

Unaudited Financial Statements
for the Year Ended 31 December 2017
for
Urathon Europe Limited

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for the Year Ended 31 December 2017**

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Urathon Europe Limited
Company Information
for the Year Ended 31 December 2017

DIRECTORS: H J Sims-Hilditch
I Batchelor

SECRETARY: Mrs A M Sims - Hilditch

REGISTERED OFFICE: 14a Forest Gate
Pewsham
Chippenham
Wiltshire
SN15 3RS

REGISTERED NUMBER: 02766713 (England and Wales)

Urathon Europe Limited (Registered number: 02766713)

Balance Sheet
31 December 2017

	Notes	2017 £	£	2016 £	£
FIXED ASSETS					
Tangible assets	4		713,045		415,872
CURRENT ASSETS					
Stocks		432,702		443,614	
Debtors	5	1,402,993		1,238,539	
Cash at bank and in hand		<u>100,331</u>		<u>575,361</u>	
		1,936,026		2,257,514	
CREDITORS					
Amounts falling due within one year	6	<u>1,290,916</u>		<u>1,503,580</u>	
NET CURRENT ASSETS			<u>645,110</u>		<u>753,934</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			1,358,155		1,169,806
PROVISIONS FOR LIABILITIES	8		<u>62,726</u>		<u>48,259</u>
NET ASSETS			<u><u>1,295,429</u></u>		<u><u>1,121,547</u></u>
CAPITAL AND RESERVES					
Called up share capital	9		190,682		190,682
Retained earnings			<u>1,104,747</u>		<u>930,865</u>
SHAREHOLDERS' FUNDS			<u><u>1,295,429</u></u>		<u><u>1,121,547</u></u>

The notes form part of these financial statements

Balance Sheet - continued
31 December 2017

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2017.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2017 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)

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

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

The financial statements were approved by the Board of Directors on 12 September 2018 and were signed on its behalf by:

H J Sims-Hilditch - Director

I Batchelor - Director

**Notes to the Financial Statements
for the Year Ended 31 December 2017**

1. STATUTORY INFORMATION

Urathon Europe 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.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

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

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

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

Freehold property	- 4% on a straight line basis
Improvements to property	- 10% on straight line basis and 4% on a straight line basis
Plant and machinery	- 10% on straight line basis
Fixtures and fittings	- 10% on straight line basis
Motor vehicles	- 25% on straight line basis
Computer equipment	- 33% on straight line basis and 20% on straight line basis

Stocks

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

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.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

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.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 12 (2016 - 11).

Notes to the Financial Statements - continued
for the Year Ended 31 December 2017

4. TANGIBLE FIXED ASSETS

	Freehold property £	Improvements to property £	Plant and machinery £
COST			
At 1 January 2017	125,537	93,051	710,121
Additions	-	139,849	119,954
Disposals	-	-	(1,900)
At 31 December 2017	<u>125,537</u>	<u>232,900</u>	<u>828,175</u>
DEPRECIATION			
At 1 January 2017	42,684	57,271	427,501
Charge for year	5,021	18,846	70,732
Eliminated on disposal	-	-	(190)
At 31 December 2017	<u>47,705</u>	<u>76,117</u>	<u>498,043</u>
NET BOOK VALUE			
At 31 December 2017	<u>77,832</u>	<u>156,783</u>	<u>330,132</u>
At 31 December 2016	<u>82,853</u>	<u>35,780</u>	<u>282,620</u>

	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST				
At 1 January 2017	14,918	46,839	55,173	1,045,639
Additions	-	179,518	11,817	451,138
Disposals	-	(29,370)	-	(31,270)
At 31 December 2017	<u>14,918</u>	<u>196,987</u>	<u>66,990</u>	<u>1,465,507</u>
DEPRECIATION				
At 1 January 2017	11,577	42,030	48,704	629,767
Charge for year	1,378	49,689	6,589	152,255
Eliminated on disposal	-	(29,370)	-	(29,560)
At 31 December 2017	<u>12,955</u>	<u>62,349</u>	<u>55,293</u>	<u>752,462</u>
NET BOOK VALUE				
At 31 December 2017	<u>1,963</u>	<u>134,638</u>	<u>11,697</u>	<u>713,045</u>
At 31 December 2016	<u>3,341</u>	<u>4,809</u>	<u>6,469</u>	<u>415,872</u>

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017 £	2016 £
Trade debtors	1,376,728	1,210,560
Other debtors	26,265	27,979
	<u>1,402,993</u>	<u>1,238,539</u>

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2017**

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017	2016
	£	£
Bank loans and overdrafts	529,079	454,096
Trade creditors	623,967	854,914
Taxation and social security	119,024	174,953
Other creditors	18,846	19,617
	<u>1,290,916</u>	<u>1,503,580</u>

7. SECURED DEBTS

The following secured debts are included within creditors:

	2017	2016
	£	£
Bank overdrafts	<u>529,079</u>	<u>454,096</u>

The bank loans and overdraft are secured by a fixed and floating charge over the company's assets.

The HSBC factoring accounts are secured by a fixed and floating charge over the company's assets.

8. PROVISIONS FOR LIABILITIES

	2017	2016
	£	£
Deferred tax	<u>62,726</u>	<u>48,259</u>

Deferred tax
£
48,259
<u>14,467</u>
<u>62,726</u>

Balance at 1 January 2017
Accelerated capital allowances
Balance at 31 December 2017

9. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2017	2016
			£	£
190,682	Ordinary	£1	<u>190,682</u>	<u>190,682</u>

10. RELATED PARTY DISCLOSURES

During the period the company paid rent of £7,500 (2016 - £12,500) on premises occupied by the company, the lease of which is in the name of Mr H Sims-Hilditch. The lease term is 11 years ending on 31/12/17 at an initial annual rent of £11,000, subject to review every 5 years.

Directors expenses totalled £181,806 with introduced funds.

	2017	2016
	£	£
Amount due to related party at the balance sheet date	<u>45</u>	<u>314</u>

Coronel Investments Ltd.

100% shareholder

During the year invoices totalling £312,000 (2016 - £237,000) were raised by Coronel Investments Ltd in respect of consultancy work carried out by Coronel's management.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2017

10. **RELATED PARTY DISCLOSURES - continued**

Urathon Foshan

A company incorporated in China and under common ownership

During the year the company purchased goods for resale for a total value of £3,727,698 (2016 - £3,692,599)

	2017	2016
	£	£
Amount due to related party at the balance sheet date	<u>560,970</u>	<u>776,666</u>

11. **ULTIMATE CONTROLLING PARTY**

The company is under the control of Coronel Investments Ltd., a company incorporated in Jersey. The ultimate controlling party of Coronel Investments Ltd are Hugh Sims-Hilditch and Anna Sims-Hilditch.

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.