

Financial Statements
for the Year Ended 31 December 2022
for
Forchem Ltd.

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for the Year Ended 31 December 2022**

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Forchem Ltd.
Company Information
for the Year Ended 31 December 2022

DIRECTOR:	C I Anderson
REGISTERED OFFICE:	Office 207, The Innovation Centre Venture Court Queens Meadow Business Park Hartlepool Cleveland TS25 5TG
REGISTERED NUMBER:	04546531 (England and Wales)
SENIOR STATUTORY AUDITOR:	Simon Hook FCCA
AUDITORS:	Clive Owen LLP Chartered Accountants & Statutory Auditors Kepier House, Belmont Business Park Durham County Durham DH1 1TW

Forchem Ltd. (Registered number: 04546531)

**Balance Sheet
31 December 2022**

	Notes	2022 £	£	2021 £	£
FIXED ASSETS					
Tangible assets	4		49		90
CURRENT ASSETS					
Debtors	5	36,763		201,885	
Cash at bank		<u>52,087</u>		<u>19,642</u>	
		88,850		221,527	
CREDITORS					
Amounts falling due within one year	6	<u>59,435</u>		<u>197,939</u>	
NET CURRENT ASSETS			<u>29,415</u>		<u>23,588</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>29,464</u>		<u>23,678</u>
CAPITAL AND RESERVES					
Called up share capital	8		1		1
Retained earnings			<u>29,463</u>		<u>23,677</u>
SHAREHOLDERS' FUNDS			<u>29,464</u>		<u>23,678</u>

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

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

The financial statements were approved by the director and authorised for issue on 13 September 2023 and were signed by:

C I Anderson - Director

The notes form part of these financial statements

**Notes to the Financial Statements
for the Year Ended 31 December 2022**

1. STATUTORY INFORMATION

Forchem Ltd. 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.

There were no material departures from that standard.

The principal accounting policies adopted in the preparation of the financial statements are set out below and have remained unchanged from the previous year, and also have been consistently applied within the same accounts.

Going concern

The financial statements are prepared on the going concern basis which assumes that the company will continue to trade. The company relies on the support of the parent company as it not only provides cashflow assistance but also a significant customer for the company. The adoption of the going concern basis is dependent on this continued support of which there is a material uncertainty as to whether this can continue.

If the company is unable to continue to trade, adjustments would be required to reduce the value of assets to their recoverable amount, to provide for any further liabilities that might arise and to reclassify fixed assets and long term liabilities as current assets and liabilities.

Related party transactions

The group has taken advantage of exemption, under the terms of Section 1A "Small Entities" of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Income recognition

Income is received in advance for services, any income relating to future periods is deferred.

Tangible fixed assets

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

Office equipment	- 25% on cost
Fixtures and fittings	- 25% on reducing balance

Tangible fixed assets are included at cost less accumulated depreciation and impairments.

Financial instruments

Basic financial instruments are recognised at amortised cost with changes recognised in profit and loss.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2022

2. ACCOUNTING POLICIES - continued

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Profit and Loss Account, 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.

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.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

Operating leases

Rentals payable under operating leases are charged to the profit and loss account in the period to which they relate.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 2 (2021 - 2) .

4. TANGIBLE FIXED ASSETS

	Office equipment £	Fixtures and fittings £	Totals £
COST			
At 1 January 2022			
and 31 December 2022	<u>166</u>	<u>1,261</u>	<u>1,427</u>
DEPRECIATION			
At 1 January 2022	76	1,261	1,337
Charge for year	<u>41</u>	<u>-</u>	<u>41</u>
At 31 December 2022	<u>117</u>	<u>1,261</u>	<u>1,378</u>
NET BOOK VALUE			
At 31 December 2022	<u>49</u>	<u>-</u>	<u>49</u>
At 31 December 2021	<u>90</u>	<u>-</u>	<u>90</u>

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Amounts owed by group undertakings	32,478	197,067
Other debtors	1,963	2,279
Prepayments and accrued income	<u>2,322</u>	<u>2,539</u>
	<u>36,763</u>	<u>201,885</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2022

6. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2022	2021
	£	£
Trade creditors	1,480	307
Tax and social security	8,440	7,335
Other creditors	1,912	1,791
Director's current account	78	-
Accruals and deferred income	47,525	188,506
	<u>59,435</u>	<u>197,939</u>

7. **LEASING AGREEMENTS**

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2022	2021
	£	£
Within one year	6,575	6,575
Between one and five years	-	6,575
	<u>6,575</u>	<u>13,150</u>

8. **CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2022	2021
			£	£
1	Ordinary	£1	<u>1</u>	<u>1</u>

9. **DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006**

The Report of the Auditors was unqualified.

Simon Hook FCCA (Senior Statutory Auditor)
for and on behalf of Clive Owen LLP

10. **RELATED PARTY DISCLOSURES**

There were no related party transactions other than those concluded under normal market conditions, except for those shown below.

	2022	2021
	£	£
Amounts due to directors	78	-
No interest has been charged.		

11. **PARENT UNDERTAKING**

The company's parent undertaking is Forchem Oyj, incorporated in Finland.

12. ULTIMATE PARENT COMPANY

The ultimate parent company is Respol Resinas S.A., a company incorporated in Portugal, who owns the shares in Forchem Oyj, the immediate parent company.

The consolidated accounts of this company are available to the public and may be obtained from Forchem Oyj, Maanpääntie 3, FI-26820 Rauma, Finland. No other group financial statements include the results of the company.

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.