

Registered number: 04428468

Buchen-ICS Limited

**Annual Report
and Financial
statements**

For the year ended 31 December 2015

TUESDAY



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BUCHEN-ICS LIMITED

Company Information

| | |
|----------------------------|---|
| Directors | P H J Van Der Schee P A Abdi |
| Registered number | 04428468 |
| Registered office | 25b Northampton Road Scunthorpe South Humberside DN16 1UJ |
| Independent auditor | BDO LLP 55 Baker Street London W1U 7EU |
| Bankers | National Westminster Bank plc 11 Spring Gardens Manchester M60 2DB |

BUCHEN-ICS LIMITED

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BUCHEN-ICS LIMITED

Directors' report For the year ended 31 December 2015

The directors present their report and the audited financial statements for the year ended 31 December 2015.

Directors' responsibilities statement

The directors are responsible for preparing the directors' 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 directors 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 period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments 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.

Principal activities

The principal activity of the company during the year continued to be that of the provision of industry catalyst services.

Going concern

The directors of the company's parent undertaking have confirmed that they will provide financial support to the company for a period of at least twelve months from the date at which the balance sheet was signed. The accounts therefore have been prepared on a going concern basis.

Directors

The directors who served during the year were:

P H J Van Der Schee
P A Abdi

Disclosure of information to auditor

Each of the persons who are directors at the time when this directors' report is approved has confirmed that:

- so far as that director is aware, there is no relevant audit information of which the company's auditor is unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the company's auditor is aware of that information.

BUCHEN-ICS LIMITED

Directors' report
For the year ended 31 December 2015

Auditor

The auditor, BDO LLP, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

This report has been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

This report was approved by the board and signed on its behalf.



.....
P A Abdi
Director

Date: 4/5/2016

BUCHEN-ICS LIMITED

Independent auditor's report to the member of Buchen-ICS Limited

We have audited the financial statements of Buchen-ICS Limited for the year ended 31 December 2015, set out on pages 5 to 14. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective January 2015) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the company's member 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 member 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 member for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditor

As explained more fully in the directors' responsibilities statement, 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 Financial Reporting Council's website at 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 2015 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements.


BUCHEN-ICS LIMITED

Independent auditor's report to the member of Buchen-ICS Limited

Matters on which we are required to report by exception

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; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and from the requirement to prepare a strategic report .



Marc Reinecke (senior statutory auditor)

For and on behalf of BDO LLP, statutory auditor

Statutory Auditors and Chartered Accountants

55 Baker Street

London

W1U 7EU

Date:

6/5/2016

BUCHEN-ICS LIMITED

Profit and loss account For the year ended 31 December 2015

| | Note | 2015 £ | 2014 £ |
|--|------|------------------|-----------------|
| Turnover | | 1,941,497 | 1,844,528 |
| Cost of sales | | (1,106,143) | (961,282) |
| Gross profit | | 835,354 | 883,246 |
| Administrative expenses | | (1,011,213) | (919,393) |
| Operating loss | 3 | (175,859) | (36,147) |
| Interest receivable and similar income | | 53 | 80 |
| Interest payable and similar charges | 5 | (42,020) | (41,549) |
| Loss on ordinary activities before taxation | | (217,826) | (77,616) |
| Tax on loss on ordinary activities | 6 | 42,876 | 11,795 |
| Loss for the financial year | | (174,950) | (65,821) |

The notes on pages 7 to 14 form part of these financial statements.


BUCHEN-ICS LIMITED
Registered number: 04428468

Balance sheet
As at 31 December 2015

| | Note | £ | 2015 £ | £ | 2014 £ |
|---|------|------------------|------------------|------------------|------------------|
| Fixed assets | | | | | |
| Intangible assets | 7 | | - | | 73,216 |
| Tangible assets | 8 | | 276,483 | | 276,522 |
| | | | 276,483 | | 349,738 |
| Current assets | | | | | |
| Stocks | 9 | 3,879 | | 2,090 | |
| Debtors | 10 | 367,532 | | 369,493 | |
| Cash at bank and in hand | | 58,400 | | 133,719 | |
| | | 429,811 | | 505,302 | |
| Creditors: amounts falling due within one year | 11 | (945,477) | | (919,273) | |
| Net current liabilities | | | (515,666) | | (413,971) |
| Total assets less current liabilities | | | (239,183) | | (64,233) |
| Capital and reserves | | | | | |
| Called up share capital | 13 | | 50,000 | | 50,000 |
| Profit and loss account | 14 | | (289,183) | | (114,233) |
| Shareholders' deficit | 15 | | (239,183) | | (64,233) |

The financial statements have been prepared in accordance with the special provisions applicable to small companies within Part 15 of the Companies Act 2006 and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:


.....
P A Abdi
Director

Date: 4/5/2016

The notes on pages 7 to 14 form part of these financial statements.

BUCHEN-ICS LIMITED

Notes to the financial statements For the year ended 31 December 2015

1. Accounting policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

1.2 Going Concern

The directors of the company's parent undertaking have confirmed that they will provide financial support to the company for a period of at least twelve months from the date at which the balance sheet was signed. The accounts therefore have been prepared on a going concern basis.

1.3 Turnover

Turnover represents sales to customers at invoiced amounts less value added tax and trade discounts for services performed. Turnover is recognised once work has been performed under the service agreement with the customer and the customer has confirmed the work to be completed.

1.4 Intangible fixed assets and amortisation

Goodwill is the difference between amounts paid on the acquisition of a business and the fair value of the identifiable assets and liabilities. It is amortised to the profit and loss account over its estimated economic life.

1.5 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:

| | | |
|------------------------|---|-------------------------|
| Leasehold improvements | - | 33% straight line |
| Plant and machinery | - | 20% - 33% straight line |
| Motor vehicles | - | 33% straight line |
| Office equipment | - | 33% straight line |

1.6 Operating leases

Rentals under operating leases are charged to the profit and loss account on a straight line basis over the lease term.

1.7 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks.

BUCHEN-ICS LIMITED

Notes to the financial statements For the year ended 31 December 2015

1. Accounting policies (continued)

1.8 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Deferred tax assets and liabilities are not discounted.

1.9 Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at 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 gains and losses are recognised in the profit and loss account.

1.10 Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

2. Turnover

58.0% of the company's turnover (2014: 42.5%) is attributable to geographical markets outside the United Kingdom.

3. Operating loss

The operating loss is stated after charging:

| | 2015 £ | 2014 £ |
|---|-----------|-----------|
| Amortisation of intangible fixed assets | 73,216 | 73,215 |
| Depreciation of tangible fixed assets: | | |
| - owned by the company | 170,344 | 134,761 |
| Auditor's remuneration | 7,280 | 5,000 |

BUCHEN-ICS LIMITED

Notes to the financial statements For the year ended 31 December 2015

4. Directors' remuneration

| | 2015 £ | 2014 £ |
|------------------------|---------------|---------------|
| Aggregate remuneration | <u>91,344</u> | <u>89,430</u> |

5. Interest payable and similar charges

| | 2015 £ | 2014 £ |
|----------------------------------|---------------|---------------|
| Other similar charges payable | 40,540 | 35,522 |
| On loans from group undertakings | 1,480 | 6,027 |
| | <u>42,020</u> | <u>41,549</u> |

6. Taxation

| | 2015 £ | 2014 £ |
|--|-----------------|-----------------|
| Analysis of tax credit in the year | | |
| Current tax | | |
| UK corporation tax charge on loss for the year | - | - |
| Adjustments in respect of prior periods | (5,428) | - |
| Total current tax | <u>(5,428)</u> | <u>-</u> |
| Deferred tax (see note 12) | | |
| Origination and reversal of timing differences | (37,448) | (11,795) |
| Tax on loss on ordinary activities | <u>(42,876)</u> | <u>(11,795)</u> |

At the year end the company had tax losses amounting to £231,424 (2014:£61,410).

BUCHEN-ICS LIMITED

Notes to the financial statements For the year ended 31 December 2015

7. Intangible fixed assets

| | Goodwill £ |
|--|---------------|
| Cost | |
| At 1 January 2015 and 31 December 2015 | 219,646 |
| Amortisation | |
| At 1 January 2015 | 146,430 |
| Charge for the year | 73,216 |
| At 31 December 2015 | 219,646 |
| Net book value | |
| At 31 December 2015 | - |
| At 31 December 2014 | 73,216 |

8. Tangible fixed assets

| | Leasehold improvements £ | Plant and machinery £ | Motor vehicles £ | Office equipment £ | Total £ |
|-----------------------|--------------------------------|-----------------------------|------------------------|--------------------------|------------|
| Cost | | | | | |
| At 1 January 2015 | 71,993 | 498,059 | 182,256 | 49,190 | 801,498 |
| Additions | 7,331 | 112,857 | 41,512 | 8,606 | 170,306 |
| Disposals | - | - | (32,386) | - | (32,386) |
| At 31 December 2015 | 79,324 | 610,916 | 191,382 | 57,796 | 939,418 |
| Depreciation | | | | | |
| At 1 January 2015 | 57,597 | 312,665 | 113,382 | 41,332 | 524,976 |
| Charge for the year | 14,250 | 115,528 | 34,346 | 6,220 | 170,344 |
| On disposals | - | - | (32,385) | - | (32,385) |
| At 31 December 2015 | 71,847 | 428,193 | 115,343 | 47,552 | 662,935 |
| Net book value | | | | | |
| At 31 December 2015 | 7,477 | 182,723 | 76,039 | 10,244 | 276,483 |
| At 31 December 2014 | 14,396 | 185,394 | 68,874 | 7,858 | 276,522 |

9. Stocks

| | 2015 £ | 2014 £ |
|-------------------------------|-----------|-----------|
| Raw materials and consumables | 3,879 | 2,090 |

BUCHEN-ICS LIMITED

Notes to the financial statements For the year ended 31 December 2015

10. Debtors

| | 2015 £ | 2014 £ |
|------------------------------------|----------------|----------------|
| Trade debtors | 215,926 | 299,748 |
| Amounts owed by group undertakings | 37,466 | 15,659 |
| Corporation tax recoverable | 5,336 | 5,336 |
| Other debtors and prepayments | 63,600 | 40,994 |
| Deferred tax asset (see note 12) | 45,204 | 7,756 |
| | <u>367,532</u> | <u>369,493</u> |

11. Creditors: Amounts falling due within one year

| | 2015 £ | 2014 £ |
|------------------------------------|----------------|----------------|
| Bank overdraft | 689,549 | 724,265 |
| Trade creditors | 26,224 | 29,352 |
| Amounts owed to group undertakings | 176,608 | 63,407 |
| Other taxation and social security | - | 51,719 |
| Other creditors and accruals | 53,096 | 50,530 |
| | <u>945,477</u> | <u>919,273</u> |

The bank overdraft is secured under a guarantee dated 27 January 2014 between, fellow group company, Remondis AG & Co. KG, Luenen and Commerzbank Aktiengesellschaft.

12. Deferred tax asset

| | 2015 £ | 2014 £ |
|----------------------------|---------------|--------------|
| At beginning of year | 7,756 | (4,039) |
| Released during year (P&L) | 37,448 | 11,795 |
| | <u>45,204</u> | <u>7,756</u> |
| At end of year | | |

The deferred tax asset is made up as follows:

| | 2015 £ | 2014 £ |
|--------------------------------|---------------|--------------|
| Accelerated capital allowances | (15,139) | (5,425) |
| Tax losses carried forward | 60,343 | 13,181 |
| | <u>45,204</u> | <u>7,756</u> |

BUCHEN-ICS LIMITED

Notes to the financial statements **For the year ended 31 December 2015**

13. Share capital

| | 2015 £ | 2014 £ |
|---|---------------|---------------|
| Allotted, called up and fully paid | | |
| 50,000 Ordinary shares of £1 each | <u>50,000</u> | <u>50,000</u> |

14. Reserves

| | Profit and loss account £ |
|-----------------------------|---------------------------------|
| At 1 January 2015 | (114,233) |
| Loss for the financial year | (174,950) |
| At 31 December 2015 | <u>(289,183)</u> |

15. Reconciliation of movement in shareholders' deficit

| | 2015 £ | 2014 £ |
|---------------------------------------|------------------|-----------------|
| Opening shareholders' (deficit)/funds | (64,233) | 1,588 |
| Loss for the financial year | (174,950) | (65,821) |
| Closing shareholders' deficit | <u>(239,183)</u> | <u>(64,233)</u> |

16. Operating lease commitments

At 31 December 2015 the company had annual commitments under non-cancellable operating leases as follows:

| | Land and buildings 2015 £ | 2014 £ |
|-----------------------|---------------------------------|---------------|
| Expiry date: | | |
| Between 2 and 5 years | <u>29,200</u> | <u>29,200</u> |

BUCHEN-ICS LIMITED

Notes to the financial statements For the year ended 31 December 2015

17. Related party transactions

During the year the company traded with a number of group companies. Buchen-ICS GmbH is the immediate parent undertaking of Buchen-ICS Limited. All other companies disclosed are fellow subsidiaries of Buchen-ICS GmbH. These transactions are summarised as follows:

Sales to other group companies:

| | 2015 £ | 2014 £ |
|---|-----------|-----------|
| Buchen-ICS B.V. (NL) | 250,603 | 133,868 |
| Buchen-ICS GmbH (DE) | 227,195 | 106,153 |
| Buchen-ICS b.v. Nederlanderna Filial (SW) | 390,766 | 459,372 |
| Buchen-ICS Hungry kft. | 12,857 | - |
| Buchen Tank and Turnaround Services GmbH (DE) | - | 11,848 |
| Buchen-ICS SA | 2,795 | 20,007 |
| Buchen-ICS SRL | 130,421 | - |
| Buchen Industrial Services N.V | 101,183 | 62,242 |
| Buchen Industrial Services Middle East | 5,930 | 3,451 |

Purchases from other group companies:

| | 2015 £ | 2014 £ |
|---|-----------|-----------|
| Buchen-ICS B.V. (NL) | 12,744 | 34,277 |
| Buchen UmweltService GmbH (DE) | 60,754 | - |
| Buchen-ICS S.R.L. | - | 6,302 |
| Buchen-ICS GmbH (DE) | 63,042 | 57,907 |
| Buchen-ICS b.v. Nederlanderna Filial (SW) | - | - |
| Buchen-ICS SARL (FR) | 18,099 | 27,371 |
| Buchen-ICS SL (ESP) | - | 5,432 |
| Buchen Industrial Services NV | 4,039 | 2,705 |

The net amount due (to)/from group companies at the balance sheet date is as follows:

| | 2015 £ | 2014 £ |
|---|-----------|-----------|
| Buchen-ICS B.V.(NL) | 6,926 | 6,715 |
| Buchen-ICS b.v. Nederlanderna Filial (SW) | - | 5,049 |
| Buchen UmweltService GmbH (DE) | (172,195) | (59,091) |
| Buchen-ICS GmbH (DE) | 20,578 | (421) |
| Buchen Industrial Services N.V | 7,799 | - |
| Buchen BVBA (BE) | (2,250) | - |

Included within other debtors is a loan to P A Abdi, a director, amounting to £nil (2014: £458). The maximum amount outstanding during the year was £458 (2014: £4,063). No interest is charged on outstanding balances and there is no formal repayment structure in place.

No other transactions reportable under Financial Reporting Standard No. 8 occurred during the year.

BUCHEN-ICS LIMITED

Notes to the financial statements
For the year ended 31 December 2015

18. Ultimate parent undertaking and controlling party

The company is wholly owned by Buchen-ICS GmbH, a private company incorporated in Germany. At the current and preceding year ends the ultimate parent undertaking was Rethmann AG & Co. KG, a private company incorporated in Germany.

Buchen-ICS Limited

Detailed profit and loss account

For the year ended 31 December 2015

The following pages do not form part of the statutory financial statements which are the subject of the independent auditor's report.

BUCHEN-ICS LIMITED

Detailed trading and profit and loss account For the year ended 31 December 2015

| | 2015 £ | 2014 £ |
|--|------------------|-----------------|
| Turnover | 1,941,497 | 1,844,528 |
| Cost of sales | (1,106,143) | (961,282) |
| | <hr/> | <hr/> |
| Gross profit | 835,354 | 883,246 |
| GROSS PROFIT % | 43.0 % | 47.9 % |
| Less: Overheads | | |
| Administrative expenses | (1,011,213) | (919,393) |
| | <hr/> | <hr/> |
| Operating loss | (175,859) | (36,147) |
| Interest receivable and other similar income | 53 | 80 |
| Interest payable and other similar charges | (42,020) | (41,549) |
| | <hr/> | <hr/> |
| Loss for the year | <u>(217,826)</u> | <u>(77,616)</u> |

BUCHEN-ICS LIMITED

Schedule to the detailed accounts For the year ended 31 December 2015

| | 2015 £ | 2014 £ |
|---|------------------|------------------|
| Turnover | | |
| UK sales | 816,076 | 1,059,848 |
| Overseas sales | 1,125,421 | 784,680 |
| | <u>1,941,497</u> | <u>1,844,528</u> |
| | | |
| | 2015 £ | 2014 £ |
| Cost of sales | | |
| Manufacturing supplies | 152,495 | 107,990 |
| Direct wages | 805,569 | 648,302 |
| National insurance contributions on direct labour | 68,727 | 55,652 |
| Subcontract | 71,922 | 140,619 |
| Carriage and import duty | 5,569 | 8,085 |
| Duty payable | 1,861 | 634 |
| | <u>1,106,143</u> | <u>961,282</u> |
| | | |
| | 2015 £ | 2014 £ |
| Administrative expenses | | |
| Directors' national insurance | 10,596 | 9,693 |
| Directors' salaries | 84,856 | 78,137 |
| Staff salaries | 184,913 | 157,373 |
| Staff national insurance | 19,295 | 16,267 |
| Rates | 8,654 | 12,036 |
| Light and heat | 5,061 | 6,854 |
| Insurances | 26,317 | 27,322 |
| Repairs and maintenance | 38,403 | 44,140 |
| Establishment expenses | 6,306 | 7,073 |
| Motor expenses | 73,272 | 84,913 |
| Hotels, travel and subsistence | 105,841 | 105,685 |
| Telephone | 8,958 | 8,558 |
| Printing, carriage and stationery | 21,584 | 13,104 |
| Other staff related expenses | 15,420 | 7,562 |
| Sundry expenses | 26,384 | 10,247 |
| Entertainment | 1,562 | 2,876 |
| Marketing | 13,217 | 8,743 |
| Legal and professional | 44,886 | 43,699 |
| Accountancy fees | 21,624 | 12,655 |
| Depreciation | 170,345 | 134,761 |
| Profit/loss on sale of tangible assets | (6,500) | (4,224) |
| Operating lease: Property | 31,800 | 33,846 |
| Bank charges | 7,477 | 4,061 |
| Amortisation of intangible fixed assets | 73,215 | 73,215 |
| Foreign currency losses | 17,727 | 20,797 |
| | <u>1,011,213</u> | <u>919,393</u> |

BUCHEN-ICS LIMITED

Schedule to the detailed accounts
For the year ended 31 December 2015

| | 2015 £ | 2014 £ |
|---|---------------|---------------|
| Interest receivable and other similar income | | |
| Bank interest receivable | <u>53</u> | <u>80</u> |
| | | |
| | 2015 £ | 2014 £ |
| Interest payable and other similar charges | | |
| Group interest payable | 1,480 | 6,027 |
| Other loan interest payable | <u>40,540</u> | <u>35,522</u> |
| | <u>42,020</u> | <u>41,549</u> |
