statements For the Year Ended 31 December 2019

1. Accounting policies (continued)

1.17 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 charge 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. Other operating income

	2019 £	2018 £
Grant income	631	128,269
Research and development expenditure credit	(108,038)	175,200
Parent company management charge	3,971,821	2,405,852
	3,864,414	2,709,321

3. Operating (loss)/profit

The operating (loss)/profit is stated after charging:

	2019 £	2018 £
Amortisation of intangible assets	20,769	-
Depreciation of tangible fixed assets	437,699	239,296
Impairment of intangible assets	100,447	-
Fees payable to the company's auditor for the audit of the company's annual financial statements	22,490	15,100
Defined contribution pension cost	98,051	81,867
	98,051	81,867

NKT Photonics LTD (previously Fianium Limited)

Notes to the Financial Statements For the Year Ended 31 December 2019

4. Employees

The average monthly number of employees, including directors, during the year was 50 (2018 - 46).

5. Taxation

	2019 £	2018 £
Corporation tax		
Current tax on profits for the year	-	57,748
Adjustments in respect of previous periods	(48,579)	(4,630)
Total current tax	<u>(48,579)</u>	<u>53,118</u>
Deferred tax		
Origination and reversal of timing differences	(81,334)	20,059
Adjustments in respect of previous periods	26,063	-
Total deferred tax	<u>(55,271)</u>	<u>20,059</u>
Taxation on (loss)/profit on ordinary activities	<u>(103,850)</u>	<u>73,177</u>

NKT Photonics LTD (previously Fianium Limited)

Notes to the Financial Statements For the Year Ended 31 December 2019

6. Intangible assets

	Development costs £
Cost	
At 1 January 2019	1,021,206
Additions	1,825,302
Disposals	(628,667)
At 31 December 2019	<u>2,217,841</u>
Amortisation	
Provided for the year	20,769
Impairment charge	100,447
At 31 December 2019	<u>121,216</u>
Net book value	
At 31 December 2019	<u>2,096,625</u>
At 31 December 2018	<u>1,021,206</u>

NKT Photonics LTD (previously Fianium Limited)

Notes to the Financial Statements For the Year Ended 31 December 2019

7. Tangible fixed assets

	Leasehold land and buildings £	Plant and machinery £	Fixtures, fittings and equipment £	Total £
Cost				
At 1 January 2019	460,186	1,711,334	586,997	2,758,517
Additions	314,598	322,331	260,037	896,966
Disposals	(64,187)	(175,205)	(269,560)	(508,952)
At 31 December 2019	<u>710,597</u>	<u>1,858,460</u>	<u>577,474</u>	<u>3,146,531</u>
Depreciation				
At 1 January 2019	168,974	1,077,661	450,913	1,697,548
Provided for the year	54,254	284,615	98,830	437,699
Disposals	(49,679)	(136,252)	(248,256)	(434,187)
At 31 December 2019	<u>173,549</u>	<u>1,226,024</u>	<u>301,487</u>	<u>1,701,060</u>
Net book value				
At 31 December 2019	<u>537,048</u>	<u>632,436</u>	<u>275,987</u>	<u>1,445,471</u>
At 31 December 2018	<u>291,212</u>	<u>633,673</u>	<u>136,084</u>	<u>1,060,969</u>

8. Stocks

	2019 £	2018 £
Raw materials and consumables	1,027,770	858,458
Work in progress	70,481	298,108
Finished goods and goods for resale	44,899	35,801
	<u>1,143,150</u>	<u>1,192,367</u>

There is no material difference between the replacement cost of stocks and the amounts stated above.

NKT Photonics LTD (previously Fianium Limited)

Notes to the Financial Statements For the Year Ended 31 December 2019

9. Debtors

	2019 £	2018 £
Due within one year		
Trade debtors	106,455	112,572
Amounts owed by group undertakings	9,083,023	7,620,512
Other debtors	155,876	234,223
Prepayments and accrued income	110,492	217,950
R&D tax credit receivable	98,158	297,255
	9,554,004	8,482,512
	9,554,004	8,482,512

10. Creditors: Amounts falling due within one year

	2019 £	2018 £
Bank overdrafts	2,547,997	-
Trade creditors	477,133	816,660
Amounts owed to group undertakings	539,506	399,207
Other taxation and social security	74,711	71,628
Other creditors	36,956	15,299
Accruals and deferred income	1,505,252	894,162
	5,181,555	2,196,956
	5,181,555	2,196,956

11. Deferred taxation

	2019 £	2018 £
At beginning of year	(55,271)	(35,212)
Credited/(charged) to profit or loss	55,271	(20,059)
	-	(55,271)
	-	(55,271)

NKT Photonics LTD (previously Fianium Limited)

Notes to the Financial Statements For the Year Ended 31 December 2019

11. Deferred taxation (continued)

The deferred taxation balance is made up as follows:

	2019 £	2018 £
Accelerated capital allowances	(457,952)	(55,271)
Short term timing differences	96,065	-
Losses and other deductions	361,887	-
	-	(55,271)
	-	(55,271)

12. Provisions

	Warranty provision £
At 1 January 2019	157,219
Credited to the profit and loss	(157,219)
	-
At 31 December 2019	-

As a result of the change in trading operations the directors have concluded that no warranty provision is required at the year end.

13. Share capital

	2019 £	2018 £
Allotted, called up and fully paid		
6,800 (2018 - 6,800) Ordinary A shares of 5.00 each	340	340
12,300 (2018 - 12,300) Ordinary B shares of 5.00 each	615	615
	955	955
	955	955

The Ordinary A shareholders exercise all voting rights and powers of control. The Ordinary B shareholders have no voting rights and are only entitled to dividends at the discretion of the Ordinary A shareholders.

NKT Photonics LTD (previously Fianium Limited)

Notes to the Financial Statements For the Year Ended 31 December 2019

14. Reserves

Share premium account

Share premium represents the amount above the nominal value received for shares issued, less transaction costs.

Profit and loss account

The profit and loss account represents accumulated comprehensive income for the year and prior periods less any dividends paid.

15. Pension commitments

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension charge amounted to £98,051 (2018 - £81,867). There were outstanding contributions totalling £17,928 (2018 - £14,583) at the end of the financial year.

16. Commitments under operating leases

At 31 December 2019 the company had future minimum lease payments under non-cancellable operating leases as follows:

	2019 £	2018 £
Not later than 1 year	201,905	162,906
Later than 1 year and not later than 5 years	602,127	604,874
Later than 5 years	198,776	601,731
	<u>1,002,808</u>	<u>1,369,511</u>

17. Related party transactions

The company is a wholly owned subsidiary of NKT Holdings A/S and has taken advantage of the exemptions conferred by FRS 102 not to disclose transactions with NKT Holdings A/S or other wholly owned subsidiaries within the group.

18. Post balance sheet events

In March 2020 the company saw the emergence of Covid-19. This is a non-adjusting post balance sheet event and has had no impact on the reported assets and liabilities at year end.

NKT Photonics LTD (previously Fianium Limited)

Notes to the Financial Statements For the Year Ended 31 December 2019

19. Controlling party

The immediate controlling party and parent undertaking is NKT Photonics Holding Limited (previous Fianium Holdings Limited), a company incorporated in England and Wales.

The ultimate parent undertaking is NKT Holdings A/S, a company incorporated in Denmark.

The largest and smallest group in which the results of the company are consolidated is that headed by NKT Holdings A/S, incorporated in Denmark. The address of NKT Holdings A/S's registered office is Vibeholms Allé 25, DK-2605 Brøndby.