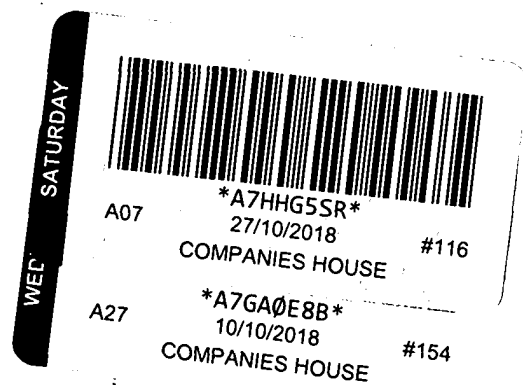


**AUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2018**  
**FOR**  
**ONYX SCIENTIFIC LIMITED**



**CONTENTS OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2018**

	<b>Page</b>
<b>Company Information</b>	<b>1</b>
<b>Balance Sheet</b>	<b>2</b>
<b>Notes to the Financial Statements</b>	<b>3</b>

**ONYX SCIENTIFIC LIMITED**

**COMPANY INFORMATION**  
**FOR THE YEAR ENDED 31 MARCH 2018**

**DIRECTORS:**

Mrs D Bowser  
Dr D J Londesbrough  
N V Lane  
P Godha

**REGISTERED OFFICE:**

Units 97-98 Silverbriar  
Sunderland Enterprise Park East  
Sunderland  
Tyne and Wear  
SR5 2TQ

**REGISTERED NUMBER:**

03947634 (England and Wales)

**AUDITORS:**

Leasing Marrison Lee Limited  
Chartered Certified Accountants  
Statutory Auditors  
46 Main Street  
Mexborough  
South Yorkshire  
S64 9DU

**BANKERS:**

HSBC  
33 Park Row  
Leeds  
West Yorkshire  
LS1 1LD


**BALANCE SHEET**  
**31 MARCH 2018**

	Notes	2018		2017	
		£	£	£	£
<b>FIXED ASSETS</b>					
Tangible assets	4		1,094,192		858,726
Investments	5		720,935		-
			<u>1,815,127</u>		<u>858,726</u>
<b>CURRENT ASSETS</b>					
Stocks		609,767		386,739	
Debtors	6	1,081,610		2,150,747	
Cash at bank and in hand		720,158		1,401,400	
		<u>2,411,535</u>		<u>3,938,886</u>	
<b>CREDITORS</b>					
Amounts falling due within one year	7	1,091,009		995,944	
				<u>995,944</u>	
<b>NET CURRENT ASSETS</b>			<u>1,320,526</u>		<u>2,942,942</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			3,135,653		3,801,668
<b>PROVISIONS FOR LIABILITIES</b>	9		104,827		218,270
<b>NET ASSETS</b>			<u>3,030,826</u>		<u>3,583,398</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	10		368,122		368,122
Share premium			12,358		12,358
Retained earnings			2,650,346		3,202,918
<b>SHAREHOLDERS' FUNDS</b>			<u>3,030,826</u>		<u>3,583,398</u>

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

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

Approved and authorised for issue by the Board of Directors on 10<sup>th</sup> MAY 2018 and were signed on its behalf by:



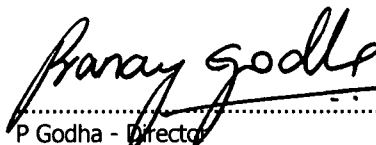
N V Lane - Director



Mrs D Bowser - Director



Dr D J Londesbrough - Director



P Godha - Director

## **ONYX SCIENTIFIC LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS** **FOR THE YEAR ENDED 31 MARCH 2018**

#### **1. STATUTORY INFORMATION**

Onyx Scientific 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.

#### **2. ACCOUNTING POLICIES**

##### **Basis of preparing the financial statements**

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

##### **Turnover**

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

##### **Tangible fixed assets**

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

Improvements to property	- 10% on cost
Plant and machinery	- at varying rates on cost and at variable rates on reducing balance
Fixtures and fittings	- 25% on reducing balance
Computer equipment	- 25% on reducing balance

##### **Investments in associates**

Investments in associate undertakings are recognised at cost.

##### **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.

##### **Hire purchase and leasing commitments**

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

##### **Pension costs and other post-retirement benefits**

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

##### **Grants**

Grants relating to revenue items are credited to the Profit and Loss Account in the same accounting period as the expenditure to which the grant relates. Grants in respect of Capital items are credited to the Profit and Loss Account over the same period as the asset to which the grant relates is written off.

##### **Stocks**

Stocks and work in progress are valued at cost, determined on a first in first out basis, after making the appropriate allowance for obsolete and slow moving items.

Cost of work in progress consists of direct costs and an appropriate proportion of fixed and variable overheads.

##### **Deferred tax**

Deferred tax is recognised in respect of all material timing differences that have originated but have not reversed at the balance sheet date.

#### **3. EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 52 (2017 - 52).

**ONYX SCIENTIFIC LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 MARCH 2018**

**4. TANGIBLE FIXED ASSETS**

	Improvements to property £	Plant and machinery £	Fixtures and fittings £	Computer equipment £	Totals £
<b>COST</b>					
At 1 April 2017	981,483	3,177,501	41,008	122,726	4,322,718
Additions	61,616	371,089	4,365	9,055	446,125
Disposals	-	-	-	(49,841)	(49,841)
At 31 March 2018	1,043,099	3,548,590	45,373	81,940	4,719,002
<b>DEPRECIATION</b>					
At 1 April 2017	805,233	2,536,036	33,241	89,482	3,463,992
Charge for year	38,669	156,856	3,188	10,084	208,797
Eliminated on disposal	-	-	-	(47,979)	(47,979)
At 31 March 2018	843,902	2,692,892	36,429	51,587	3,624,810
<b>NET BOOK VALUE</b>					
At 31 March 2018	199,197	855,698	8,944	30,353	1,094,192
At 31 March 2017	176,250	641,465	7,767	33,244	858,726

**5. FIXED ASSET INVESTMENTS**

	Interest in associate £
<b>COST</b>	
Additions	720,935
At 31 March 2018	720,935
<b>NET BOOK VALUE</b>	
At 31 March 2018	720,935

During the year the Company has acquired 10% common stock of Pisgah Laboratories Inc. (Pisgah) based out of North Carolina, USA. Pisgah was originally founded in the year 1981 as a contract manufacturer and developer of active pharmaceutical ingredients (APIs) and intermediates and has been a chemistry solutions provider for over three decades. This acquisition will help the Company to establish its foothold in the US market (including but not limited to) in the field of research / small volume APIs and intermediates manufacturing. Pisgah will continue to operate out of its North Carolina manufacturing facility under the Pisgah trade name.

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

	2018 £	2017 £
Trade debtors	978,444	669,930
Amounts owed by group undertakings	-	942,824
Other debtors	28,539	28,539
Tax	-	434,205
Prepayments	74,627	75,249
	<u>1,081,610</u>	<u>2,150,747</u>

**ONYX SCIENTIFIC LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 MARCH 2018**

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

	2018	2017
	£	£
Trade creditors	287,913	375,556
Corporation Tax	150,200	-
Social security and other taxes	46,600	44,988
VAT	60,685	53,543
Other creditors	147,640	405
Accrued expenses	397,971	515,331
Deferred government grants	-	6,121
	<u>1,091,009</u>	<u>995,944</u>

**8. LEASING AGREEMENTS**

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

	2018	2017
	£	£
Within one year	2,435	3,009
Between one and five years	151,250	112,969
	<u>153,685</u>	<u>115,978</u>

**9. PROVISIONS FOR LIABILITIES**

	2018	2017
	£	£
Deferred tax	<u>104,827</u>	<u>218,270</u>
		Deferred tax
		£
Balance at 1 April 2017		218,270
Accelerated capital allowances		15,418
Other		(124,155)
Rate change		(4,706)
Balance at 31 March 2018		<u>104,827</u>

The other deferred tax credit for the year of £124,155 is the reversal of the provision made in 2017 for the corporation tax payable on the Research & Development Expenditure Credit.

**10. CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2018	2017
		£	£	£
368,122	Ordinary	£	<u>368,122</u>	<u>368,122</u>

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

The Report of the Auditors was unqualified.

Robert Tippet FCCA (Senior Statutory Auditor)  
for and on behalf of Leasing Morrison Lee Limited

*Robert Tippet*

**ONYX SCIENTIFIC LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31 MARCH 2018**

**12. CAPITAL COMMITMENTS**

	2018	2017
	£	£
Contracted but not provided for in the financial statements	<u>67,197</u>	<u>70,626</u>

**13. RELATED PARTY DISCLOSURES**

The entire share capital of the company is owned by Ipca Laboratories (UK) Limited.

Ipca Laboratories (UK) Limited

During the year to 31 March 2018, Ipca Laboratories (UK) Limited was paid a dividend amounting to £1,964,463 (2017 management fee: £360,000, dividend £368,122).

At the balance sheet date, an amount of £nil (2017: £4,000) was due by the company.. At the same date, there is also an inter-company loan balance of £nil (2015: £942,823) due to the company.

**14. APB ETHICAL STANDARD - PROVISIONS AVAILABLE FOR SMALL ENTITIES**

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

**15. ULTIMATE CONTROLLING PARTY**

The company is a wholly owned subsidiary of Ipca Laboratories (UK) Limited, which is a wholly owned subsidiary of Ipca Laboratories Limited, a company listed on the Bombay stock exchange and National stock exchange of India.