

# **E D & F MAN LIQUID PRODUCTS UK LIMITED**

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2018

Company Number: 5734191

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E D & F MAN LIQUID PRODUCTS UK LIMITED  
Company Number: 5734191

Company Details

**Directors**

P Holder  
G A Van Der Spek  
Marc Broersen

**Company secretary**

G A Basse

**Company registration number**

5734191

**Registered office**

E D & F Man Liquid Products UK Limited  
3 London Bridge Street  
London  
SE1 9SG

**Auditors**

Ernst & Young LLP  
2 St. Peter's Square  
Manchester  
M2 3EY

## Strategic Report

### Business review and future developments

The Company's business activities, future developments and performance measurements are set out below.

As part of a restructuring of group activities, on 1 October 2016 the assets, liabilities and business activities of fellow group undertaking E D & F Man Terminals Limited were transferred to the Company at their net book value of £3,048,000 paid through intergroup facility. The business of E D & F Man Terminals Limited, consisting of the storage and blending of liquid products for the Company and for third parties, has been combined with the activities of the Company.

The business continues to operate in its traditional markets of animal feed and fermentation and third-party liquid storage. The Company is well established in these markets and the Directors are satisfied with the performance of the business during the year, noting that profit after taxation has increased from £1,545,000 to £1,651,000. The Directors consider the future prospects of the company to be good.

The Company monitors performance on an on-going basis. The key performance indicator is considered to be profit after taxation.

### Principal risks and uncertainties

The Company's business carries a number of risks and uncertainties including fluctuations in interest rates, foreign currency exchange rates, commodity prices, counterparty risks, country risks and operational risks which include freight, insurance and legal risks in different jurisdictions. The Company mitigates these risks through hedging on futures markets where appropriate, by employing dedicated, in-house legal and insurance professionals, and through the operation of the Company's risk function.

By Order of the Board

  
**G A Bassey**  
Secretary  
17 May 2019

## Directors' Report

The directors present their report and financial statements for the year ended 30 September 2018.

These financial statements have been prepared in accordance with Financial Reporting Standard 101 "Reduced Disclosure Framework." Under this standard the financial statements have been prepared by applying a financial reporting framework based on the recognition and measurement requirements of EU-adopted IFRS, as amended where necessary in order to comply with the Companies Act 2006 and The Large and Medium-sized Companies and Groups (Accounts and Reports) Regulations 2008, but with reduced disclosure requirements, on the basis that equivalent disclosures have been made in the consolidated financial statements of the company's ultimate parent.

The financial statements are prepared in pounds sterling as this is the currency in which the majority of the Company's trading transactions are denominated.

### Results and dividends

The audited financial statements for the Company are shown on pages 8 to 20. The profit for the year ended 30 September 2018 after taxation amounted to £1,651,000 (2017: £1,545,000).

### Employees

Applications for employment by disabled persons are always fully considered, bearing in mind the respective aptitudes and abilities of the applicant concerned. In the event of members of staff becoming disabled, every effort is made to ensure that their employment with the Company continues and that the appropriate training is arranged. It is the policy of the Company that the training, career development and promotion of a disabled person should, as far as possible, be identical to that of a person who does not suffer from a disability.

Consultation with employees or their representatives continues at all levels, with the aim of ensuring their views are taken into account when decisions are made which are likely to affect their interests.

### Donations

During the year the Company made no political donations (2017 – £nil).

### Directors

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

P Holder  
G A Van Der Spek  
Marc Broersen

### Disclosure of information to auditors

To the best of the directors' knowledge, there is no relevant audit information of which the Company's auditors are unaware. The directors have also taken all reasonable steps in order to make themselves aware of any relevant audit information and to establish that the Company's auditors are also aware of that information.

## Directors' Report (Continued)

### Statement of directors' responsibilities

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

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements and
- 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.

### Going concern

The Company's business activities, together with the factors likely to affect its future development, performance and position are set out in the Directors' Report on pages 3 to 4. The financial position of the Company is set out in the financial statements below.

The Company has sufficient financial resources and is expected to continue to generate positive cash flows. As a consequence, the directors believe that the Company is well placed to manage its business risks successfully despite the current uncertain economic outlook.

The directors have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. Thus they continue to adopt the going concern basis of accounting in preparing the annual financial statements.

### Indemnity

During the period under review, the Company had in force an indemnity provision in favour of one or more of the Directors against liability in respect of proceedings brought by third parties, subject to the conditions set out in Section 234 of the Companies Act 2006.

### Auditors

Ernst & Young LLP will be deemed re-appointed as the Company's auditor in accordance with section 487(2) Companies Act 2006.

By Order of the Board

**G A Bassey**  
Secretary  
17 May 2019

# Independent auditor's report to the members of ED&F MAN Liquid Products Limited

## Opinion

We have audited the financial statements of ED&F Man Liquid Products Limited for the year ended 30 September 2018 which comprise the Profit and Loss Account, the Balance Sheet and the Statement of Changes in Equity and the related notes 1 to 17, 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 FRS 101 "Reduced Disclosure Framework" (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the company's affairs as at 30 September 2018 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 Auditor's responsibilities for the audit of the financial statements section of our report below. 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

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

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

## Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The directors are responsible for the other information.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in this 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 there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of the other information, we are required to report that fact.

We have nothing to report in this regard.

# Independent auditor's report to the members of ED&F MAN Liquid Products Limited (continued)

## 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 directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the strategic report and directors' report have been prepared in accordance with applicable legal requirements.

## 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 directors' report.

We have nothing to report in respect of the following matters in relation to which 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 directors' responsibilities statement set out on page 4 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 is 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

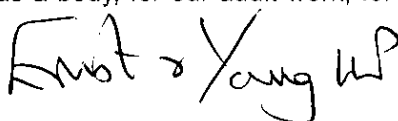
Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with 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.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

## 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 an auditor's report 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.

Julian Yates (Senior statutory auditor)



for and on behalf of Ernst & Young LLP, Statutory Auditor  
Manchester

Date

17 May 2019

## Profit and Loss Account

For the year ended 30 September 2018

		30 September 2018 £'000	30 September 2017 £'000
	<b>Note</b>		
Revenue	2	46,254	41,302
Cost of goods sold		<u>(41,169)</u>	<u>(37,792)</u>
		5,085	3,510
Operating expenses		<u>(2,980)</u>	<u>(1,536)</u>
<b>Operating profit</b>	3	2,105	1,974
Net interest payable and similar charges	6	(33)	(55)
<b>Profit on ordinary activities before taxation</b>		<u>2,072</u>	<u>1,919</u>
Taxation	7	(421)	(374)
<b>Profit on ordinary activities after taxation</b>		<u>1,651</u>	<u>1,545</u>

All disclosures relate only to continuing operations.

The Company has no comprehensive income other than the profit above.



## Balance Sheet

At 30 September 2018

	Note	30 September 2018 £'000	30 September 2017 £'000
<b>Non-current assets</b>			
Intangible fixed assets	8	8	8
Tangible fixed assets	9	2,541	2,483
Deferred taxation	7	202	172
		<u>2,751</u>	<u>2,663</u>
<b>Current assets</b>			
Inventory	10	3,889	3,305
Debtors	11	5,985	6,503
Cash at bank and in hand		47	87
		<u>9,921</u>	<u>9,895</u>
<b>Creditors: amounts falling due within one year</b>	12	(4,745)	(6,288)
		<u>5,176</u>	<u>3,607</u>
<b>Net current assets</b>		<u>5,176</u>	<u>3,607</u>
<b>Net assets</b>		<u>7,927</u>	<u>6,270</u>
<b>Capital and Reserves</b>			
Called up share capital	14	-	-
Profit and loss account	15	7,927	6,270
		<u>7,927</u>	<u>6,270</u>
<b>Shareholders' funds</b>		<u>7,927</u>	<u>6,270</u>

The financial statements on pages 8 to 19 were approved by the Board on the date shown below and were signed on its behalf by:



P. Holder  
 Director  
 17 May 2019

## Statement of Changes in Equity

For the year ended 30 September 2018

	Called Up Share Capital £'000	Profit and Loss Account £'000	Total Equity £'000
At 1 October 2016	-	4,710	4,710
Profit for the year	-	1,545	1,545
Share based payments	-	15	15
<b>At 30 September 2017</b>	<b>-</b>	<b>6,270</b>	<b>6,270</b>
At 1 October 2017	-	6,270	6,270
Profit for the year	-	1,651	1,651
Share based payment	-	6	6
<b>At 30 September 2018</b>	<b>-</b>	<b>7,927</b>	<b>7,927</b>

## Notes to the Financial Statements

### 1. Accounting policies

#### Basis of accounting

E D & F Man Liquid Products UK Limited is a private limited company incorporated and domiciled in England and Wales.

These financial statements were prepared in accordance with Financial Reporting Standard 101 "Reduced Disclosure Framework" (FRS101). Under this standard the accounts have been prepared by applying a financial reporting framework based on the recognition and measurement requirements of EU-adopted IFRS, as amended where necessary in order to comply with the Companies Act 2006 and The Large and Medium-sized Companies and Groups (Accounts and Reports) Regulations 2008, but with reduced disclosure requirements, on the basis that equivalent disclosures have been made in the consolidated financial statements of the company's ultimate parent

The financial statements have been prepared under the historical cost basis in accordance with the Companies Act 2006 and EU-adopted IFRS. The financial statements have been rounded to the nearest £1,000.

FRS101 grants exemptions from the disclosures requirements of certain EU-adopted IFRS. The company has taken advantage of the following disclosure exemptions:

- No Statement of Cash Flows has been presented
- The Financial Instrument disclosures required by IFRS7
- Related Party disclosures in respect of transactions with wholly-owned members of the ultimate parent and key management personnel compensation have not been presented.
- Certain disclosures in respect of Share Based Payments have not been presented.
- Disclosures in respect of the estimated effect of new IFRS issued but not yet effective have not been presented.

The company is able to apply these exemptions as its financial statements are consolidated in the financial statements of its ultimate parent company, E D & F Man Holdings Limited (see note 17) prepared under EU-adopted IFRS.

The functional and presentational currency of the Company is Pounds Sterling as this is the currency in which the majority of the Company's trading transactions are denominated.

In the current year management has reassessed the classification of certain expenses in the income statement and included these items within Operating expenses rather than Cost of goods sold. The prior year figures have not been restated on the grounds of materiality. If a corresponding adjustment were to be made then the Cost of goods sold would be reduced by £0.4m with a corresponding increase in Operating expenses with no impact on the operating profit or profit before or after taxation.

#### Critical accounting judgements, estimates and assumptions

The preparation of these financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the reported period. Actual outcomes could differ from these estimates.

#### Transfer of business from fellow group undertaking

As part of a restructuring of group activities, on 1 October 2016 the assets, liabilities and business activities of fellow group undertaking E D & F Man Terminals Limited were transferred to the Company at their net book value of £3,048,000. The business of E D & F Man Terminals Limited, consisting of the storage and blending of liquid products for the Company and for third parties, has been combined with the activities of the Company.

## Notes to the Financial Statements (continued)

### 1. Accounting policies (continued)

This combination has been accounted for using the pooling of interest's method, with all transferred assets and liabilities being recorded at their former carrying amounts in E D & F Man Terminals Limited.

The Company's 2017 Profit and Loss Account reflects the results of the combined business.

#### Foreign currencies

Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction or an average rate for the period. Monetary assets and liabilities denominated in foreign currencies are retranslated at the rate of exchange ruling at the balance sheet date. All differences are taken to the profit and loss account.

#### Inventory

Commodity inventories held for resale and materials held to be consumed in the Company's operations and in the rendering of future services are valued at the lower of cost or net realisable value. Cost includes those costs incurred in bringing the inventories to their present location and condition. The calculation of net realisable value takes into account any relevant forward commitments and is based on estimated selling price less any further costs expected to be incurred in relation to disposal or the value services to be provided in the consumption of the inventory.

#### Revenue recognition

Revenue arising from the sale of goods is recognised when the significant risks and rewards of ownership and effective control of goods have passed to the buyer and it can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable and represents amounts receivable for goods provided in the normal course of business, net of discounts, duties and sales taxes.

Revenue arising from the provision of storage and blending services is recognised when the services are provided, and it can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable and represents amounts receivable for services provided in the normal course of business, net of discounts, duties and sales taxes.

#### Intangible fixed assets

Intangible fixed assets comprise software costs which are stated in the Balance Sheet at their cost, less any subsequent accumulated depreciation.

Amortisation is provided on a straight-line basis to write off these assets over their useful economic lives. The rates used are as follows:

Computer software: 5 to 10 years

#### Tangible fixed assets

Tangible fixed assets are stated at cost less accumulated depreciation and accumulated impairment losses. The initial cost of an asset comprises its purchase price or construction cost and any costs directly attributable to bringing the asset into operation.

Depreciation is provided on a straight-line basis to write off tangible fixed assets over their useful economic lives. The rates used are as follows:

## Notes to the Financial Statements (continued)

### 1. Accounting policies (continued)

Leasehold buildings:	25 years;
Equipment and production plant:	3 to 30 years;
Computer equipment:	4 years

#### Impairment

The carrying values of fixed assets are reviewed for impairment if events or changes in circumstances indicate the carrying amount may not be recoverable. An impairment loss is provided for in the current year profit and loss account when the carrying value of the asset exceeds its estimated recoverable amount. The estimated recoverable amount is defined as the higher of the net realisable value and value in use. The value in use is determined by reference to estimated future discounted cash flows.

#### Borrowing costs

All borrowing costs are recognised in the profit or loss in the period in which they are incurred.

#### Financial instruments

Financial assets such as receivables, advances and loans are classified as loans and receivables, and initially recognised at fair value, including directly attributable costs. Subsequently these financial assets are carried at amortised cost less impairment using the effective interest rate method.

Financial liabilities are initially recognised at fair value, net of transaction costs as appropriate, and subsequently carried at amortised cost.

#### Pensions

Certain of the Company's employees are members of a defined contribution occupational pension scheme, administered by the Company's ultimate parent undertaking, E D & F Man Holdings Limited.

Company contributions are charged to the profit and loss account when they become payable.

#### Taxation

Tax on the profit and loss for the year comprises current and deferred taxation. Tax is recognised in the Profit and Loss Account. Current taxation is the expected tax payable on the taxable profit for the year and any adjustments to tax payable in respect of previous years.

A deferred tax asset or liability is recognised in respect of all deductible or taxable temporary differences between the tax bases of assets and liabilities and their carrying amount for financial reporting purposes at the reporting date.

Deferred tax assets are recognised for deductible temporary differences, carry forward of unused tax credits and unused tax losses, to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised.

## Notes to the Financial Statements (continued)

### 1. Accounting policies (continued)

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on the tax rates and laws enacted or substantively enacted at the yearend date

#### Employee share option schemes

The Company's ultimate parent, E D & F Man Holdings Limited, issues equity-settled share-based payments to certain of the Company's employees (including Directors) whereby employees render services in exchange for shares or rights over shares.

The cost of the share-based payment transactions with employees is measured by reference to the fair value of the shares awarded at the date the award is granted.

The cost of share-based payments is recognised in the Profit and Loss account, together with a corresponding entry in the Profit and Loss reserve, over the performance period and the period after which the relevant employees become fully entitled to the award (the "vesting period"). At each Balance Sheet date before vesting, the cumulative expense is calculated, representing the extent to which the vesting period has expired and management's best estimate of the number of equity instruments that will ultimately vest. The movement in cumulative expense since the prior Balance Sheet date is recognised in the Profit and Loss account, with the corresponding entry in equity.

Any amounts charged by the Company's parent in respect of the shares awarded to employees are charged directly to equity.

#### Leases

Operating lease rentals are charged to the profit and loss account over the term of the lease on a straight-line basis.

## Notes to the Financial Statements (continued)

### 2. Revenue

Revenue represents the amounts derived from the sale of goods and the provision of services stated net of sales taxes

	<b>30 September 2018 £'000</b>	<b>30 September 2017 £'000</b>
Sale of goods	44,351	39,868
Storage and related services	1,903	1,434
	<u>46,254</u>	<u>41,302</u>

### 3. Operating profit

Operating profit is stated after charging:

	<b>30 September 2018 £'000</b>	<b>30 September 2017 £'000</b>
Depreciation of owned tangible fixed assets	308	325
Amortisation of intangible assets	2	6
Auditors' remuneration - Audit services – UK	36	41
Operating lease rentals - Company cars	78	74
- Plant and machinery	5	8
- Land and buildings	278	248
	<u>                    </u>	<u>                    </u>

### 4. Staff costs

	<b>30 September 2018 £'000</b>	<b>30 September 2017 £'000</b>
Wages and salaries	1,611	1,548
Social security costs	171	143
Pension costs	160	155
	<u>1,942</u>	<u>1,846</u>

## Notes to the Financial Statements (continued)

### 4. Staff costs (continued)

	<b>30 September 2018 Number</b>	<b>30 September 2017 Number</b>
The average monthly number of employees during the period, including directors, was:		
Sales and administration	<u>43</u>	<u>43</u>

All staff whose costs are disclosed above are employees of a fellow group company, Agman Holdings Limited. As they all perform duties solely for E D & F Man Liquid Products UK Limited the staff costs figures represent recharges received from Agman Holdings Limited.

### 5. Directors' emoluments

	<b>30 September 2018 £'000</b>	<b>30 September 2017 £'000</b>
Emoluments	173	168
Amounts charged in respect of pension schemes	<u>23</u>	<u>23</u>
	<u>196</u>	<u>191</u>

	<b>30 September 2018 Number</b>	<b>30 September 2017 Number</b>
Members of money purchase schemes	<u>1</u>	<u>1</u>

### 6. Net interest payable and similar charges

	<b>30 September 2018 £'000</b>	<b>30 September 2017 £'000</b>
Interest payable on:		
- Amounts due to group undertakings	<u>33</u>	<u>55</u>



## Notes to the Financial Statements (continued)

### 7. Tax on profit on ordinary activities

	30 September 2018 £'000	30 September 2017 £'000
<b>(a) Tax on ordinary activities</b>		
Current tax:		
Current year	448	425
Adjustment in respect of prior years	3	17
	<u>451</u>	<u>442</u>
Deferred tax:		
Current year	(25)	(49)
Adjustment in respect of prior years	(5)	(19)
	<u>421</u>	<u>374</u>
Total taxation charge		
	<u>421</u>	<u>374</u>
Reconciliation of the taxation charge		
Profit before tax	<u>2,078</u>	<u>1,919</u>
Charge at UK tax rate of 19.00% (2017: 19.50%)	395	374
Expenses not deductible for tax purposes	23	1
Prior year adjustment	3	(2)
In respect of UK tax rate change	-	1
Total taxation	<u>421</u>	<u>374</u>

### (b) Change in corporate tax rate

The UK corporation tax rate was reduced to 19% effective from 1 April 2017 and 17% effective from 1 April 2020. This will reduce the company's future current tax charge accordingly. The deferred tax liability at 30 September 2018 has been calculated based on the rate of 17% substantively enacted at the balance sheet date.

### (c) Deferred taxation

	30 September 2018 £'000
At 1 October 2017	172
Arising in the year	30
At 30 September 2018	<u>202</u>

### Analysis of deferred tax

	30 September 2018 £'000	30 September 2017 £'000
Capital Allowance	168	134
Share based payments	34	38
Total deferred tax asset/(liability)	<u>202</u>	<u>172</u>

## Notes to the Financial Statements (continued)

### 8. Intangible fixed assets

	Computer Software £000	Total £000
<b>Cost</b>		
At 1 October 2017	14	14
Additions in the year	-	-
<b>At 30 September 2018</b>	<u>14</u>	<u>14</u>
<b>Accumulated depreciation</b>		
At 1 October 2017	6	6
Charge in the year	2	2
<b>At 30 September 2018</b>	<u>8</u>	<u>8</u>
<b>Net book value</b>		
<b>At 30 September 2018</b>	<u>6</u>	<u>6</u>
At 30 September 2017	<u>8</u>	<u>8</u>

### 9. Tangible fixed assets

	Land & Buildings Leasehold £'000	Equipment & Vehicles £'000	Assets Under Construction £'000	Total £'000
<b>Cost</b>				
At 1 October 2017	11	2,665	132	2,808
Additions in the year	-	340	26	366
Projects in Progress	-	132	(132)	-
Disposals	-	-	-	-
<b>At 30 September 2018</b>	<u>11</u>	<u>3,137</u>	<u>26</u>	<u>3,174</u>
<b>Accumulated depreciation</b>				
At 01 October 2017	3	322	-	325
Change in the year	3	305	-	308
<b>At 30 September 2018</b>	<u>6</u>	<u>627</u>	<u>-</u>	<u>633</u>
<b>At 30 September 2018</b>	<u>5</u>	<u>2,510</u>	<u>26</u>	<u>2,541</u>
At 1 October 2017	<u>8</u>	<u>2,343</u>	<u>132</u>	<u>2,483</u>

## Notes to the Financial Statements (continued)

### 10. Inventory

	2018 £'000	2017 £'000
Raw materials	3,850	3,278
Boiler Fuel	39	27
	<u>3,889</u>	<u>3,305</u>

During the year inventories of £27,072,322 (2017 - £25,322,398) were recognised as an expense in Cost of Goods Sold. Inventories written down to net realisable value in the year was £nil (2017 - £nil).

### 11. Debtors

	2018 £'000	2017 £'000
<b>Amounts falling due within one year</b>		
Trade receivables	5,369	5,916
Other taxation and social security costs	294	233
Prepayments	223	280
Other debtors	99	74
	<u>5,985</u>	<u>6,503</u>

### 12. Creditors – amounts falling due within one year

	2018 £'000	2017 £'000
Trade creditors	904	1,874
Amounts due to group undertakings	1,601	3,201
Corporation tax	448	425
Accruals and deferred income	1,792	788
	<u>4,745</u>	<u>6,288</u>

### 13. Financial commitments

	Plant, Machinery and Cars		Land and buildings	
	2018 £'000	2017 £'000	2018 £'000	2017 £'000
<b>Operating leases</b>				
Maturity of future minimum lease payments under non-cancellable operating leases:				
Within one year	24	26	386	281
Between two and five years	67	68	1,053	404
After five years		-	546	56
	<u>91</u>	<u>94</u>	<u>1,985</u>	<u>741</u>

## Notes to the Financial Statements (continued)

### 14. Share capital

	Authorised Number	£000	Issued and Fully paid Number	£
Ordinary shares of £1 each Attributable to equity interests				
<b>At 30 October 2017 and 30 September 2018</b>	100,000	100	1	1

### 15. Reserves

	Profit and Loss 2018 £'000
At 1 October 2017	6,270
Profit for the year	1,651
Share based payments	6
<b>At 30 September 2018</b>	<u>7,927</u>

### 16. Share awards

The Company's ultimate parent company makes conditional awards of its shares to some employees under annual schemes based on performance of the individual and the company. The schemes permit the employee to purchase a defined number of shares, following a vesting period, at an aggregate price of \$1.

The weighted average remaining contractual life of share options outstanding at end of year was 0.7 years.

### 17. Ultimate parent undertaking

The immediate parent company is Agman Holdings Limited, and the ultimate parent undertaking is E D & F Man Holdings Limited, a company registered in England and Wales. The consolidated financial statements of E D & F Man Holdings Limited are available from:

E D & F Man Holdings Limited  
 3 London Bridge Street  
 London SE1 9SG

The smallest group of undertakings of which the Company is a member that draws up group financial statements is that of E D & F Man Holdings Limited.