

Aromatic Flavours & Fragrances Europe Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 31 December 2019

Hodson Lewis Limited
The Flint House
Heath Farm Business Centre
Tut Hill
Bury St. Edmunds
Suffolk
IP28 6LG

Aromatic Flavours & Fragrances Europe Limited

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Aromatic Flavours & Fragrances Europe Limited

Company Information

Directors Cherine Adel Fanous
Marie Nadia Fanous

Company secretary Cherine Adel Fanous

Registered office AFF House
Station Road
Elmswell
Bury St. Edmunds
Suffolk
IP30 9HD

Accountants Hodson Lewis Limited
The Flint House
Heath Farm Business Centre
Tut Hill
Bury St. Edmunds
Suffolk
IP28 6LG

Aromatic Flavours & Fragrances Europe Limited

(Registration number: 02170560)
Balance Sheet as at 31 December 2019

	Note	2019 £	2018 £
Fixed assets			
Tangible assets	<u>4</u>	648,029	766,054
Current assets			
Stocks	<u>5</u>	-	810,741
Debtors	<u>6</u>	3,190,588	1,048,021
Cash at bank and in hand		714,885	182,229
		3,905,473	2,040,991
Creditors: Amounts falling due within one year	<u>7</u>	(1,202,078)	(1,968,576)
Net current assets		2,703,395	72,415
Total assets less current liabilities		3,351,424	838,469
Provisions for liabilities		(4,825)	(65,270)
Net assets		3,346,599	773,199
Capital and reserves			
Called up share capital	<u>8</u>	3,000	3,000
Share premium reserve		8,000	8,000
Revaluation reserve		285,009	285,009
Profit and loss account		3,050,590	477,190
Total equity		3,346,599	773,199

For the financial year ending 31 December 2019 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

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

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

The notes on pages 4 to 9 form an integral part of these financial statements.

Aromatic Flavours & Fragrances Europe Limited

(Registration number: 02170560)

Balance Sheet as at 31 December 2019

Approved and authorised by the Board on 28 June 2021 and signed on its behalf by:

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Cherine Adel Fanous
Director

The notes on pages 4 to 9 form an integral part of these financial statements.

Aromatic Flavours & Fragrances Europe Limited

Notes to the Financial Statements for the Year Ended 31 December 2019

1 General information

The company is a private company limited by share capital, incorporated in England.

The address of its registered office is:

AFF House
Station Road
Elmswell
Bury St. Edmunds
Suffolk
IP30 9HD

These financial statements were authorised for issue by the Board on 28 June 2021.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

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

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;
it is probable that future economic benefits will flow to the entity;
and specific criteria have been met for each of the company's activities.

Tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Aromatic Flavours & Fragrances Europe Limited

Notes to the Financial Statements for the Year Ended 31 December 2019

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when 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 and that are expected to apply to the reversal of the timing difference.

Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Fixtures & fittings	20% Reducing balance
Plant & machinery	10% Reducing balance
Freehold property	2% Reducing balance

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

Aromatic Flavours & Fragrances Europe Limited

Notes to the Financial Statements for the Year Ended 31 December 2019

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 21 (2018 - 40).

Aromatic Flavours & Fragrances Europe Limited

Notes to the Financial Statements for the Year Ended 31 December 2019

4 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Other tangible assets £
Cost or valuation				
At 1 January 2019	661,550	316,446	25,077	204,053
Additions	-	1,371	-	-
Disposals	-	(316,446)	(25,077)	(174,053)
At 31 December 2019	661,550	1,371	-	30,000
Depreciation				
At 1 January 2019	26,211	278,252	9,834	126,775
Charge for the year	12,707	274	-	2,700
Eliminated on disposal	-	(278,252)	(9,834)	(123,775)
At 31 December 2019	38,918	274	-	5,700
Carrying amount				
At 31 December 2019	622,632	1,097	-	24,300
At 31 December 2018	635,339	38,194	15,243	77,278
				Total £
Cost or valuation				
At 1 January 2019				1,207,126
Additions				1,371
Disposals				(515,576)
At 31 December 2019				692,921
Depreciation				
At 1 January 2019				441,072
Charge for the year				15,681
Eliminated on disposal				(411,861)
At 31 December 2019				44,892
Carrying amount				
At 31 December 2019				648,029
At 31 December 2018				766,054

Included within the net book value of land and buildings above is £622,632 (2018 - £635,339) in respect of freehold land and buildings.

Aromatic Flavours & Fragrances Europe Limited

Notes to the Financial Statements for the Year Ended 31 December 2019

5 Stocks

	2019 £	2018 £
Other inventories	-	810,741

6 Debtors

	2019 £	2018 £
Trade debtors	154,277	1,016,124
Prepayments	-	26,334
Other debtors	3,036,311	5,563
	3,190,588	1,048,021

7 Creditors

Creditors: amounts falling due within one year

	Note	2019 £	2018 £
Due within one year			
Bank loans and overdrafts	9	-	585,389
Trade creditors		10,609	613,513
Taxation and social security		49	107,953
Accruals and deferred income		27,719	49,727
Other creditors		1,163,701	611,994
		1,202,078	1,968,576

8 Share capital

Allotted, called up and fully paid shares

	2019		2018	
	No.	£	No.	£
Ordinary Shares of £1 each	3,000	3,000	3,000	3,000

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Notes to the Financial Statements for the Year Ended 31 December 2019

9 Loans and borrowings

	2019	2018
	£	£
Current loans and borrowings		
Bank borrowings	-	29,751
Bank overdrafts	-	112,849
Other borrowings	-	442,789
	<hr/>	<hr/>
	-	585,389
	<hr/>	<hr/>

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