

REGISTERED NUMBER: 01993054 (England and Wales)

CHEMICALS LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019

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FOR THE YEAR ENDED 31 MARCH 2019**

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CHEMICALS LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 31 MARCH 2019**

DIRECTORS:

J W Foster
Mrs M Foster

REGISTERED OFFICE:

Clarke Nicklin House
Brooks Drive
Cheadle Royal Business Park
Cheadle
Cheshire
SK8 3TD

REGISTERED NUMBER:

01993054 (England and Wales)

ACCOUNTANTS:

Clarke Nicklin LLP
Chartered Accountants
Clarke Nicklin House
Brooks Drive
Cheadle Royal Business Park
Cheadle
Cheshire
SK8 3TD

BALANCE SHEET
31 MARCH 2019

	Notes	2019 £	£	2018 £	£
FIXED ASSETS					
Intangible assets	4		-		-
Tangible assets	5		<u>202,442</u>		<u>159,080</u>
			202,442		159,080
CURRENT ASSETS					
Stocks		152,600		137,500	
Debtors	6	399,063		362,259	
Cash at bank and in hand		<u>57,184</u>		<u>67,825</u>	
		608,847		567,584	
CREDITORS					
Amounts falling due within one year	7	<u>544,141</u>		<u>545,284</u>	
NET CURRENT ASSETS			<u>64,706</u>		<u>22,300</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			267,148		181,380
CREDITORS					
Amounts falling due after more than one year	8		(42,036)		(316)
PROVISIONS FOR LIABILITIES	11		<u>(16,890)</u>		<u>(20,212)</u>
NET ASSETS			<u>208,222</u>		<u>160,852</u>
CAPITAL AND RESERVES					
Called up share capital	12		316		316
Retained earnings			<u>207,906</u>		<u>160,536</u>
SHAREHOLDERS' FUNDS			<u>208,222</u>		<u>160,852</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2019.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2019 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.
- (b)

BALANCE SHEET - continued
31 MARCH 2019

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 Statement of Income and Retained Earnings has not been delivered.

The financial statements were approved by the Board of Directors on 9 December 2019 and were signed on its behalf by:

J W Foster - Director

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019**

1. STATUTORY INFORMATION

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.

The presentation currency of the financial statements is the Pound Sterling (£).

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.

Turnover

Turnover represents net invoiced sales of goods, exclusive of value added tax, with invoices issued upon dispatch of goods.

Goodwill

Goodwill is being amortised evenly over its estimated useful life of ten years from April 2007.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Freehold property	- 4% straight line
Plant and machinery	- 20% reducing balance
Fixtures and fittings	- 25% reducing balance
Motor vehicles	- 25% reducing balance
Computer equipment	- 25% 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.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Statement of Income and Retained Earnings, 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.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2019
2. ACCOUNTING POLICIES - continued**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.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

Debt factoring

The company uses a debt factoring facility and has adopted separate presentation whereby gross debts are included as an asset and the amount due from the factoring company is included within creditors. The interest and charges are recognised as they accrue and are included in the profit and loss account.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 11 (2018 - 10) .

4. INTANGIBLE FIXED ASSETS

	Goodwill £
COST	
At 1 April 2018	4,790
Disposals	<u>(4,790)</u>
At 31 March 2019	<u>-</u>
AMORTISATION	
At 1 April 2018	4,790
Eliminated on disposal	<u>(4,790)</u>
At 31 March 2019	<u>-</u>
NET BOOK VALUE	
At 31 March 2019	<u>-</u>
At 31 March 2018	<u>-</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2019

5. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Fixtures and fittings £
COST			
At 1 April 2018	79,173	225,766	65,279
Additions	-	940	1,601
At 31 March 2019	<u>79,173</u>	<u>226,706</u>	<u>66,880</u>
DEPRECIATION			
At 1 April 2018	20,293	155,525	50,337
Charge for year	3,167	14,236	4,136
At 31 March 2019	<u>23,460</u>	<u>169,761</u>	<u>54,473</u>
NET BOOK VALUE			
At 31 March 2019	<u>55,713</u>	<u>56,945</u>	<u>12,407</u>
At 31 March 2018	<u>58,880</u>	<u>70,241</u>	<u>14,942</u>
	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1 April 2018	43,180	73,693	487,091
Additions	75,190	3,015	80,746
At 31 March 2019	<u>118,370</u>	<u>76,708</u>	<u>567,837</u>
DEPRECIATION			
At 1 April 2018	39,918	61,938	328,011
Charge for year	12,637	3,208	37,384
At 31 March 2019	<u>52,555</u>	<u>65,146</u>	<u>365,395</u>
NET BOOK VALUE			
At 31 March 2019	<u>65,815</u>	<u>11,562</u>	<u>202,442</u>
At 31 March 2018	<u>3,262</u>	<u>11,755</u>	<u>159,080</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2019

5. TANGIBLE FIXED ASSETS - continued

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Plant and machinery £	Motor vehicles £	Totals £
COST			
At 1 April 2018	16,250	-	16,250
Additions	-	75,190	75,190
At 31 March 2019	<u>16,250</u>	<u>75,190</u>	<u>91,440</u>
DEPRECIATION			
At 1 April 2018	10,925	-	10,925
Charge for year	1,065	11,821	12,886
At 31 March 2019	<u>11,990</u>	<u>11,821</u>	<u>23,811</u>
NET BOOK VALUE			
At 31 March 2019	<u>4,260</u>	<u>63,369</u>	<u>67,629</u>
At 31 March 2018	<u>5,325</u>	<u>-</u>	<u>5,325</u>

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019 £	2018 £
Trade debtors	335,371	338,349
Other debtors	43,320	13,000
Prepayments and accrued income	<u>20,372</u>	<u>10,910</u>
	<u>399,063</u>	<u>362,259</u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019 £	2018 £
Bank loans and overdrafts	-	2,686
Hire purchase contracts (see note 9)	24,017	3,701
Trade creditors	230,149	227,962
Corporation tax	37,801	22,049
Social security and other taxes	11,986	4,267
VAT	37,484	25,383
Other creditors	9,059	9,070
Factoring advance	189,301	212,202
Directors' current accounts	2,957	623
Accrued expenses	<u>1,387</u>	<u>37,341</u>
	<u>544,141</u>	<u>545,284</u>

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

	2019 £	2018 £
Hire purchase contracts (see note 9)	<u>42,036</u>	<u>316</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2019
9. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

	Hire purchase contracts	
	2019	2018
	£	£
Net obligations repayable:		
Within one year	24,017	3,701
Between one and five years	<u>42,036</u>	<u>316</u>
	<u>66,053</u>	<u>4,017</u>
	Non-cancellable operating leases	
	2019	2018
	£	£
Within one year	9,168	21,746
Between one and five years	<u>2,841</u>	<u>11,258</u>
	<u>12,009</u>	<u>33,004</u>

10. SECURED DEBTS

The following secured debts are included within creditors:

	2019	2018
	£	£
Bank loans	-	2,686
Hire purchase contracts	66,053	4,017
Factoring advance	<u>189,301</u>	<u>212,202</u>
	<u>255,354</u>	<u>218,905</u>

11. PROVISIONS FOR LIABILITIES

	2019	2018
	£	£
Deferred tax	<u>16,890</u>	<u>20,212</u>
		Deferred tax
		£
Balance at 1 April 2018		20,212
Credit to Income Statement during year		<u>(3,322)</u>
Balance at 31 March 2019		<u>16,890</u>

The deferred tax liability relates to accelerated capital allowances.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2019

12. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:			2019	2018
Number:	Class:	Nominal value:	£	£
135	Ordinary	£1	135	135
135	Ordinary A	£1	135	135
30	Ordinary B	£1	30	30
16	Ordinary C	£1	16	16
			<u>316</u>	<u>316</u>

13. RELATED PARTY DISCLOSURES

During the year dividends of £45,500 (2018: £45,500 were paid to Mrs S Foster, the wife of the director J W Foster and £22,250 (2018: £23,500) to Mr J D W Foster, the son of the director J W Foster.

At the balance sheet date, a loan amounting to £35,320 was advanced to Mr J D W Foster, the son of the director J W Foster. The loan is unsecured, interest free and was repaid after date.

14. ULTIMATE CONTROLLING PARTY

The company has no ultimate controlling party.

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.