

CHEMICALS LTD

Company Number : 01993054

**Report & Financial Statements
For The Year Ended 31 March 1997**



CHEMICALS LTD

REPORT AND FINANCIAL STATEMENT for The Year Ended 31 MARCH 1997

CONTENTS	PAGE
Directors Report	1
Auditors Report	3
Balance Sheet	4
Cash Flow Statement	5
Notes to the Financial Statements	6
Income & Expenditure	8

CHEMICALS LTD

DIRECTORS' REPORT

The directors present their report and the audited financial statements for the year ended 31 March 1997.

1. ACTIVITIES AND FUTURE DEVELOPMENTS

The principal activity of the company is to carry on the business of manufacture and resale of chemicals

2. RESULTS AND DIVIDENDS

The profit for the year after taxation amounted to £23807.

No dividend was declared.

3 DIRECTORS

The directors beneficial interest in the issued share capital of the Company during the period ended 31 March 1997 were :-

	£1 Ordinary Shares
Mr D W Foster	61
Mrs M Foster	37
Mr J Foster	2

4. POLITICAL AND CHARITABLE DONATIONS

None were made in the period.

CHEMICALS LTD

DIRECTORS' REPORT

5. DIRECTORS' RESPONSIBILITIES

The directors are required by UK company law to prepare financial statements for each financial year that give a true and fair view of the state of affairs of the company end of the financial year and of the income and expenditure for the year then ended and to present to the members of the company in an annual general meeting.

In preparing these financial statements, the directors consider that the company has adopted suitable accounting policies which have been consistently applied and are supported by judgements and estimates that are reasonable and prudent, has complied with applicable accounting standards, and has prepared the financial statements on a going concern basis.

The directors are responsible for ensuring the company keeps accounting records which disclose with reasonable accuracy the financial position of the company and which enable the directors to ensure that the financial statements comply with the Companies Act 1985. The directors are also responsible for taking reasonable steps to safeguard the assets of the company and the group, and to prevent and detect fraud or other irregularities.

6. FIXED ASSETS

Movements in fixed assets are shown in note 2 to the accounts.

7 AUDITORS

L K Molyneux have expressed their willingness to continue in office as auditors and a resolution to reappoint them will be proposed at the forthcoming Annual General Meeting.

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



Mrs M Foster

Secretary

9 October 1997

CHEMICALS LTD

AUDITORS' REPORT TO THE MEMBERS

I have audited the financial statements on pages 4 to 8 which have been prepared under the accounting policies set out on page 6.

Respective Responsibilities of Directors and Auditors.

As explained in the Directors Report the directors are responsible for the preparation of financial statements. It is my responsibility to form an independent opinion, based on my audit, on those statements and to report my opinion to you.

Basis of Opinion

I conducted my audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the Company's circumstances, consistently applied and adequately disclosed.

I planned and performed my audit so as to obtain the information and explanations which I considered necessary in order to provide me with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatements, whether caused by fraud or other irregularity or error. In forming my opinion I also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In my opinion the financial statements give a true and fair view of the state of affairs of the Company at 31 March 1997 and of its profit or loss for the period then ended and have been properly prepared in accordance with the Companies Act 1985.



L K MOLYNEUX
REGISTERED AUDITORS
44 HARDSHAW STREET
ST HELENS
MERSEYSIDE
WA10 1JN

9 October 1997

CHEMICALS LTD

BALANCE SHEET AS AT 31 MARCH 1997

	Note	1997 £	1996 £
FIXED ASSETS	2	71424	24010
CURRENT ASSETS			
Stocks		93127	95232
Debtors	3	89949	102957
Cash in Hand		40	8
		<hr/>	<hr/>
		183116	198197
CREDITORS: Amounts falling due within one year	4	<u>203982</u>	<u>195456</u>
Net Current Assets			2741
Net Current Liabilities		<u>20866</u>	<hr/>
Total Assets Less Current Liabilities		50558	26751

CAPITAL AND RESERVES

Issued Share Capital	5	100	100
Profit & Loss Account	6	<u>50458</u>	<u>26651</u>
		50558	26751

The financial statements were approved by the Board of Directors on 9 September 1997

Signed on behalf of the Directors

D W FOSTER

DIRECTOR



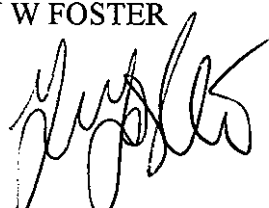
M FOSTER

DIRECTOR




J W FOSTER

DIRECTOR



CHEMICALS LTD

CASH FLOW STATEMENT

Year ended 31 March 1997

		1997 £
<u>Operating Activities</u>		
Cash received from Customers	554628	
Cash paid to Suppliers	(278159)	
Cash paid to & on behalf of employees	(85685)	
Other cash Payments	<u>(77678)</u>	
Net cash inflow from operating activities		113106
<u>Returns on investment & servicing of finance</u>		
Bank charges	<u>(8480)</u>	
Net cash outflow from returns on investments		(8480)
<u>Taxation</u>		
Cash paid to Inland Revenue	<u>(5588)</u>	
Net cash outflow from Taxation		(5588)
<u>Investing Activities</u>		
Purchase of Tangible Fixed Assets	<u>(64882)</u>	
Net cash outflow from investment activities		(64882)
Net cash outflow before financing		<u>34156</u>
FINANCING		
Decrease in Bank Overdraft	<u>34124</u>	
Net Cash outflow for Financing		34124
Increase in Cash & Cash Equivalent		32
		<u>34156</u>

CHEMICALS LTD

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 March 1997

1. ACCOUNTING POLICIES

The financial statements are prepared in accordance with the applicable accounting standards. The particular accounting policies adopted by the directors are described below.

a. Accounting Convention

The financial statements are prepared under the historical cost convention.

b. Fixed Assets

Fixed assets expenditure is accounted for when binding purchase contracts are made.

Depreciation is calculated on a reducing balance basis

c. Leases

Rental costs under operating leases are charged to the profit and loss account in equal amounts over the period of the leases.

2. FIXED ASSETS

Cost or Valuation	<u>Plant</u>	<u>Office Equipment</u>	<u>Office Unit</u>	<u>Motor</u>
-				
Value at 31 March 1996	18035	15342	9383	0
Added in Year	10048	1993	2006	50835
Disposals	0	0	0	0
	<u>28083</u>	<u>17335</u>	<u>11389</u>	<u>50835</u>
Depreciation				
at 31 March 1996	8010	6317	4423	0
Eliminated on Disposal	0	0	0	0
Provision for depreciation	2509	1378	871	12710
as at 31 March 1997	<u>10519</u>	<u>7695</u>	<u>5294</u>	<u>12710</u>
Net Book Value				
at 31 March 1996	<u>10025</u>	<u>9025</u>	<u>4960</u>	<u>0</u>
at 31 March 1997	<u>17564</u>	<u>9640</u>	<u>6095</u>	<u>38125</u>

CHEMICALS LTD

3. DEBTORS

Trade debtors	89949
Prepayments	0
	<hr/>
	89949

4. CREDITORS: Amounts falling due within one year

Sundry Creditors	71855
Accruals	15846
Tax & NH Insurance	5622
VAT Monies Held	8171
Bank Overdraft	51880
HP Creditors	40025
Corporation Tax Reserve	10583
	<hr/>
	203982

5. SHARE CAPITAL

Authorised Share Capital	10,000 £1 Ordinary Shares
Issued Share Capital	100 £1 Ordinary Shares

6. PROFIT & LOSS ACCOUNT

At 31 March 1996	26651
Net Trading Profit for the Year	23807
	<hr/>
At 31 March 1997	50458

7. CORPORATION TAX

The companies liability to Corporation Tax for the period amounted to £10583

CHEMICALS LTD

TRADING & PROFIT & LOSS ACCOUNT for the year ended 31 MARCH 1997

		<u>1997</u>	<u>1996</u>
INCOME			
Sales		541620	385345
Cost of Sales			
Stock	95232		88685
Materials	<u>269007</u>		<u>198783</u>
	364239		287468
Stock at Close	<u>93127</u>	<u>271112</u>	<u>95232</u>
			<u>192236</u>
<u>Gross Profit</u>		270508	193109
Profit on Disposal		0	1500
		<u>270508</u>	<u>194609</u>
EXPENDITURE			
Rent & Storage	25091	24755	
Light & Heat	990	1236	
Wages & NH Insurance	38857	15239	
Directors Salaries	50466	45630	
Motor Expenses	21956	22838	
Post & Stationery	2955	3911	
Cleaning Expenses	471	2480	
Telephone	5442	5156	
Bank Charges	8480	12415	
General Insurance	3404	3950	
Audit Fees	1250	950	
Adverts & Subscriptions	1513	3645	
Repairs & Renewals	15099	4466	
Protective Clothing	34	30	
VAT & Book Keeping Fees	730	1000	
Travel & Overnight Expenses	5122	3151	
Professional Services	1527	5717	
Promotional Services	389	1244	
Representatives Commissions	7119	8926	
Staff Refreshment	960	2953	
Burglar Alarm Maintenance	401	507	
Plant Hire	421	3240	
Maintenance Agreements	179	0	
Customer Refunds	5260	18	
Corporation Tax	16171	7188	
Hire Rental Charges	12120	9944	
Fork Lift Truck Expenses	2397	0	
Computer Expenses	429	0	
Depreciation	<u>3421</u>	<u>246701</u>	<u>3421</u>
			<u>194010</u>
Net Profit		23807	599