

COMPANY REGISTRATION NUMBER 01888575

BASIC CHEMICALS LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31st MARCH 2016

BREBNERS
Chartered Accountants
130 Shaftesbury Avenue
London
W1D 5AR

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BASIC CHEMICALS LIMITED
FINANCIAL STATEMENTS
YEAR ENDED 31st MARCH 2016

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BASIC CHEMICALS LIMITED

COMPANY INFORMATION

The director	D J Roberts
Company secretary	P A Roberts
Registered office	Hillbottom Road Sands Industrial Estate High Wycombe Bucks HP12 4HJ
Accountants	Brebners Chartered Accountants 130 Shaftesbury Avenue London W1D 5AR
Bankers	Barclays Bank PLC South Chilterns Group High Wycombe Bucks

BASIC CHEMICALS LIMITED

DIRECTOR'S REPORT

YEAR ENDED 31st MARCH 2016

The director presents his report and the unaudited financial statements of the company for the year ended 31st March 2016.

PRINCIPAL ACTIVITIES

The principal activity of the company during the year continued to be that of the distributing of basic chemicals and allied products.

DIRECTOR

The director who served the company during the year was as follows:

D J Roberts

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

Signed by



D J Roberts

Approved by the director on 28/10/16

BASIC CHEMICALS LIMITED
PROFIT AND LOSS ACCOUNT
YEAR ENDED 31st MARCH 2016

		2016 £	2015 £
TURNOVER	Note 2	537,016	897,616
Cost of sales		345,422	681,029
GROSS PROFIT		<u>191,594</u>	<u>216,587</u>
Administrative expenses		242,737	345,098
OPERATING LOSS	3	<u>(51,143)</u>	<u>(128,511)</u>
Interest receivable	5	1,517	1,699
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		<u>(49,626)</u>	<u>(126,812)</u>
Tax on loss on ordinary activities	6	202	(27,142)
LOSS FOR THE FINANCIAL YEAR		<u><u>(49,828)</u></u>	<u><u>(99,670)</u></u>

The notes on pages 5 to 9 form part of these financial statements.

BASIC CHEMICALS LIMITED**BALANCE SHEET****31st MARCH 2016**


	Note	2016 £	£	2015 £	£
FIXED ASSETS					
Tangible assets	7		156,961		166,454
CURRENT ASSETS					
Stocks	8	131,279		135,912	
Debtors	9	76,117		132,381	
Cash at bank		328,008		397,410	
		535,404		665,703	
CREDITORS: Amounts falling due within one year	11	34,202		124,166	
NET CURRENT ASSETS			501,202		541,537
TOTAL ASSETS LESS CURRENT LIABILITIES			658,163		707,991
CAPITAL AND RESERVES					
Called up equity share capital	14		25,000		25,000
Capital redemption reserve	15		5,000		5,000
Profit and loss account	16		628,163		677,991
SHAREHOLDERS' FUNDS			658,163		707,991

For the year ended 31st March 2016 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's 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 director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts were approved and signed by the director and authorised for issue on 28/10/16



D J Roberts

Company Registration Number: 01888575

The notes on pages 5 to 9 form part of these financial statements.

BASIC CHEMICALS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31st MARCH 2016

1. ACCOUNTING POLICIES**Basis of accounting**

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

Basis of preparation

The company made a loss before tax of £49,626 for the year and has net assets of £658,163 including cash at bank of £328,008 at the balance sheet date with no bank borrowings. The company finances its operation through its existing resources and normal supplier credit.

As a consequence with these financial resources the director believes that the company is well placed to manage its business risks successfully despite the current economic outlook.

After making enquiries, the director has a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Accordingly, the director continues to adopt the going concern basis in preparing the financial statements.

Turnover

The turnover as shown in the profit and loss account is the amount receivable by the company during the year, exclusive of Value Added Tax and trade discounts. Revenues are recognised as services are performed when the company has a right to consideration.

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Freehold Property	-	5% straight line
Fixtures and Fittings	-	25% straight line

No depreciation is charged upon land held within freehold property.

Stocks

Stocks are stated at the lower of cost and net realisable value. Cost is computed on a first in first out basis. The cost of work in progress and finished goods includes all production overheads and depreciation and the attributable proportion of indirect overheads based on the normal level of activity. Net realisable value is based on estimated selling price less the estimated cost of disposal.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

BASIC CHEMICALS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31st MARCH 2016

1. ACCOUNTING POLICIES (continued)**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.

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

2. TURNOVER

The turnover and operating profit for the year was derived from the company's principal activity and was carried out wholly in the UK and Europe.

3. OPERATING LOSS

Operating loss is stated after charging:

	2016 £	2015 £
Director's remuneration	–	1,405
Depreciation of owned fixed assets	<u>9,493</u>	<u>12,175</u>

4. DIRECTOR'S REMUNERATION

The director's aggregate remuneration in respect of qualifying services were:

	2016 £	2015 £
Remuneration receivable	<u>–</u>	<u>1,405</u>

5. INTEREST RECEIVABLE

	2016 £	2015 £
Bank interest receivable	1,517	1,689
Interest receivable on corporation tax overpayment	<u>–</u>	<u>10</u>
	<u>1,517</u>	<u>1,699</u>

BASIC CHEMICALS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31st MARCH 2016

6. TAXATION ON ORDINARY ACTIVITIES**(a) Analysis of charge in the year**

	2016 £	2015 £
Current tax:		
Charge	-	(26,650)
Total current tax	-	(26,650)
Deferred tax:		
Origination and reversal of timing differences		
Capital allowances	202	(492)
Tax on loss on ordinary activities	202	(27,142)

(b) Factors that may affect future tax charges

The company has trading losses of £40,315 (2015: £Nil) to carry forward as at 31st March 2016. No deferred tax has been provided on these losses to the uncertainty of the timing of recoverability in future.

7. TANGIBLE ASSETS

	Freehold Property £	Fixtures and Fittings £	Total £
COST			
At 1st April 2015 and 31st March 2016	318,026	64,287	382,313
DEPRECIATION			
At 1st April 2015	151,572	64,287	215,859
Charge for the year	9,493	-	9,493
At 31st March 2016	161,065	64,287	225,352
NET BOOK VALUE			
At 31st March 2016	156,961	-	156,961
At 31st March 2015	166,454	-	166,454

Included within freehold property is land with a cost value of £100,000 (2015: £100,000).

8. STOCKS

	2016 £	2015 £
Finished goods	131,279	135,912

BASIC CHEMICALS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31st MARCH 2016

9. DEBTORS

	2016 £	2015 £
Trade debtors	46,387	95,974
Corporation tax repayable	26,660	26,660
Prepayments and accrued income	3,070	9,545
Deferred taxation (note 10)	-	202
	<u>76,117</u>	<u>132,381</u>

10. DEFERRED TAXATION

The deferred tax included in the Balance sheet is as follows:

	2016 £	2015 £
Included in debtors (note 9)	-	202

The movement in the deferred taxation account during the year was:

	2016 £	2015 £
Balance brought forward	202	(290)
Profit and loss account movement arising during the year	(202)	492
Balance carried forward	<u>-</u>	<u>202</u>

The balance of the deferred taxation account consists of the tax effect of timing differences in respect of:

	2016 £	2015 £
Excess of depreciation over taxation allowances	-	202
	<u>-</u>	<u>202</u>

11. CREDITORS: Amounts falling due within one year

	2016 £	2015 £
Amounts owed to related undertaking	-	65,274
Trade creditors	20,400	48,060
PAYE and social security	2,846	3,036
VAT	3,858	1,639
Other creditors	342	340
Accruals and deferred income	6,756	5,817
	<u>34,202</u>	<u>124,166</u>

12. PENSIONS

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 cost charge represents contributions payable by the company to the fund and amounted to £1,022 (2015: £2,137).

BASIC CHEMICALS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31st MARCH 2016

13. RELATED PARTY TRANSACTIONS**Control**

The company was under the control and ultimate control of D J Roberts, director, throughout the entire year.

Transactions

Included within 'Amounts owed to related undertaking' is an amount of £Nil (2015: £65,274) and within 'Trade creditors' is an amount of £Nil (2015: £15,617) due to Rye View Properties Limited. The total value of services provided by Rye View Properties Limited to Basic Chemicals Limited during the year amounted to £67,998 (2015: £133,269) with all transactions made at arms length. D J Roberts controls both Rye View Properties Limited and Basic Chemicals Limited.

14. SHARE CAPITAL**Allotted, called up and fully paid:**

	2016		2015	
	No.	£	No.	£
Ordinary shares of £1 each	<u>25,000</u>	<u>25,000</u>	<u>25,000</u>	<u>25,000</u>

15. CAPITAL REDEMPTION RESERVE

	2016	2015
	£	£
Capital redemption reserve	<u>5,000</u>	<u>5,000</u>

16. PROFIT AND LOSS ACCOUNT

	2016	2015
	£	£
Balance brought forward	677,991	777,661
Loss for the financial year	<u>(49,828)</u>	<u>(99,670)</u>
Balance carried forward	<u>628,163</u>	<u>677,991</u>