

Registration number: 02581304

Midchem Limited

Annual Report and Unaudited Financial Statements

for the Year Ended 30 April 2017

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COMPANIES HOUSE

Haines Watts Leicester LLP
Chartered Accountants
Hamilton Office Park
31 High View Close
Leicester
LE4 9LJ

Midchem Limited

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Midchem Limited

Company Information

Directors	H S Neer J K Neer
Registered office	81 Musgrave Road Hockley Birmingham B18 3HH
Accountants	Haines Watts Leicester LLP Chartered Accountants Hamilton Office Park 31 High View Close Leicester LE4 9LJ

Midchem Limited

(Registration number: 02581304)
Balance Sheet as at 30 April 2017

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	4	64,535	64,408
Current assets			
Stocks	5	6,104	5,525
Debtors	6	64,006	78,755
Cash at bank and in hand		232,035	161,075
		302,145	245,355
Creditors: Amounts falling due within one year	7	(63,561)	(74,600)
Net current assets		238,584	170,755
Total assets less current liabilities		303,119	235,163
Creditors: Amounts falling due after more than one year	7	(49,501)	(61,847)
Provisions for liabilities		(5,279)	(5,900)
Net assets		248,339	167,416
Capital and reserves			
Called up share capital		1,000	1,000
Profit and loss account		247,339	166,416
Total equity		248,339	167,416

Midchem Limited

(Registration number: 02581304)
Balance Sheet as at 30 April 2017

For the financial year ending 30 April 2017 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.

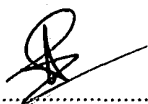
These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

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.

Approved and authorised by the Board on 11 October 2017 and signed on its behalf by:



H S Neer
Director



J K Neer
Director

Midchem Limited

Notes to the Financial Statements for the Year Ended 30 April 2017

1 General information

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

The address of its registered office is:

81 Musgrave Road

Hockley

Birmingham

B18 3HH

These financial statements were authorised for issue by the Board on 11 October 2017.

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.

The company adopted FRS102 1A as its reporting standard on 1 May 2016. The date of transition to FRS102 was 1 May 2015.

The effect of this and any other changes as a result of adopting FRS102 are shown in the notes to the accounts.

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.

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
Plant and machinery	15% reducing balance basis
Fixtures and fittings	15% reducing balance basis
Motor vehicles	25% reducing balance basis
Freehold land and buildings	not provided

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.

Midchem Limited

Notes to the Financial Statements for the Year Ended 30 April 2017

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.

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.

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.

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

Midchem Limited

Notes to the Financial Statements for the Year Ended 30 April 2017

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.

Financial instruments

Classification

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as 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. Where shares are issued, any component that creates a financial liability of the company is presented as a liability in the balance sheet. The corresponding dividends relating to the liability component are charged as interest expense in the profit and loss account.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 5 (2016 - 6).

Midchem Limited

Notes to the Financial Statements for the Year Ended 30 April 2017

4 Tangible assets

	Land and buildings £	Fixtures and fittings £	Motor vehicles £	Plant and machinery £	Total £
Cost or valuation					
At 1 May 2016	37,092	20,875	18,536	109,643	186,146
Additions	<u>-</u>	<u>226</u>	<u>-</u>	<u>4,743</u>	<u>4,969</u>
At 30 April 2017	<u>37,092</u>	<u>21,101</u>	<u>18,536</u>	<u>114,386</u>	<u>191,115</u>
Depreciation					
At 1 May 2016	-	17,849	7,568	96,321	121,738
Charge for the year	<u>-</u>	<u>488</u>	<u>1,645</u>	<u>2,709</u>	<u>4,842</u>
At 30 April 2017	<u>-</u>	<u>18,337</u>	<u>9,213</u>	<u>99,030</u>	<u>126,580</u>
Carrying amount					
At 30 April 2017	<u>37,092</u>	<u>2,764</u>	<u>9,323</u>	<u>15,356</u>	<u>64,535</u>
At 30 April 2016	<u>37,092</u>	<u>3,026</u>	<u>10,968</u>	<u>13,322</u>	<u>64,408</u>

5 Stocks

	2017 £	2016 £
Other inventories	<u>6,104</u>	<u>5,525</u>

6 Debtors

	2017 £	2016 £
Trade debtors	34,260	59,449
Other debtors	<u>29,746</u>	<u>19,306</u>
Total current trade and other debtors	<u>64,006</u>	<u>78,755</u>

Midchem Limited

Notes to the Financial Statements for the Year Ended 30 April 2017

7 Creditors

	Note	2017 £	2016 £
Due within one year			
Trade creditors		32,071	26,947
Taxation and social security		10,253	21,256
Other creditors		<u>21,237</u>	<u>26,397</u>
		<u>63,561</u>	<u>74,600</u>
Due after one year			
Loans and borrowings	8	<u>49,501</u>	<u>61,847</u>

8 Loans and borrowings

	2017 £	2016 £
Non-current loans and borrowings		
Other borrowings	<u>49,501</u>	<u>61,847</u>

9 Related party transactions

During the year the directors made a loan to the company. The balance at the year end was £49,501 (2016: £61,847).

10 Transition to FRS 102

Following transition to FRS 102 there are no material balances which need restating in relation to prior years.