

**DISCOVERY FINE CHEMICALS LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2016**



Stephen Penny & Partners Limited

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Discovery Fine Chemicals Limited
Unaudited Financial Statements
For The Year Ended 31 December 2016

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Discovery Fine Chemicals Limited
Balance Sheet
As at 31 December 2016

Registered number: 05971945

		2016		2015	
	Notes	£	£	£	£
FIXED ASSETS					
Intangible Assets	7		44		88
Tangible Assets	8		8,060		8,815
			<u>8,104</u>		<u>8,903</u>
CURRENT ASSETS					
Stocks	9	10,500		10,317	
Debtors	10	219,506		105,990	
Cash at bank and in hand		325,348		233,111	
		<u>555,354</u>		<u>349,418</u>	
Creditors: Amounts Falling Due Within One Year	11	<u>(256,924)</u>		<u>(91,456)</u>	
NET CURRENT ASSETS (LIABILITIES)			<u>298,430</u>		<u>257,962</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>306,534</u>		<u>266,865</u>
PROVISIONS FOR LIABILITIES					
Deferred Taxation	12		(1,612)		(1,754)
NET ASSETS			<u>304,922</u>		<u>265,111</u>
CAPITAL AND RESERVES					
Called up share capital	13		8,765		8,765
Profit and loss account			296,157		256,346
SHAREHOLDERS' FUNDS			<u>304,922</u>		<u>265,111</u>

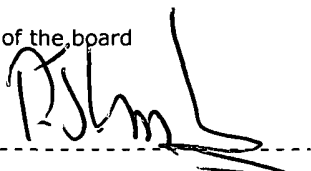
Discovery Fine Chemicals Limited
Balance Sheet (continued)
As at 31 December 2016

For the year ending 31 December 2016 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's responsibilities

- The member has not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.
- The director acknowledges his 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 Companies Act 2006 section 444 and opted not to file the profit and loss account, directors report, and notes to the financial statements relating to the profit and loss account.

On behalf of the board



Mr Paul Cunningham

Date.....

27/9/2017

The notes on pages 3 to 7 form part of these financial statements.

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. Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, net of Value Added Tax and trade discounts.

1.3. Intangible Fixed Assets and Amortisation - Other Intangible

Other intangible asset is a Trademark. It is amortised to profit and loss account over its estimated economic life of 5 years.

1.4. 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 the fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Computer equipment	3 years straight line basis
Motor Vehicles	25% per annum reducing balance
Fixtures, Fittings and Equipment	15% per annum reducing balance

1.5. Leasing and Hire Purchase Contracts

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired under finance leases are depreciated over the shorter of the lease term and their useful lives. Assets acquired under hire purchase contracts 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 the 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 applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account as incurred.

1.6. Stocks and Work in Progress

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

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. Deferred Taxation

The charge for taxation takes into account taxation deferred as a result of timing differences between the treatment of certain items for taxation and accounting purposes. In general, deferred taxation is recognised in respect of timing differences that have originated but not reversed at the balance sheet date. However, deferred tax assets are recognised only to the extent that the directors consider that it is 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 taxation is measured on a non-discounted basis at the tax rates that are expected to apply in periods in which the timing differences reverse, based on tax rates and the law enacted or substantively enacted at the balance sheet date.

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.

Discovery Fine Chemicals Limited
Notes to the Unaudited Accounts (continued)
For The Year Ended 31 December 2016

1.10. Registrar Filing Requirements

The company has taken advantage of Companies Act 2006 section 444(1) and opted not to file the profit and loss account, directors report, and notes to the financial statements relating to the profit and loss account. The notes which are not included have been hidden but original note numbering has remained the same for those that are present.

3. Staff Costs

Staff costs, including directors' remuneration, were as follows:

	2016	2015
	£	£
Wages and salaries	163,201	34,099
Other pension costs	100,000	-
	<u>263,201</u>	<u>34,099</u>

4. Average number of employees

Average number of employees, including directors, during the year was as follows:

	2016	2015
Office and administration	4	4
	<u>4</u>	<u>4</u>

5. Interest Payable

	2016	2015
	£	£
Bank loans and overdrafts	7	-
	<u>7</u>	<u>-</u>

7. Intangible Assets

	Patents
	£
Cost	
As at 1 January 2016	220
As at 31 December 2016	<u>220</u>
Amortisation	
As at 1 January 2016	132
Provided during the period	44
As at 31 December 2016	<u>176</u>
Net Book Value	
As at 31 December 2016	<u>44</u>
As at 1 January 2016	<u>88</u>

Discovery Fine Chemicals Limited
Notes to the Unaudited Accounts (continued)
For The Year Ended 31 December 2016

8. Tangible Assets

	Computer equipment	Motor Vehicles	Fixtures, Fittings and Equipment	Total
	£	£	£	£
Cost				
As at 1 January 2016	8,546	4,250	5,928	18,724
Additions	1,766	-	265	2,031
As at 31 December 2016	<u>10,312</u>	<u>4,250</u>	<u>6,193</u>	<u>20,755</u>
Depreciation				
As at 1 January 2016	7,778	177	1,954	9,909
Provided during the period	1,132	1,018	636	2,786
As at 31 December 2016	<u>8,910</u>	<u>1,195</u>	<u>2,590</u>	<u>12,695</u>
Net Book Value				
As at 31 December 2016	<u>1,402</u>	<u>3,055</u>	<u>3,603</u>	<u>8,060</u>
As at 1 January 2016	<u>768</u>	<u>4,073</u>	<u>3,974</u>	<u>8,815</u>

9. Stocks

	2016 £	2015 £
Stock - finished goods	10,500	10,317
	<u>10,500</u>	<u>10,317</u>

10. Debtors

	2016 £	2015 £
Due within one year		
Trade debtors	190,860	85,591
Prepayments and accrued income	2,306	2,460
Other debtors	1,400	6,374
VAT	19,933	4,216
Director's loan account	5,007	7,349
	<u>219,506</u>	<u>105,990</u>

Discovery Fine Chemicals Limited
Notes to the Unaudited Accounts (continued)
For The Year Ended 31 December 2016

11. Creditors: Amounts Falling Due Within One Year

	2016	2015
	£	£
Trade creditors	81,266	43,606
Corporation tax	37,559	39,429
Other taxes and social security	160	144
Net wages	1,557	1,713
Other creditors	4,500	4,500
Accruals and deferred income	131,882	2,064
	256,924	91,456

12. Deferred Taxation

	2016	2015
	£	£
As at 1 January 2016	1,754	355
Deferred taxation	(142)	1,399
Deferred tax	1,612	1,754

The provision for deferred taxation is made up of accelerated capital allowances

13. Share Capital

	Value	Number	2016	2015
	£		£	£
Allotted and called up				
Ordinary shares	1.000	735	735	735
Preference B shares	1.000	10	10	10
Preference C shares	1.000	10	10	10
Preference D shares	1.000	10	10	10
Preference E shares	1.000	400000	8,000	8,000
		400765	8,765	8,765

The Preference B, C, D and E shares rank pari passu with the Ordinary shares in all respects; except that the holders of Preference B, C, D and E shares, are not entitled to receive notice of, attend or vote at any general meeting or to the right to participation in the profits or assets of the company on winding up.

The allocated 400,000 preference E shares are for £1 each, of which 2p has been called.

Discovery Fine Chemicals Limited
Notes to the Unaudited Accounts (continued)
For The Year Ended 31 December 2016

14. Other Commitments

At the end of the period the company had minimum lease payments under non-cancellable leases as follows:

	Land and buildings	
	2016	2015
	£	£
Leases due to expire		
Within 1 year	6,000	6,000
	<u>6,000</u>	<u>6,000</u>

15. Transactions With and Loans to Directors

Included within Debtors are the following loans to directors:

	As at 1 January 2016	Amounts advanced	Amounts repaid	As at 31 December 2016
	£	£	£	£
Mr Paul Cunningham	7,349	6,322	8,664	5,007

The above loan is unsecured, interest free and repayable on demand.

16. Ultimate Controlling Party

The company's ultimate controlling party is Mr P.J. Cunningham by virtue of his ownership of 100% of the issued share capital in the company.

17. General Information

Discovery Fine Chemicals Limited Registered number 05971945 is a limited by shares company incorporated in England & Wales. The Registered Office is 898-902 Wimborne Road, Bournemouth, Dorset, BH9 2DW.