

Company Registration No. 08665244 (England and Wales)

ALDERLEY ANALYTICAL LTD
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018
PAGES FOR FILING WITH REGISTRAR

ALDERLEY ANALYTICAL LTD

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ALDERLEY ANALYTICAL LTD

BALANCE SHEET

AS AT 31 DECEMBER 2018

		2018		2017 as restated	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	3		693,975		517,631
Current assets					
Debtors	4	332,268		219,209	
Cash at bank and in hand		142,257		244,069	
		474,525		463,278	
Creditors: amounts falling due within one year	5	(316,451)		(225,698)	
Net current assets			158,074		237,580
Total assets less current liabilities			852,049		755,211
Creditors: amounts falling due after more than one year	6		(322,981)		(229,759)
Provisions for liabilities			(68,685)		(45,233)
Net assets			460,383		480,219
Capital and reserves					
Called up share capital	8		2,760		2,760
Share premium account			651,148		651,148
Profit and loss reserves			(193,525)		(173,689)
Total equity			460,383		480,219

The directors of the company have elected not to include a copy of the profit and loss account within the financial statements.

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the board of directors and authorised for issue on 12 February 2019 and are signed on its behalf by:

E Thomas
Director

Company Registration No. 08665244

ALDERLEY ANALYTICAL LTD

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2018

	Share capital	Share premium account	Profit and loss reserves	Total
	£	£	£	£
As restated for the period ended 31 December 2017:				
Balance at 1 January 2017	2,760	651,148	(297,197)	356,711
Year ended 31 December 2017:				
Profit and total comprehensive income for the year	-	-	123,508	123,508
Balance at 31 December 2017	2,760	651,148	(173,689)	480,219
Year ended 31 December 2018:				
Loss and total comprehensive income for the year	-	-	(19,836)	(19,836)
Balance at 31 December 2018	2,760	651,148	(193,525)	460,383

ALDERLEY ANALYTICAL LTD

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2018

1 Accounting policies

Company information

Alderley Analytical Ltd is a private company limited by shares incorporated in England and Wales. The registered office is Alderley Analytical At Alderley Park, Alderley Edge, Macclesfield, Cheshire, SK10 4TG.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

These financial statements are prepared on the going concern basis. The directors have a reasonable expectation that the company will continue in operational existence for the foreseeable future. At the balance sheet date, current assets exceeded current liabilities by £158,074. The company has had significant backing from investors to enable it to continue as a going concern. It has been indicated that this support will continue for the foreseeable future.

1.3 Turnover

Turnover is recognised at the fair value of the consideration received or receivable for goods and services provided in the normal course of business, and is shown net of VAT and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

When cash inflows are deferred and represent a financing arrangement, the fair value of the consideration is the present value of the future receipts. The difference between the fair value of the consideration and the nominal amount received is recognised as interest income.

Revenue from contracts for the provision of professional services is recognised by reference to the stage of completion when the stage of completion, costs incurred and costs to complete can be estimated reliably. The stage of completion is calculated by comparing costs incurred, mainly in relation to contractual hourly staff rates and materials, as a proportion of total costs. Where the outcome cannot be estimated reliably, revenue is recognised only to the extent of the expenses recognised that it is probable will be recovered.

1.4 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Plant and equipment	7 years straight line
Computers	20% straight line

ALDERLEY ANALYTICAL LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

1 Accounting policies

(Continued)

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

1.5 Impairment of fixed assets

At each reporting period end date, the company reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

1.6 Cash at bank and in hand

Cash at bank and in hand are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.7 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

ALDERLEY ANALYTICAL LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

1 Accounting policies

(Continued)

1.8 Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of transaction costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

1.9 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes 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 reporting end date.

Deferred tax

Deferred tax liabilities are generally recognised for all timing differences and 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. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each reporting end date 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 is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the profit and loss account, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset when the company has a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

1.10 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.11 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.12 Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessees. All other leases are classified as operating leases.

Assets held under finance leases are recognised as assets at the lower of the assets fair value at the date of inception and the present value of the minimum lease payments. The related liability is included in the balance sheet as a finance lease obligation. Lease payments are treated as consisting of capital and interest elements. The interest is charged to the profit and loss account so as to produce a constant periodic rate of interest on the remaining balance of the liability.

ALDERLEY ANALYTICAL LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

1 Accounting policies

(Continued)

Rentals payable under operating leases, including any lease incentives received, are charged to income on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the lease asset are consumed.

1.13 Government grants

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

A grant that specifies performance conditions is recognised in income when the performance conditions are met. Where a grant does not specify performance conditions it is recognised in income when the proceeds are received or receivable. A grant received before the recognition criteria are satisfied is recognised as a liability.

1.14 Foreign exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation are included in the profit and loss account for the period.

2 Employees

The average monthly number of persons (including directors) employed by the company during the year was 25 (2017 - 17).

3 Tangible fixed assets

	Plant and equipment	Computers	Total
	£	£	£
Cost			
At 1 January 2018	568,709	58,984	627,693
Additions	287,888	14,281	302,169
	<u>856,597</u>	<u>73,265</u>	<u>929,862</u>
At 31 December 2018	856,597	73,265	929,862
Depreciation and impairment			
At 1 January 2018	79,446	30,616	110,062
Depreciation charged in the year	111,655	14,170	125,825
	<u>191,101</u>	<u>44,786</u>	<u>235,887</u>
At 31 December 2018	191,101	44,786	235,887
Carrying amount			
At 31 December 2018	665,496	28,479	693,975
	<u>665,496</u>	<u>28,479</u>	<u>693,975</u>
At 31 December 2017	489,263	28,368	517,631
	<u>489,263</u>	<u>28,368</u>	<u>517,631</u>

ALDERLEY ANALYTICAL LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

4 Debtors

	2018	2017
	£	£
Amounts falling due within one year:		
Trade debtors	141,219	96,433
Corporation tax recoverable	75,887	46,264
Other debtors	21,367	12,025
	<u>238,473</u>	<u>154,722</u>
Amounts falling due after more than one year:		
Deferred tax asset	93,795	64,487
	<u>93,795</u>	<u>64,487</u>
Total debtors	<u>332,268</u>	<u>219,209</u>

5 Creditors: amounts falling due within one year

	Notes	2018	2017
		£	£
Obligations under finance leases	7	146,846	145,835
Trade creditors		72,808	25,248
Other taxation and social security		25,756	39,615
Other creditors		52,837	-
Accruals and deferred income		18,204	15,000
		<u>316,451</u>	<u>225,698</u>

Other creditors is a capital loan secured by way of a fixed and floating charge over the assets of the company.

6 Creditors: amounts falling due after more than one year

	Notes	2018	2017
		£	£
Obligations under finance leases	7	82,914	229,759
Other creditors		240,067	-
		<u>322,981</u>	<u>229,759</u>

Other creditors is a capital loan secured by way of a fixed and floating charge over the assets of the company.

ALDERLEY ANALYTICAL LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

7 Finance lease obligations

	2018	2017
	£	£
Future minimum lease payments due under finance leases:		
Within one year	146,846	145,835
In two to five years	82,914	229,759
	<u>229,760</u>	<u>375,594</u>

Obligations under finance leases and hire purchase contracts are secured on the assets concerned.

8 Called up share capital

	2018	2017
	£	£
Ordinary share capital Issued and fully paid 275,987 Ordinary of 1p each	2,760	2,760
	<u>2,760</u>	<u>2,760</u>

9 Audit report information

As the income statement has been omitted from the filing copy of the financial statements the following information in relation to the audit report on the statutory financial statements is provided in accordance with s444(5B) of the Companies Act 2006:

The auditor's report was unqualified.
The senior statutory auditor was Mark Turner FCA.
The auditor was Champion Accountants LLP.
The date of signing the audit report was 12 February 2019.

10 Operating lease commitments

Lessee

At the reporting end date the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, as follows:

2018	2017
£	£
<u>70,827</u>	<u>21,942</u>

ALDERLEY ANALYTICAL LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

11 Related party transactions

By way of a common director, up to 1 November 2017, Biocity Group Limited is a related party.

During the year, the company paid management fees of £7,375 (2017: £8,106) to Biocity Group Limited and at the balance sheet date, owed an amount of £1,750 (2017: £NIL) to Biocity Group Limited.

By virtue of holding 12% of the issued share capital of the company, NWF4B Directors Ltd is a related party.

During the year, the company paid consultancy fees of £NIL (2017: £2,050) to NWF4B Directors Ltd.

12 Directors' transactions

During the year, A Ferns received consultancy fees of £5,500 (2017: £6,000). At the year end, an amount of £500 (2017: £1,000) was owed to A Ferns, included within trade creditors. The loan was interest free and was repaid after date.

During the year, M O'Brien received consultancy fees of £6,000 (2017: £5,000).

13 Prior period adjustment

In 2016, a share premium amount of £312 was mis-classified as share capital. This amount has been re-classified to share premium.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.