

REGISTERED NUMBER: 01993054 (England and Wales)

CHEMICALS LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

CHEMICALS LIMITED (REGISTERED NUMBER: 01993054)

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FOR THE YEAR ENDED 31 MARCH 2020**

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CHEMICALS LIMITED

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

DIRECTOR: J W 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 2020

	Notes	2020 £	£	2019 £	£
FIXED ASSETS					
Tangible assets	4		156,945		202,442
CURRENT ASSETS					
Stocks		235,000		152,600	
Debtors	5	372,856		399,063	
Cash at bank and in hand		<u>46,451</u>		<u>57,184</u>	
		654,307		608,847	
CREDITORS					
Amounts falling due within one year	6	<u>498,998</u>		<u>544,141</u>	
NET CURRENT ASSETS			<u>155,309</u>		<u>64,706</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			312,254		267,148
CREDITORS					
Amounts falling due after more than one year	7		(25,580)		(42,036)
PROVISIONS FOR LIABILITIES	10		<u>(12,610)</u>		<u>(16,890)</u>
NET ASSETS			<u>274,064</u>		<u>208,222</u>
CAPITAL AND RESERVES					
Called up share capital	11		316		316
Retained earnings			<u>273,748</u>		<u>207,906</u>
SHAREHOLDERS' FUNDS			<u>274,064</u>		<u>208,222</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2020 in accordance with Section 476 of the Companies Act 2006.

The director acknowledges his responsibilities for:

- 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.

BALANCE SHEET - continued
31 MARCH 2020

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 director and authorised for issue on 17 December 2020 and were signed by:

J W Foster - Director

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

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 2020

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 10 (2019 - 11) .

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

4. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Fixtures and fittings £
COST			
At 1 April 2019	79,173	226,706	66,880
Additions	-	409	1,134
Disposals	-	-	-
At 31 March 2020	<u>79,173</u>	<u>227,115</u>	<u>68,014</u>
DEPRECIATION			
At 1 April 2019	23,460	169,761	54,473
Charge for year	3,167	11,441	3,325
Eliminated on disposal	-	-	-
At 31 March 2020	<u>26,627</u>	<u>181,202</u>	<u>57,798</u>
NET BOOK VALUE			
At 31 March 2020	<u>52,546</u>	<u>45,913</u>	<u>10,216</u>
At 31 March 2019	<u>55,713</u>	<u>56,945</u>	<u>12,407</u>
	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1 April 2019	118,370	76,708	567,837
Additions	1	2,682	4,226
Disposals	(32,332)	-	(32,332)
At 31 March 2020	<u>86,039</u>	<u>79,390</u>	<u>539,731</u>
DEPRECIATION			
At 1 April 2019	52,555	65,146	365,395
Charge for year	15,848	3,404	37,185
Eliminated on disposal	(19,794)	-	(19,794)
At 31 March 2020	<u>48,609</u>	<u>68,550</u>	<u>382,786</u>
NET BOOK VALUE			
At 31 March 2020	<u>37,430</u>	<u>10,840</u>	<u>156,945</u>
At 31 March 2019	<u>65,815</u>	<u>11,562</u>	<u>202,442</u>

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

4. 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 2019	16,250	75,190	91,440
Disposals	-	(19,380)	(19,380)
Transfer to ownership	(16,250)	-	(16,250)
At 31 March 2020	-	55,810	55,810
DEPRECIATION			
At 1 April 2019	11,990	11,821	23,811
Charge for year	71	15,237	15,308
Eliminated on disposal	-	(7,873)	(7,873)
Transfer to ownership	(12,061)	-	(12,061)
At 31 March 2020	-	19,185	19,185
NET BOOK VALUE			
At 31 March 2020	-	36,625	36,625
At 31 March 2019	4,260	63,369	67,629

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Trade debtors	361,071	335,371
Other debtors	9,419	43,320
Prepayments and accrued income	2,366	20,372
	<u>372,856</u>	<u>399,063</u>

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Hire purchase contracts (see note 8)	26,539	24,017
Trade creditors	208,292	230,149
Corporation tax	26,184	37,801
Social security and other taxes	18,638	11,986
VAT	27,541	37,484
Other creditors	10,095	9,059
Factoring advance	175,548	189,301
Directors' current accounts	2,771	2,957
Accrued expenses	3,390	1,387
	<u>498,998</u>	<u>544,141</u>

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

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

	2020 £	2019 £
Hire purchase contracts (see note 8)	<u>25,580</u>	<u>42,036</u>

8. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

	Hire purchase contracts 2020 £	2019 £
Net obligations repayable:		
Within one year	26,539	24,017
Between one and five years	<u>25,580</u>	<u>42,036</u>
	<u>52,119</u>	<u>66,053</u>
	Non-cancellable	operating leases
	2020	2019
	£	£
Within one year	15,874	9,168
Between one and five years	<u>21,863</u>	<u>2,841</u>
	<u>37,737</u>	<u>12,009</u>

9. SECURED DEBTS

The following secured debts are included within creditors:

	2020 £	2019 £
Hire purchase contracts	52,119	66,053
Factoring advance	<u>175,548</u>	<u>189,301</u>
	<u>227,667</u>	<u>255,354</u>

10. PROVISIONS FOR LIABILITIES

	2020 £	2019 £
Deferred tax	<u>12,610</u>	<u>16,890</u>
		Deferred tax
		£
Balance at 1 April 2019		16,890
Credit to Statement of Income and Retained Earnings during year		<u>(4,280)</u>
Balance at 31 March 2020		<u>12,610</u>

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

10. PROVISIONS FOR LIABILITIES - continued

The deferred tax liability relates to accelerated capital allowances.

11. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2020 £	2019 £
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>

12. RELATED PARTY DISCLOSURES

During the year dividends of £40,000 (2019: £45,500) were paid to Mrs S Foster, the wife of the director J W Foster and £nil (2019: £22,250) to Mr J D W Foster, the son of the director J W Foster.

13. 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.