

Company Registration No. 09499116 (England and Wales)

NEOGENE LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019
PAGES FOR FILING WITH REGISTRAR

NEOGENE LIMITED

CONTENTS

| | Page |
|-----------------------------------|-------|
| Balance sheet | 1 - 2 |
| Notes to the financial statements | 3 - 9 |

NEOGENE LIMITED

BALANCE SHEET

AS AT 31 MARCH 2019

| | | 2019 | | 2018 | |
|--|-------|-------------|---|-------------|---|
| | Notes | £ | £ | £ | £ |
| Fixed assets | | | | | |
| Intangible assets | 3 | 2,593,750 | | 3,008,750 | |
| Tangible assets | 4 | 158,875 | | 102,122 | |
| Investments | 5 | 187,417 | | 187,417 | |
| | | | | | |
| | | 2,940,042 | | 3,298,289 | |
| Current assets | | | | | |
| Stocks | 7 | 486,031 | | 411,934 | |
| Debtors | 8 | 1,926,359 | | 1,379,261 | |
| Cash at bank and in hand | | 1,365,201 | | 1,365,730 | |
| | | | | | |
| | | 3,777,591 | | 3,156,925 | |
| Creditors: amounts falling due within one year | 9 | (904,930) | | (681,030) | |
| | | | | | |
| Net current assets | | 2,872,661 | | 2,475,895 | |
| | | | | | |
| Total assets less current liabilities | | 5,812,703 | | 5,774,184 | |
| | | | | | |
| Creditors: amounts falling due after more than one year | 10 | (1,959,575) | | (2,419,575) | |
| | | | | | |
| Net assets | | 3,853,128 | | 3,354,609 | |
| | | | | | |
| Capital and reserves | | | | | |
| Called up share capital | 11 | 2,325,003 | | 2,325,003 | |
| Profit and loss reserves | | 1,528,125 | | 1,029,606 | |
| | | | | | |
| Total equity | | 3,853,128 | | 3,354,609 | |

The directors of the company have elected not to include a copy of the profit and loss account within the financial statements.

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

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

NEOGENE LIMITED

BALANCE SHEET (CONTINUED)

AS AT 31 MARCH 2019

The financial statements were approved by the board of directors and authorised for issue on 23 December 2019 and are signed on its behalf by:

D J Kershaw
Director

Company Registration No. 09499116

NEOGENE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2019

1 Accounting policies

Company information

Neogene Limited is a private company limited by shares incorporated in England and Wales. The registered office is 14 Caxton Way, Watford Business Park, Watford, Hertfordshire, WD18 8UJ.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Turnover

Turnover is recognised at the fair value of the consideration receivable from sale of industrial paints and is shown net of VAT and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

1.3 Intangible fixed assets - goodwill

Goodwill represents the excess of the cost of acquisition of unincorporated businesses over the fair value of net assets acquired. It is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is considered to have a finite useful life and is amortised on a systematic basis over its expected life, which is ten years.

1.4 Tangible Fixed Assets

Tangible fixed assets are measured at cost, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

| | |
|--------------------------------|------------------------------------|
| Land and buildings Leasehold | life of lease in equal instalments |
| Plant and machinery | 25% reducing balance |
| Fixtures, fittings & equipment | 25% straight line |
| Motor vehicles | 25% straight line |

NEOGENE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

1 Accounting policies

(Continued)

1.5 Fixed asset investments

Interests in subsidiaries are measured at cost and subsequently measured at cost less any accumulated impairment losses. The investments are assessed for impairment at each reporting date and any impairment losses or reversals of impairment losses are recognised immediately in profit or loss.

1.6 Stocks

Work in progress is valued at the lower of cost and net realisable value. In determining the cost of raw materials, consumables and goods purchased for resale, the first in first out basis is used. For work in progress and finished goods manufactured by the company, cost is taken as production cost, which includes a proportion of attributable overheads where appropriate. Provision is made to reduce stocks to estimated net realisable value.

1.7 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are measured at transaction price including transaction costs. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and loans from fellow group companies are recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities.

1.8 Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of transaction costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

NEOGENE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

1 Accounting policies

(Continued)

1.9 Taxation

The tax expense represents the sum of the tax currently payable.

Current tax

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

Deferred tax

The company is exempt from corporation tax, it being a company not carrying on a business for the purposes of making a profit.

1.10 Leases

Rentals payable under operating leases, including any lease incentives received, are charged to profit or loss on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the leases asset are consumed.

1.11 Foreign exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation are included in the profit and loss account for the period.

2 Employees

The average monthly number of persons (including directors) employed by the company during the year was 20 (2018 - 19).

3 Intangible fixed assets

| | Goodwill £ |
|------------------------------------|---------------|
| Cost | |
| At 1 April 2018 and 31 March 2019 | 4,150,000 |
| Amortisation and impairment | |
| At 1 April 2018 | 1,141,250 |
| Amortisation charged for the year | 415,000 |
| At 31 March 2019 | 1,556,250 |
| Carrying amount | |
| At 31 March 2019 | 2,593,750 |
| At 31 March 2018 | 3,008,750 |

NEOGENE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

4 Tangible fixed assets

| | Land and buildings Leasehold | Plant and machinery | Fixtures, fittings & equipment | Motor vehicles | Total |
|------------------------------------|------------------------------------|------------------------|-----------------------------------|----------------|---------|
| | £ | £ | £ | £ | £ |
| Cost | | | | | |
| At 1 April 2018 | 2,248 | 179,921 | 13,846 | 20,000 | 216,015 |
| Additions | - | 113,822 | 5,392 | - | 119,214 |
| Disposals | - | (424) | - | - | (424) |
| At 31 March 2019 | 2,248 | 293,319 | 19,238 | 20,000 | 334,805 |
| Depreciation and impairment | | | | | |
| At 1 April 2018 | 1,075 | 88,368 | 8,825 | 15,625 | 113,893 |
| Depreciation charged in the year | 391 | 53,274 | 4,421 | 4,375 | 62,461 |
| Eliminated in respect of disposals | - | (424) | - | - | (424) |
| At 31 March 2019 | 1,466 | 141,218 | 13,246 | 20,000 | 175,930 |
| Carrying amount | | | | | |
| At 31 March 2019 | 782 | 152,101 | 5,992 | - | 158,875 |
| At 31 March 2018 | 1,173 | 91,553 | 5,021 | 4,375 | 102,122 |

5 Fixed asset investments

| | 2019 £ | 2018 £ |
|---|-----------|---|
| Investments | 187,417 | 187,417 |
| Movements in fixed asset investments | | |
| | | Investments other than loans £ |
| Cost or valuation | | |
| At 1 April 2018 & 31 March 2019 | | 187,417 |
| Carrying amount | | |
| At 31 March 2019 | | 187,417 |
| At 31 March 2018 | | 187,417 |

NEOGENE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2019

6 Subsidiaries

| Name of undertaking | Registered office | Nature of business | Class of shares held | % Held Direct Indirect |
|------------------------|-------------------|---|----------------------|---------------------------|
| Neogene Paints Limited | 1 | Subsidiary of a parent company Ordinary which undertakes the manufacture of industrial paints | | 100.00 |

Registered office addresses (all UK unless otherwise indicated):

- 1 14 Caxton Way, Watford Business Park, Watford, Hertfordshire WD18 8UJ

NEOGENE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

| | | | |
|-----------|--|-------------------|-------------------|
| 7 | Stocks | 2019 | 2018 |
| | | £ | £ |
| | Stocks | 486,031 | 411,934 |
| | | <u> </u> | <u> </u> |
| 8 | Debtors | 2019 | 2018 |
| | | £ | £ |
| | Amounts falling due within one year: | | |
| | Trade debtors | 948,788 | 661,087 |
| | Amounts owed by group undertakings | 870,598 | 599,694 |
| | Other debtors | 106,973 | 118,480 |
| | | <u> </u> | <u> </u> |
| | | 1,926,359 | 1,379,261 |
| | | <u> </u> | <u> </u> |
| 9 | Creditors: amounts falling due within one year | 2019 | 2018 |
| | | £ | £ |
| | Trade creditors | 275,869 | 204,785 |
| | Corporation tax | 104,412 | 86,705 |
| | Other taxation and social security | 26,817 | 38,268 |
| | Other creditors | 497,832 | 351,272 |
| | | <u> </u> | <u> </u> |
| | | 904,930 | 681,030 |
| | | <u> </u> | <u> </u> |
| 10 | Creditors: amounts falling due after more than one year | 2019 | 2018 |
| | | £ | £ |
| | Other creditors | 1,959,575 | 2,419,575 |
| | | <u> </u> | <u> </u> |
| 11 | Called up share capital | 2019 | 2018 |
| | | £ | £ |
| | Ordinary share capital | | |
| | Issued and fully paid | | |
| | 187,417 Ordinary shares of £1 each | 187,417 | 187,417 |
| | | <u> </u> | <u> </u> |
| | Preference share capital | | |
| | Issued and fully paid | | |
| | 2,137,586 Redeemable Preference shares of £1 each | 2,137,586 | 2,137,586 |
| | | <u> </u> | <u> </u> |

NEOGENE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

12 Operating lease commitments

Lessee

At the reporting end date the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, as follows:

| 2019 | 2018 |
|----------------|----------------|
| £ | £ |
| 143,963 | 200,945 |
| <u>143,963</u> | <u>200,945</u> |

13 Related party transactions

During the year rent amounting to £54,500 (2018: £55,250) was paid to the Barnett Waddingham SIPP, a pension scheme set up by the directors D J Kershaw and P W Brown, which owns the main premises.

Included in creditors amounts falling due after more than one year is an amount owed to Neogene Paints Limited, amounting to £1,959,575 (2018: £2,419,575) as at the balance sheet date.

Included within other debtors is G C Webb's director's current account balance of £33,614 (2018: £51,284) as at the balance sheet date. During the year the company charged interest of £1,373 (2018: £1,017) .

14 Parent company

The company's ultimate parent company is Neogene Holdings Limited and its registered office is 14 Caxton Way, Watford Business Park, Watford, Hertfordshire, WD18 8UJ.

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.