

Chromition Limited

Annual Report and Unaudited Financial Statements

for the Year Ended 31 December 2021

Chromition Limited

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Chromition Limited

Company Information

Directors	M L Turner M C McCaim M D W Frost
Registered office	11 Riverview The Embankment Business Park Vale Road Heaton Mersey Stockport SK4 3GN
Bankers	National Westminster Bank plc Manchester Spinningfields 182 Deansgate Manchester M3 3LY
Accountants	McKellens Ltd Chartered Accountants 11 Riverview The Embankment Business Park Vale Road Heaton Mersey Stockport SK4 3GN

Chromition Limited
(Registration number: 09331992)
Balance Sheet as at 31 December 2021

	Note	2021 £	2020 £
Fixed assets			
Intangible assets	4	244,265	244,265
Tangible assets	5	130,319	84,878
		<u>374,584</u>	<u>329,143</u>
Current assets			
Stocks	6	2,500	-
Debtors	7	107,105	59,376
Cash at bank and in hand		63,414	142,133
		<u>173,019</u>	<u>201,509</u>
Creditors: Amounts falling due within one year	8	<u>(75,160)</u>	<u>(136,566)</u>
Net current assets		<u>97,859</u>	<u>64,943</u>
Total assets less current liabilities		472,443	394,086
Creditors: Amounts falling due after more than one year	8	<u>(172,652)</u>	<u>(169,650)</u>
Net assets		<u>299,791</u>	<u>224,436</u>
Capital and reserves			
Called up share capital	9	171	171
Share premium reserve		729,757	729,757
Profit and loss account		<u>(430,137)</u>	<u>(505,492)</u>
Total equity		<u>299,791</u>	<u>224,436</u>

For the financial year ending 31 December 2021 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have 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.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the Board on 17 March 2022 and signed on its behalf by:

.....
M C McCaim
Director

.....
M D W Frost
Director

The notes on pages [3](#) to [8](#) form an integral part of these financial statements.
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Notes to the Financial Statements for the Year Ended 31 December 2021

1 General information

The company is a private company limited by share capital, incorporated in England & Wales.

The address of its registered office is:

11 Riverview
The Embankment Business Park
Vale Road
Heaton Mersey
Stockport
SK4 3GN

These financial statements were authorised for issue by the Board on 17 March 2022.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;
it is probable that future economic benefits will flow to the entity;
and specific criteria have been met for each of the company's activities.

Tax

The tax expense for the period comprises current tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Tangible assets

Tangible assets are stated in the balance sheet at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Chromition Limited

Notes to the Financial Statements for the Year Ended 31 December 2021

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Computer Equipment	33% reducing balance basis
Plant & Equipment	20% reducing balance basis
Fixtures & Fittings	15% reducing balance basis
Improvements to leasehold property	15% reducing balance basis

Intangible assets

Intellectual property purchased is shown at historical cost.

Intellectual property has a finite useful life and is carried at cost less accumulated amortisation and any accumulated impairment losses.

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Intellectual Property	0% until asset is utilised

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

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Notes to the Financial Statements for the Year Ended 31 December 2021

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 5 (2020 - 4).

4 Intangible assets

	Intellectual property £	Total £
Cost or valuation		
At 1 January 2021	244,265	244,265
At 31 December 2021	244,265	244,265
Amortisation		
Carrying amount		
At 31 December 2021	244,265	244,265
At 31 December 2020	244,265	244,265

Chromition Limited

Notes to the Financial Statements for the Year Ended 31 December 2021

5 Tangible assets

	Improvements to leasehold property £	Furniture, fittings and equipment £	Laboratory equipment £	Total £
Cost or valuation				
At 1 January 2021	1,274	7,491	171,424	180,189
Additions	-	5,469	71,298	76,767
At 31 December 2021	1,274	12,960	242,722	256,956
Depreciation				
At 1 January 2021	709	4,915	89,687	95,311
Charge for the year	100	2,257	28,969	31,326
At 31 December 2021	809	7,172	118,656	126,637
Carrying amount				
At 31 December 2021	465	5,788	124,066	130,319
At 31 December 2020	565	2,576	81,737	84,878

6 Stocks

	2021 £	2020 £
Raw materials and consumables	2,500	-

7 Debtors

	2021 £	2020 £
Trade debtors	47,760	3,515
Prepayments	25,243	5,210
Other debtors	34,102	50,651
	107,105	59,376

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Notes to the Financial Statements for the Year Ended 31 December 2021

8 Creditors

Creditors: amounts falling due within one year

	Note	2021 £	2020 £
Due within one year			
Loans and borrowings	10	10,783	5,092
Trade creditors		56,248	122,963
Taxation and social security		6,428	4,963
Accruals and deferred income		975	2,957
Other creditors		726	591
		<u>75,160</u>	<u>136,566</u>

Creditors: amounts falling due after more than one year

	Note	2021 £	2020 £
Due after one year			
Loans and borrowings	10	<u>172,652</u>	<u>169,650</u>

9 Share capital

Allotted, called up and fully paid shares

	2021		2020	
	No.	£	No.	£
Ordinary shares of £0.01 each	10,000	100.00	10,000	100.00

Chromition Limited

Notes to the Financial Statements for the Year Ended 31 December 2021

10 Loans and borrowings

	2021 £	2020 £
Non-current loans and borrowings		
Bank borrowings	38,402	44,400
Convertible debt	<u>134,250</u>	<u>125,250</u>
	<u>172,652</u>	<u>169,650</u>
Current loans and borrowings		
Bank borrowings	<u>10,783</u>	<u>5,092</u>

Included in the loans and borrowings are the following amounts due after more than five years:

McKellens Ltd
Chartered Accountants
11 Riverview
The Embankment Business Park
Vale Road
Heaton Mersey
Stockport
SK4 3GN

	£	£
Due after more than five years		
Convertible loan	134,250	125,250
	<u>134,250</u>	<u>125,250</u>

Borrowings due after five years

The convertible loan is due to be repaid, together with all accrued interest, by 12th March 2030 at the latest. The loan is subject to cumulative interest at a rate of 7% per annum. The loan can be converted into ordinary shares at any time prior to a sale, a listing or the allotment of other shares by the company.