

Company Registration No. 01322325

SENSIENT HOLDINGS UK

**Annual Report and Financial Statements
Year ended 31 December 2018**



SENSIENT HOLDINGS UK
Company Registration No: 01322325
Annual Report and Financial Statements 2018

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OFFICERS AND PROFESSIONAL ADVISERS

DIRECTORS

B M Conners
L C Watson

REGISTERED OFFICE

Bilton Road
Bletchley
Milton Keynes
MK1 1HP

SOLICITORS

K&L Gates LLP
One New Change
London
EC4M 9AF

AUDITORS

Ernst & Young LLP
400 Capability Green
Luton
LU1 3LU
United Kingdom

STRATEGIC REPORT

The directors present their Strategic Report for the year ended 31 December 2018.

Principal activities and review of the business

Sensient Holdings UK acts as the holding company for the European operation of the flavours and colours activities of the Sensient Technologies Corporation group, of Milwaukee, Wisconsin, USA.

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

	2018 £'000	2017 £'000	Change
Interest payable net of interest receivable	(201)	(185)	(9)%
(Loss)/Profit after tax	(11)	3,981	(100)%
Current assets as % of current liabilities	386%	344%	42%

Interest payable net of interest receivable increased by 9% as a result of an increase in intergroup interest rates which came into effect mid 2017, resulting in an overall increase in 2018.

In 2018 Profit after tax decreased due to an overall loss in foreign currency. In 2017 the largest contributing factor to our profit was due to a Dividend Income of £3,500,000 which was processed directly to the Profit and Loss Account. This profit was further supported by an overall gain on foreign currency during 2017.

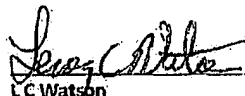
The group's "quick ratio" (current assets as a percentage of current liabilities) has had no material movement during the year.

Principal risks and uncertainties

The principal risk and uncertainty facing the company is liquidity risk.

In order to maintain liquidity to ensure that sufficient funds are available for ongoing operations and future developments, the company uses a mixture of long-term and short-term intercompany debt finance.

Approved by the Board of Directors
and signed on behalf of the Board



L.C. Watson

Director

Date: 17/12/2019

DIRECTORS REPORT

The directors present their annual report and the audited financial statements for the year ended 31 December 2018.

Results and dividends

The loss after tax for the year of £649,100 (2017 Profit: £3,980,517) is dealt with in the profit and loss account. The company declared and paid dividend for the year of £10,000,000 (2017: £Nil).

Directors

The directors who served during the year and to the date of this report were as follows:

L.C. Watson

B.M. Connors

Directors' qualifying third party provisions

The company has granted an indemnity to one or more of its directors against liability in respect of proceedings brought by third parties, subject to the conditions set out in the Companies Act 2006. Such qualifying third party indemnity provision remains in force as at the date of approving the directors' report.

Disclosure of information to auditor

So far as each person who was a director at the date of approving this report is aware, there is no relevant audit information, being information needed by the auditor in connection with preparing its report, of which the auditor is unaware. Having made enquiries of fellow directors and the company's auditor, each director has taken all the steps that he/she is obliged to take as a director in order to make himself/herself aware of any relevant audit information and to establish that the auditor is aware of that information.

Future developments

The company expects to continue to operate as a holding company with financing costs at similar market rates.

Going concern

The directors have received confirmation that Sensient Technologies Corporation (the company's ultimate parent undertaking) will provide continuing financial support for a period of not less than 12 months from the date of the statutory audit report of the company for the year ended 31 December 2018. On this basis, the directors have a reasonable expectation that the company has adequate resources to continue as a going concern for the foreseeable future. Accordingly, the Directors have prepared the financial statements on a going concern basis.

Reappointment of auditor

The auditor, Ernst & Young LLP, is deemed to be reappointed in accordance with section 485 of the Companies Act 2006 by virtue of an elective resolution passed by members.

Approved by the Board of Directors
and signed on behalf of the Board



L.C. Watson

Director Date: 17/12/2019

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible 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 the 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 those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and 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 proper 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.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SENSIENT HOLDINGS UK

Opinion

We have audited the financial statements of Sensient Holdings UK for the year ended 31 December 2018 which comprise the Statement of Comprehensive Income, the Balance Sheet, the Statement of Changes in Equity and the related notes 1 to 13, 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 FRS 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 company's affairs as at 31 December 2018 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 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 below. 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 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.

Other Information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The directors are responsible for the other information.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in this report, we do not express any form of assurance conclusion thereon.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SENSIENT HOLDINGS UK (continued)

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 the other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters 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 the 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.

Matters on which we are required to report by exception

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 strategic report or directors' report.

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:

- adequate accounting records have not been kept or 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; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of directors

As explained more fully in the directors' responsibilities statement 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 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.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SENSIENT HOLDINGS UK (continued)

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 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.

Ernst & Young LLP

Farzin Radfar (Senior Statutory Auditor)
for and on behalf of Ernst & Young LLP, Statutory Auditor

Luton

Date: 18 December 2019

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STATEMENT OF COMPREHENSIVE INCOME

Year ended 31 December 2018

	Note	2018 £	2017 £
Administrative Expenses/Income		(448,425)	670,914
OPERATING (LOSS)/PROFIT	2	(448,425)	670,914
Income from fixed asset investments	7	-	3,500,000
Loss on sale of fixed assets		-	(5,757)
Interest payable and similar charges	4	(282,611)	(223,985)
Interest receivable and similar income	5	81,936	39,345
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		(649,100)	3,980,517
Tax on (loss)/profit on ordinary activities	6	637,771	-
(LOSS)/PROFIT FOR THE FINANCIAL YEAR		(11,329)	3,980,517
OTHER COMPREHENSIVE INCOME			
Other comprehensive income for the year			
TOTAL COMPREHENSIVE INCOME		(11,329)	3,980,517

All results derive from continuing operations.


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BALANCE SHEET

As at 31 December 2018

	Note	2018 £	2017 £
FIXED ASSETS			
- Investments	7	25,817,631	25,817,631
CURRENT ASSETS			
- Debtors	8	18,043,387	18,163,465
CREDITORS: amounts falling due within one year	9	(4,678,606)	(5,285,372)
NET CURRENT ASSETS		<u>13,364,781</u>	<u>12,878,099</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		39,182,412	38,695,724
CREDITORS: amounts falling due after more than one year	10	(8,854,768)	(8,356,751)
NET ASSETS		<u>30,327,644</u>	<u>30,338,973</u>
CAPITAL AND RESERVES			
Called up share capital	11	10,000,000	10,000,000
Capital contribution	12	10,000,000	-
Share premium account	12	4,787,374	4,787,374
Profit and loss account	12	5,540,270	15,551,599
SHAREHOLDERS' FUNDS		<u>30,327,644</u>	<u>30,338,973</u>

These financial statements were approved by the Board of Directors on 17 / 12 2019 and signed on its behalf by:


L.C. Watson
Director

STATEMENT OF CHANGES IN EQUITY
Year ended 31 December 2018

	Called-up Share Capital (Note 11)	Capital Contribution	Share Premium Account	Profit and Loss Account	Total
	£	£	£	£	£
At 31 December 2016	10,000,000	-	4,787,374	11,571,082	26,358,456
Profit for the financial year	-	-	-	3,980,517	3,980,517
Total comprehensive income	-	-	-	3,980,517	3,980,517
At 31 December 2017	10,000,000	-	4,787,374	15,551,599	30,338,973
Capital Contribution	-	10,000,000	-	-	10,000,000
Loss for the financial year	-	-	-	(11,329)	(11,329)
Dividends paid	-	-	-	(10,000,000)	(10,000,000)
Total comprehensive income	-	10,000,000	-	(10,011,329)	(11,329)
At 31 December 2018	10,000,000	10,000,000	4,787,374	5,540,270	30,327,644

In November 2018 the company received a capital contribution from Sensient Holding I BV in the amount of £10,000,000 (US Dollars 12,976,748).

Profit and Loss account reserve represents accumulated retained earnings.

NOTES TO THE ACCOUNTS

Year ended 31 December 2018

1. ACCOUNTING POLICIES

The principal accounting policies are summarised below. They have all been applied consistently throughout the year and the preceding year.

General information and basis of accounting

Sensient Holdings UK is a private company limited by shares incorporated and domiciled in England. The address of the registered office is given on page 1. The nature of the Company's operations and its principal activities are set out in the strategic report.

The financial statements have been prepared under the historical cost convention, and in accordance with Financial Reporting Standard 102 (FRS 102) issued by the Financial Reporting Council.

The functional currency of Sensient Holdings UK is considered to be pounds sterling because that is the currency of the primary economic environment in which the Company operates. The financial statements are also presented in pounds sterling.

Sensient Holdings UK meets the definition of a qualifying entity under FRS 102 and has therefore taken advantage of the disclosure exemptions available to it. Sensient Holdings UK is consolidated in the financial statements of its ultimate parent, Sensient Technologies Corporation, which are publicly available.

Exemptions from disclosure have been taken in relation to:

- the preparation of a statement of cash flows;
- financial instruments;
- share-based payments;
- intra-group transactions; and
- remuneration of key management personnel.

Basis of preparation

The financial statements are prepared in accordance with applicable United Kingdom accounting standards. The particular accounting policies adopted are described below.

The financial statements are prepared under the historical cost convention.

Going Concern

The directors have received confirmation that Sensient Technologies Corporation (the company's ultimate parent undertaking) will provide continuing financial support for a period of not less than 12 months from the date of the statutory audit report of the company for the year ended 31 December 2018. On this basis, the directors have a reasonable expectation that the company has adequate resources to continue as a going concern for the foreseeable future. Accordingly, the Directors have prepared the financial statements on a going concern basis.

NOTES TO THE ACCOUNTS (CONTINUED)

Year ended 31 December 2018

1. ACCOUNTING POLICIES (continued)

Group accounts

The company is a subsidiary of Sensient Technologies Corporation, a company incorporated in the United States of America. The company has therefore taken advantage of section 400 of the Companies Act 2006 not to prepare group financial statements. The financial statements therefore present information about the company only.

Investments

Investments held as fixed assets are stated at cost less provision for any impairment in value.

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more, tax.

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Foreign exchange

Transactions denominated in foreign currencies are translated into sterling at the rates ruling at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are translated at the rate ruling at that date. These transactions are dealt with in the profit and loss account.

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 amounts 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 if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

NOTES TO THE ACCOUNTS (CONTINUED)

Year ended 31 December 2018

2. OPERATING (LOSS)/PROFIT

	2018	2017
	£	£
Operating (Loss)/Profit is stated after (charging)/crediting:		
Professional expenses	-	-
Foreign exchange (loss)/gain	(448,425)	670,914

The auditor's remuneration for the audit of the financial statements has been borne by a fellow group company in both the current and the preceding year.

3. INFORMATION REGARDING DIRECTORS AND EMPLOYEES

The company had no employees in either the current or the prior year and hence no staff costs.

The directors received no remuneration for their qualifying services to the company in the year and in the preceding financial year.

	2018	2017
	No.	No.
Number of directors accruing benefits under a money purchase scheme*	2	2

* Costs associated with these schemes are borne by other group undertakings.

A subsidiary undertaking, Sensient Colors UK Ltd, was charged a management fee of £262,518 (2017: £247,037) in respect of UK administration costs by Sensient Technologies Corporation, the company's ultimate parent company, which includes directors' remuneration for 2 (2017: 2) of the company's directors which it is not possible to identify separately.

NOTES TO THE ACCOUNTS (CONTINUED)

Year ended 31 December 2018

4. INTEREST PAYABLE AND SIMILAR CHARGES

	2018	2017
	£	£
Interest payable to other group undertakings	282,611	223,985

The loan from group undertakings has a fixed interest rate of 3.471%. The fixed rate shall be reset upon maturity if extended. Interest is payable on each anniversary date of the loan agreement and upon final payment of the principle balance, or as otherwise agreed between borrower and lender.

5. INTEREST RECEIVABLE AND SIMILAR INCOME

	2018	2017
	£	£
Interest receivable from other group undertakings	31,747	13,692
Bank interest receivable	50,189	25,653
	81,936	39,345

The loan from group undertakings has a fixed interest rate of 0.774%. The fixed rate shall be reset upon maturity if extended. Interest is payable on each anniversary date of the loan agreement and upon final payment of the principle balance, or as otherwise agreed between borrower and lender.

6. TAX ON (LOSS)/PROFIT ON ORDINARY ACTIVITIES

a) Tax on (loss)/profit on ordinary activities

The tax charge is made up as follows:

	2018	2017
	£	£
Adjustment in respect of previous periods	(637,771)	-
Tax on (loss)/profit on ordinary activities	(637,771)	-

NOTES TO THE ACCOUNTS (CONTINUED)

Year ended 31 December 2018

6. TAX ON (LOSS)/PROFIT ON ORDINARY ACTIVITIES (continued)

b) The charge for the year can be reconciled to the loss per the profit and loss account as follows:

	2018	2017
	£	£
(Loss)/Profit on ordinary activities before tax:	(649,100)	3,980,517
Tax at 19% (2017: 19.25%) thereon:	(123,329)	766,113
Effects of:		
Expenses not deductible for tax purposes:	-	1,108
Income not taxable:	-	(673,630)
Effects of Group relief/other reliefs	123,329	(93,591)
Adjustment from previous period	(637,771)	-
Total tax for the year	(637,771)	-

c) Deferred tax

A deferred tax asset of £1,700,000 (17% of £10,037,000) has not been recognised in Sensient Holdings UK Ltd on capital losses carried forward due to uncertainty on any future chargeable gains.

d) Factors that may affect the future tax charge

The reduction in the UK corporation tax rate to 19% (effective 1 April 2017) and to 18% (effective 1 April 2020) were substantively enacted on 26 October 2015 and a further reduction to 17% was substantively enacted on 6 September 2016. The current tax rate used in the year ended 31 December 2018 is therefore 19% and the rate used for closing deferred tax balances is 17.00%.

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7. INVESTMENTS HELD AS FIXED ASSETS

	Shares in subsidiaries
	£
Costs	
At 1 January 2018	48,377,440
At 31 December 2018	<u>48,377,440</u>
Provisions for impairment in investments	
At 1 January 2018	22,559,809
At 31 December 2018	<u>22,559,809</u>
Net book value	
At 31 December 2018	<u>25,817,631</u>
At 31 December 2017	<u>25,817,631</u>
(Expense)/Income from fixed asset investments	2018 2017
Dividend income in the year received, Sensient Colors UK Ltd	- 3,500,000

Interests in subsidiaries

The company owns directly (+) or indirectly 100% of the shares in the subsidiaries listed below:
All pointing sub-group companies are included below.

NOTES TO THE ACCOUNTS (CONTINUED)

Year ended 31 December 2018

7. INVESTMENTS HELD AS FIXED ASSETS (continued)

Interests in subsidiaries (continued)

Company	Main activities	Incorporated in
Sensient Flavors Limited Billion Road, Blatchley, Milton Keynes, Buckinghamshire, MK1 1HP	+ Manufacture and sale of flavouring ingredients for the food industry	Great Britain
Sensient Colors U.K. Limited Oldmedow Road, Hardwick Industrial Estate, Kings Lynn, Norfolk, PE30 4LA	+ Manufacture and sale of colours	Great Britain
Sensient Technologies Limited 7 Pilgrim Street, London, EC4V 6LB	+ Holds loan notes	Great Britain
Sensient Flavors Belgium N.V. Interleuvenlaan 37 B-3001 Haverlee	+ Manufacture and sale of flavouring ingredients for the food industry	Belgium
* Pointing Holdings Limited Oldmedow Road, Hardwick Industrial Estate, Kings Lynn, Norfolk, PE30 4LA	Holding company	Great Britain
* Pointing Limited Oldmedow Road, Hardwick Industrial Estate, Kings Lynn, Norfolk, PE30 4LA	No longer trading	Great Britain
* Pointing International Limited Oldmedow Road, Hardwick Industrial Estate, Kings Lynn, Norfolk, PE30 4LA	Intermediate holding company	Great Britain
* Pointing Colors Inc. 2515 N. Jefferson Ave. St. Louis, MO 63106-1939	Intermediate holding company	USA
* Sensient Technologies South Africa Pty Ltd 11 Mastiff Road, Linbro Business Park, Longlake, 1608	Manufacture and sale of colours	South Africa
* Sensient Food Colors L.P. 2515 N. Jefferson Ave. St. Louis, MO 63106-1939	No longer trading	USA

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8. DEBTORS

	2018	2017
	£	£
Loan notes owed by group companies	4,171,188	4,121,367
Amounts owed by group companies		
- Subsidiary undertakings	2,509,503	10,562,221
- Fellow group undertakings	11,217,200	3,479,877
Tax receivable	145,496	-
	<u>18,043,387</u>	<u>18,163,465</u>

Loans Notes owed by group companies is comprised of an unsecured loan note of EUR 4,639,323 repayable on demand and includes interest charged at a fixed rate of 0.774%.

Amounts owed by group companies includes £11,217,195 (2017: £10,562,217) on an intercompany deposit held under the cash arrangements within the group. The remainder of the amounts that are due from subsidiary companies are payable on demand.

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018	2017
	£	£
Amounts owed to group companies		
- Subsidiary undertakings	4,678,606	4,857,073
Taxes payable	-	428,299
	<u>4,678,606</u>	<u>5,285,372</u>

Amounts owed to group companies represents a liability due to a subsidiary company, which is interest free and repayable on demand.

10. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2018	2017
	£	£
Loans – from group companies		
- Fellow group undertakings	8,854,768	8,356,751

An unsecured loan of USD 11,292,907 is extended indefinitely in 2-yearly intervals unless notified by the lender upon 30 days' notice prior to any future extension or maturity date; interest was charged at a fixed rate of 3.471%.

NOTES TO THE ACCOUNTS (CONTINUED)

Year ended 31 December 2018

10. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR (continued)

Repayable as follows:

	2018	2017
	£	£
Between one and two years (extended indefinitely)	8,854,768	8,356,751

11. ALLOTTED AND ISSUED SHARE CAPITAL

	2018	2017
	£	£
Called up, allotted and fully paid		
10,000,000 (2017: 10,000,000) ordinary shares of £1 each	10,000,000	10,000,000

12. RESERVES

Capital Contribution

This reserve records the amount received from Sensient Holding I BV.

Share premium account

This reserve records the amount above the nominal value received for shares sold, less transaction costs.

Profit and loss account

This reserve comprises accumulated profits and losses less dividend paid/payable.

13. ULTIMATE PARENT COMPANY

The ultimate parent company and controlling entity is Sensient Technologies Corporation. The immediate parent company is Sensient Technologies Holding Company U.C. Both companies are incorporated in the United States of America. The financial statements of the ultimate parent company, which is the largest and smallest group that prepares consolidated accounts, are filed at the Securities and Exchange Commission, Washington DC.