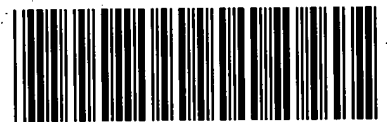


Company Number: 01544888

**Abachem Engineering Limited**  
**Abbreviated Financial Statements**  
**for the year ended 31 March 2015**

WEDNESDAY



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# **Abachem Engineering Limited**

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# **INDEPENDENT AUDITOR'S REPORT TO ABACHEM ENGINEERING LIMITED**

## **under Section 449 of the Companies Act 2006**

We have examined the abbreviated accounts set out on pages 5 to 8 together with the financial statements of the company for the year ended 31 March 2015 prepared under Section 396 of the Companies Act 2006.

This report is made solely to the company, in accordance with Section 449 of the Companies Act 2006. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company, for our work, for this report, or for the opinions we have formed.

### **Respective responsibilities of director and auditors**

The director is responsible for preparing the abbreviated accounts in accordance with Section 444 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the regulations made under that Section and to report our opinion to you.

We conducted our work in accordance with Bulletin 2008/4 "The special auditor's report on abbreviated accounts in the United Kingdom" issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

### **Opinion**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 444(3) of the Companies Act 2006 and the abbreviated accounts on pages 5 to 8 have been properly prepared in accordance with the regulations made under that Section.

### **Other information**

On 24 July 2015 we reported as auditors to the shareholders of the company on the full statutory accounts prepared under Section 396 of the Companies Act 2006 and our report was as follows:

"We have audited the financial statements of Abachem Engineering Limited for the year ended 31 March 2015 which comprise the Profit and Loss Account, the Balance Sheet, the Accounting Policies and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

### **Respective responsibilities of director and auditors**

As explained more fully in the Statement of Director's Responsibilities, the director is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practice Board's Ethical Standards for Auditors, including 'APB Ethical Standard - Provisions Available for Small Entities (Revised)', in the circumstances set out in Note 1 to the financial statements.

### **Scope of the audit of the financial statements**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the director; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Director's Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

# **INDEPENDENT AUDITOR'S REPORT TO ABACHEM ENGINEERING LIMITED**

## **under Section 449 of the Companies Act 2006**

### **Basis for qualified opinion on financial statements**

We planned our audit so as to obtain the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. However, the evidence available to us was limited because we did not attend the stocktake at the year end. As a consequence we were unable to carry out auditing procedures necessary to obtain adequate assurance regarding the quantities and conditions of stocks and work in progress, appearing in the balance sheet at €57,718. Any adjustment to this figure would have a consequential significant effect on the profit for the year.

### **Qualified opinion on financial statements**

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 March 2015 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

### **Opinion on other matter prescribed by the Companies Act 2006**

In our opinion the information given in the Director's Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

### **Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of director's remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the director was not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the director's report.'

**John Donnan (Senior Statutory Auditor)**

**for and on behalf of**

**KIRK & ASSOCIATES**

Chartered Certified Accountants and Statutory Auditors

Mill House

Mill Street

Dundalk

Co. Louth

**24 July 2015**

**Abachem Engineering Limited**

Company Number: 01544888

**ABBREVIATED BALANCE SHEET**

as at 31 March 2015

	Notes	2015 £	2014 £
<b>Fixed Assets</b>			
Tangible assets	3	182,248	200,829
<b>Current Assets</b>			
Stocks		57,518	93,102
Debtors		687,970	361,917
Cash at bank and in hand		220,534	492,956
		966,022	947,975
<b>Creditors: Amounts falling due within one year</b>		(813,220)	(819,135)
<b>Net Current Assets</b>		152,802	128,840
<b>Total Assets less Current Liabilities</b>		335,050	329,669
<b>Creditors</b>			
Amounts falling due after more than one year		(19,400)	(23,950)
<b>Provision for Liabilities and Charges</b>		-	(18,327)
<b>Net Assets</b>		315,650	287,392
<b>Capital and Reserves</b>			
Called up share capital	4	100	100
Revaluation reserve		65,053	65,053
Profit and loss account		250,497	222,239
<b>Shareholders' Funds</b>		315,650	287,392

These abbreviated financial statements have been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.

Approved by the Director and authorised for issue on 24 July 2015

Patrick G Muckian  
Director



# **Abachem Engineering Limited**

## **ACCOUNTING POLICIES**

for the year ended 31 March 2015

### **Basis of preparation**

The financial statements have been prepared under the historical cost convention as modified to include the revaluation of certain fixed assets and in accordance with the Companies Act 2006 and the financial reporting standards. The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

### **Cash flow statement**

The company has availed of the exemption in FRS 1 from the requirement to produce a cash flow statement because it is classed as a small company.

### **Turnover**

Turnover comprises the invoice value of goods supplied by the company, exclusive of trade discounts and value added tax.

### **Tangible fixed assets and depreciation**

Tangible fixed assets are stated at cost or at valuation, less accumulated depreciation. The charge to depreciation is calculated to write off the original cost or valuation of tangible fixed assets, less their estimated residual value, over their expected useful lives as follows:

Land and buildings freehold	- 2% - Straight line
Plant and machinery	- 15% - 25% - Straight line
Fixtures, fittings and equipment	- 10% - 25% - Straight line
Motor vehicles	- 25% - Straight line

The carrying values of tangible fixed assets are reviewed annually for impairment in periods if events or changes in circumstances indicate the carrying value may not be recoverable.

### **Investment properties**

Revalued investment properties are not depreciated or amortised. Where the valuation indicates a permanent diminution in the value of the property, the permanent diminution is charged to the profit and loss account. All other fluctuations in value are transferred to a revaluation reserve.

This treatment is a departure from the requirement of Company Law to provide depreciation on all fixed assets which have a limited useful life. However, these investment properties are not held for consumption but for investment and the director considers that systematic annual depreciation would be inappropriate. The accounting policy adopted is therefore necessary for the financial statements to give a true and fair view. If depreciation were to be provided it would be provided at a rate of 2% - Straight line per annum on the revalued amount.

### **Leasing and Hire Purchases**

Tangible fixed assets held under Leasing and Hire Purchases arrangements which transfer substantially all the risks and rewards of ownership to the company are capitalised and included in the balance sheet at their cost or valuation, less depreciation. The corresponding commitments are recorded as liabilities. Payments in respect of these obligations are treated as consisting of capital and interest elements, with interest charged to the profit and loss account.

### **Goodwill**

Purchased goodwill arising on the acquisition of a business represents the excess of the acquisition cost over the fair value of the identifiable net assets when they were acquired. Purchased goodwill is capitalised in the balance sheet and amortised on a straight line basis over its economic useful life of 20 years, which is estimated to be the period during which benefits are expected to arise. On disposal of a business any goodwill not yet amortised is included in determining the profit or loss on sale of the business.

### **Stocks**

Stocks are valued at the lower of cost and net realisable value. Cost comprises expenditure incurred in the normal course of business in bringing stocks to their present location and condition. Full provision is made for obsolete and slow moving items. Net realisable value comprises actual or estimated selling price (net of trade discounts) less all further costs to completion or to be incurred in marketing and selling.

# **Abachem Engineering Limited**

## **ACCOUNTING POLICIES**

for the year ended 31 March 2015

### **Taxation**

Current tax represents the amount expected to be paid or recovered in respect of taxable profits for the year and is calculated using the tax rates and laws that have been enacted or substantially enacted at the balance sheet date.

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more tax in the future, or a right to pay less tax in the future. Timing differences are temporary differences between the company's taxable profits and its results as stated in the financial statements.

Deferred tax is measured on an undiscounted basis at the tax rates that are anticipated to apply in the periods in which the timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

### **Foreign currencies**

Monetary assets and liabilities denominated in foreign currencies are translated at the rates of exchange ruling at the balance sheet date. Transactions, during the year, which are denominated in foreign currencies are translated at the rates of exchange ruling at the date of the transaction. The resulting exchange differences are dealt with in the profit and loss account.

**Abachem Engineering Limited****NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS**

for the year ended 31 March 2015

**1. PROVISIONS AVAILABLE FOR SMALL ENTITIES**

In common with many other businesses of our size and nature, we use our auditors to prepare and submit tax returns to Her Majesty's Revenue and Customs and to assist with the preparation of the financial statements.

**2. INTANGIBLE FIXED ASSETS**

	Goodwill £	Total £
<b>Cost</b>		
At 31 March 2015	22,000	22,000
<b>Amortisation</b>		
At 31 March 2015	22,000	22,000
<b>Net book value</b>		
At 31 March 2015	-	-

**3. TANGIBLE FIXED ASSETS**

	Total £
<b>Cost</b>	
At 1 April 2014	387,468
Additions	2,635
Disposals	(20,550)
At 31 March 2015	369,553
<b>Depreciation</b>	
At 1 April 2014	186,639
Charge for the year	21,216
On disposals	(20,550)
At 31 March 2015	187,305
<b>Net book value</b>	
At 31 March 2015	<b>182,248</b>
At 31 March 2014	200,829

**4. SHARE CAPITAL**

			2015 £	2014 £
<b>Description</b>	<b>No of shares</b>	<b>Value of units</b>		
<b>Allotted, called up and fully paid</b>				
Ordinary Shares	100	£1.00 each	<b>100</b>	100

**5. PARENT COMPANY**

The company regards Porthouse Holdings Limited as its parent company.