

**ADVANTAGE CHEMICALS LIMITED  
UNAUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 SEPTEMBER 2021**

Indigo Green Accountants Limited

Chartered Accountants

Rose Cottage  
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**Advantage Chemicals Limited**  
**Unaudited Financial Statements**  
**For The Year Ended 30 September 2021**

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**Advantage Chemicals Limited**  
**Balance Sheet**  
**As at 30 September 2021**

**Registered number:** 03628340

		<b>2021</b>		<b>2020</b>	
	<b>Notes</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>FIXED ASSETS</b>					
Tangible Assets	<b>3</b>		994		8,364
			<u>994</u>		<u>8,364</u>
<b>CURRENT ASSETS</b>					
Stocks	<b>4</b>	20,275		51,746	
Debtors	<b>5</b>	86,682		102,007	
Cash at bank and in hand		2,910		23,538	
		<u>109,867</u>		<u>177,291</u>	
<b>Creditors: Amounts Falling Due Within One Year</b>	<b>6</b>	(130,099 )		(155,650 )	
		<u>(130,099 )</u>		<u>(155,650 )</u>	
<b>NET CURRENT ASSETS (LIABILITIES)</b>			(20,232 )		21,641
			<u>(20,232 )</u>		<u>21,641</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			(19,238 )		30,005
			<u>(19,238 )</u>		<u>30,005</u>
<b>Creditors: Amounts Falling Due After More Than One Year</b>	<b>7</b>		(45,000 )		(47,500 )
			<u>(45,000 )</u>		<u>(47,500 )</u>
<b>NET LIABILITIES</b>			<u>(64,238 )</u>		<u>(17,495 )</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital			2		2
Profit and Loss Account			(64,240 )		(17,497 )
			<u>(64,240 )</u>		<u>(17,497 )</u>
<b>SHAREHOLDERS' FUNDS</b>			<u>(64,238 )</u>		<u>(17,495 )</u>

**Advantage Chemicals Limited**  
**Balance Sheet (continued)**  
**As at 30 September 2021**

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For the year ending 30 September 2021 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The member has not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

The director acknowledges their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime.

The company has taken advantage of section 444(1) of the Companies Act 2006 and opted not to deliver to the registrar a copy of the company's Profit and Loss Account.

On behalf of the board

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Mr Michael Jones

Director

**29 June 2022**

The notes on pages 3 to 6 form part of these financial statements.

**Advantage Chemicals Limited**  
**Notes to the Financial Statements**  
**For The Year Ended 30 September 2021**

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**1. Accounting Policies**

**1.1. Basis of Preparation of Financial Statements**

The financial statements are prepared under the historical cost convention and in accordance with the FRS 102 Section 1A Small Entities - The Financial Reporting Standard applicable in the UK and Republic of Ireland and the Companies Act 2006.

**1.2. Going Concern Disclosure**

Mr Michael Jones was appointed as a director and took ownership of the company on the 30 September 2021. Since then significant cost saving measures and efficiencies have been implemented including a site relocation and change in facilities, securing additional working capital and improving the underlying trading position. The director has not identified any material uncertainties related to events or conditions that may cast significant doubt about the company's ability to continue as a going concern.

**1.3. Turnover**

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover includes revenue earned from the sale of goods and from the rendering of services. Turnover is reduced for estimated customer returns, rebates and other similar allowances.

**Sale of goods**

Turnover from the sale of goods is recognised when the significant risks and rewards of ownership of the goods has transferred to the buyer. This is usually at the point that the customer has signed for the delivery of the goods.

**Rendering of services**

Turnover from the rendering of services is recognised by reference to the stage of completion of the contract. The stage of completion of a contract is measured by comparing the costs incurred for work performed to date to the total estimated contract costs. Turnover is only recognised to the extent of recoverable expenses when the outcome of a contract cannot be estimated reliably.

**1.4. Tangible Fixed Assets and Depreciation**

Tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. Depreciation is provided at rates calculated to write off the cost of the fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Motor Vehicles	33% straight line
Fixtures & Fittings	33% straight line

**1.5. Stocks and Work in Progress**

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads. Work-in-progress is reflected in the accounts on a contract by contract basis by recording turnover and related costs as contract activity progresses.

**1.6. Financial Instruments**

Basic financial assets, which include trade and other debtors and cash and bank balances are measured at transaction price, less any impairment.

Short term trade creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

### **1.7. Foreign Currencies**

Monetary assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

### **1.8. Taxation**

Income tax expense represents the sum of the tax currently payable and deferred tax.

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the statement of comprehensive income because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax is recognised on timing differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable timing differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible timing differences can be utilised. The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. Deferred tax liabilities are presented within provisions for liabilities and deferred tax assets within debtors. The measurement of deferred tax liabilities and assets reflect the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Current or deferred tax for the year is recognised in profit or loss, except when they related to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax is also recognised in other comprehensive income or directly in equity respectively.

### **1.9. Pensions**

The company operates a defined pension contribution scheme. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

### **1.10. Government Grant**

Government grants are recognised in the profit and loss account in an appropriate manner that matches them with the expenditure towards which they are intended to contribute.

Grants for immediate financial support or to cover costs already incurred are recognised immediately in the profit and loss account. Grants towards general activities of the entity over a specific period are recognised in the profit and loss account over that period.

Grants towards fixed assets are recognised over the expected useful lives of the related assets and are treated as deferred income and released to the profit and loss account over the useful life of the asset concerned.

All grants in the profit and loss account are recognised when all conditions for receipt have been complied with.

**Advantage Chemicals Limited**  
**Notes to the Financial Statements (continued)**  
**For The Year Ended 30 September 2021**

**2. Average Number of Employees**

Average number of employees, including directors, during the year was as follows: 4 (2020: 5)

**3. Tangible Assets**

	<b>Motor Vehicles</b>	<b>Fixtures &amp; Fittings</b>	<b>Total</b>
	<b>£</b>	<b>£</b>	<b>£</b>
<b>Cost</b>			
As at 1 October 2020	131,984	52,559	184,543
Disposals	(85,058 )	(36,552 )	(121,610 )
As at 30 September 2021	<u>46,926</u>	<u>16,007</u>	<u>62,933</u>
<b>Depreciation</b>			
As at 1 October 2020	128,634	47,545	176,179
Provided during the period	3,349	3,802	7,151
Disposals	(85,058 )	(36,333 )	(121,391 )
As at 30 September 2021	<u>46,925</u>	<u>15,014</u>	<u>61,939</u>
<b>Net Book Value</b>			
As at 30 September 2021	<u>1</u>	<u>993</u>	<u>994</u>
As at 1 October 2020	<u>3,350</u>	<u>5,014</u>	<u>8,364</u>

**4. Stocks**

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Stock - materials and work in progress	20,275	51,746
	<u>20,275</u>	<u>51,746</u>

**5. Debtors**

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
<b>Due within one year</b>		
Trade debtors	82,513	100,518
Prepayments and accrued income	4,169	1,489
	<u>86,682</u>	<u>102,007</u>

**Advantage Chemicals Limited**  
**Notes to the Financial Statements (continued)**  
**For The Year Ended 30 September 2021**

**6. Creditors: Amounts Falling Due Within One Year**

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Trade creditors	34,569	57,189
Bank loans and overdrafts	2,500	2,500
Other taxes and social security	6,460	3,446
VAT	19,319	11,091
Other creditors	17,410	630
Invoice discounting	42,484	58,391
Accruals and deferred income	7,357	6,252
Amounts owed to group undertakings	-	16,151
	<u>130,099</u>	<u>155,650</u>

**7. Creditors: Amounts Falling Due After More Than One Year**

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Bank loans	<u>45,000</u>	<u>47,500</u>
	<u>45,000</u>	<u>47,500</u>

Of the creditors falling due within and after more than one year the following amounts are due after more than five years.

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Bank loans and overdrafts	-	7,500

**8. Secured Creditors**

The Invoice Discounting facility is secured by a debenture giving a fixed and floating charge over the company's assets and related book debts.

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Other Creditors	42,484	58,391

**9. General Information**

Advantage Chemicals Limited is a private company, limited by shares, incorporated in England & Wales, registered number 03628340 . The registered office is Unit 14 Presteigne Industrial Estate, Presteigne, Powys, LD8 2UF.



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.