

ANCHEM LABORATORIES LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2020

Gerald Thomas
Chartered Accountants
3 New Mill Court
Swansea Enterprise Park
Swansea
SA7 9FG

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FOR THE YEAR ENDED 28 FEBRUARY 2020**

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ANCHEM LABORATORIES LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 28 FEBRUARY 2020**

DIRECTORS:

A Pettican
G D Cottle
J P Evans
H D Williams

SECRETARY:

A Pettican

REGISTERED OFFICE:

Unit 5a Darcy Business Park
Llandarcy
Neath
Neath Port Talbot
SA10 6EJ

REGISTERED NUMBER:

04768038 (England and Wales)

ACCOUNTANTS:

Gerald Thomas
Chartered Accountants
3 New Mill Court
Swansea Enterprise Park
Swansea
SA7 9FG

BANKERS:

Lloyds Bank Plc
Market Branch
802 Oxford Street
Swansea
SA1 3AP

BALANCE SHEET
28 FEBRUARY 2020

	Notes	2020 £	£	2019 £	£
FIXED ASSETS					
Tangible assets	4		94,146		87,409
Investments	5		<u>2,000</u>		<u>2,000</u>
			96,146		89,409
CURRENT ASSETS					
Stocks		7,613		10,301	
Debtors	6	155,352		137,440	
Cash at bank and in hand		<u>182,796</u>		<u>146,351</u>	
		345,761		294,092	
CREDITORS					
Amounts falling due within one year	7	<u>112,184</u>		<u>76,995</u>	
NET CURRENT ASSETS			<u>233,577</u>		<u>217,097</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			329,723		306,506
PROVISIONS FOR LIABILITIES			<u>17,888</u>		<u>15,503</u>
NET ASSETS			<u>311,835</u>		<u>291,003</u>
CAPITAL AND RESERVES					
Called up share capital			20,000		20,000
Retained earnings			<u>291,835</u>		<u>271,003</u>
SHAREHOLDERS' FUNDS			<u>311,835</u>		<u>291,003</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 28 February 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 28 February 2020 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.
- (b)

BALANCE SHEET - continued
28 FEBRUARY 2020

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

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 15 July 2020 and were signed on its behalf by:

G D Cottle - Director

A Pettican - Director

H D Williams - Director

J P Evans - Director

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2020**

1. STATUTORY INFORMATION

Anchem Laboratories Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

The financial statements are rounded to the nearest pound.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

Turnover

Turnover represents amounts chargeable to clients for services provided during the year, excluding value added tax. Turnover is recognised when a right to consideration has been obtained through performance under each contract. Consideration accrues as contract activity progresses by reference to the value of the work performed.

Unbilled revenue is included in debtors as "Amounts recoverable on contracts."

Goodwill

Goodwill represents the amount paid in connection with the acquisition of a business in 2003. The goodwill has been fully amortised at the year end.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Improvements to property	- over term of lease
Plant and machinery	- 20% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 33% on cost

Stocks

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

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 28 FEBRUARY 2020**

2. ACCOUNTING POLICIES - continued

Financial instruments

The company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other accounts receivable and payable, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

Basic financial assets, which include trade and other debtors, cash and bank balances, are initially measured at transaction price 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.

Basic financial liabilities, including trade and other creditors and bank loans, 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.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 28 FEBRUARY 2020

2. ACCOUNTING POLICIES - continued

Going concern

In preparing the financial statements, the directors have considered the current financial position and have also assessed the financial future of the business. The directors have concluded that it is appropriate to prepare the financial statements on a going concern basis. In forming this conclusion, the directors have considered the company's net assets and the profit reported in the current financial year.

In considering the Coronavirus disease 2019 (COVID-19), the director understands the situation is still evolving and the full impact on the business is unclear. The directors have taken steps to mitigate the risk to the business and although there is uncertainty, the directors are confident that all reasonable measures which can be taken, have been, to safeguard the business, the staff and the customers.

After making enquiries, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future and to meet its financial obligations as they fall due. Accordingly, the directors continue to adopt the going concern basis in preparing the annual report and accounts.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 18 (2019 - 18) .

4. TANGIBLE FIXED ASSETS

	Improvements to property £	Plant and machinery £	Motor vehicles £	Computer equipment £	Totals £
COST					
At 1 March 2019	70,225	302,678	78,865	54,986	506,754
Additions	-	-	24,820	4,054	28,874
Disposals	-	-	(7,805)	(5,000)	(12,805)
At 28 February 2020	<u>70,225</u>	<u>302,678</u>	<u>95,880</u>	<u>54,040</u>	<u>522,823</u>
DEPRECIATION					
At 1 March 2019	70,225	239,892	55,632	53,596	419,345
Charge for year	-	12,559	7,618	1,374	21,551
Eliminated on disposal	-	-	(7,219)	(5,000)	(12,219)
At 28 February 2020	<u>70,225</u>	<u>252,451</u>	<u>56,031</u>	<u>49,970</u>	<u>428,677</u>
NET BOOK VALUE					
At 28 February 2020	<u>-</u>	<u>50,227</u>	<u>39,849</u>	<u>4,070</u>	<u>94,146</u>
At 28 February 2019	<u>-</u>	<u>62,786</u>	<u>23,233</u>	<u>1,390</u>	<u>87,409</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 28 FEBRUARY 2020

5. **FIXED ASSET INVESTMENTS**

	Other investments £
COST	
At 1 March 2019 and 28 February 2020	<u>2,000</u>
NET BOOK VALUE	
At 28 February 2020	<u>2,000</u>
At 28 February 2019	<u>2,000</u>

6. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2020 £	2019 £
Trade debtors	152,125	133,000
Other debtors	<u>3,227</u>	<u>4,440</u>
	<u>155,352</u>	<u>137,440</u>

7. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2020 £	2019 £
Trade creditors	51,360	26,475
Taxation and social security	48,657	37,759
Other creditors	<u>12,167</u>	<u>12,761</u>
	<u>112,184</u>	<u>76,995</u>

8. **LEASING AGREEMENTS**

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2020 £	2019 £
Within one year	3,159	9,153
Between one and five years	<u>8,156</u>	<u>15,651</u>
	<u>11,315</u>	<u>24,804</u>

9. **RELATED PARTY DISCLOSURES**

The company operates from a premises owned by two of the directors. During the year the company paid rent of £14,100 (2019 : £13,200) for these premises.

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.