

ANNUAL REPORTS & FINANCIAL STATEMENTS
OF WHOLLY OWNED SUBSIDIARY AND
STEP DOWN SUBSIDIARY COMPANIES

OF

MANALI PETROCHEMICALS LIMITED
FOR THE YEAR 2020-2021

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Company Registration No : 201534952W

AMCHEM SPECIALITY CHEMICALS PRIVATE LIMITED
(Incorporated in Singapore)

FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021

AMCHEM SPECIALITY CHEMICALS PRIVATE LIMITED
(Incorporated in Singapore)

FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021

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AMCHEM SPECIALITY CHEMICALS PRIVATE LIMITED

(Incorporated in Singapore)

GENERAL INFORMATION

Director

Ashwin Chidambaram Muthiah

Srikanth Sashikala

Ramaswamy Chockalingam (Appointed on 01 April 2021)

Company Secretaries

Iyer Anjali Subramanian

Joelyn Tan Chew Hoon

Registered Office

8 Temasek Boulevard

#22-03 Suntec Tower 3

Singapore 038988

Independent Auditor

JBS Practice PAC

AMCHEM SPECIALITY CHEMICALS PRIVATE LIMITED

(Incorporated in Singapore)

DIRECTORS' STATEMENT

The directors present their statement to the member together with the audited financial statements of AMCHEM SPECIALITY CHEMICALS PRIVATE LIMITED (the "Company") for the financial year ended 31 March 2021.

In the opinion of the directors,

- (a) the accompanying financial statements of the Company are drawn up so as to give a true and fair view of the financial position of the Company as at 31 March 2021 and the financial performance, changes in equity and cash flows of the Company for the financial year then ended; and
- (b) at the date of this statement, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they fall due.

DIRECTORS

The director of the Company in office at the date of this statement are as follows:

Ashwin Chidambaram Muthiah
Srikanth Sashikala
Ramaswamy Chockalingam

ARRANGEMENTS TO ENABLE DIRECTORS TO ACQUIRE SHARES OR DEBENTURES

Neither at the end of nor at any time during the financial year was the Company a party to any arrangement whose object was to enable the directors of the Company to acquire benefits by means of the acquisition of shares in, or debentures of, the Company or any other body corporate.

DIRECTORS' INTERESTS IN SHARES OR DEBENTURES

The directors holding office at the end of the financial year had no interest in shares or debentures of the Company or its related corporations at the beginning and end of the financial year as recorded in the register of directors' shareholdings kept by the Company under Section 164 of the Singapore Companies Act, Cap. 50, except as detailed below:

AMCHEM SPECIALITY CHEMICALS PRIVATE LIMITED
(Incorporated in Singapore)

DIRECTORS' STATEMENT (...CONT'D)

DIRECTORS' INTERESTS IN SHARES AND DEBENTURES (...CONT'D)

	Holdings in which a director is <u>deemed to have an interest</u>	
	<u>As at 01.04.20</u>	<u>As at 31.03.21</u>
	No. of ordinary shares	
<u>The Company</u>		
Ashwin Chindambaram Muthiah	6,158,699	6,158,699
 <u>The holding company</u>		
<i>Manali Petrochemicals Limited</i>		
Ashwin Chindambaram Muthiah	64,507,524	64,507,524

SHARE OPTIONS

There were no share options granted during the financial year to subscribe for unissued shares of the Company.

No shares have been issued during the financial year by virtue of the exercise of options to take up unissued shares of the Company.

There were no unissued shares of the Company under option at the end of the financial year.

INDEPENDENT AUDITOR

The independent auditor, Messrs JBS Practice PAC, has expressed its willingness to accept re-appointment.

Ashwin Chidambaram Muthiah
Director

Srikanth Sashikala
Director
02 June 2021

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBER OF
AMCHEM SPECIALITY CHEMICALS PRIVATE LIMITED**
(Incorporated in Singapore)

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of AMCHEM SPECIALITY CHEMICALS PRIVATE LIMITED (the "Company") as set out on pages 7 to 35, which comprise the statement of financial position of the Company as at 31 March 2021, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows of the Company for the financial year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements of the Company are properly drawn up in accordance with the provisions of the Companies Act, Chapter 50 (the "Act") and Financial Reporting Standards in Singapore ("FRSs") so as to give a true and fair view of the financial position of the Company as at 31 March 2021 and of the financial performance, changes in equity and cash flows of the Company for the financial year ended on that date.

Basis for Opinion

We conducted our audit in accordance with Singapore Standards on Auditing ("SSAs"). 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 Accounting and Corporate Regulatory Authority ("ACRA") Code of *Professional Conduct and Ethics for Public Accountants and Accounting Entities* ("ACRA Code") together with the ethical requirements that are relevant to our audit of the financial statements in Singapore, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ACRA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

Management is responsible for the other information. The other information comprises the General Information set out on page 1, the Directors' Statement set out on pages 2 to 3 and the accompanying schedule of Other Operating Expenses.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBER OF
AMCHEM SPECIALITY CHEMICALS PRIVATE LIMITED (...CONT'D)**
(Incorporated in Singapore)

Report on the Audit of the Financial statements (...cont'd)

Responsibilities of Management and Directors for the Financial Statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with the provisions of the Act and FRs, and for devising and maintaining a system of internal accounting controls sufficient to provide a reasonable assurance that assets are safeguarded against loss from unauthorised use or disposition; and transactions are properly authorised and that they are recorded as necessary to permit the preparation of true and fair financial statements and to maintain accountability of assets.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The directors' responsibilities include overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SSAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- (a) Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- (b) Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- (c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBER OF
AMCHEM SPECIALITY CHEMICALS PRIVATE LIMITED (...CONT'D)**

(Incorporated in Singapore)

Report on the Audit of the Financial Statements (...cont'd)

Auditor's Responsibilities for the Audit of the Financial Statements (...cont'd)

- (d) Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- (e) Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on Other Legal and Regulatory Requirements

In our opinion, the accounting and other records required by the Act to be kept by the Company have been properly kept in accordance with the provisions of the Act.

JBS PRACTICE PAC
PUBLIC ACCOUNTANTS AND
CHARTERED ACCOUNTANTS

Singapore

02 June 2021

AMCHEM SPECIALITY CHEMICALS PRIVATE LIMITED
(Incorporated in Singapore)

STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2021

	<u>Note</u>	<u>2021</u> US\$	<u>2020</u> US\$
ASSETS			
Current assets			
Cash and cash equivalents	4	1,392,133	1,068,276
Other receivables	5	53,573	61,725
Prepayment		1,751	1,707
		1,447,457	1,131,708
Non-current assets			
Plant and equipment	6	-	-
Investment in subsidiary	7	15,170,600	15,170,600
		15,170,600	15,170,600
Total assets		16,618,057	16,302,308
LIABILITIES			
Current liabilities			
Other payables	8	233,920	28,012
Income tax payable		19,850	14,049
Total liabilities		253,770	42,061
NET ASSETS		16,364,287	16,260,247
SHAREHOLDER'S EQUITY			
Share Capital	9	16,421,208	16,421,208
Accumulated losses		(56,921)	(160,961)
TOTAL EQUITY		16,364,287	16,260,247

The annexed notes form an integral part of and should be read in conjunction with these financial statements

AMCHEM SPECIALITY CHEMICALS PRIVATE LIMITED
(Incorporated in Singapore)

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021**

	<u>Note</u>	<u>2021</u> US\$	<u>2020</u> US\$
REVENUE			
Sales	10	2,237,646	743,355
Other income	11	371,038	380,591
Total revenue		<u>2,608,684</u>	<u>1,123,946</u>
EXPENSES			
Purchases consumed	12	1,044,672	-
Employee benefits expense	13	1,302,789	588,994
Other operating expenses	14	47,373	170,064
Total expenses		<u>2,394,834</u>	<u>759,058</u>
Profit before income tax		213,850	364,888
Income tax expense	15	<u>(109,810)</u>	<u>(73,763)</u>
Net profit, representing total comprehensive income for the year		<u>104,040</u>	<u>291,125</u>

The annexed notes form an integral part of and should be read in conjunction with these financial statements

AMCHEM SPECIALITY CHEMICALS PRIVATE LIMITED
(Incorporated in Singapore)

**STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021**

	<u>Share Capital</u> US\$	Accumulated <u>losses</u> US\$	<u>Total</u> US\$
<u>2021</u>			
Balance as at 1 April 2020	16,421,208	(160,961)	16,260,247
Net profit, representing total comprehensive income for the year	-	104,040	104,040
Balance as at 31 March 2021	<u>16,421,208</u>	<u>(56,921)</u>	<u>16,364,287</u>
<u>2020</u>			
Balance as at 1 April 2019	16,421,208	(452,086)	15,969,122
Net profit, representing total comprehensive income for the year	-	291,125	291,125
Balance as at 31 March 2020	<u>16,421,208</u>	<u>(160,961)</u>	<u>16,260,247</u>

The annexed notes form an integral part of and should be read in conjunction with these financial statements

AMCHEM SPECIALITY CHEMICALS PRIVATE LIMITED
(Incorporated in Singapore)

STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021

	<u>Note</u>	<u>2021</u> US\$	<u>2020</u> US\$
<u>Cash Flows From Operating Activities</u>			
Profit before income tax		213,850	364,888
Adjustment for :			
Interest Income	11	(13,983)	(4,519)
Operating cash flow before changes in working capital		199,867	360,369
Changes in working capital:			
Other receivables		7,048	(60,621)
Other payables		205,908	17,463
Prepayment		(44)	(113)
Cash generated from operations		412,779	317,098
Income tax paid		(19,609)	(29,058)
Withholding tax paid		(84,400)	(68,800)
Net cash generated from operating activities		308,770	219,240
Cash Flows From Investing Activity			
Interest received		15,087	3,415
Net cash generated from investing activities		15,087	3,415
Net increase in cash and cash equivalents		323,857	222,655
Cash and cash equivalents at the beginning of the financial year		1,068,276	845,621
Cash and cash equivalents at end of the financial year	4	1,392,133	1,068,276

The annexed notes form an integral part of and should be read in conjunction with these financial statements

AMCHEM SPECIALITY CHEMICALS PRIVATE LIMITED
(Incorporated in Singapore)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021

The annexed notes form an integral part of and should be read in conjunction with these financial statements.

1. GENERAL INFORMATION

Amchem Speciality Chemicals Private Limited (the “Company”) (Company Registration No: 201534952W) is domiciled in Singapore. The Company’s registered office is at 8 Temasek Boulevard, #22-03 Suntec Tower 3, Singapore 038988 and principal place of business is at 8 Temasek Boulevard, #17-03 Suntec Tower 3, Singapore 038988.

The principal activities of the Company are that of business and management consultancy services, other investment holding companies and wholesale of petrochemical products.

The financial statements of the Company for the financial year ended 31 March 2021 were authorised for issue by the directors on 2 June 2021.

2. SIGNIFICANT ACCOUNTING POLICIES

a) Basis of preparation

These financial statements have been prepared in accordance with Financial Reporting Standards in Singapore (“FRSs”). The financial statements, which are expressed in United States dollars, are prepared in accordance with the historical cost convention, except as disclosed in the accounting policies below.

On 1 April 2020, the Company has adopted all the new and revised FRSs and Interpretations of FRS (“INT FRS”) that are mandatory for application from that date. The adoption of these new and revised FRSs and INT FRSs have no material effect on the amounts reported for the current or prior financial years.

These financial statements are separate financial statements of AMCHEM SPECIALITY CHEMICALS PTE. LTD. The Company is exempted from the preparation of consolidated financial statements as the Company is a wholly owned subsidiary of Manali Petrochemicals Limited, a company incorporated in India and listed on the Stock Exchange of India which produces consolidated financial statements available for public use. The subsidiary of the Company is disclosed in Note 7 to the financial statements. The registered office of Manali Petrochemicals Limited is at SPIC House, 88 Mount Road Guindy, Chennai, Tamil Nadu-600032.

Investment in subsidiary in the financial statements of the Company are stated at cost, less any impairment in recoverable value (if any).

AMCHEM SPECIALITY CHEMICALS PRIVATE LIMITED

(Incorporated in Singapore)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021 (...CONT'D)

2. SIGNIFICANT ACCOUNTING POLICIES (...CONT'D)

b) Development of COVID-19 outbreak and its corresponding impact on the Company

The outbreak of COVID-19 and the subsequent quarantine measures imposed by the Singapore and other governments as well as the travel and trade restrictions imposed by Singapore and other countries in early 2020 have caused disruption to businesses and economic activity. The Company evaluated the impact on its business operations, liquidity, assets and financial position and based on management's review of current indicators and economic conditions there is no material impact and adjustments required to its financial results as at 31 March 2021. The Company will continue to monitor any material changes to future economic conditions and impact, if any.

As the situation remains fluid (due to evolving changes in government policy and evolving business and customer reactions thereto) as at the date these financial statements are authorised for issue, the directors of the Company considered that the financial effects of COVID-19 on the Company's financial statements cannot be reasonably estimated for future financial period.

Based on the management's latest assessment, there is no indicator that the going concern assumption in preparing the financial statements is inappropriate.

c) Currency translation

The financial statements of the Company are measured in the currency of the primary economic environment in which the entity operates (its functional currency.) The financial statements of the Company are presented in United States Dollars, which is the functional currency of the Company.

In preparing the financial statements of the Company, monetary assets and liabilities in foreign currencies are translated into United States dollars at rates of exchange closely approximating to those ruling at the end of the reporting period and transactions in foreign currencies during the financial year are translated at rate ruling on transaction dates. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing on the date when the fair value was determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated.

Exchange differences arising on the settlement of monetary items, and on retranslation of monetary items are included in the profit or loss. Exchange differences arising on the retranslation of non-monetary items carried at fair value are included in the profit or loss except for differences arising on the retranslation of non-monetary items in respect of which gains and losses are recognised directly in other comprehensive income. For such non-monetary items, any exchange component of that gain or loss is also recognised directly in other comprehensive income.

AMCHEM SPECIALITY CHEMICALS PRIVATE LIMITED
(Incorporated in Singapore)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021 (...CONT'D)

2. SIGNIFICANT ACCOUNTING POLICIES (...CONT'D)

d) Plant and equipment

(i) *Measurement*

Plant and equipment are initially recorded at cost and subsequently carried at cost less accumulated depreciation and any accumulated impairment losses.

Components of costs

The cost of an item of plant and equipment initially recognised includes its purchase price and any cost that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

(ii) Depreciation

Depreciation on plant and equipment is calculated using the straight-line method to allocate their depreciable amounts over their estimated useful lives as follows:

	<u>Useful lives</u>
Computers	1 Year

The residual values, estimated useful lives and depreciation method of plant and equipment are reviewed, and adjusted as appropriate, at the end of each reporting period. The effects of any revision are recognised in profit or loss when the changes arise.

(iii) Subsequent expenditure

Subsequent expenditure relating to plant and equipment that has already been recognised is added to the carrying amount of the asset only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. All other repair and maintenance expenses are recognised in profit or loss when incurred.

(iv) Disposal

On disposal of an item of plant and equipment, the difference between the disposal proceeds and its carrying amount is recognised in profit or loss.

AMCHEM SPECIALITY CHEMICALS PRIVATE LIMITED
(Incorporated in Singapore)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021 (...CONT'D)

2. SIGNIFICANT ACCOUNTING POLICIES (...CONT'D)

e) Financial assets

(i) Classification and measurement

The Company classifies its financial assets in the following measurement categories:

- Amortised cost;
- Fair value through other comprehensive income (FVOCI); and
- Fair value through profit or loss (FCPL).

The classification depends on the Company's business model for managing the financial assets as well as the contractual terms of the cash flow of the financial asset.

Financial assets with embedded derivatives are considered in their entirety when determining whether their cash flows are solely payment of principal and interest.

The Company reclassifies debt instruments when and only when its business model for managing those assets changes.

At initial recognition

At initial recognition, the Company measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in profit or loss.

At subsequent measurement

(a) Debt instruments

Debt instruments mainly comprise of cash and cash equivalents and other receivables.

There are three subsequent measurement categories, depending on the Company's business model for managing the asset and the cash flow characteristics of the asset.

AMCHEM SPECIALITY CHEMICALS PRIVATE LIMITED
(Incorporated in Singapore)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021 (...CONT'D)

2. SIGNIFICANT ACCOUNTING POLICIES (...CONT'D)

e) Financial assets (...cont'd)

(i) *Classification and measurement (...cont'd)*

At subsequent measurement (...cont'd)

(a) Debt instruments (...cont'd)

- Amortised cost: Debt instruments that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost. A gain or loss on a debt instrument that is subsequently measured at amortised cost and is not part of a hedging relationship is recognised in profit or loss when the asset is derecognised or impaired. Interest income from these financial assets is included in interest income using the effective interest rate method.
- FVOCI: Debt instruments that are held for collection of contractual cash flows and for sale, and where the assets' cash flows represent solely payments of principal and interest, are classified as FVOCI. Movements in fair values are recognised in Other Comprehensive Income (OCI) and accumulated in fair value reserve, except for the recognition of impairment gains or losses, interest income and foreign exchange gains and losses, which are recognised in profit and loss.

When the financial asset is derecognised, the cumulative gain or loss previously recognised in OCI is reclassified from equity to profit or loss and presented in "other gains and losses". Interest income from these financial assets is recognised using the effective interest rate method and presented in "interest income".

- FVPL: Debt instruments that are held for trading as well as those that do not meet the criteria for classification as amortised cost or FVOCI are classified as FVPL. Movement in fair values and interest income is recognised in profit or loss in the period in which it arises and presented in "other gains and losses".

AMCHEM SPECIALITY CHEMICALS PRIVATE LIMITED
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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021 (...CONT'D)

2. SIGNIFICANT ACCOUNTING POLICIES (...CONT'D)

e) Financial assets (...cont'd)

(ii) Impairment

The Company assesses on a forward looking basis the expected credit losses associated with its debt financial assets carried at amortised cost and FVOCI. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

For trade receivables and contract assets, the Company applies the simplified approach permitted by the FRS 109, which requires expected lifetime losses to be recognised from initial recognition of the receivables.

The company always recognizes lifetime ECL for trade receivables. The expected credit losses on the financial assets are estimated based on the Company's historical credit loss experience, adjusted for factors that are specific to the debtors, general economic conditions and an assessment of both the current as well as the forecast direction of conditions at the reporting date, including time value of money where appropriate.

For all other financial instruments, the Company recognizes lifetime ECL when there has been a significant increase in credit risk since initial recognition. If, on the other hand, the credit risk on the financial instrument has not increased significantly since initial recognition, the Company measures the loss allowance for that financial instrument at an amount equal to 12 months ECL. The assessment of whether lifetime ECL should be recognised is based on significant increases in the likelihood or risk of a default occurring since initial recognition instead of on evidence of a financial asset being credit-impaired at the reporting date or an actual default occurring.

Lifetime ECL represents the expected credit losses that will result from all possible default events over the expected life of a financial instrument. In contrast, 12 months ECL represents the portion of lifetime ECL that is expected to result from default events on a financial instrument that are possible within 12 months after the reporting date.

AMCHEM SPECIALITY CHEMICALS PRIVATE LIMITED
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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021 (...CONT'D)

2. SIGNIFICANT ACCOUNTING POLICIES (...CONT'D)

e) Financial assets (...cont'd)

(ii) Impairment (...cont'd)

Write-off policy

The company writes off a financial asset when there is information indicating that the counterparty is in severe financial difficulty and there is no realistic prospect of recovery, e.g. when the counterparty has been placed under liquidation or has entered into bankruptcy proceedings, or in the case of trade receivables, when the amounts are over one year past due, whichever occurs sooner. Financial assets written off may still be subject to enforcement activities under the Company's recovery procedures, taking into account legal advice where appropriate. Any recoveries made are recognised in profit or loss.

(iii) Recognition and derecognition

Regular way purchases and sales of financial assets are recognised on trade date-the date on which the Company commits to purchase or sell the asset.

Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the Company has transferred substantially all risks and rewards of ownership.

On disposal of a debt instrument, the difference between the carrying amount and the sale proceeds is recognized in profit or loss. Any amount previously recognized in other comprehensive income relating to that asset is reclassified to profit or loss.

f) Offsetting financial instruments

Financial assets and liabilities are offset and the net amount reported in the statement of financial position when there is a legally enforceable right to offset and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously.

AMCHEM SPECIALITY CHEMICALS PRIVATE LIMITED
(Incorporated in Singapore)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021 (...CONT'D)

2. SIGNIFICANT ACCOUNTING POLICIES (...CONT'D)

g) Investment in subsidiary

Investment in subsidiary is carried at cost less accumulated impairment losses in the Company's statement of financial position. On disposal of investment in subsidiary, the difference between the disposal proceeds and the carrying amount of the investment is recognised in the profit or loss.

h) Other payables

Other payables are initially measured at fair value, and subsequently measured at amortised cost, using the effective interest method.

The Company derecognises financial liabilities when, and only when, the Company's obligations are discharged, cancelled and expired.

i) Fair value estimation of financial assets and liabilities

The fair values of current financial assets and liabilities carried at amortised cost approximate their carrying amounts.

j) Provisions

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of past events, it is more likely than not that an outflow of resources will be required to settle the obligation and the amount has been reliably estimated.

Provisions are reviewed at the end of each reporting period and adjusted to reflect the current best estimation.

Provisions are measured at the present value of the expenditure expected to be required to settle the obligation using a pre-tax discount rate that reflects the current market assessment of the time value of money and the risks specific to the obligation. The increase in the provision due to the passage of time is recognised in the profit or loss as finance expense.

Changes in the estimated timing or amount of the expenditure or discount rate are recognised in the profit or loss when the changes arise.

AMCHEM SPECIALITY CHEMICALS PRIVATE LIMITED
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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021 (...CONT'D)

2. SIGNIFICANT ACCOUNTING POLICIES (...CONT'D)

k) Impairment of non-financial asset

Plant and equipment

Investments in subsidiary

Investment in subsidiary, plant and equipment are tested for impairment whenever there is any objective evidence or indication that these assets may be impaired.

For the purpose of impairment testing, the recoverable amount (i.e. the higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash inflows that are largely independent of those from other assets. If this is the case, the recoverable amount is determined for the CGU to which the asset belongs.

If the recoverable amount of the asset (or CGU) is estimated to be less than its carrying amount, the carrying amount of the asset (or CGU) is reduced to its recoverable amount.

The difference between the carrying amount and recoverable amount is recognised as an impairment loss in profit or loss, unless the asset is carried at revalued amount, in which case, such impairment loss is treated as a revaluation decrease. An impairment loss for an asset is reversed only if, there has been a change in the estimates used to determine the asset's recoverable amount since the last impairment loss was recognised. The carrying amount of this asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of any accumulated amortisation or depreciation) had no impairment loss been recognised for the asset in prior years.

A reversal of impairment loss for an asset is recognised in profit or loss, unless the asset is carried at revalued amount, in which case, such reversal is treated as a revaluation increase. However, to the extent that an impairment loss on the same revalued asset was previously recognised as an expense, a reversal of that impairment is also recognised in profit or loss.

l) Share capital

Ordinary shares are classified as equity. Incremental costs directly attributable to the issuance of new ordinary shares are deducted against the share capital account.

AMCHEM SPECIALITY CHEMICALS PRIVATE LIMITED
(Incorporated in Singapore)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021 (...CONT'D)

2. SIGNIFICANT ACCOUNTING POLICIES (...CONT'D)

m) Income Tax

Current income tax for current and prior years is recognized at the amount expected to be paid to or recovered from the tax authorities, using the tax rates and tax laws that have been enacted or substantively enacted by the end of the reporting period.

Deferred income tax is recognised for all temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements.

A deferred income tax liability is recognised for all taxable temporary differences.

A deferred income tax asset is recognised to the extent that it is probable that future taxable profit will be available against which the deductible temporary differences and tax losses can be utilised.

Deferred income tax is measured:

- (i) at the tax rates that are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled, based on tax rates and tax laws that have been enacted or substantively enacted by the end of the reporting period; and
- (ii) based on the tax consequence that will follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amounts of its assets and liabilities.

Current and deferred income taxes are recognised as income or expense in profit or loss except when they relate to items credited or debited outside profit or loss (either in other comprehensive income or directly in equity), in which case the tax is also recognised outside profit or loss (either in other comprehensive income or directly in equity, respectively).

n) Government grants

Grants from the government are recognised as a receivable at their fair value when there is reasonable assurance that the grant will be received and the Company will comply with all the attached conditions.

Government grants receivable are recognised as income over the periods necessary to match them with the related costs which they are intended to compensate, on a systematic basis. Government grants relating to expenses are shown separately as other income.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021 (...CONT'D)

2. SIGNIFICANT ACCOUNTING POLICIES (...CONT'D)

o) Cash and cash equivalents

Cash and cash equivalents includes cash at bank and fixed deposits with maturity period of less than 3 months, which are subject to an insignificant risk of change in value.

p) Employee benefits

Employee benefits are recognised as an expense, unless the cost qualifies to be capitalised as an asset.

Defined contribution plan

Defined contribution plans are post-employment benefit plan under which the Company pays fixed contributions into separate entities such as the Central Provident Fund ("CPF") on a mandatory, contractual or voluntary basis. The Company has no future payment obligations once the contributions have been paid.

q) Related parties

A related party is defined as follows:

- (i) A person or a close member of that person's family is related to Company if that person:
 - (a) Has control or joint control over the Company;
 - (b) Has significant influence over the Company; or
 - (c) Is a member of the key management personnel of the Company or of a parent of the Company.
- (ii) An entity is related to the Company if any of the following conditions applies:
 - (a) The entity and the Company are member of the same group (which means that each parent, subsidiary and fellow subsidiary is related to the others).
 - (b) One entity is an associate or joint venture of the other entity (or an associate or joint venture of a member of a group of which the other entity is a member).
 - (c) Both entities are joint ventures of the same third party.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021 (...CONT'D)

2. SIGNIFICANT ACCOUNTING POLICIES (...CONT'D)

q) Related parties (...cont'd)

(ii) An entity is related to the Company if any of the following conditions applies: (...cont'd)

(d) One entity is a joint venture of the third entity and other entity is an associate of the third entity.

(e) The entity is a post-employment benefit plan for the benefit of employees of either the Company or an entity related to the Company. If the Company is itself such a plan, the sponsoring employers are also related to the Company.

(f) The entity is controlled or jointly controlled by a person identified in (i).

(g) A person identified in (i) has significant influence over the entity or is a member of the key management personnel of the entity (or of a parent of an entity).

(h) The entity, or any member of a group of which it is a part, provides key management personnel services to the Company or to the parent of the Company.

r) Revenue recognition

Revenue is measured based on the consideration to which the Company expects to be entitled in exchange for transferring promised goods to a customer.

Revenue is recognized when the Company satisfies a performance obligation by transferring a promised good or service to the customer. A performance obligation is satisfied over a period of time/at a point in time. The amount of revenue recognized is the amount allocated to the satisfied performance obligation.

(i) Consultancy service income is recognised when the service are rendered to customers and all criteria for acceptance have been satisfied over a period of time.

(ii) Revenue from sales of goods is recognised at a point in time when the controls of goods (i.e. risk of obsolescence and loss of shipment) are transferred to the customers.

(iii) Dividend income is recognised when the right to receive payment is established.

(iv) Revenue from commission income is recognised when the promised services are transferred to the customers and all criteria for acceptance in reference to agreement have been satisfied at a point in time.

(v) Interest income is recognized using the effective interest rate method.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021 (...CONT'D)

2. SIGNIFICANT ACCOUNTING POLICIES (...CONT'D)

s) Leases

At the inception of the contract, the Company assesses if the contract contains a lease. A contract contains a lease if the contract convey the right to control the use of an identified asset for a period of time in exchange for consideration. Reassessment is only required when the terms and conditions of the contract are changed.

Short term and low value leases

The Company has elected to not recognised right-of-use assets and lease liabilities for short-term leases that have lease terms of 12 months or less and leases of low value leases. Lease payments relating to these leases are expensed to profit or loss on a straight-line basis over the lease term.

t) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST except:

- where the GST incurred on a purchase of assets or services is not recoverable from the taxation authority, in which case the GST is recognised as part of the cost of acquisition of the asset or as part of the expense item as applicable; and
- receivables and payables that are stated with the amount of GST included. —

The net amount of GST recoverable from, or payable to, the taxation authority is included as part of receivables or payables in the statement of financial position.

3. CRITICAL ACCOUNTING ESTIMATES, ASSUMPTIONS AND JUDGEMENTS

The presentation of financial statements in conforming to FRS requires the use of certain critical accounting estimates, assumptions and judgements in applying the accounting policies. These estimates, assumptions and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Actual results may differ from these estimates. The following are the critical accounting estimates, assumptions and judgements for preparation of financial statements:

(a) Critical judgements in applying the entity's accounting policies

In the process of applying the Company's accounting policies which are described in Note 2 above, management is of the opinion that there are no critical judgements involved, apart from those involving estimations that have a significant effect on the amounts recognised in the financial statements.

AMCHEM SPECIALITY CHEMICALS PRIVATE LIMITED
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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021 (...CONT'D)

3. CRITICAL ACCOUNTING ESTIMATES, ASSUMPTIONS AND JUDGEMENTS (...CONT'D)

(b) Key sources of estimation uncertainty

The key assumptions concerning the future and other key sources of estimation uncertainty at the end of the reporting period that may have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below:

i) *Impairment of non-financial assets*

Investment in subsidiary is tested for impairment whenever there is objective evidence or indication that those assets may be impaired. Determining whether investment in subsidiary is impaired requires an estimation of value-in-use of the investment in subsidiary. The value-in-use calculation requires the management estimate the future cash flows and appropriate discount rate in order to calculate the present value of future cash flows. The management has evaluated such estimates and is confident that no allowance for impairment is necessary.

4. CASH AT CASH EQUIVALENTS

	<u>2021</u> US\$	<u>2020</u> US\$
Cash at bank	1,392,133	265,608
Fixed deposits	-	802,668
	<u>1,392,133</u>	<u>1,068,276</u>

In 2020, the fixed deposits were for a tenure period of 90 days with the interest rate range from 0.85% to 1.36% per annum. The Company's cash and cash equivalents are denominated in the following currencies:

	2021 US\$	2020 US\$
Singapore dollars	34,576	50,265
Great British pounds	131,370	65,921
United States dollars	1,226,187	952,090
	<u>1,392,133</u>	<u>1,068,276</u>

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021 (...CONT'D)

5. OTHER RECEIVABLES

	<u>2021</u> US\$	<u>2020</u> US\$
Advance to staff	7,773	7,773
GST recoverable	553	1,592
Interest receivables	-	1,104
Other debtors	-	12,051
Amount due from an indirect subsidiary	45,247	39,205
	<u>53,573</u>	<u>61,725</u>

The amount due from a subsidiary is unsecured, interest free and repayable on demand. There is no allowance for doubtful debts arising from the outstanding balance as the estimated credit loss is not material. The Company's other receivables are denominated in the following currencies.

	<u>2021</u> US\$	<u>2020</u> US\$
Singapore dollars	8,326	9,366
Great British pounds	45,247	39,205
Unites States dollars	-	13,154
	<u>53,573</u>	<u>61,725</u>

6. PLANT AND EQUIPMENT

	<u>Computers</u> US\$	<u>Total</u> US\$
<u>2021</u>		
Cost		
At 1 April 2020 and 31 March 2021	<u>2,990</u>	<u>2,990</u>
Accumulated depreciation		
At 1 April 2020 and 31 March 2021	<u>2,990</u>	<u>2,990</u>
Carrying amount		
At 31 March 2021	<u>-</u>	<u>-</u>
<u>2020</u>		
Cost		
At 1 April 2019 and 31 March 2020	<u>2,990</u>	<u>2,990</u>
Accumulated depreciation		
At 1 April 2019 and 31 March 2020	<u>2,990</u>	<u>2,990</u>
Carrying amount		
At 31 March 2020	<u>-</u>	<u>-</u>

AMCHEM SPECIALITY CHEMICALS PRIVATE LIMITED
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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021 (...CONT'D)

7. INVESTMENT IN SUBSIDIARY

	<u>2021</u> US\$	<u>2020</u> US\$
<u>Unquoted equity shares, at cost</u>		
At beginning and end of the year	15,170,600	15,170,600

The details of the subsidiary as at 31 March 2021 are as follows:

<u>Name of subsidiary/ Country of Incorporation</u>	<u>Principal activities</u>	<u>Proportion of ownership interest</u>	
		<u>2021</u> %	<u>2020</u> %
Amchem Speciality Chemicals UK Limited (United Kingdom)	Investment holdings	100	100
Held by Amchem Speciality Chemicals UK Limited Noteddom Limited (United Kingdom)	Manufacturing of Neuthane Polyurethane Cast Elastomers	100	100

8. OTHER PAYABLES

	<u>2021</u> US\$	<u>2020</u> US\$
Accruals for - operating expenses	10,719	7,704
Accruals for - staff costs	223,201	3,900
Other creditor - Third party	-	16,408
	233,920	28,012

Other payables are unsecured, interest free and repayable on demand.

The Company's other payables are denominated in the following currencies:

	<u>2021</u> US\$	<u>2020</u> US\$
Singapore dollars	13,920	28,012
United States dollars	220,000	-
	233,920	28,012

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021 (...CONT'D)

9. SHARE CAPITAL

	<u>2021</u> Number of ordinary shares issued	<u>2020</u> Number of ordinary shares issued	<u>2021</u> US\$	<u>2020</u> US\$
Balance at beginning and End of the financial year	16,421,208	16,421,208	16,421,208	16,421,208

All issued ordinary shares are fully paid. There is no par values for these ordinary shares.

The holder of ordinary shares is entitled to receive dividends as declared from time to time and is entitled to one vote per share at the meeting of the Company. All shares rank equally with regard to the Company' residual assets.

10. SALES

	<u>2021</u> US\$	<u>2020</u> US\$
Consultancy income	897,615	743,355
Sale of Goods	1,340,031	-
	<u>2,237,646</u>	<u>743,335</u>
<u>Primary geographical markets</u>		
India	830,000	680,000
United Kingdom	67,615	63,355
Singapore	519,144	-
Hong Kong	820,887	-
	<u>2,237,646</u>	<u>743,355</u>
<u>Timing of transfer of good or service</u>		
Over time	897,615	743,355
A point in time	1,340,031	-
	<u>2,237,646</u>	<u>743,355</u>

AMCHEM SPECIALITY CHEMICALS PRIVATE LIMITED
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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021 (...CONT'D)

10. SALES (...CONT'D)

The following table provides information about the nature and timing of the satisfaction of performance obligations in contracts with customers, including significant payment terms, and the related revenue recognition policies:

Nature of goods or services	The Company generates revenue from provision of consultancy service.
When revenue is recognized	Income from the provision of services is recognised when the promised services are transferred and all criteria for acceptance have been satisfied over a period of time.
Significant payment terms	Payment is due within 15 days from the date of receipt of claim.

Nature of goods or services	The Company generates revenue from trading of petrochemical products.
When revenue is recognized	Income from sales of goods is recognised when the goods are delivered to the customer and all criteria for acceptance have been satisfied (i.e. at a point in time)
Significant payment terms	Payment is due within 30 days since the customer purchases the goods.

11. OTHER INCOME

	<u>2021</u> US\$	<u>2020</u> US\$
Commission and reimbursement received	318,729	375,899
Government grant – Job support scheme	38,326	-
Interest Income – Fixed deposits	1,504	4,519
– Loan	12,479	-
Others	-	173
	<u>371,038</u>	<u>380,591</u>

12. PURCHASES CONSUMED

	<u>2021</u> US\$	<u>2020</u> US\$
Purchases	1,044,672	-
	<u>1,044,672</u>	<u>-</u>

AMCHEM SPECIALITY CHEMICALS PRIVATE LIMITED
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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021 (...CONT'D)

13. EMPLOYEE BENEFITS EXPENSE

	<u>2021</u> US\$	<u>2020</u> US\$
Director's remuneration	70,974	59,282
Director's CPF	8,604	8,171
Staff salaries and bonus	1,166,835	463,408
Staff's CPF	13,608	14,762
Skill development fund	290	281
Medical fees	42,478	43,090
	<u>1,302,789</u>	<u>588,994</u>

14. OTHER OPERATING EXPENSES

	<u>2021</u> US\$	<u>2020</u> US\$
Professional fees	8,771	39,072
Foreign exchange (gain)/loss	(2,415)	10,319
Travelling expenses	3,442	82,569
Rental of office equipment (lease not capitalized in lease liability)	250	166
Rental of office premises (lease not capitalized in lease liability)	27,824	27,468
Others	9,501	10,470
	<u>47,373</u>	<u>170,064</u>

The Company has leases of office with lease terms of 12 months or less and leases of office equipment with low value. The Company applies the 'short-term lease' and 'lease of low value assets' recognition exemptions for these leases.

AMCHEM SPECIALITY CHEMICALS PRIVATE LIMITED
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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021 (...CONT'D)

15. INCOME TAX EXPENSE

	<u>2021</u> US\$	<u>2020</u> US\$
Current tax:		
- Current year's provision	13,059	14,049
- Under/(over) provision of prior year taxation	12,351	(9,086)
Foreign tax paid – withholding tax	84,400	68,800
	<u>109,810</u>	<u>73,763</u>

The current year's income tax expense varied from the amount of income tax determined by applying the applicable Singapore statutory income tax rate of 17% (2020:17%) to the profit before income tax as a result of the following differences:

	<u>2021</u> US\$	<u>2020</u> US\$
Profit before income tax	<u>213,850</u>	<u>364,888</u>
Income tax expense at statutory rate	36,355	62,031
Non-allowable items	5,079	6,398
Non-taxable income	(6,925)	-
Foreign tax paid	84,400	68,800
Tax exemption	(12,789)	(12,301)
Tax relief	(11,816)	(41,873)
Under/(over) provision of prior year taxation	12,351	(9,086)
Others	3,155	(206)
	<u>109,810</u>	<u>73,763</u>

16. IMMEDIATE AND ULTIMATE HOLDING COMPANY

The Company's immediate and ultimate holding company is Manali Petrochemicals Limited, a company incorporated in India.

AMCHEM SPECIALITY CHEMICALS PRIVATE LIMITED
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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021 (...CONT'D)

17. RELATED PARTY TRANSACTION

- (a) In addition to the related party information disclosed elsewhere in the financial statements, the following transaction between the Company and its related party took place during the financial year:

	<u>2021</u> US\$	<u>2020</u> US\$
Consultancy services income from holding company	480,000	480,000
Consultancy services income from related party	350,000	200,000
Consultancy services income from subsidiary	67,615	63,355
Expenses paid on behalf of indirect subsidiary	6,043	-
Rental expenses paid to a related party	27,824	27,468
	<hr/>	<hr/>

- (b) Compensation of Key management personnel

The remuneration of Key management during the financial year were as follows

	<u>2021</u> US\$	<u>2020</u> US\$
Short-term benefits	1,198,263	470,423
Post-employment benefits	15,489	14,995
	<hr/>	<hr/>

18. LEASE COMMITMENTS

	<u>2021</u> US\$	<u>2020</u> US\$
Operating lease recognised as an expense in the financial year	28,074	27,634
	<hr/>	<hr/>

At the end of the reporting period, the Company have the following commitments in respect of non-cancellable operating leases for office space:

	<u>2021</u> US\$	<u>2020</u> US\$
Within one year	27,216	-
	<hr/>	<hr/>

AMCHEM SPECIALITY CHEMICALS PRIVATE LIMITED

(Incorporated in Singapore)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021 (...CONT'D)

19. FINANCIAL RISK MANAGEMENT

Financial risk factors

The company's activities expose it to market risks (including foreign currency risk and interest rate risk), credit risk and liquidity risk. The Company's overall risk management strategy seeks to minimise adverse effects from the unpredictability of financial markets on the Company's financial performance.

(a) *Market risks*

(i) Foreign currency risk

The Company incurs foreign currency risk on transactions that are denominated in currencies other than United States dollars such as Singapore dollars and Great British pounds. However, the Company does not use any hedging instruments to protect against the volatility associated with foreign currency transactions, other assets and liabilities created in the normal course of business. The Company's currency exposure based on the information provided to key management is as follows:

	<u>SGD</u> US\$	<u>GBP</u> US\$
<u>2021</u>		
Financial assets		
Cash and cash equivalents	34,576	131,370
Other receivables	8,326	45,247
	<hr/> 42,902	<hr/> 176,617
Financial liability		
Other payable	(13,920)	-
Currency exposure on net financial assets	<hr/> 28,982	<hr/> 176,617
	<hr/> <u>SGD</u> US\$	<hr/> <u>GBP</u> US\$
<u>2020</u>		
Financial assets		
Cash and cash equivalent	50,265	65,921
Other receivables	9,366	39,205
	<hr/> 59,631	<hr/> 105,126
Financial liability		
Other payables	(28,012)	-
Currency exposure on net financial assets	<hr/> 31,619	<hr/> 105,126

AMCHEM SPECIALITY CHEMICALS PRIVATE LIMITED

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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021 (...CONT'D)

19. FINANCIAL RISK MANAGEMENT (...CONT'D)

Financial risk factors (...cont'd)

(a) *Market risks (...cont'd)*

(i) Foreign currency risk (...cont'd)

At 31 March 2021, if the Singapore dollars and Great British pounds had strengthened/weakened by 5% and 5%, respectively (2020; 4% and 5%) against the United States dollars with all other variables including tax rate being held constant, the Company's profit or loss for the financial year would have been higher/lower approximately by:

	<u>2021</u> US\$	<u>2020</u> US\$
Singapore dollars	1,400	1,200
Great British pounds	8,800	5,200
	<hr/>	<hr/>

(ii) Interest rate risk

The Company has no significant exposure to market risk for changes in interest rates as it has no interest bearing borrowings.

(b) *Credit risk*

Credit risk refers to the risk that a counter party will default on its contractual obligations resulting in financial loss to the Company. The major class of financial assets of the Company is cash and cash equivalents and other receivables. Cash at banks is placed with financial institution with good credit ratings. For credit exposures to customer, management assesses the credit quality of the customer, taking into account its financial position, past experience and other factors. As the Company does not hold any collateral, the maximum exposure to credit risk for each class of financial instruments is the carrying amount of that class of financial instruments presented on the statement of financial position.

Cash and cash equivalents and other receivables are subjected to immaterial credit loss under FRS 109.

AMCHEM SPECIALITY CHEMICALS PRIVATE LIMITED
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NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021 (...CONT'D)

19. FINANCIAL RISK MANAGEMENT (...CONT'D)

(c) Liquidity risk

Liquidity risk refers to the risk in which the Company may not be able to meet its short-term obligations. At the end of the reporting period, assets held by the Company for managing liquidity risk included cash and cash equivalents as disclosed in Note 4.

Non-derivative financial liabilities

The following table details the remaining contractual maturity for non-derivative financial liabilities. The table has been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date on which the Company can be required to pay.

	<u>2021</u> US\$	<u>2020</u> US\$
On demand or within 1 year		
Other payables	233,920	28,012
	233,920	28,012

(d) Fair values measurement

The carrying amounts of cash and cash equivalents, other receivables and other payables approximates their fair values due to their short-term nature.

(e) Fair values measurement

The following table sets out the Company' financial instruments as at the end of the reporting year:

	<u>2021</u> US\$	<u>2020</u> US\$
Financial asset		
Amortised cost:		
Cash and cash equivalents	1,392,133	1,068,276
Other receivables	53,020	60,133
	1,445,153	1,128,409
Financial liability		
Amortised cost:		
Other payables	233,920	28,012
	233,920	28,012

AMCHEM SPECIALITY CHEMICALS PRIVATE LIMITED

(Incorporated in Singapore)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 MARCH 2021 (...CONT'D)

20. CAPITAL RISK MANAGEMENT

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern, so that it can continue to provide returns for shareholder and benefits for other stakeholders, and to provide an adequate return to shareholder by pricing products and services commensurately with the level of risk. The management sets the amount of capital in proportion to risk. The capital structure of the Company consist of issued share capital. The management manages the capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the management may adjust the amount of dividends paid to shareholder, return capital to shareholder, issue new shares, or sell assets to reduce debt.

The Company is not subjected to externally imposed capital requirements and Company's overall strategies remained unchanged for the financial years ended 31 March 2021 and 31 March 2020.

21. NEW STANDARDS ISSUED BUT NOT YET EFFECTIVE

At the date of authorisation of these financial statements, the following FRSs and amendments to FRS that are relevant to the Company were issued but not yet effective:

<u>Description</u>	<u>Effective for annual periods beginning on or after</u>
Amendments to FRS 1: Classification of liabilities as current or non-current	1 January 2023
<i>Amendments to FRS 103: Reference to the Conceptual Framework</i>	1 January 2022
<i>Amendments to FRS 16: Property, Plant and Equipment — Proceeds before intended Use</i>	1 January 2022
<i>Amendments to FRS 37: Onerous Contracts — Cost of Fulfilling a Contract</i>	1 January 2022
<i>Annual Improvements to FRSs 2018 -2020</i>	1 January 2022
<i>Amendments to FRS 109, FRS 39, FRS 107, FRS 116: Interest Rate benchmark Reform — Phase 2</i>	1 January 2021

The Company has not applied those FRSs and INT FRSs that have been issued but are effective only in next financial year. The Company expects the adoption of the standards will have no material effect on the financial statements in the period of initial application.

AMCHEM SPECIALITY CHEMICALS UK LIMITED
STRATEGIC REPORT
REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

AMCHEM SPECIALITY CHEMICALS UK LIMITED

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For the year ended 31 March 2021

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AMCHEM SPECIALITY CHEMICALS UK LIMITED

COMPANY INFORMATION
for the year ended 31 March 2021

DIRECTORS:	C M Bowry A C Muthiah S Srikanth
REGISTERED OFFICE:	Avery House 8 Avery Hill Road London SE9 2BD
REGISTERED NUMBER:	10329758 (England and Wales)
AUDITORS:	Dafferns LLP Chartered Accountants Statutory Auditor One Eastwood Harry Weston Road Binley Business Park Coventry CV3 2UB

AMCHEM SPECIALITY CHEMICALS UK LIMITED

STRATEGIC REPORT
for the year ended 31 March 2021

The directors present their strategic report for the year ended 31 March 2021.

REVIEW OF BUSINESS

During the year the Company provided management services, strategic advice and governance oversight to its subsidiary.

PRINCIPAL RISKS AND UNCERTAINTIES

The principal risks and uncertainties are low due to the nature and activity of the Company.

KEY PERFORMANCE INDICATORS

There are no key performance indicators relevant to this Company.

FUTURE DEVELOPMENTS AND RESEARCH & DEVELOPMENT

The Company is a holding company providing management services to its subsidiary. The Company does not carry out any R&D activities or any have specific future developments.

ON BEHALF OF THE BOARD

C M Bowry – Director

30 April 2021

AMCHEM SPECIALITY CHEMICALS UK LIMITED

REPORT OF THE DIRECTORS
for the Year Ended 31 March 2021

The directors present their report with the financial statements of the Company for the year ended 31 March 2021.

PRINCIPAL ACTIVITY

The principal activity of the Company in the year under review was the provision of management services to its subsidiary, Notedome Limited.

DIVIDEND

No dividends will be distributed for the year ended 31 March 2021.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 April 2020 to the date of this report.

C M Bowry
A C Muthiah
S Srikanth

DISCLOSURE IN THE STRATEGIC REPORT

The Company has chosen in accordance with section 414C(11) to set out in the strategic report information required by this Schedule to be contained in the director's report in respect of future developments and research and development activities.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Strategic Report, the Report of the Directors and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statement 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 these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements 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.

AMCHEM SPECIALITY CHEMICALS UK LIMITED

REPORT OF THE DIRECTORS
for the Year Ended 31 March 2021

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

ON BEHALF OF THE BOARD

C M Bowry – Director

30 April 2021

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
AMCHEM SPECIALITY CHEMICALS UK LIMITED

Opinion

We have audited the financial statements of AMCHEM Speciality Chemicals UK Limited (the 'Company') for the year ended 31 March 2021 which comprise the Income Statement, Other Comprehensive Income, Balance Sheet, Statement of Changes in Equity and Notes to the Financial Statements, 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, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the Company's affairs as at 31 March 2021 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; 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 Auditors' 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 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

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorized for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

Other information

The directors are responsible for the other information. The other information comprises the information in the Strategic Report and the Report of the Directors, but does not include the financial statements and our Report of the Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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 Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- The Strategic Report and the Report of the Directors have been prepared in accordance with applicable legal requirements.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
AMCHEM SPECIALITY CHEMICALS UK LIMITED

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report or the Report of the Directors.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of director's remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of directors

As explained more fully in the Statement of Directors' Responsibilities set out on page three, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- Enquiry of management and those charged with governance around actual and potential litigation and claims;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations.
- Performing audit works over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for bias.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that the compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Auditors.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
AMCHEM SPECIALITY CHEMICALS UK LIMITED

Use of our report

This report is made solely to the Company's members, as a body, in accordance with Chapter 3 of part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in a Report of the Auditors and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Andy Bewick FCCA (Senior Statutory Auditor)
for and on behalf of Dafferns LLP
Chartered Accountants
Statutory Auditor
One Eastwood
Harry Weston Road
Binley Business Park
Coventry
CV3 2UB

30 April 2021

AMCHEM SPECIALITY CHEMICALS UK LIMITED

INCOME STATEMENT
for the year ended 31 March 2021

	Notes	2021 £	2020 £
TURNOVER	4	120,000	120,000
Administrative expenses		(103,199)	(93,848)
OPERATING PROFIT	6	16,801	26,152
Interest receivable and similar income		62	519
PROFIT BEFORE TAXATION		16,863	26,671
Tax on profit	7	(3,189)	(5,069)
PROFIT FOR THE FINANCIAL YEAR		13,674	21,602

The notes from part of these financial statements

AMCHEM SPECIALITY CHEMICALS UK LIMITED (REGISTERED NUMBER: 10329758)

BALANCE SHEET
31 March 2021

	Note	2021 £	2020 £
FIXED ASSETS			
Tangible assets	9	221	104
Investments	10	13,327,165	13,327,165
		<u>13,327,386</u>	<u>13,327,269</u>
CURRENT ASSETS			
Debtors	11	72,087	5,250
Cash at bank		97,072	151,826
		<u>169,159</u>	<u>157,076</u>
CREDITORS			
Amounts falling due within one year	12	(1,882,421)	(1,883,919)
NET CURRENT LIABILITIES		<u>(1,713,262)</u>	<u>(1,726,843)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		11,614,124	11,600,426
PROVISIONS FOR LIABILITIES	13	(42)	(18)
NET ASSETS		<u>11,614,082</u>	<u>11,600,408</u>
CAPITAL AND RESERVES			
Called up share capital	14	11,500,000	11,500,000
Retained earnings	15	114,082	100,408
SHAREHOLDERS' FUNDS		<u>11,614,082</u>	<u>11,600,408</u>

The financial statements were approved by the Board of Directors and authorised for issue on 30 April 2021 and were signed on its behalf by:

C M Bowry – Director

The notes form part of these financial statements

AMCHEM SPECIALITY CHEMICALS UK LIMITED

STATEMENT OF CHANGES IN EQUITY
for the Year Ended 31 March 2021

	Called up share capital £	Retained earnings £	Total equity £
Balance at 1 April 2019	11,500,000	78,806	11,578,806
Changes in equity			
Total comprehensive income	-	21,602	21,602
Balance at 31 March 2020	<u>11,500,000</u>	<u>100,408</u>	<u>11,600,408</u>
Changes in equity			
Total comprehensive income	-	13,674	13,674
Balance at 31 March 2021	<u>11,500,000</u>	<u>114,082</u>	<u>11,614,082</u>

The noted from part of these financial statements

AMCHEM SPECIALITY CHEMICALS UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2021

1. STATUTORY INFORMATION

AMCHEM Speciality Chemicals UK 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.

The presentation currency of the financial statements and functional currency of the Company is the Pound Sterling (£).

2. STATEMENT OF COMPLIANCE

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

3. ACCOUNTING POLICIES

Basis of preparing the financial statement

The financial statements have been prepared under the historical cost convention.

Going Concern

The Company has net current liabilities at the year end due to an outstanding loan to its subsidiary company, Notedome Limited. This loan has arisen as the subsidiary company has made payments on behalf of AMCHEM Speciality Chemicals UK Limited. The Loan has been made on an informal basis with no stated interest and no fixed repayment terms. The directors understand that its subsidiary company will not seek repayment of the loan in preference to the Company being able to meet the obligations of its third party creditors. These accounts therefore continue to be prepared on a going concern basis.

Financial Reporting Standard 102 – reduced disclosure exemptions

The Company has taken advantage of the following disclosure exemption in preparing these financial statements, as permitted by FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland":

- The requirements of Section 7 Statement of Cash Flows.

Preparation of consolidated financial statements

The financial statements contain information about AMCHEM Speciality Chemicals UK Limited as an individual Company and do not contain consolidated financial information as a parent of a group. The Company is exempt under Section 399(2A) of the Companies Act 2006 from the requirements to prepare consolidated financial statements.

Turnover

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

AMCHEM SPECIALITY CHEMICALS UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2021

3. ACCOUNTING POLICIES – continued

Tangible fixed assets

Tangible fixed assets are recognized at cost and subsequently measured under the historical cost model being cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes any direct expenditure incurred to bring the asset to its current location and condition necessary for the asset to work as intended by management.

Repairs and maintenance costs are charged to the Income Statement in the period in which they are incurred.

Depreciation is calculated so as to write off the cost of tangible fixed assets by equal installments over their estimated useful lives as follows:-

Fixtures & fittings - 25% straight line

Any gains and losses on the disposal of tangible fixed assets are recognized in the Income Statement in the year that the disposal takes place.

Investments in subsidiaries

Investments in subsidiary undertakings are recognised at cost.

Financial instruments

Basic financial instruments in debtors and creditors with no stated interest rate, and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognized in the Income Statement in other administrative expenses.

Other financial assets and liabilities, such as loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

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 asset 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.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

AMCHEM SPECIALITY CHEMICALS UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2021

4. TURNOVER

The turnover and profit before taxation are attributable to the one principal activity of the Company.

An analysis of turnover by class of business is given below:

	2021	2020
	£	£
Management services	120,000	120,000
	<u>120,000</u>	<u>120,000</u>

5. EMPLOYEES AND DIRECTORS

	2021	2020
	£	£
Wages and Salaries	36,000	32,000
Social security costs	1,182	-
	<u>37,182</u>	<u>32,000</u>

The average number of employees during the year was as follows:

	2021	2020
Management	<u>2</u>	<u>2</u>

	2021	2020
	£	£
Directors' remuneration	<u>36,000</u>	<u>32,000</u>

Key management are considered to be the directors of the Company and their compensation paid or payable is shown above.

6. OPERATING PROFIT

The operating profit is stated after charging:

	2021	2020
	£	£
Depreciation – owned assets	118	100
Auditors' remuneration	<u>1,500</u>	<u>500</u>

AMCHEM SPECIALITY CHEMICALS UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2021

7. TAXATION

Analysis of the tax charge

The tax charge on the profit for the year was as follows:

	2021	2020
	£	£
Current tax:		
UK corporation tax	3,217	5,086
Prior year adjustment	(52)	-
Total current tax	<u>3,165</u>	<u>5,086</u>
Deferred tax	24	(17)
Tax on profit	<u><u>3,189</u></u>	<u><u>5,069</u></u>

Reconciliation of total tax charge included in profit and loss

The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below:

	2021	2020
	£	£
Profit before tax	16,863	26,671
Profit multiplied by the standard rate of corporation tax in the UK of 19% (2020 – 19%)	<u>3,204</u>	<u>5,067</u>
Effect of:		
Expenses not deductible for tax purposes	35	-
Adjustments to tax charge in respect of previous periods	(52)	-
Deferred tax rate change and rounding differences	2	2
Total tax charge	<u><u>3,189</u></u>	<u><u>5,069</u></u>

8. PRIOR YEAR REALLOCATION

One time on the Balance Sheet in the prior year has been re-categorised to improve the consistency and comparability of the financial statements.

This re-categorization does not alter or have any impact on the prior year profit or overall balance sheet position.

Balance Sheet

Debtors: £5,250 has been reallocated from trade debtors to amounts due from group undertakings.

AMCHEM SPECIALITY CHEMICALS UK LIMITED
 NOTES TO THE FINANCIAL STATEMENTS - continued
 for the year ended 31 March 2021

9. TANGIBLE FIXED ASSETS

	Fixtures and fittings £
COST	
At 1 April 2020	508
Additions	235
At 31 March 2021	743
DEPRECIATION	
At 1 April 2020	404
Charge for year	118
At 31 March 2021	522
NET BOOK VALUE	
At 31 March 2021	221
At 31 March 2020	104

10. FIXED ASSET INVESTMENTS

	Shares in group undertakings £
COST	
At 1 April 2020 and 31 March 2021	13,327,165
NET BOOK VALUE	
At 31 March 2021	13,327,165
At 31 March 2020	13,327,165

The Company's investments at the Balance Sheet date in the share capital of companies include the following:

Notedome Limited

Registered office: 4 Golden Acres Lane, Binley Industrial Estate, Coventry, West Midlands, CV3 2RT

Nature of business: Processing and sale of cast polyurethanes

	%
Class of shares:	holding
Ordinary	100.00

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Amounts owned by group undertakings	72,000	5,250
Other debtors	87	-
	72,087	5,250

AMCHEM SPECIALITY CHEMICALS UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 March 2021

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Amounts owed to group undertakings	1,831,470	1,831,470
Tax	8,303	11,638
Social security and other taxes	12,000	11,994
Other creditors	22,370	22,370
Directors' current accounts	2,433	1,852
Accrued expenses	5,845	4,595
	<u>1,882,421</u>	<u>1,883,919</u>

The balance owed to group undertakings reflects a loan advanced to the Company by its subsidiary. This loan has been made on an informal basis with no stated interest and no fixed repayment terms.

13. PROVISIONS FOR LIABILITIES

	2021	2020
	£	£
Deferred tax	42	18
		Deferred tax
		£
Balance at 1 April 2020		18
Accelerated capital allowances		24
Balance at 31 March 2021		<u>42</u>

14. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Normal value:	2021	2020
			£	£
11,500,000	Ordinary	1	11,500,000	11,500,000

15. RESERVES

	Retained earnings
	£
At 1 April 2020	100,408
Profit for the year	13,674
At 31 March 2021	<u>114,082</u>

Retained Earnings

The retained earnings account represents cumulative profits and losses net of dividends and other adjustments.

16. RELATED PARTY DISCLOSURES

The Company has taken advantage of exemption, under the terms 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.

During the year the Company used accounting and office support services of a company jointly controlled by C M Bowry who is also a director of this Company. The services are provided on an arms length basis and the total cost was £12,000 (2020: £8,000). No amounts remain outstanding to this company at the balance sheet date in the current or previous year.

17. ULTIMATE CONTROLLING PARTY

The Company's immediate parent company is AMCHEM Speciality Chemicals Private Limited, incorporated in Singapore.

The ultimate controlling party and the smallest and largest group in which the accounts of the Company are consolidated is that of Manali Petrochemicals Limited, incorporated in India. The registered office address of this company is Spic House, 88, Mount Road, Guindy, Chennai, India 600 032.

NOTEDOME LIMITED
STRATEGIC REPORT,
REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

NOTEDOME LIMITED

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for the year ended 31 March 2021

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NOTEDOME LIMITED

COMPANY INFORMATION
for the year ended 31 March 2021

DIRECTORS:

G J Alderley
A C Muthiah
C M Bowry
R Muthukrishnan

REGISTERED OFFICE:

4 Golden Acres Lane
Binley Industrial Estate
Coventry
West Midlands
CV3 2RT

REGISTERED NUMBER:

01326364 (England and Wales)

AUDITORS:

Dafferns LLP
Chartered Accountants
Statutory Auditor
One Eastwood
Harry Weston Road
Binley Business Park
Coventry
CV3 2UB

NOTEDOME LIMITED
STRATEGIC REPORT
for the year ended 31 March 2021

The directors present their strategic report for the year ended 31 March 2021.

REVIEW OF BUSINESS

Despite continuing global uncertainties profitability has grown by 29% over the levels achieved for the 2019/20 financial year.

The Board is confident this growth will continue as we increase our presence and market share in Europe and broaden our product offering.

The Company has shown remarkable resilience throughout the Covid-19 pandemic and we continued to trade throughout the entire year. There has been top-line impact related to the pandemic, but our mitigating actions significantly reduced the effect on-the bottom-line.

The ending of the Brexit transition period had an impact on sales patterns and there was some short-term disruption to raw material supply and finished product deliveries, but these have now been largely resolved.

KEY PERFORMANCE INDICATORS

Notedome monitor the following key performance indicators as a measure of financial performance and overall strength of the Company:

- Turnover – £9,000,003 (2020: £11,066,645).
- Gross profit % - 39.0% (2020: 32%).
- Profit before tax - £920,112 (2020: £711,414).

PRINCIPAL RISKS AND UNCERTAINTIES

The ongoing impact of the pandemic remains a real concern although demand has strengthened in recent months, especially in the UK and Western Europe. The board is significantly more confident in the resilience of the business as we have charted our way through the turbulent waters of the past year's trading.

Foreign currency exchange is regularly reviewed and monitored but the Company does not forward purchase currency. The risk in fluctuation is managed by the fact that the Company sells and purchases goods in foreign currencies enabling them to take advantage of the weak pound for exports with the off-set impact on purchases of raw materials from abroad.

Raw material supply and pricing continues to be a real challenge and the Company manages this risk by approving several sources from different geographies and suppliers for key raw materials. The ongoing regulatory landscape for our raw materials and finished products is continually monitored and changes here can often be to our advantage as we offer such a diverse range of polyurethane systems.

FUTURE DEVELOPMENTS AND RESEARCH & DEVELOPMENT

To maintain our product range and competitiveness significant investment continues to be made in research and development each year and this remains an outgoing priority for the Company. The Company's technical resources were strengthened over the course of the year and major improvements in processes continue to be a priority.

OUTLOOK

The Board is confident with its plans for growth and believe the Company is in a sound position and is well placed within its markets through continued development of new and existing product lines.

ON BEHALF OF THE BOARD:

G J Alderley – Director
30 April 2021

NOTEDOME LIMITED

REPORT OF THE DIRECTORS for the year ended 31 March 2021

The directors present their report with the financial statements of the company for the year ended 31 March 2021.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was the manufacture and distribution of cast polyurethanes.

DIVIDENDS

No dividends will be distributed for the year ended 31 March 2021.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 April 2020 to the date of this report.

G J Alderley
A C Muthiah
C M Bowry
R Muthukrishnan

DISCLOSURE IN THE STRATEGIC REPORT

The Company has chosen in accordance with section 414C(11) to set out in the strategic report information required by this Schedule to be contained in the director's report in respect of future developments and research and development activities.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Strategic Report, the Report of the Directors 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 these financial statements, the directors are required to:

- Select suitable accounting policies and then apply them consistently;
- make judgements 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.

NOTEDOME LIMITED

REPORT OF THE DIRECTORS
for the year ended 31 March 2021

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

ON BEHALF OF THE BOARD:

.....
G J Alderley – Director

30 April 2021

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
NOTEDOME LIMITED

Opinion

We have audited the financial statements of Notedome Limited (the 'company') for the year ended 31 March 2021 which comprise the income Statement, Other Comprehensive Income, Balance Sheet, Statement of Changes in Equity and Notes to the Financial Statements, 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, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true fair view of the state of the company's affairs as at 31 March 2021 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; 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 Auditors' 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 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 relation to going concern

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

Other information

The directors are responsible for the other information. The other information comprises the information in the Strategic Report and the Report of the Directors, but does not include the financial statements and our Report of the Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appear to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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 Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and the Report of the Directors have been prepared in accordance with applicable legal requirements.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
NOTEDOME LIMITED

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report or the Report of the Directors.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of directors

As explained more fully in the Statement of Directors' Responsibilities set out on page three, the directors are responsible for the preparation of the financial statement and for being satisfied that they give a true and fair view, and for such internal control as the directors determine necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- Enquiry of management and those charged with governance around actual and potential litigation and claims;
- Reviewing minutes of meetings of those charged with governance;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for bias.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Auditors.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
NOTEDOME LIMITED

Use of our report

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our Audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in a Report of the Auditors and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Andy Bewick FCCA (Senior Statutory Auditor)
for and on behalf of Dafferns LLP
Chartered Accountants
Statutory Auditor
One Eastwood
Harry Weston Road
Binley Business Park
Coventry
CV3 2UB

30 April 2021

NOTEDOME LIMITED
INCOME STATEMENT
for the year ended 31 MARCH 2021

	Notes	2021 £	2020 £
TURNOVER	4	9,000,003	11,066,645
Cost of Sales		(5,514,647)	7,510,175
GROSS PROFIT		<u>3,485,356</u>	<u>3,556,470</u>
Distribution costs		(274,562)	(447,830)
Administrative expenses		(2,346,462)	(2,354,361)
		<u>864,332</u>	<u>754,279</u>
Other operating income	5	76,619	16,174
OPERATING PROFIT	7	<u>940,951</u>	<u>770,453</u>
Interest payable and similar expenses	8	(20,839)	(59,039)
PROFIT BEFORE TAXATION		<u>920,112</u>	<u>711,414</u>
Tax on profit	9	(132,503)	(90,686)
PROFIT FOR THE FINANCIAL YEAR		<u><u>787,609</u></u>	<u><u>620,728</u></u>

The notes form part of these financial statements

BALANCE SHEET
31 March 2021

	Notes	2021 £	2020 £
FIXED ASSETS			
Tangible assets	10	1,465,761	1,574,920
CURRENT ASSETS			
Stocks	11	1,002,219	1,534,284
Debtors	12	4,447,589	5,329,737
Cash at bank		1,716,799	489,611
		<u>7,166,607</u>	<u>7,353,632</u>
CREDITORS			
Amounts falling due within one year	13	(1,937,304)	(2,896,313)
NET CURRENT ASSETS		<u>5,229,303</u>	<u>4,457,319</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>6,695,064</u>	<u>6,032,239</u>
CREDITORS			
Amounts falling due after more than one Year	14	-	(105,287)
PROVISIONS FOR LIABILITIES	17	(61,000)	(80,497)
NET ASSETS		<u>6,634,064</u>	<u>5,846,455</u>
CAPITAL AND RESERVES			
Called up share capital	18	3,916	3,916
Share Premium	19	248,271	248,271
Capital redemption reserve	19	7,000	7,000
Retained earnings	19	6,374,877	5,587,268
SHAREHOLDERS' FUNDS		<u>6,634,064</u>	<u>5,846,455</u>

The financial statements were approved by the Board of Directors and authorized for issue on 30 April 2021 and were signed on its behalf by:

G J Alderley – Director

The notes form part of these financial statements

NOTEDOME LIMITED

STATEMENT OF CHANGES IN EQUITY
for the year ended 31 March 2021

	Called up Share Capital	Retained earnings	Share premium	Capital Redemption Reserve	Total equity
	£	£	£	£	£
Balance at 1 April 2019	3,916	4,966,540	248,271	7,000	5,225, 727
Changes in equity					
Total comprehensive income	-	620,728	-	-	620,728
Balance at 31 March 2020	<u>3,916</u>	<u>5,587,268</u>	<u>248,271</u>	<u>7,000</u>	<u>5,846,455</u>
Changes in equity					
Total comprehensive income	-	787,609	-	-	787,609
Balance at 31 March 2021	<u>3,916</u>	<u>6,374,877</u>	<u>248,271</u>	<u>7,000</u>	<u>6,634,064</u>

The notes form part of these financial statements

NOTEDOME LIMITED

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2021

1. STATUTORY INFORMATION

Notedome 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.

The presentation currency of the financial statements and functional currency of the Company is the Pound Sterling (£).

2. STATEMENT OF COMPLIANCE

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

3. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements have been prepared under the historical cost convention.

Financial Reporting Standard 102 - reduced disclosure exemptions

The company has taken advantage of the following disclosure exemption in preparing these financial statements, as permitted by FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland":

- the requirements of Section 7 Statement of Cash Flows.

Turnover

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

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer, typically on dispatch of the goods.

Employment supporting income

Grant income received from the UK's Coronavirus Job Retention Scheme has been recognised in the period in which the related staff expense was incurred. This income has been recognised in other operating income.

Tangible fixed assets

Tangible fixed assets are recognised at cost and subsequently measured under the historical cost model being cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes any direct expenditure incurred to bring the asset to its current location and condition necessary for the asset to work as intended by management.

Repairs and maintenance costs are charged to the Income Statement in the period in which they are incurred.

Depreciation is calculated so as to write off the cost of tangible fixed assets by equal installments over their estimated useful lives as follows:-

Freehold property	- 2% on cost
Plant and machinery	- at varying rates on cost
Motor vehicles	- at varying rates on cost

Any gains and losses on the disposal of tangible fixed assets are recognised in the income Statement in the year that the disposal takes place.

NOTES TO THE FINANCIAL STATEMENTS – continued
for the year ended 31 March 2021**3. ACCOUNTING POLICIES – continued****Stocks**

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

Stocks are valued at the lower of cost or net realisable value, after making due allowance for obsolete and slow moving items. Cost is determined by maintaining stock on a first-in, first-out basis.

Financial instruments

Basic financial instruments in debtors and creditors with no stated interest rate, and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the Income Statement in other administrative expenses.

Other financial assets and liabilities, such as loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

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.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Research and development

Expenditure on research and development is written off in the year in which it is incurred.

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 for its employees. Contributions payable to the Company's pension scheme are charged to the Income Statement in the period to which they relate. A defined contribution plan is a pension scheme under which the Company pays fixed contributions into an independently administered fund and has no further obligations once the contributions have been paid.

NOTEDOME LIMITED

NOTES TO THE FINANCIAL STATEMENTS – continued
for the year ended 31 March 2021

4. TURNOVER

The turnover and profit before taxation are attributable to the one principal activity of the company.

An analysis of turnover by class of business is given below:

	2021	2020
	£	£
United Kingdom	4,903,593	4,626,265
Europe	2,490,507	3,690,070
Rest of world	1,605,903	2,750,310
	<u>9,000,003</u>	<u>11,066,645</u>

5. OTHER OPERATING INCOME

	2021	2020
	£	£
Royalties	16,813	16,174
Government grants	59,806	-
	<u>76,619</u>	<u>16,174</u>

Other operating income includes furlough grants from the UK Government, having utilised the Coronavirus Job Retention Scheme, being made available in response to the Covid-19 pandemic.

6. EMPLOYEES AND DIRECTORS

	2021	2020
	£	£
Wages and salaries	867,165	921,306
Social security costs	84,612	95,423
Other pension costs	33,062	89,754
	<u>984,839</u>	<u>1,106,483</u>

The average number of employees during the Year was as follows:

	2021	2020
Management	6	4
Engineering	15	16
Finance and administration	3	6
	<u>24</u>	<u>26</u>

	2021	2020
	£	£
Directors' remuneration	117,158	170,735
Director's pension contributions to money purchase schemes	2,815	51,173

The number of directors to whom retirement benefits were accruing was as follows:

Money Purchase schemes	<u>1</u>	<u>3</u>
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NOTEDOME LIMITED

NOTES TO THE FINANCIAL STATEMENT – continued
for the year ended 31 March 2021

6. EMPLOYEES AND DIRECTORS – continued

Key management are considered to be the directors of the Company and their compensation paid or payable is shown above. Including employers national insurance the total cost for the year was £135,576 (2020: £239,279).

7. OPERATING PROFIT

The operating profit is stated after charging:

	2021	2020
	£	£
Other operating leases	15,833	38,000
Depreciation – owned assets	55,519	69,041
Loss on disposal of fixed assets	69,889	8,952
Auditors' remuneration	12,500	14,500
Foreign exchange differences	13,535	37,899
	<u>152,276</u>	<u>268,392</u>

8. INTEREST PAYABLE AND SIMILAR EXPENSES

	2021	2020
	£	£
Bank loan interest	4,607	9,667
Other interest	209	-
Factoring charges	16,023	49,023
Hire purchase	-	349
	<u>20,839</u>	<u>59,039</u>

9. TAXATION

Analysis of the tax charge

The tax charge on the profit for the year was as follows:

	2021	2020
	£	£
Current tax:		
UK corporation tax	152,000	92,635
Prior year adjustment	-	211
Total current tax	<u>152,000</u>	<u>92,846</u>
Deferred tax	(19,497)	(2,160)
Tax on profit	<u>132,503</u>	<u>90,686</u>

NOTEDOME LIMITED

NOTES TO THE FINANCIAL STATEMENT – continued
for the year ended 31 March 2021

9. TAXATION - continued

Reconciliation of total tax charge included in profit and loss

The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below:

	2021	2020
	£	£
Profit before tax	920,112	711,414
Profit multiplied by the standard rate of corporation tax in the UK of 19% (2020 – 19%)	174,821	135,169
Effects of:		
Expenses not deductible for tax purposes	2,496	4,083
Adjustments to tax charge in respect of previous periods	-	211
R & D enhancement	(44,650)	(51,459)
Deferred tax rate change and rounding differences	(164)	2,682
Total tax charge	132,503	90,686

10. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Motor vehicles £	Totals £
COST				
At 1 April 2020	1,200,000	1,517,240	15,534	2,732,774
Additions	-	16,249	-	16,249
Disposals	-	(476,370)	-	(476,370)
At 31 March 2021	1,200,000	1,057,119	15,534	2,272,653
DEPRECIATION				
At 1 April 2020	99,000	1,049,739	9,115	1,157,854
Charge for year	12,000	41,299	2,220	55,519
Eliminated on disposal	-	(406,481)	-	(406,481)
At 31 March 2021	111,000	684,557	11,335	806,892
NET BOOK VALUE				
At 31 March 2021	1,089,000	372,562	4,199	1,465,761
At 31 March 2020	1,101,000	467,501	6,419	1,574,920

Included in cost of land and buildings is freehold land of £600,000 (2020 - £600,000) which is not depreciated.

11. STOCKS

	2021	2020
	£	£
Raw materials	728,788	1,321,622
Finished goods	273,431	212,662
	1,002,219	1,534,284

NOTES TO THE FINANCIAL STATEMENT – continued
for the year ended 31 March 2021

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Trade debtors	2,252,391	3,266,292
Amounts owed by group undertakings	1,831,470	1,831,470
Other debtors	165,604	129,393
VAT	-	45,064
Prepayments and accrued income	198,124	57,518
	<u>4,447,589</u>	<u>5,329,737</u>

The balance owed by group undertakings reflects a loan advanced to its parent company. This loan has been made on an informal basis with no stated interest and no fixed repayment terms.

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Bank loans and overdrafts (see note 15)	104,807	1,687,482
Trade creditors	1,221,765	1,060,523
Amounts owed to group undertakings	107,250	-
Tax	244,635	92,635
Social security and other taxes	22,790	23,024
VAT	66,784	-
Other creditors	12,459	-
Accrued expenses	156,814	32,649
	<u>1,937,304</u>	<u>2,896,313</u>

14. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2021	2020
	£	£
Bank loans (see note 15)	-	105,287
	<u>-</u>	<u>105,287</u>

15. LOANS

An analysis of the maturity of loans is given below:

	2021	2020
	£	£
Amounts falling due within one year or on demand:		
Bank overdrafts	-	1,507,482
Bank loans	104,807	180,000
	<u>104,807</u>	<u>1,687,482</u>
Amounts falling due between one and two years:		
Bank loans – 1-2 years	-	105,287
	<u>-</u>	<u>105,287</u>

NOTEDOME LIMITED

NOTES TO THE FINANCIAL STATEMENTS – continued
for the year ended 31 March 2021

16. SECURED DEBTS

The following secured debts are included within creditors:

	2021	2020
	£	£
Bank overdraft	-	1,507,482
Bank loans	104,807	285,287
	<u>104,807</u>	<u>1,792,769</u>

The outstanding bank loan and invoice discounting facility are secured by the way of fixed and floating charges over the assets of the Company. The bank loan is subject to interest charges at 1.95% above the Bank of England base rate.

17. PROVISIONS FOR LIABILITIES

	2021	2020
	£	£
Deferred tax	<u>61,000</u>	<u>80,497</u>
		Deferred tax
		£
Balance at 1 April 2020		80,497
Accelerated capital allowances		(18,497)
Other timing differences		(1,000)
Balance at 31 March 2021		<u>61,000</u>

18. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2021	2020
			£	£
3,916	Ordinary	£1	<u>3,916</u>	<u>3,916</u>

NOTEDOME LIMITED

NOTES TO THE FINANCIAL STATEMENTS – continued
for the year ended 31 March 2021

19. RESERVES

	Retained earnings	Share premium	Capital redemption reserve	Totals
	£	£	£	£
At 1 April 2020	5,587,268	248,271	7,000	5,842,539
Profit for the year	787,609			787,609
As at 31 March 2021	<u>6,374,877</u>	<u>248,271</u>	<u>7,000</u>	<u>6,630,148</u>

Retained Earnings

The retained earnings account represents cumulative profits and losses net of dividends and other adjustments.

Share Premium

The share premium account represents the premium arising on the issue of shares net of issue costs.

Capital redemption reserve

This reserve records the nominal value of shares repurchased by the Company.

20. PENSION COMMITMENTS

The Company operates a defined contribution pension scheme for its employees. Contributions to the scheme during the financial year amounting to £33,062 (2020: £89,954) have been charged to the income Statement. At 31 March 2021 a balance of £12,234 (2020: £Nil) was outstanding.

21. RELATED PARTY DISCLOSURES

The company has taken advantage of exemption, under the terms 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.

22. ULTIMATE CONTROLLING PARTY

The Company's immediate parent company is AMCHEM Speciality Chemicals UK Limited.

The ultimate controlling party and the smallest and largest group in which the accounts of the Company are consolidated is that of Manali Petrochemicals Limited, incorporated in India. The registered office address of this company is Spic House, 88 Mount Road, Guindy, Chennai, India 600 032.