

DIPCHEM LIMITED
Unaudited Abridged Financial Statements
28th February 2017



AMIN PATEL & SHAH LTD
Accountant
334 - 336 Goswell Road
London
EC1V 7RP

DIPCHEM LIMITED
Abridged Financial Statements
Year ended 28th February 2017

Contents	Page
Director's report	1
Statement of income and retained earnings	2
Abridged statement of financial position	3
Notes to the abridged financial statements	5
The following pages do not form part of the abridged financial statements	
Accountant report to the director on the preparation of the unaudited statutory abridged financial statements	10
Detailed abridged income statement	11

DIPCHEM LIMITED

Director's Report

Year ended 28th February 2017

The director presents his report and the unaudited abridged financial statements of the company for the year ended 28th February 2017.

Director

The director who served the company during the year was as follows:

MR D.J Patel

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

This report was approved by the board of directors on 24.6.2017 and signed on behalf of the board by:



MR D.J Patel
Director

Registered office:
334 - 336 Goswell Road
London
EC1V 7RP

DIPCHEM LIMITED

Statement of Income and Retained Earnings

Year ended 28th February 2017

	Note	2017 £	2016 £
Gross profit		577,294	557,854
Administrative expenses		<u>201,228</u>	<u>208,887</u>
Operating profit		376,066	348,967
Other interest receivable and similar income		1,032	1,796
Interest payable and similar expenses		<u>9,819</u>	<u>15,157</u>
Profit before taxation	5	367,279	335,606
Tax on profit		<u>73,589</u>	<u>67,323</u>
Profit for the financial year and total comprehensive income		<u>293,690</u>	<u>268,283</u>
Dividends paid and payable		(70,000)	(70,000)
Retained earnings at the start of the year		417,495	219,212
Retained earnings at the end of the year		<u>641,185</u>	<u>417,495</u>

All the activities of the company are from continuing operations.

DIPCHEM LIMITED**Abridged Statement of Financial Position****28th February 2017**

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	7	668,103	669,025
Current assets			
Stocks		40,348	45,206
Debtors		158,875	239,239
Cash at bank and in hand		456,289	267,473
		<u>655,512</u>	<u>551,918</u>
Creditors: amounts falling due within one year		<u>359,502</u>	<u>365,198</u>
Net current assets		<u>296,010</u>	<u>186,720</u>
Total assets less current liabilities		<u>964,113</u>	<u>855,745</u>
Creditors: amounts falling due after more than one year	8	<u>322,828</u>	<u>438,150</u>
Net assets		<u>641,285</u>	<u>417,595</u>
Capital and reserves			
Called up share capital		100	100
Profit and loss account		641,185	417,495
Members funds		<u>641,285</u>	<u>417,595</u>

These abridged financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

For the year ending 28th February 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 members have not required the company to obtain an audit of its abridged financial statements for the year in question in accordance with section 476;
- The director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of abridged financial statements.

The abridged statement of financial position
continues on the following page.

The notes on pages 5 to 8 form part of these abridged financial statements.

DIPCHEM LIMITED

Abridged Statement of Financial Position *(continued)*

28th February 2017

These abridged financial statements were approved by the board of directors and authorised for issue on ~~4th October 2016~~, and are signed on behalf of the board by:

24.6.2017



MR D.J Patel
Director

Company registration number: 06933380

DIPCHEM LIMITED**Notes to the Abridged Financial Statements****Year ended 28th February 2017****1. General information**

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is 334 - 336 Goswell Road, London, EC1V 7RP.

2. Statement of compliance

These abridged financial statements have been prepared in compliance with the provisions of FRS 102 Section 1A, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

3. Accounting policies**Basis of preparation**

The abridged financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

The abridged financial statements are prepared in sterling, which is the functional currency of the entity.

Transition to FRS 102

The entity transitioned from previous UK GAAP to FRS 102 as at 1st March 2015. Details of how FRS 102 has affected the reported financial position and financial performance is given in note 10.

Revenue recognition

The turnover shown in the profit and loss account represents goods sold during the year, exclusive of Value Added Tax.

Income tax

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, tax is recognised in other comprehensive income or directly in equity, respectively.

Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date that are expected to apply to the reversal of the timing difference.

DIPCHEM LIMITED

Notes to the Abridged Financial Statements *(continued)*

Year ended 28th February 2017

3. Accounting policies *(continued)*

Amortisation

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful life of that asset as follows:

Goodwill - Written off

If there is an indication that there has been a significant change in amortisation rate, useful life or residual value of an intangible asset, the amortisation is revised prospectively to reflect the new estimates.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other comprehensive income and accumulated in equity, except to the extent it reverses a revaluation decrease of the same asset previously recognised in profit or loss. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other comprehensive income to the extent of any previously recognised revaluation increase accumulated in equity in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in equity in respect of that asset, the excess shall be recognised in profit or loss.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Fixtures & Fittings - 25% reducing balance

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the company are assigned to those units.

DIPCHEM LIMITED

Notes to the Abridged Financial Statements *(continued)*

Year ended 28th February 2017

3. Accounting policies *(continued)*

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

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.

Defined contribution plans

The company operates a money purchase pension scheme, THE DIPCHEM PENSION SCHEME for the director and senior management. The assets of the scheme are held separately from those of the company in an independently administered scheme. The annual contributions paid are charged to the profit and loss account.

4. Staff costs

The average number of persons employed by the company during the year, including the director, amounted to 7 (2016: 7).

5. Profit before taxation

Profit before taxation is stated after charging:

	2017	2016
	£	£
Depreciation of tangible assets	<u>922</u>	<u>1,230</u>

6. Intangible assets

	£
Cost	
At 1st March 2016 and 28th February 2017	<u>1,006,317</u>
Amortisation	
At 1st March 2016 and 28th February 2017	<u>1,006,317</u>
Carrying amount	
At 28th February 2017	<u>-</u>

DIPCHEM LIMITED

Notes to the Abridged Financial Statements *(continued)*

Year ended 28th February 2017

7. Tangible assets

	£
Cost	
At 1st March 2016 and 28th February 2017	<u>685,954</u>
Depreciation	
At 1st March 2016	16,929
Charge for the year	<u>922</u>
At 28th February 2017	<u>17,851</u>
Carrying amount	
At 28th February 2017	<u>668,103</u>
At 29th February 2016	<u>669,025</u>

8. Creditors: amounts falling due after more than one year

Bank loans outstanding at the year end amounted to £357,868 (2016 - £476,450) and this is payable in annual instalments plus interest at a rate follows.

	2017 £	2016 £
Within one year and on demand	35,040	39,300
Between one and two years	35,040	39,300
Between two and five years	105,120	117,900
Above five years	<u>182,668</u>	<u>279,950</u>
	<u>357,868</u>	<u>476,450</u>

9. Related party transactions

The company was under the control of Mr D.J. Patel throughout the current and previous year. Mr D.J. Patel is the managing director and majority shareholder together with his wife.

No transactions with related parties were undertaken such as are required to be disclosed under Financial Reporting Standard 8.

10. Transition to FRS 102

These are the first abridged financial statements that comply with FRS 102. The company transitioned to FRS 102 on 1st March 2015.

No transitional adjustments were required in equity or profit or loss for the year.

DIPCHEM LIMITED
Management Information
Year ended 28th February 2017

The following pages do not form part of the abridged financial statements.

DIPCHEM LIMITED

Accountant Report to the Director on the Preparation of the Unaudited Statutory Abridged Financial Statements of DIPCHEM LIMITED

Year ended 28th February 2017

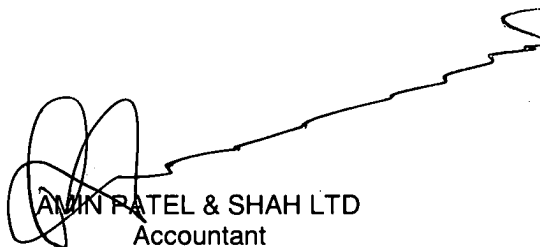
As described on the abridged statement of financial position, the director of the company is responsible for the preparation of the abridged financial statements for the year ended 28th February 2017, which comprise the statement of income and retained earnings, abridged statement of financial position and the related notes.

You consider that the company is exempt from an audit under the Companies Act 2006.

In accordance with your instructions we have compiled these abridged financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and from information and explanations supplied to us.

334 - 336 Goswell Road
London
EC1V 7RP

27.6.2017



AMIN PATEL & SHAH LTD
Accountant

DIPCHEM LIMITED
Detailed Abridged Income Statement
Year ended 28th February 2017

	2017 £	2016 £
Turnover	1,853,937	1,938,298
Cost of sales		
Opening stock	45,206	62,561
Purchases	<u>1,297,618</u>	<u>1,363,089</u>
	1,342,824	1,425,650
 Closing stock	 <u>40,348</u>	 <u>45,206</u>
	<u>1,302,476</u>	<u>1,380,444</u>
 Other operating income		
Rental income received	25,833	—
 Gross profit	 <u>577,294</u>	 <u>557,854</u>
Overheads		
Administrative expenses		
Rent rates and water	6,451	6,172
Light and heat	988	1,010
Insurance	445	—
Cleaning upkeep and repairs	2,698	1,627
Computer software maintenance	4,156	4,156
Wages	52,837	51,020
Locum fees	16,239	12,884
Staff pension contributions	40,208	50,000
Travelling expenses	7,337	6,814
Telephone	1,007	1,005
Printing, postage and stationery	936	800
Staff training	853	214
Staff welfare	994	623
Sundry expenses	302	330
Charitable donations	101	101
Subscriptions	2,431	2,530
Advertising	579	940
Bank charges and interest	900	983
Professional fees	6,704	2,478
Accountancy fees	6,100	6,000
Directors salaries	8,040	7,970
Directors pension contributions	40,000	50,000
Depreciation of tangible assets	<u>922</u>	<u>1,230</u>
	201,228	208,887
 Operating profit	 <u>376,066</u>	 <u>348,967</u>

DIPCHEM LIMITED**Detailed Abridged Income Statement** *(continued)***Year ended 28th February 2017**

	2017	2016
	£	£
Other interest receivable and similar income	1,032	1,796
Interest payable and similar expenses	9,819	15,157
Profit before taxation	<u>367,279</u>	<u>335,606</u>