

INOVYN Services Limited
Annual report and financial statements
for the year ended 31 December 2019

Registered Number 04797474



INOVYN Services Limited
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for the year ended 31 December 2019
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INOVYN Services Limited

Strategic report for the year ended 31 December 2019

The Directors present their strategic report of INOVYN Services Limited (the “Company”) for the year ended 31 December 2019.

Principal activities

Until 31 August 2018 the Company’s principal activity was to provide a chemical packing service, after this date the Company ceased to trade.

Review of the business

Turnover for the year was £nil (2018: £137,641) as a result of the cessation of trade during 2018. The loss before taxation was £10,954 (2018: £2,982), a worsening of £7,972 with no chemical packing service offering during the whole of 2019. The Directors do not recommend the payment of a dividend (2018: £nil).

Principal risks and uncertainties

The Company’s operations prior to cessation exposed it to the effects of credit risk. Interest rate risk is present in both years within these financial statements. As most of the Company’s operations involve related parties, none of these risks are considered significant.

It has been assessed that there will be no impact of the COVID-19 crisis on the Company as it does not trade.

Key performance indicators (“KPIs”)

Given the straightforward nature of the business, the Company’s Directors are of the opinion that analysis using KPI’s is not necessary for an understanding of the development, performance or position of the business.

Strategic future developments

Following the cessation of the packing service offering the Directors do not expect any further significant change in the Company’s operations, anticipating that the Company will continue to operate as now into the future.

Going forward there is not expected to be any operational effect on the Company from the COVID-19 crisis as it does not trade.

On behalf of the Board



M J Maher
Director
06 May 2020

INOVYN Services Limited

Directors' report for the year ended 31 December 2019

The Directors present their report together with the financial statements and auditor's report of INOVYN Services Limited ("the Company") for the year ended 31 December 2019.

Results for the year and dividends

Loss before taxation was £10,954 (2018: £2,982), a worsening of £7,972 as noted in the Strategic Report. The Directors do not recommend the payment of a dividend (2018: £nil).

Going concern

Given the Company has ceased trading in the prior year, the Directors have determined that the going concern basis of preparation is not appropriate for this set of financial statements. Accordingly, the financial statements are prepared on a basis other than that of a going concern.

The Company has the continued financial support of a parent company INOVYN Finance Plc.

Future outlook

Following the cessation of the packing service offering in 2018 the Directors do not expect any further significant change in the Company's operations, anticipating that the Company will continue to operate as now into the future.

Financial risks

The Company's operations expose it to the effects of credit risk and interest rate risk. Given the size of the Company's operations, the cost of managing exposure to such risks exceed any potential benefits. Now that trade has ceased the Company is no longer exposed to the effects of credit risk. The Company is funded internally by the INOVYN Limited group and therefore has no direct exposure to liquidity or debt market risk. Interest rate exposures are managed on a group basis and are fully disclosed in the consolidated financial statements of INOVYN Limited.

Post balance sheet event

It has been assessed that the COVID-19 crisis will have no impact on the Company as it does not trade.

Donations

The Company made no political contributions (2018: £nil).

Directors

The Directors', who held office during the year, and up to the date of signing the financial statements, were as follows:

C E Tane (resigned 1 January 2020)

M J Maher

J D Taylorson

A Moorcroft

G Tuft (appointed 1 January 2020)

Directors' indemnities

As permitted by the Articles of Association, the Company, via a policy maintained by its parent undertaking has maintained cover for its directors and officers under a directors' and officers' liability insurance policy as permitted by Section 234 of the Companies Act 2006. The indemnity was in force throughout the last financial year and is currently in force.

Directors' responsibilities statement

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law), including FRS 101 "Reduced Disclosure Framework". Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing the financial statements, the directors are required to:

INOVYN Services Limited

Directors' report for the year ended 31 December 2019 (continued)

Directors' responsibilities statement (continued)

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Directors' confirmations

In the case of each director in office at the date the Directors' Report is approved:

- so far as the director is aware, there is no relevant audit information of which the company's auditors are unaware; and
- they have taken all the steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

This confirmation is given and should be interpreted in accordance with the provisions of s418 of the Companies Act 2006.

Independent auditors

During the year Deloitte LLP were appointed as auditors and have expressed their willingness to continue in office as auditor pursuant to Section 485-488 of the Companies Act 2006. Appropriate arrangements have been put in place for them to be deemed reappointed in the absence of an Annual General Meeting.

Registered address

INOVYN Services Limited
Runcorn Site HQ
South Parade
P.O. Box 9
Runcorn
Cheshire
WA7 4JE
United Kingdom

On behalf of the Board



M J Maher
Director
06 May 2020

INOVYN Services Limited

Independent auditor's report to the members of INOVYN Services Limited

Report on the audit of the financial statements

Opinion

In our opinion the financial statements of INOVYN Services Limited (the 'company'):

- give a true and fair view of the state of the company's affairs as at 31 December 2019 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 101 "Reduced Disclosure Framework"; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

We have audited the financial statements which comprise:

- the income statement;
- the balance sheet;
- the statement of changes in equity;
- the accounting policies; and
- the related notes 1 to 12.

The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 101 "Reduced Disclosure Framework" (United Kingdom Generally Accepted Accounting Practice).

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report.

We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the Financial Reporting Council's (the 'FRC's') Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of matter – Financial statements prepared other than on a going concern basis

We draw attention to page 10 of the financial statements, which indicates that the financial statements have been prepared on a basis other than that of a going concern. Our opinion is not modified in respect of this matter.

Other information

The directors are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in respect of these matters.

INOVYN Services Limited

Independent auditor's report to the members of INOVYN Services Limited (continued)

Responsibilities of directors

As explained more fully in the directors' responsibilities statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the FRC's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Report on other legal and regulatory requirements

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the strategic report and the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the strategic report and the directors' report have been prepared in accordance with applicable legal requirements.

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified any material misstatements in the strategic report or the directors' report.

Matters on which we are required to report by exception

Under the Companies Act 2006 we are required to report in respect of the following matters 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 directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

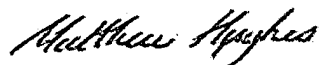
We have nothing to report in respect of these matters.

INOVYN Services Limited

Independent auditor's report to the members of INOVYN Services Limited (continued)

Use of our report

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.



Matthew Hughes BSc(Hons) ACA (Senior statutory auditor)

For and on behalf of Deloitte LLP

Statutory Auditor

Leeds

6 May 2020

INOVYN Services Limited

Income statement for the year ended 31 December 2019

	Note	2019 £	2018 £
Turnover	1	-	137,641
Cost of sales		-	(128,396)
Gross profit		-	9,245
Administrative expenses		-	(40)
Operating profit	2	-	9,205
Interest payable and similar expenses	5	(10,954)	(12,187)
Loss before taxation		(10,954)	(2,982)
Tax on loss	6	2,081	567
Loss for the financial year		(8,873)	(2,415)

All activities of the Company relate to discontinued operations.

The Company has no recognised other comprehensive income and therefore no separate statement of comprehensive income has been presented.

INOVYN Services Limited

Balance sheet as at 31 December 2019

	Note	2019 £	2018 £
Current assets			
Debtors	7	67,734	65,653
		67,734	65,653
Creditors: amounts falling due within one year	8	(339,990)	(329,036)
Net current liabilities		(272,256)	(263,383)
Net liabilities		(272,256)	(263,383)
Capital and reserves			
Called up share capital	9	1	1
Accumulated losses		(272,257)	(263,384)
Total shareholders' deficit		(272,256)	(263,383)

The notes on pages 12 to 14 form part of the financial statements. The financial statements on pages 7 to 14 were approved by the Board of Directors on 06 May 2020 and are signed on its behalf by



M J Maher
Director

INOVYN Services Limited

Registered number 04797474

INOVYN Services Limited

Statement of Changes in Equity for the year ended 31 December 2019

	Called up share capital £	Accumulated losses £	Total shareholders' deficit £
Balance at 1 January 2018	1	(260,969)	(260,968)
Total comprehensive expense for the year			
Loss for the financial year	-	(2,415)	(2,415)
Balance at 31 December 2018	1	(263,384)	(263,383)
Total comprehensive expense for the year			
Loss for the financial year	-	(8,873)	(8,873)
Balance at 31 December 2019	1	(272,257)	(272,256)

INOVYN Services Limited

Accounting policies

INOVYN Services Limited (the “Company”) is a private company limited by shares, incorporated and domiciled in the UK under the Companies Act 2006 and is registered in England. The address of the Company’s registered office is shown on page 3.

These financial statements were prepared in accordance with Financial Reporting Standard 101 *Reduced Disclosure Framework* (“FRS 101”), on a basis other than that of a going concern and under the historical cost accounting rules. The functional and presentational currency of these financial statements is sterling.

In preparing these financial statements, the Company applies the recognition, measurement and disclosure requirements of International Financial Reporting Standards as adopted by the EU (“Adopted IFRSs”), but makes amendments where necessary in order to comply with Companies Act 2006 and has set out below where advantage of the FRS 101 disclosure exemptions has been taken.

INOVYN Limited, a parent undertaking, includes the Company in its consolidated financial statements. The consolidated financial statements of INOVYN Limited are prepared in accordance with International Financial Reporting Standards, available to the public and may be obtained from Runcorn Site HQ, South Parade, P.O.Box 9, Runcorn, Cheshire, WA7 4JE, United Kingdom.

In these financial statements, the Company has applied the exemptions available under FRS 101 in respect of the following disclosures:

- a Cash Flow Statement and related notes;
- Comparative period reconciliations for share capital;
- Disclosures in respect of transactions with wholly owned group companies;
- The effects of new but not yet effective IFRSs;
- Disclosures in respect of the compensation of Key Management Personnel.

The accounting policies set out below have, unless otherwise stated, been applied consistently to all periods presented in these financial statements.

Judgements made by the directors, in the application of these accounting policies that have significant effect on the financial statements and estimates with a significant risk of material adjustment in the next year are discussed in note 11.

Going concern

The financial statements have been prepared on a basis other than that of a going concern. No material adjustments arose as a result of ceasing to apply the going concern basis. All assets and liabilities are measured at their net realisable value and classified as current.

In adopting a basis other than going concern, the directors have continued to apply the disclosure requirements of the standards. The Company has the continued financial support of a parent company INOVYN Finance Plc.

Measurement convention

The financial statements are prepared on the historical cost basis, modified to include certain items at fair value as explained in the accounting policies below.

Turnover

Turnover represents the invoiced value of services provided to third parties net of value added taxes. Turnover is recognised on completion of the service provided.

Financial instruments

Financial instruments comprise other debtors, being a corporation tax group relief debtor, and loans and borrowings.

Other debtors

Other debtors are recognised initially at fair value. Subsequent to initial recognition they are measured at amortised cost using the effective interest method, less any impairment losses.

Interest-bearing borrowings

Interest-bearing borrowings are recognised initially at fair value less attributable transaction costs. Subsequent to initial recognition, interest-bearing borrowings are stated at amortised cost using the effective interest method, less any impairment losses.

INOVYN Services Limited

Accounting policies (continued)

Impairment of financial assets

A financial asset not carried at fair value through the income statement is assessed at each reporting date to determine whether there is objective evidence that it is impaired. A financial asset is impaired if objective evidence indicates that a loss event has occurred after the initial recognition of the asset, and that the loss event had a negative effect on the estimated future cash flows of that asset that can be estimated reliably.

An impairment loss in respect of a financial asset measured at amortised cost is calculated as the difference between its carrying amount and the present value of the estimated future cash flows discounted at the asset's original effective interest rate. For financial instruments measured at cost less impairment an impairment is calculated as the difference between its carrying amount and the best estimate of the amount that the Company would receive for the asset if it were to be sold at the reporting date. Interest on the impaired asset continues to be recognised through the unwinding of the discount. When a subsequent event causes the amount of impairment loss to decrease, the decrease in impairment loss is reversed through the income statement.

Taxation

Tax on profit or loss for the year represents the sum of the tax currently payable or receivable.

Current tax

Current tax is based on taxable profit for the year. Taxable profit differs from net profit as reported in profit or loss 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 current tax payable or receivable is calculated using tax rates that have been enacted or substantively enacted by the reporting date.

New accounting standards in 2019

There are no new accounting standards or amendments in 2019 applicable to these financial statements.

INOVYN Services Limited

Notes to the financial statements

1 Turnover

All turnover originated in and was destined for the United Kingdom.

2 Operating profit

Auditors' remuneration of £1,838 (2018: £1,802) was borne by a fellow group undertaking. No non-audit services have been provided (2018: £nil).

3 Directors' emoluments

None of the Directors received any emoluments in respect of their services to the Company (2018: £nil).

4 Employee information

The Company had no employees, other than the Directors, during the year or the previous year.

5 Interest payable and similar expenses

	2019 £	2018 £
Interest payable to group undertakings and similar expenses	10,954	12,187

6 Tax on loss

Recognised in the income statement	2019 £	2018 £
UK Corporation Tax		
Current tax on loss for the year	2,081	567
Tax on loss	2,081	567

Reconciliation of standard tax rate

	2019 £	2018 £
Loss before taxation	10,954	2,982
Loss before taxation multiplied by the standard rate of tax in the UK of 19% (2018: 19%)	2,081	567
Total tax income	2,081	567

Factors affecting future tax charges

Changes to the UK corporation tax rates were substantively enacted as part of Finance Bill 2016 (on 6 September 2016). These include reductions to the main rate, to reduce the rate to 17% from 1 April 2020.

In the 2020 budget it was announced that the corporation tax main rate would remain at 19% for the financial year beginning 1 April 2020, rather than reducing it to 17% from 1 April 2020. The charge to corporation tax and the main rate will also be set at 19% for the financial year beginning 1 April 2021.

NOVYN Services Limited

Notes to the financial statements (continued)

7 Debtors

	2019 £	2018 £
Unpaid share capital	1	1
Corporation tax – Group relief	67,733	65,652
	67,734	65,653

8 Creditors: amounts falling due within one year

	2019 £	2018 £
Amounts owed to group undertakings	339,990	329,036
	339,990	329,036

Amounts owed to group undertakings are unsecured, charged at a competitive interest rate, have no fixed date of repayment and are repayable on demand.

No creditors relate to convertible debt.

9 Called up share capital

Called up share capital	Allotted and called up	
	2019 £	2018 £
Ordinary shares of £1 each	1	1

The holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at meetings of the Company.

10 Ultimate parent company and ultimate controlling party

The immediate parent undertaking is NOVYN ChlorVinyls Limited, a company registered in England and Wales.

The ultimate parent undertaking of the Company is INEOS Limited, a company incorporated in the Isle of Man. The Directors regard Mr J A Ratcliffe as the ultimate controlling party by virtue of his majority shareholding in INEOS Limited.

The smallest and largest group that consolidates the Company's financial statements is NOVYN Limited. The consolidated financial statements of NOVYN Limited are available to the public and may be obtained from the Company Secretary at Runcorn Site HQ, South Parade, PO Box 9, Runcorn, Cheshire, WA7 4JE, United Kingdom.

The registered address of NOVYN Limited is Runcorn Site HQ, South Parade, PO Box 9, Runcorn, Cheshire, WA7 4JE, United Kingdom.

INOVYN Services Limited

Notes to the financial statements (continued)

11 Critical accounting judgements and key sources of estimation uncertainty

Critical accounting judgements

There are no critical accounting judgements made in these financial statements.

Key sources of estimation uncertainty

Taxation

All the company's operations are in the UK. Management is required to estimate the tax payable and this involves estimating the actual current tax charge or credit together with assessing temporary differences resulting from differing treatment of items for tax and accounting purposes. These differences result in deferred tax assets and liabilities, which may be included on the balance sheet of the company. Management have performed an assessment as to the extent to which future taxable profits will allow the deferred tax asset to be recovered. The calculation of the company's total tax charge necessarily involves a significant degree of estimation in respect of certain items whose tax treatment cannot be fully determined until resolution has been reached with the relevant tax authority, or, as appropriate, through a formal legal process. Details of amounts recognised with regard to taxation are disclosed in note 6 to the financial statements.

Impairment of Debtors

The Company make an estimate of the recoverable value of other debtors. When assessing potential impairment of other debtors, management considers factors including the current credit rating of the debtor, the ageing profile of debtors and historical experience.

12 Post balance sheet event

Management have assessed there will be no business impact of the COVID-19 crisis on the Company as it does not trade.