

# **Blagden Specialty Chemicals Limited**

Report and Financial Statements

Year Ended

31 December 2016

Company Number 3914333

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# **Blagden Specialty Chemicals Limited**

## **Report and financial statements for the year ended 31 December 2016**

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# Blagden Specialty Chemicals Limited

## Directors and Advisors for the year ended 31 December 2016

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<b>Directors</b>	R G Turton (Managing) G W J Turton
<b>Company number</b>	3914333
<b>Registered office</b>	Osprey House Black Eagle Square Westerham Kent TN16 1PA
<b>Distribution Site</b>	14 Spitfire Road Triumph Trading Park Speke Hall Road Liverpool L24 9BF
<b>Accreditations</b>	COMAH – lower tier ISO 9001:2008 REACH approved CBA Responsible Care DGSA approved CareChem 24 scheme FEMAS
<b>Trade Associations</b>	Chemical Business Association Westmere Drive, Crewe Business Park, Crewe, Cheshire, CW1 6ZD  British Association for Chemical Specialities The Exchange, Station Approach, Harrogate, HG1 1TS
<b>Auditors</b>	BDO LLP 55 Baker Street, London, W1U 7EU
<b>Bankers</b>	HSBC Bank PLC Global House, High Street, Crawley, West Sussex, RH10 1DL
<b>Insurance Brokers</b>	Arthur J Gallagher 34 Tower View, Kings Hill, West Malling, Kent, ME19 4UY
<b>Corporate Lawyers</b>	Cripps Wallside House, 12 Mount Ephraim Road, Tunbridge Wells, TN1 1EG
<b>HR Lawyers</b>	Loch Associates Oxford House 15-17 Mount Ephraim Road, Tunbridge Wells, TN1 1EN

# **Blagden Specialty Chemicals Limited**

## **Directors' Report for the year ended 31 December 2016**

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The directors' present the report together with the audited financial statements for the year ended 31 December 2016.

### **Results and dividends**

The results for the year are set out on page 8.

A dividend of £400,000 was paid during the year (31 December 2015 - £300,000).

### **Principal activities**

The principal activities of the Company are of representation of mainly overseas chemical manufacturers and the sales of their products in the UK and Irish markets.

The strategic report on page 4 provides information regarding the review of the business, principal risks and uncertainties and future developments.

### **Financial instruments**

The Company's principal funding instruments comprise bank balances, bank overdrafts, trade creditors, trade debtors, and loans from financial institutions. The main purpose of these instruments is to raise funds for and to finance the Company's operations.

The Company has bank accounts denominated in foreign currencies and manages its foreign exchange risks using hedging arrangements. Liquidity risk is managed by maintaining a balance of continuity of funding and flexibility through the use of overdrafts at floating rates of interest.

Credit risk and cash flow risk relating to trade debtors are managed by utilising services from a financial institution as well as the regular monitoring of credit terms and credit limits.

Liquidity risk associated with trade creditors is managed by ensuring sufficient funds are available to meet liabilities as they fall due.

### **Directors**

The directors of the Company during the year were:

R G Turton

G W J Turton

# Blagden Specialty Chemicals Limited

## Directors' Report for the year ended 31 December 2016 *(continued)*

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### Directors' responsibilities

The directors are responsible for preparing the directors' report, the strategic report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the director must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that year.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

### Auditor

The current directors have taken all the steps that they ought to have taken to make themselves aware of any information needed by the company's auditor for the purposes of their audit and to establish that the auditor is aware of that information. The directors are not aware of any relevant audit information of which the auditor is unaware.

BDO LLP were re-appointed as auditor of the company by the director. BDO LLP have expressed their willingness to continue in office and a resolution to re-appoint them as auditor will be proposed at the next annual general meeting.

### On behalf of the Board



R G Turton

Director

12<sup>th</sup> September 2017

# **Blagden Specialty Chemicals Limited**

## **Strategic Report for the year ended 31 December 2016**

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### **Fair review of the business**

The principal activities of the Company are the representation of mainly overseas chemical manufacturers and the sales and technical promotion of their products in the UK and Irish markets.

Blagden therefore acts as a specialist distributor carrying out the functions of global sourcing, sales and marketing, the technical promotion and distribution of specialty, industrial and general chemicals. The bespoke dry packaging and the blending of custom made solutions takes place at our Liverpool distribution site.

### **Principal risks and uncertainties**

Trading performance in 2016 remained strong despite the fall in sterling and the decision to leave the European Union. It is the company's policy to buy currency forward to mitigate the risk due to exchange rate fluctuations.

As always we face the possibility of a loss of a key supply partner through strategic changes of consolidation and/or acquisition.

### **Analysis of the development and performance of the business**

New business development is a key element of our strategy and positive results are being seen from our efforts to introduce new products and new sources of supply to complement our existing product ranges for our core market sectors and for new markets.

We strive always for continuing improvements to our business processes and now with a new ERP system Sage X3, a new website and planned new CRM module for 2017/2018, benefits will be derived, assisting our sales teams.

### **Analysis of the position of the business**

Sales revenues were up although margins were under pressure given the fall in sterling.

Our business model and finances continue to be resilient. However, in 2017/2018 uncertainty over the performance of the UK economy with the likelihood of unstable trading conditions, volatility and weaker Sterling may bring difficult trading conditions.

# Blagden Specialty Chemicals Limited

## Strategic Report for the year ended 31 December 2016 (Continued)

### Key Performance Indicators

	31 Dec 2016	31 Dec 2015
Stocks/Cost of Sales %	17.9%	14.7%
Debtors/Sales %	19.1%	17.9%
Creditors/Cost of Sales %	20.1%	12.8%
Net current assets/Sales %	33.3%	30.5%
Stock turnover in calendar days	65.4 days	53.6 days
Trade debtors in calendar days	69.8 days	65.3 days
Trade creditors in calendar days	73.3 days	46.8 days
Gross Margin	21.9%	25.4%
Profit before interest and tax/Sales %	6.0 %	7.6%
Profit before interest and tax/Net current assets %	17.9%	24.9%

The pressure for longer credit terms from customers especially the multi-nationals has affected debtors days outstanding. With more of our supply partners requiring Blagden to take in larger delivery loads, this has had an impact on our creditor days and stockholding.

### On behalf of the Board



R G Turton

Director

12<sup>th</sup> September 2017

# **Blagden Specialty Chemicals Limited**

## **Independent auditor's report**

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### **TO THE MEMBERS OF BLAGDEN SPECIALTY CHEMICALS LIMITED**

We have audited the financial statements of Blagden Specialty Chemicals Limited for the year ended 31 December 2016 which comprise the statement of comprehensive income, the statement of financial position, the statement of changes in equity, the statement of cashflows and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

### **Respective responsibilities of directors and auditors**

As explained more fully in the statement of directors' responsibilities, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Financial Reporting Council's (FRC's) Ethical Standards for Auditors.

### **Scope of the audit of the financial statements**

A description of the scope of an audit of financial statements is provided on the FRC's website at [www.frc.org.uk/auditscopeukprivate](http://www.frc.org.uk/auditscopeukprivate).

### **Opinion on financial statements**

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2016 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

### **Opinion on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the strategic report and directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the strategic report and directors' report have been prepared in accordance with applicable legal requirements.



# Blagden Specialty Chemicals Limited

## Independent auditor's report (*Continued*)

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### **Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report or the directors' report.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.



Marc Reinecke (senior statutory auditor)  
For and on behalf of BDO LLP, statutory auditor  
London  
United Kingdom  
Date 12<sup>th</sup> September 2017

BDO LLP is a limited liability partnership registered in England and Wales (with registered number OC305127)

# Blagden Specialty Chemicals Limited

## Statement of comprehensive income for the year ended 31 December 2016

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	Note	31 Dec 2016 £	31 Dec 2015 £
<b>Turnover</b>	3	21,217,853	19,650,904
Cost of sales		(16,577,375)	(14,665,269)
		<hr/>	<hr/>
<b>Gross profit</b>		4,640,478	4,985,635
Administrative expenses		(3,367,878)	(3,490,197)
		<hr/>	<hr/>
<b>Operating profit</b>	6	1,272,600	1,495,438
Interest received		63	209
Interest payable and similar charges	7	(3,254)	(2,366)
		<hr/>	<hr/>
<b>Profit on ordinary activities before taxation</b>		1,269,409	1,493,281
Taxation on profit from ordinary activities	8	(279,897)	(339,558)
		<hr/>	<hr/>
<b>Total comprehensive income for the financial year attributable to the owners of the company</b>		989,512	1,153,723
		<hr/>	<hr/>

All amounts relate to continuing activities.

All recognised gains and losses are included in the statement of comprehensive income.

The notes on pages 13 to 21 form part of these financial statements.

# Blagden Specialty Chemicals Limited

## Statement of financial position as at 31 December 2016

<b>Company number 3914333</b>	<b>Note</b>	<b>31 Dec 2016 £</b>	<b>31 Dec 2016 £</b>	<b>31 Dec 2015 £</b>	<b>31 Dec 2015 £</b>
<b>Fixed assets</b>					
Tangible assets	9		419,872		499,918
<b>Current assets</b>					
Stock	10	2,971,324		2,155,087	
Debtors	11	7,189,448		5,995,358	
Cash at bank		2,198,315		1,657,204	
		<u>12,359,087</u>		<u>9,807,649</u>	
<b>Creditors: amounts falling due within one year</b>	12	<u>5,689,450</u>		<u>3,807,572</u>	
<b>Net current assets</b>			6,669,637		6,000,079
<b>Total assets less current liabilities</b>			<u>7,089,509</u>		<u>6,499,997</u>
<b>Net assets</b>			<u>7,089,509</u>		<u>6,499,997</u>
<b>Capital and reserves</b>					
Called up share capital	14		37,500		37,500
Share premium account			37,500		37,500
Profit and loss account			7,014,509		6,424,997
<b>Shareholders' funds</b>			<u>7,089,509</u>		<u>6,499,997</u>

The financial statements were approved by the Board of Directors and authorised for issue on 12<sup>th</sup> September 2017.



R G Turton  
Director

The notes on pages 13 to 21 form part of these financial statements.

# Blagden Specialty Chemicals Limited

## Statement of changes in equity for the year ended 31 December 2016

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	Share capital £'000	Share premium £'000	Profit and loss account £'000	Total equity £'000
<b>1 January 2016</b>	37,500	37,500	6,424,997	6,499,997
<b>Comprehensive income for the year</b>				
Profit for the year	-	-	989,512	989,512
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Total comprehensive income for the year</b>	37,500	37,500	989,512	989,512
<b>Contributions by and distributions to owners</b>				
Dividends	-	-	(400,000)	(400,000)
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Total transactions with owners</b>	37,500	37,500	(400,000)	(400,000)
	<hr/>	<hr/>	<hr/>	<hr/>
<b>31 December 2016</b>	<u>37,500</u>	<u>37,500</u>	<u>7,014,509</u>	<u>7,089,509</u>

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# Blagden Specialty Chemicals Limited

## Statement of changes in equity For the year ended 31 December 2015 (*continued*)

	Share capital £'000	Share premium £'000	Profit and loss account £'000	Total equity £'000
<b>1 January 2015</b>	37,500	37,500	5,571,274	5,646,274
<b>Comprehensive income for the year</b>				
Profit for the year	-	-	1,153,723	1,153,723
<b>Total comprehensive income for the year</b>	37,500	37,500	1,153,723	1,153,723
<b>Contributions by and distributions to owners</b>				
Dividends	-	-	(300,000)	(300,000)
<b>Total contributions by and distributions to owners</b>			(300,000)	(300,000)
<b>31 December 2015</b>	37,500	37,500	6,424,997	6,499,997

# Blagden Specialty Chemicals Limited

## Statement of cash flows for the year ended 31 December 2016

	Note	31 Dec 2016 £	31 Dec 2015 £
<b>Cash flows from operating activities</b>			
<b>Profit for the financial year</b>		1,272,600	1,495,438
Adjustments for:			
Depreciation, impairment and amortisation of fixed assets	6	172,263	188,459
Profit on disposal		(8,166)	(1,542)
(Increase)/decrease in stock	10	(816,237)	90,903
Increase in trade and other debtors	11	(126,596)	(275,538)
Increase in trade and other creditors	12	1,856,392	67,464
Increase in amounts owed by group undertakings	11, 12	(986,655)	(577,957)
<b>Cash from operations</b>		1,363,601	987,227
Interest paid		(3,254)	(2,366)
Taxation paid		(335,247)	(176,496)
<b>Net cash generated from operating activities</b>		1,025,100	808,365
<b>Cash flows from investing activities</b>			
Proceeds from sale of tangible fixed assets		8,300	1,557
Purchases of tangible fixed assets	9	(92,352)	(99,190)
Interest received		63	209
<b>Net cash from investing activities</b>		(83,989)	(97,424)
<b>Cash flows from financing activities</b>			
Equity dividend paid	15	(400,000)	(300,000)
<b>Net cash used in financing activities</b>		(400,000)	(300,000)
<b>Net Increase in cash and cash equivalents</b>		541,111	410,941
Cash and cash equivalents at the beginning of the year		1,657,204	1,246,263
<b>Cash and cash equivalents at the end of the year</b>		2,198,315	1,657,204
<b>Cash and cash equivalents comprise of:</b>			
Cash at bank and in hand		2,198,315	1,657,204
		2,198,315	1,657,204

The notes on pages 13 to 21 form part of these financial statements

# Blagden Specialty Chemicals Limited

## Notes forming part of the financial statements for the year ended 31 December 2016

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### 1 Accounting policies

Blagden Specialty Chemical Limited is a company incorporated in England & Wales under the Companies Act. The address of the registered office is given on the contents page and the nature of the group's operations and its principal activities are set out in the strategic report. The financial statements have been prepared in accordance with FRS 102, the Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires company management to exercise judgement in applying the company's accounting policies.

The financial statements have been prepared under the historical cost convention and are in accordance with applicable accounting standards.

The following principal accounting policies have been applied:

#### *Turnover*

Turnover comprises revenue recognised by the company in respect of goods and services supplied, exclusive of Value Added Tax and trade discounts. Turnover is derived from the company's ordinary activities. Revenue from the sales of goods is recognised when the company has transferred the significant risks and rewards of ownership to the buyer and it is probable that the company will receive the previously agreed payment. These criteria are considered to be met, when the goods have been delivered to the buyer.

#### *Reserves*

- Called up share capital reserve represents the nominal value of the shares issued.
- Share premium account represents amounts subscribed for share capital in excess of the nominal value.
- Profit and loss account represents cumulative profits or losses, net of dividends paid and other adjustments.

#### *Tangible fixed assets and depreciation*

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

Plant and machinery	-	15% reducing balance
Motor vehicles	-	Straight line over 3 - 5 years
Fixtures and fittings	-	12.5% - 33.3% straight line

# Blagden Specialty Chemicals Limited

## Notes forming part of the financial statements for the year ended 31 December 2016

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### 1 Accounting policies (continued)

#### *Leasing and hire purchase commitments*

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

#### *Current and deferred taxation*

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a charge attributable to an item of income or expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the country where the company operates and generates taxable income.

Deferred balances are recognised in respect of all timing differences that have originated but not reversed by the balance sheet date, except:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits;
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met; and
- Where timing differences relate to interests in subsidiaries, associates, branches and joint ventures and the group can control their reversal and such reversal is not considered probable in the foreseeable future.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax.

Deferred income tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

#### *Financial assets*

Financial assets, other than investments and derivatives, are initially measured at transaction price (including transaction costs) and subsequently held at cost, less any impairment.



# Blagden Specialty Chemicals Limited

## Notes forming part of the financial statements for the year ended 31 December 2016

### 1 Accounting policies (continued)

#### *Financial liabilities and equity*

Financial liabilities and equity are classified according to the substance of the financial instrument's contractual obligations, rather than the financial instrument's legal form. Financial liabilities, excluding convertible debt and derivatives, are initially measured at transaction price (including transaction costs) and subsequently held at amortised cost.

#### *Foreign currencies*

The company's functional and presentational currency is GBP. Foreign currency transactions are translated into the group entity's functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in profit or loss.

#### *Stock*

Stock is valued at the lower of cost and net realisable value.

#### *Pensions*

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

### 2 Significant estimates and judgements

The Company makes judgements as to its ability to collect outstanding debtors and provides allowances for the portion of debtors when collection becomes doubtful. Provisions are made based on a specific review of significant outstanding invoices. For those invoices not specifically reviewed, provisions are recorded.

### 3 Turnover

An analysis of turnover by geographical market is as follows:

	31 Dec 2016 £	31 Dec 2015 £
UK	20,267,314	18,770,563
Europe	884,089	818,799
Rest of World	66,450	61,542
	<hr/>	<hr/>
	21,217,853	19,650,904
	<hr/>	<hr/>

# Blagden Specialty Chemicals Limited

Notes forming part of the financial statements  
for the year ended 31 December 2015 (Continued)

## 4 Employees

	31 Dec 2016 £	31 Dec 2015 £
Staff costs, including directors' remuneration, consist of:		
Wages and salaries	1,848,429	1,800,852
Social security costs	222,022	210,891
Other pension costs	82,401	77,712
	<u>2,152,852</u>	<u>2,089,455</u>

	31 Dec 2016 £	31 Dec 2015 £
The average number of employees, including directors, during the year was:		
Warehouse and distribution	6	7
Selling	23	23
Administration	18	18
	<u>47</u>	<u>48</u>

## 5 Directors

	31 Dec 2016 £	31 Dec 2015 £
Emoluments	275,799	278,970
Social security costs	35,980	35,980
	<u>311,779</u>	<u>314,950</u>
Total		
	<u>311,779</u>	<u>314,950</u>
Company pension contributions to money purchase pension schemes	-	-

During the year no retirement benefits were accruing to the director (31 Dec 2015 - £nil) in respect of money purchase pension schemes.

The highest paid director received remuneration of £275,799 (31 Dec 2015 - £278,970).

The value of the company's contributions paid to a money purchase pension scheme in respect of the highest paid director amounted to £nil (31 Dec 2015 - £nil).

# Blagden Specialty Chemicals Limited

Notes forming part of the financial statements  
for the year ended 31 December 2016 (Continued)

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## 6 Operating profit

	31 Dec 2016 £	31 Dec 2015 £
This has been arrived at after charging/(crediting):		
Depreciation of tangible assets - owned by the company	172,263	188,459
Auditor's remuneration	30,000	33,000
Difference on foreign exchange	(50,714)	(27,557)
Operating lease expenditure	98,280	98,280
Profit on disposal of Fixed Assets	(8,167)	(1,542)
	<hr/>	<hr/>

## 7 Interest payable and similar charges

	31 Dec 2016 £	31 Dec 2015 £
On bank loans and overdrafts	3,254	2,366
On other loans wholly repayable within five years	-	-
	<hr/>	<hr/>
	3,254	2,366
	<hr/>	<hr/>

# Blagden Specialty Chemicals Limited

Notes forming part of the financial statements  
for the year ended 31 December 2016 (Continued)

## 8 Taxation on profit from ordinary activities

	31 Dec 2016 £	31 Dec 2015 £
<i>Current tax</i>		
UK corporation tax on profits of the year	284,139	335,147
Prior year adjustment	(4,242)	4,411
	<u>279,897</u>	<u>339,558</u>

The tax assessed for the year is higher than the standard rate of corporation tax in the UK. The differences are explained below:

	31 Dec 2016 £	31 Dec 2015 £
Profit on ordinary activities before tax	<u>1,269,409</u>	<u>1,493,281</u>
Profit on ordinary activities at the standard rate of corporation tax in the UK of 20% (31 Dec 2015 – 20.25%)	253,882	302,338
Effects of:		
Expenses not deductible for tax purposes	2,184	9,509
Short term timing differences – movement on provisions	7,902	10,463
Capitalised revenue expenditure allowable on an accounts basis	(683)	(892)
Income not taxable for tax purposes		
Depreciation in excess of capital allowance	19,150	11,815
Depreciation on assets ineligible for capital allowances	1,731	1,929
Prior year adjustment	(4,242)	4,411
Group relief	(27)	(15)
	<u>279,897</u>	<u>339,558</u>
Current tax charge for year		

# Blagden Specialty Chemicals Limited

Notes forming part of the financial statements  
for the year ended 31 December 2016 (Continued)

## 9 Tangible assets

	Plant and machinery £	Motor vehicles £	Fixtures, fittings and equipment £	Total £
<i>Cost</i>				
At 31 December 2015	412,589	310,561	1,011,581	1,734,731
Additions	10,074	74,135	8,143	92,352
Disposals	-	(33,185)	(5,231)	(38,416)
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 December 2016	422,663	351,511	1,014,493	1,788,667
	<hr/>	<hr/>	<hr/>	<hr/>
<i>Depreciation</i>				
At 31 December 2015	215,850	221,498	797,466	1,234,814
Charge for the year	31,040	57,638	83,585	172,263
Disposals	-	(33,185)	(5,097)	(38,282)
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 December 2016	246,890	245,951	875,954	1,368,795
	<hr/>	<hr/>	<hr/>	<hr/>
<i>Net book value</i>				
At 31 December 2016	175,773	105,560	138,539	419,872
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 December 2015	196,739	89,063	214,115	499,918
	<hr/>	<hr/>	<hr/>	<hr/>

## 10 Stock

	31 Dec 2016 £	31 Dec 2015 £
Finished goods and goods for resale	2,971,324	2,155,087
	<hr/>	<hr/>

## 11 Debtors

	31 Dec 2016 £	31 Dec 2015 £
Trade debtors	4,058,782	3,516,832
Other debtors	166,711	528,030
Prepayments	82,941	136,148
Intercompany Debtor	2,881,014	1,814,348
	<hr/>	<hr/>
	7,189,448	5,995,358
	<hr/>	<hr/>

# Blagden Specialty Chemicals Limited

Notes forming part of the financial statements  
for the year ended 31 December 2016 (Continued)

## 12 Creditors: amounts falling due within one year

	31 Dec 2016 £	31 Dec 2015 £
Trade creditors	3,327,543	1,880,649
Corporation tax	150,621	205,146
Social security and other taxes	644,675	385,535
Other creditors	633,898	350,491
Accruals & Deferred Income	211,274	344,323
Intercompany Creditor	721,439	641,428
	<u>5,689,450</u>	<u>3,807,572</u>

## 13 Financial instruments

	31 Dec 2016 £	31 Dec 2015 £
Financial assets		
Financial assets that are debt instruments measured at amortised cost	7,506,507	5,859,210
Financial liabilities		
Financial liabilities measured at amortised cost	<u>4,894,154</u>	<u>3,216,891</u>

## 14 Share capital

	Allotted, called up and fully paid			
	31 Dec 2016 Number	31 Dec 2015 Number	31 Dec 2016 £	31 Dec 2015 £
Ordinary shares of 25p each	<u>150,000</u>	<u>150,000</u>	<u>37,500</u>	<u>37,500</u>

## 15 Dividends

	31 Dec 2016 £	31 Dec 2015 £
Ordinary shares		
Interim paid of £2.6666667 per share	400,000	-
	<u>400,000</u>	<u>-</u>

# Blagden Specialty Chemicals Limited

## Notes forming part of the financial statements for the year ended 31 December 2016 (Continued)

### 16 Pension costs

The company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £82,401 (31 December 2015 - £77,712). Contributions totalling £24,984 (31 December 2015 - £23,364) were payable to the fund at the balance sheet date and are included in other creditors.

### 17 Related party transactions

Directors' emoluments have been disclosed in note 4. The company has taken advantage of the exemptions provided by FRS102 paragraph 33.1A and not disclosed the transactions with group undertakings where 100% of the voting rights are controlled within the group.

### 18 Commitments under operating leases

As at 31 December 2016, the company had minimum lease payments under non-cancellable operating leases as set out below:

	31 Dec 2016 Land and buildings £	31 Dec 2016 Other £	31 Dec 2015 Land and buildings £	31 Dec 2015 Other £
Within one year	98,280	-	98,280	-
In two to five years	196,560	-	294,840	-
	<u>294,840</u>	<u>-</u>	<u>393,120</u>	<u>-</u>

### 19 Ultimate parent undertaking and controlling party

The ultimate parent company is Blagden Holdings Limited, a company incorporated in England and Wales, which is 100% owned by R G Turton, director. A copy of these financial statements can be obtained from Osprey House, Black Eagle Square, Westerham, Kent, TN16 1PA.