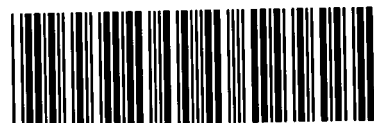


**DISCOVERY FINE CHEMICALS LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

Stephen Penny & Partners Limited

**898-902 Wimborne Road
Moordown
Bournemouth
Dorset
BH9 2DW**

WEDNESDAY



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26/09/2018
COMPANIES HOUSE

Discovery Fine Chemicals Limited
Unaudited Financial Statements
For The Year Ended 31 December 2017

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Discovery Fine Chemicals Limited
Balance Sheet
As at 31 December 2017

Registered number: 05971945

		2017		2016	
	Notes	£	£	£	£
FIXED ASSETS					
Intangible Assets	7		-		44
Tangible Assets	8		7,714		8,060
			<u>7,714</u>		<u>8,104</u>
CURRENT ASSETS					
Stocks	9	7,366		10,500	
Debtors	10	172,866		219,506	
Cash at bank and in hand		375,586		325,348	
		<u>555,818</u>		<u>555,354</u>	
Creditors: Amounts Falling Due Within One Year	11	<u>(269,760)</u>		<u>(256,924)</u>	
NET CURRENT ASSETS (LIABILITIES)			<u>286,058</u>		<u>298,430</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>293,772</u>		<u>306,534</u>
PROVISIONS FOR LIABILITIES					
Deferred Taxation	12		(1,466)		(1,612)
NET ASSETS			<u>292,306</u>		<u>304,922</u>
CAPITAL AND RESERVES					
Called up share capital	13		8,765		8,765
Profit and Loss Account			283,541		296,157
SHAREHOLDERS' FUNDS			<u>292,306</u>		<u>304,922</u>

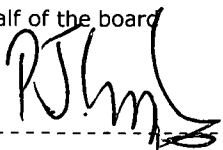
Discovery Fine Chemicals Limited
Balance Sheet (continued)
As at 31 December 2017

For the year ending 31 December 2017 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 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



Mr Paul Cunningham

Date..... 25/9/2019

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 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.

1.3. 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.

Discovery Fine Chemicals Limited
Notes to the Financial Statements (continued)
For The Year Ended 31 December 2017

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 year 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 asset reflects 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.

7. Intangible Assets

	Patents
	£
Cost	
As at 1 January 2017	220
As at 31 December 2017	<u>220</u>
Amortisation	
As at 1 January 2017	176
Provided during the period	44
As at 31 December 2017	<u>220</u>
Net Book Value	
As at 31 December 2017	<u>-</u>
As at 1 January 2017	<u>44</u>

Discovery Fine Chemicals Limited
Notes to the Financial Statements (continued)
For The Year Ended 31 December 2017

8. Tangible Assets

	Computer equipment	Motor Vehicles	Fixtures, Fittings and Equipment	Total
	£	£	£	£
Cost				
As at 1 January 2017	10,312	4,250	6,193	20,755
Additions	2,134	-	251	2,385
As at 31 December 2017	<u>12,446</u>	<u>4,250</u>	<u>6,444</u>	<u>23,140</u>
Depreciation				
As at 1 January 2017	8,910	1,195	2,590	12,695
Provided during the period	1,389	764	578	2,731
As at 31 December 2017	<u>10,299</u>	<u>1,959</u>	<u>3,168</u>	<u>15,426</u>
Net Book Value				
As at 31 December 2017	<u>2,147</u>	<u>2,291</u>	<u>3,276</u>	<u>7,714</u>
As at 1 January 2017	<u>1,402</u>	<u>3,055</u>	<u>3,603</u>	<u>8,060</u>

9. Stocks

	2017	2016
	£	£
Stock - finished goods	7,366	10,500
	<u>7,366</u>	<u>10,500</u>

10. Debtors

	2017	2016
	£	£
Due within one year		
Trade debtors	163,787	190,860
Prepayments and accrued income	4,862	2,306
Other debtors	1,400	1,400
VAT	-	19,933
Director's loan account	2,817	5,007
	<u>172,866</u>	<u>219,506</u>

Discovery Fine Chemicals Limited
Notes to the Financial Statements (continued)
For The Year Ended 31 December 2017

11. Creditors: Amounts Falling Due Within One Year

	2017	2016
	£	£
Trade creditors	119,840	81,266
Corporation tax	71,887	37,559
Other taxes and social security	142	160
VAT	13,897	-
Net wages	1,557	1,557
Other creditors	4,500	4,500
Accruals and deferred income	57,937	131,882
	269,760	256,924

12. Deferred Taxation

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

	2017	2016
	£	£
Deferred tax	1,466	1,612
	1,466	1,612

13. Share Capital

		2017	2016
		£	£
Allotted, Called up and fully paid		8,765	8,765

	Value	Number	2017	2016
	£		£	£
Allotted, called up and fully paid				
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	8000	8,000	8,000
		8765	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 Financial Statements (continued)
For The Year Ended 31 December 2017

14. Other Commitments

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

	Land and buildings	
	2017	2016
	£	£
Within 1 year	6,000	6,000
	<u>6,000</u>	<u>6,000</u>

15. Directors Advances, Credits and Guarantees

Included within Debtors are the following loans to directors:

	As at 1 January 2017	Amounts advanced	Amounts repaid	Amounts written off	As at 31 December 2017
	£	£	£	£	£
Mr Paul Cunningham	5,007	4,156	(6,346)	-	2,817

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

17. Ultimate Controlling Party

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

18. 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.