

Registered number: 03061267

**ALCHEMIE EUROPE LIMITED  
DIRECTORS' REPORT AND  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2020**

**Alchemie Europe Limited**  
**Directors' Report and Financial Statements**  
**For The Year Ended 31 March 2020**

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**Alchemie Europe Limited**  
**Company Information**  
**For The Year Ended 31 March 2020**

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<b>Directors</b>	Mr M P Vikam Mr R V Gogri Mr G Rawat
<b>Company Number</b>	03061267
<b>Registered Office</b>	7-9 St Mary Place Bury Lancashire BL9 0DZ
<b>Auditors</b>	Marsden and Co. Chartered Accountants and Statutory Auditors 41 Knowsley Street Bury BL9 0ST

**Alchemie Europe Limited**  
**Company No. 03061267**  
**Directors' Report For The Year Ended 31 March 2020**

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The directors present their report and the financial statements for the year ended 31 March 2020.

**Statement of Directors' Responsibilities**

The directors are responsible for preparing the Directors' 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). 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:

- select suitable accounting policies and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- 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.

**Statement of Disclosure of Information to Auditors**

The directors of the company who held office at the date of approval of this annual report confirm that:

- so far as they are 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 directors in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

**Alchemie Europe Limited  
Directors' Report (continued)  
For The Year Ended 31 March 2020**

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**Directors**

The directors who held office during the year were as follows:

Mr M P Vikam

Mr R V Gogri

Mr G Rawat

**Small Company Rules**

This report has 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.

On behalf of the board

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**Mr G Rawat**

Director

1 December 2021

**Independent Auditor's Report  
to the Members of  
Alchemie Europe Limited**

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### Opinion

We have audited the financial statements of Alchemie Europe Limited for the year ended 31 March 2020 which comprise the Profit and Loss Account, Balance Sheet, Statement of Changes of Equity and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 102 - Section 1A for Small Entities "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 March 2020 and of its profit/(loss) for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to smaller entities; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

### 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 FRC's Ethical Standard, and the provisions available for small entities, in the circumstances set out in note 9 to the financial statements 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.

### Conclusions Relating to Going Concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

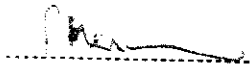
### Opinions on Other Matters Prescribed by the Companies Act 2006

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

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

Independent Auditor's Report (continued)  
to the Members of  
Alchemie Europe Limited

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Philip Mendelson BA FCA (Senior Statutory Auditor)  
for and on behalf of Marsden and Co., Statutory Auditor

1 December 2021

Marsden and Co.  
Chartered Accountants and Statutory Auditors  
41 Knowsley Street  
Bury BL9 0ST

**Alchemie Europe Limited**  
**Profit and Loss Account**  
**For The Year Ended 31 March 2020**

	Notes	2020 £	2019 £
<b>TURNOVER</b>		14,237,001	14,251,526
Cost of sales		(14,099,186)	(13,624,625)
<b>GROSS PROFIT</b>		137,815	626,901
Administrative expenses		(452,459)	(427,913)
Other operating income		7,000	7,500
<b>OPERATING (LOSS)/PROFIT AND (LOSS)/PROFIT BEFORE TAXATION</b>		(307,644)	206,488
Tax on (Loss)/profit		34,883	(44,959)
<b>(LOSS)/PROFIT AFTER TAXATION BEING (LOSS)/PROFIT FOR THE FINANCIAL YEAR</b>		(272,761)	161,529

The notes on pages 11 to 14 form part of these financial statements.



**Alchemie Europe Limited**  
**Balance Sheet**  
**As at 31 March 2020**

	Notes	2020		2019	
		£	£	£	£
<b>FIXED ASSETS</b>					
Tangible Assets	4		53,031		62,390
			53,031		62,390
<b>CURRENT ASSETS</b>					
Stocks	5	3,468,955		5,514,676	
Debtors	6	3,361,961		3,189,675	
Cash at bank and in hand		862,894		259,256	
		7,693,810		8,963,607	
Creditors: Amounts Falling Due Within One Year	7	(8,346,728)		(9,351,345)	
<b>NET CURRENT ASSETS (LIABILITIES)</b>					
			(652,918)		(387,738)
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>					
			(599,887)		(325,348)
<b>PROVISIONS FOR LIABILITIES</b>					
Deferred Taxation			(10,076)		(11,854)
<b>NET LIABILITIES</b>					
			(609,963)		(337,202)
<b>CAPITAL AND RESERVES</b>					
Called up share capital	8		90,000		90,000
Profit and Loss Account			(699,963)		(427,202)
<b>SHAREHOLDERS' FUNDS</b>					
			(609,963)		(337,202)


**Alchemie Europe Limited**  
**Balance Sheet (continued)**  
**As at 31 March 2020**

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**Directors' responsibilities:**

- These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

On behalf of the board

  
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**Mr G Rawat**

Director

1 December 2021

The notes on pages 11 to 14 form part of these financial statements.

Alchemie Europe Limited  
Statement of Changes in Equity  
For The Year Ended 31 March 2020

	Share Capital	Profit and Loss Account	Total
	£	£	£
As at 1 April 2018	90,000	(588,731)	(498,731)
Profit for the year and total comprehensive income	-	161,529	161,529
As at 31 March 2019 and 1 April 2019	<u>90,000</u>	<u>(427,202)</u>	<u>(337,202)</u>
Loss for the year and total comprehensive income	-	(272,761)	(272,761)
As at 31 March 2020	<u>90,000</u>	<u>(699,963)</u>	<u>(609,963)</u>

**Alchemie Europe Limited**  
**Notes to the Financial Statements**  
**For The Year Ended 31 March 2020**

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**1. Accounting Policies**

**1.1. Basis of Preparation of Financial Statements**

The financial statements are prepared under the historical cost convention and in accordance with the FRS 102 Section 1A Small Entities - The Financial Reporting Standard applicable in the UK and Republic of Ireland and the Companies Act 2006.

**1.2. Turnover**

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover includes revenue earned from the sale of goods and from the rendering of services. Turnover is reduced for estimated customer returns, rebates and other similar allowances.

**Sale of goods**

Turnover from the sale of goods is recognised when the significant risks and rewards of ownership of the goods has transferred to the buyer. This is usually at the point that the customer has signed for the delivery of the goods.

**Rendering of services**

Turnover from the rendering of services is recognised by reference to the stage of completion of the contract. The stage of completion of a contract is measured by comparing the costs incurred for work performed to date to the total estimated contract costs. Turnover is only recognised to the extent of recoverable expenses when the outcome of a contract cannot be estimated reliably.

**1.3. Tangible Fixed Assets and Depreciation**

Tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. Depreciation is provided at rates calculated to write off the cost of the fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Plant & Machinery	15% on a reducing balance basis
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**1.4. Stocks and Work in Progress**

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads. Work-in-progress is reflected in the accounts on a contract by contract basis by recording turnover and related costs as contract activity progresses.

**1.5. Foreign Currencies**

Monetary 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 ruling on the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

**Alchemie Europe Limited**  
**Notes to the Financial Statements (continued)**  
**For The Year Ended 31 March 2020**

**1.6. Taxation**

Income tax expense represents the sum of the tax currently payable and deferred tax.

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the statement of comprehensive income because of items of income or expense that are taxable or deductible in other year and 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 end of the reporting period.

Deferred tax is recognised on timing differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable timing differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible timing differences can be utilised. The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. Deferred tax liabilities are presented within provisions for liabilities and deferred tax assets within debtors. The measurement of deferred tax liabilities and asset reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Current or deferred tax for the year is recognised in profit or loss, except when they related to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax is also recognised in other comprehensive income or directly in equity respectively.

**2. Operating Loss**

The operating loss is stated after charging:

	2020	2019
	£	£
Audit fees	5,125	5,125
Depreciation of tangible fixed assets	9,359	11,010
	<u>          </u>	<u>          </u>

**3. Average Number of Employees**

Average number of employees, including directors, during the year was as follows:

	2020	2019
Office and administration	2	2
	<u>          </u>	<u>          </u>
	<u>          </u>	<u>          </u>

Alchemie Europe Limited  
Notes to the Financial Statements (continued)  
For The Year Ended 31 March 2020

4. Tangible Assets

	Plant & Machinery £
<b>Cost</b>	
As at 1 April 2019	215,844
As at 31 March 2020	<u>215,844</u>
<b>Depreciation</b>	
As at 1 April 2019	153,454
Provided during the period	9,359
As at 31 March 2020	<u>162,813</u>
<b>Net Book Value</b>	
As at 31 March 2020	<u>53,031</u>
As at 1 April 2019	<u>62,390</u>

5. Stocks

	2020 £	2019 £
Stock - materials	3,468,955	5,514,676
	<u>3,468,955</u>	<u>5,514,676</u>

6. Debtors

	2020 £	2019 £
<b>Due within one year</b>		
Trade debtors	3,305,041	3,177,044
Prepayments and accrued income	18,244	6,315
Other debtors	5,571	5,571
Sundry debtors	-	745
Corporation tax recoverable assets	33,105	-
	<u>3,361,961</u>	<u>3,189,675</u>

**Alchemie Europe Limited**  
**Notes to the Financial Statements (continued)**  
**For The Year Ended 31 March 2020**

**7. Creditors: Amounts Falling Due Within One Year**

	2020	2019
	£	£
Trade creditors	8,330,265	9,184,755
Corporation tax	-	33,105
VAT	7,713	-
Other creditors	-	121,720
Accruals and deferred income	8,625	11,640
Directors' loan accounts	125	125
	<u>8,346,728</u>	<u>9,351,345</u>

**8. Share Capital**

	2020	2019
Allotted, Called up and fully paid	<u>90,000</u>	<u>90,000</u>

**9. FRC Ethical Standard - Provision Available for Small Entities**

In common with other businesses of our size and nature we use our auditors to prepare and submit returns to the tax authorities and assist with the preparation of the financial statements.

**10. Ultimate Controlling Party**

The company is controlled by Aarti Industries Limited, a company registered in India, as a result of it's ownership of 88.89% of the share capital of the company.

**11. Going Concern**

The company has made losses in the current and prior years, resulting in going concern issues being raised. The directors have reviewed this and forecasted future transactions and are confident that the company will continue as a going concern for the next 12 months. However the ultimate parent company has provided sufficient assurances that it will continue to support and provide the necessary finance for its future operations. Included within trade creditors is £6,633,835 to the parent undertaking Aarti Industries Limited.

**12. General Information**

Alchemie Europe Limited is a private company, limited by shares, incorporated in England & Wales, registered number 03061267. The registered office is 7-9 St Mary Place, Bury, Lancashire, BL9 0DZ.

**Alchemie Europe Limited**  
**Trading Profit and Loss Account (continued)**  
**For The Year Ended 31 March 2020**

<b>Other Operating Income</b>		
Reimbursements of costs	<u>7,000</u>	<u>7,500</u>
	7,000	7,500
<b>OPERATING (LOSS)/PROFIT</b>	(307,644)	206,488
<b>(LOSS)/PROFIT BEFORE TAXATION</b>	<u>(307,644)</u>	<u>206,488</u>
<b>Tax on (Loss)/profit</b>		
Corporation tax charge	(33,105)	33,105
Deferred taxation	<u>(1,778)</u>	<u>11,854</u>
	34,883	(44,959)
<b>(LOSS)/PROFIT AFTER TAXATION BEING (LOSS)/PROFIT FOR THE FINANCIAL YEAR</b>	<u><u>(272,761)</u></u>	<u><u>161,529</u></u>