COMPANY REGISTRATION NUMBER: 02576924

Omex Nitrogen Limited

Filleted Financial Statements

For the year ended

31 December 2020

Omex Nitrogen Limited

Financial Statements

Year ended 31 December 2020

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Omex Nitrogen Limited

Officers and Professional Advisers

THE BOARD OF DIRECTORS	O J Winkler M O Winkler
COMPANY SECRETARY	D O'Donnell
REGISTERED OFFICE	Bardney Airfield Tupholme Lincoln LN3 5TP
AUDITOR	Streets Audit LLP Chartered accountants & statutory auditor Potton House Wyboston Lakes Great North Road Wyboston Bedford MK44 3BZ

Omex Nitrogen Limited

Statement of Financial Position

31 December 2020

	Note	2020 £	2020 £	2019 £
Fixed assets				
Tangible assets	6		**3,070,858**	3,369,916
Current assets				
Debtors	7	**83,613**		82,353
Creditors: amounts falling due within one year	8	**2,093,299**		2,466,783
Net current liabilities			**2,009,686**	2,384,430
Total assets less current liabilities			**1,061,172**	985,486
Provisions				
Taxation including deferred tax			**261,064**	255,126
Net assets			**800,108**	730,360
Capital and reserves				
Called up share capital			**1,000**	1,000
Profit and loss account			**799,108**	729,360
Shareholders funds			**800,108**	730,360

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with Section 1A of FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In accordance with section 444 of the Companies Act 2006, the statement of income and retained earnings has not been delivered.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

These financial statements were approved by the board of directors and authorised for issue on 24 June 2021, and are signed on behalf of the board by:

O J Winkler
Director

Company registration number: 02576924

1. General information

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is Bardney Airfield, Tupholme, Lincoln, LN3 5TP.

The principal place of business is Cliff Quay, Ipswich, IP3 0BS.

2. Statement of compliance

These financial statements have been prepared in compliance with Section 1A of FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis. The financial statements are prepared in UK sterling, which is the functional currency of the entity.

The directors of fellow group companies have confirmed their willingness to provide the company with adequate financial support for the foreseeable future.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The judgements (apart from those involving estimations) that management has made in the process of applying the entity's accounting policies and that have the most significant effect on the amounts recognised in the financial statements are as follows:

(a) Useful lives of property, plant and equipment

Depreciation is provided so as to write down the assets to their residual values over their estimated useful lives as set out in the company's accounting policy. The selection of these estimated lives requires the exercise of management judgement. Useful lives are regularly reviewed and should management's assessment of useful lives shorten then depreciation charges in the financial statements would increase and carrying amounts of property, plant and equipment would reduce accordingly.

(b) Trade debtors and amounts owed by group companies

The company reviews the recoverability of trade debtors and amounts owed by group companies and makes allowances for doubtful debts where considered appropriate. If there is evidence of impairment the carrying amount of the debtor is reduced to it's recoverable amount. The impairment loss is recognised immediately in the Statement of Income and Retained Earnings.

Revenue recognition

Turnover represents amounts charged or sold to a group company and is exclusive of VAT.

3. Accounting policies *(continued)*

Income tax

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, tax is recognised in other comprehensive income or directly in equity, respectively.

Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date that are expected to apply to the reversal of the timing difference.

Deferred tax is provided for in full in respect of taxation deferred by timing differences between treatment of depreciation for tax and accounting purposes. Deferred tax is provided for on an undiscounted basis at 19%.

Tangible assets

All fixed assets are initially recorded at cost and subsequently stated at cost less any accumulated depreciation and impairment losses.

Depreciation

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

Leasehold property	-	5% per annum straight line
Plant and equipment	-	5% - 20% per annum straight line
Office and laboratory equipment	-	10% - 20% per annum straight line

Defined contribution plans

Contributions payable to the group's defined benefit pension scheme are charged to the Statement of Income and Retained Earnings so as to spread the cost of pensions over the service lives of employees in the scheme. The pension charge is calculated on the basis of actuarial advice.

The company make defined pension contributions on behalf of the employees and directors to registered pension schemes. The pension costs represents contributions payable in the year.

4. Staff costs

The average number of persons employed by the company during the year amounted to 5 (2019: 5).

4. Staff costs *(continued)*

The aggregate employment costs incurred during the year were:

	2020	2019
	£	£
Wages and salaries	148,675	140,855
Social security costs	14,505	13,531
Other pension costs	8,828	8,295
	172,008	162,681

Wages and salaries include company pension contribution's of £8,828 (2019: £8,295).

5. Tax on profit

Major components of tax expense

	2020	2019
	£	£
Current tax:		
UK current tax expense	12,618	–
Group relief receipt/ (provided)	–	(19,826)
Total current tax	12,618	(19,826)
Deferred tax:		
Origination and reversal of timing differences	5,938	40,790
Tax on profit	18,556	20,964

Reconciliation of tax expense

The tax assessed on the profit on ordinary activities for the year is higher than (2019: higher than) the standard rate of corporation tax in the UK of 19% (2019: 19%).

	2020	2019
	£	£
Profit on ordinary activities before taxation	88,304	75,453
Profit on ordinary activities by rate of tax	16,778	14,336
Effect of capital allowances and depreciation	(4,160)	(34,162)
Tax on profit	12,618	(19,826)

6. Tangible assets

	Leasehold Property £	Plant & Equipment £	Office & Laboratory Equipment £	Total £
Cost				
At 1 January 2020	40,974	4,428,051	14,901	**4,483,926**
Additions	7,334	62,654	–	**69,988**
At 31 December 2020	48,308	4,490,705	14,901	**4,553,914**
Depreciation				
At 1 January 2020	17,929	1,085,246	10,835	**1,114,010**
Charge for the year	2,416	365,724	906	**369,046**
At 31 December 2020	20,345	1,450,970	11,741	**1,483,056**
Carrying amount				
At 31 December 2020	27,963	3,039,735	3,160	**3,070,858**
At 31 December 2019	23,045	3,342,805	4,066	3,369,916

7. Debtors

	2020 £	2019 £
Other debtors	**83,613**	82,353

8. Creditors: amounts falling due within one year

	2020 £	2019 £
Trade creditors	**2,955**	5,209
Amounts owed to group undertakings and undertakings in which the company has a participating interest	**1,902,457**	2,343,276
Corporation tax	**12,618**	–
Other creditors	**175,269**	118,298
	2,093,299	2,466,783

9. Deferred tax

The deferred tax included in the statement of financial position is as follows:

	2020 £	2019 £
Included in provisions	**261,064**	255,126

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

	2020 £	2019 £
Accelerated capital allowances	**261,064**	255,126

10. Pensions

Group Personal Pension Plan

A group personal pension plan was available throughout the year for all staff. All contributions are invested in a separate fund for each employee, which becomes available to them to provide income in retirement. The company's contribution to this scheme in 2020 was £8,828 and is charged to the Statement of Income and Retained Earnings as incurred.

Defined Benefit Scheme

A Defined Benefit Scheme based on final pensionable salary was available for staff of all group companies. It was closed to new members on 1st April 1998 and closed to future accrual for existing members on 30th June 2006. Consequently with effect from that date no further benefits are accruing to staff. The scheme continues to operate as a paid up scheme.

The scheme's funds are held entirely separately from those of any of the group companies' and at 31st December 2020 were invested by the scheme trustees in Gilts and Bonds funds as to 56%, equity funds as to 31.5% and a property fund as to 12.5%. All investments are in funds managed by Standard Life Investments Ltd, except for 24.8% of the total which is invested in two Gilt funds managed by Aviva Investors Pensions Ltd.

Contributions to the scheme are determined on the basis of a triennial valuation based on the attained age method. The latest triennial actuarial valuation of the scheme was conducted as at 31st December 2019 and showed that, on a continuing basis, the scheme's assets and liabilities were as follows:

	£000
Scheme assets	9,390
Scheme liabilities	9,044
Surplus	346

It is not possible to identify separately the value of assets and liabilities applicable to each participating employer. So, neither the schemes assets and liabilities, nor the schemes income, is accounted for in these statements, as is permitted by FRS 102.

11. Operating leases

The total future minimum lease payments under non-cancellable operating leases are as follows:

	2020	2019
	£	£
Not later than 1 year	**441,588**	426,909
Later than 1 year and not later than 5 years	**1,766,352**	864,742
Later than 5 years	**2,117,066**	1,521,333
	4,325,006	2,812,984

12. Contingencies

The company is jointly and severally liable, together with other group companies, in respect of group banking facilities of £14,500,000 of which £726,490 was owing by other group companies at 31 December 2020.

13. Summary audit opinion

The auditor's report for the year dated 30 June 2021 was unqualified.

13. Summary audit opinion *(continued)*

The senior statutory auditor was Benjamin Halstead, FCA, for and on behalf of Streets Audit LLP.

14. Related party transactions

The following transactions with related parties have taken place during the year. All transactions were on normal commercial terms. All parties are fellow subsidiaries of Omex International Limited.

Name of Party	Description of Transactions	Income £	Expenditure £	Balance 2020 Dr / (Cr) £	Balance 2019 Dr / (Cr) £
Omex Agriculture Limited	Services supplied	1,639,644		(1,902,457)	(2,343,276)
	Interest		67,098		
	Management services		29,330		

15. Controlling party

The ultimate parent company is Omex International Limited, a company incorporated in Bermuda.