

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2020
FOR
D.B.M. CHEMICALS LIMITED

Sargeant Partnership LLP
Chartered Accountants
and Statutory Auditors
5 White Oak Square
London Road
Swanley
Kent
BR8 7AG

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FOR THE YEAR ENDED 31 MAY 2020**

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D.B.M. CHEMICALS LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 31 MAY 2020**

DIRECTORS:

M D Hornett
J R Hornett
K P Hornett

SECRETARY:

Mrs H M Hornett

REGISTERED OFFICE:

73 Ferry Lane South
Rainham
Essex
RM13 9YH

REGISTERED NUMBER:

01212067 (England and Wales)

AUDITORS:

Sargeant Partnership LLP
Chartered Accountants
and Statutory Auditors
5 White Oak Square
London Road
Swanley
Kent
BR8 7AG

D.B.M. CHEMICALS LIMITED (REGISTERED NUMBER: 01212067)**BALANCE SHEET
31 MAY 2020**

	Notes	2020 £	£	2019 £	£
FIXED ASSETS					
Tangible assets	4		87		120
CURRENT ASSETS					
Stocks	5	48,770		53,802	
Debtors	6	61,591		43,720	
Cash at bank and in hand		<u>90,218</u>		<u>72,511</u>	
		200,579		170,033	
CREDITORS					
Amounts falling due within one year	7	<u>76,154</u>		<u>58,286</u>	
NET CURRENT ASSETS			<u>124,425</u>		<u>111,747</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>124,512</u>		<u>111,867</u>
CAPITAL AND RESERVES					
Called up share capital	8		100		100
Retained earnings	9		<u>124,412</u>		<u>111,767</u>
SHAREHOLDERS' FUNDS			<u>124,512</u>		<u>111,867</u>

The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 25 February 2021 and were signed on its behalf by:

J R Hornett - Director

The notes form part of these financial statements

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2020**

1. STATUTORY INFORMATION

D.B.M. Chemicals Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The financial statements are prepared in sterling, which is the functional currency of the company.

Related party exemption

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

Critical accounting judgements and key sources of estimation uncertainty

In the application of the company's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

There are no estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities in these accounts.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Revenue is recognised once the product has been delivered to the customer.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery	- 25% per annum on reducing balance
Computer equipment	- 25% per annum on reducing balance

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2020**

2. ACCOUNTING POLICIES - continued

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

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.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Cash and cash equivalents

Cash and cash equivalents in the balance sheet comprise cash at banks and in hand and short-term deposits with an original maturity date of three months or less.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 3 (2019 - 3).

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2020**

4. TANGIBLE FIXED ASSETS

	Plant and machinery £	Computer equipment £	Totals £
COST			
At 1 June 2019 and 31 May 2020	<u>10,154</u>	<u>4,485</u>	<u>14,639</u>
DEPRECIATION			
At 1 June 2019	10,106	4,413	14,519
Charge for year	<u>13</u>	<u>20</u>	<u>33</u>
At 31 May 2020	<u>10,119</u>	<u>4,433</u>	<u>14,552</u>
NET BOOK VALUE			
At 31 May 2020	<u>35</u>	<u>52</u>	<u>87</u>
At 31 May 2019	<u>48</u>	<u>72</u>	<u>120</u>

5. STOCKS

	2020 £	2019 £
Stocks	<u>48,770</u>	<u>53,802</u>

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Trade debtors	30,250	14,870
Amounts owed by group undertakings	15,000	20,000
Other debtors	<u>16,341</u>	<u>8,850</u>
	<u>61,591</u>	<u>43,720</u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Trade creditors	35,549	1,514
Taxation and social security	3,006	2,419
Other creditors	<u>37,599</u>	<u>54,353</u>
	<u>76,154</u>	<u>58,286</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2020**

8. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2020 £	2019 £
100	Ordinary	£1.00	<u>100</u>	<u>100</u>

9. RESERVES

Retained
earnings
£

At 1 June 2019	111,767
Profit for the year	<u>12,645</u>
At 31 May 2020	<u>124,412</u>

10. DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006

The Report of the Auditors was unqualified.

Joanne Brown (Senior Statutory Auditor)
for and on behalf of Sargeant Partnership LLP

11. ULTIMATE CONTROLLING PARTY

The ultimate controlling party is Hornett Brothers and Co Limited by virtue of the shareholding.

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.