

COMPANY REGISTERED NO: 5496278

DIPESH SHAH DESIGN STUDIO LIMITED

DIRECTOR'S REPORT AND ACCOUNTS

for the

YEAR ENDED 31ST MARCH 2020



DIRECTOR'S REPORT

FOR THE YEAR ENDED 31ST MARCH 2020

The director presents his report and financial statements for the year ended 31st March 2020.

DIRECTORS

Dipesh Shah acted as director throughout the year.

SPECIAL EXEMPTIONS

The report of the directors has been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

Approved by the director on 16th March 2021

A handwritten signature in black ink, appearing to read 'Dipesh Shah', with a horizontal line extending to the right.

Dipesh Shah (Director)

STATEMENT OF FINANCIAL POSITION AS AT 31ST MARCH 2020

	Notes	£	2020 £	£	2019 £
FIXED ASSETS					
Tangible	5		11,345		15,127
Investment	6		305,893		362,750
			<u>317,238</u>		<u>377,877</u>
CURRENTS ASSETS					
Work in progress	7	-		3,150	
Debtors	8	85,079		119,909	
Cash at bank and in hand		34,676		113,754	
		<u>119,755</u>		<u>236,813</u>	
CREDITORS					
Amounts falling due within one year	9a	(144,612)		(226,637)	
NET CURRENT ASSETS			(24,857)		10,176
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>292,381</u>		<u>388,053</u>
CREDITORS					
Amounts falling due after more than one year	9b		(207,500)		(218,000)
PROVISION FOR LIABILITIES AND CHARGES - Deferred taxation	10		-		(2,773)
NET ASSETS			<u>84,881</u>		<u>167,280</u>
Represented by:					
CAPITAL AND RESERVES					
Called up share capital			100		100
Profit and loss account			84,781		167,180
EQUITY SHAREHOLDERS' FUNDS			<u>84,881</u>		<u>167,280</u>

For the year ending 31st March 2020 the company was entitled to exemption from audit under section 477 of the Companies Act 2006.

The members have not required the company to obtain an audit of the financial statements in accordance with section 476 of the Companies Act 2006.

The director acknowledges his responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to small companies regime of the Companies Act 2006 and in accordance with the provisions of FRS102 Section 1A - small entities.

Approved by the director on 16th March 2021


Dipesh Shah (Director)

COMPANY REGISTERED NO: 5496278

STATEMENT OF INCOME AND RETAINED EARNINGS

FOR THE YEAR ENDED 31ST MARCH 2020

	Notes	Year to 31st March 2020 £	Period to 31st March 2019 £
TURNOVER	3c	298,773	269,367
Cost of sales		(89,186)	(32,825)
GROSS PROFIT		<u>209,587</u>	<u>236,542</u>
Administrative expenses		(289,689)	(210,318)
OPERATING (LOSS) / PROFIT		<u>(80,102)</u>	<u>26,224</u>
INTEREST RECEIVED		200	97
INTEREST PAID		(12,782)	(602)
(LOSS) / PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		<u>(92,684)</u>	<u>25,719</u>
TAX ON (LOSS) / PROFIT ON ORDINARY ACTIVITIES	4	10,285	(4,947)
RETAINED (LOSS) / PROFIT FOR THE YEAR		<u>(82,399)</u>	<u>20,772</u>
Retained profits brought forward		167,180	146,408
Dividends paid		-	-
Retained profits carried forward		<u><u>84,781</u></u>	<u><u>167,180</u></u>

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST MARCH 2020

1 COMPANY INFORMATION

Dipesh Shah Design Studio Limited's principal business is to provide services as architects.

The company is a private company limited by shares and is incorporated and domiciled in England. It's registered office address is North Studio, 116a High Street, Edgware, Middlesex HA8 7EL.

2 BASIS OF PREPARATION

The financial statements of Dipesh Shah Design Studios Limited have been prepared in compliance with United Kingdom Accounting Standards, including Financial Reporting Standard '102 Section 1A' smaller 'entities' The Financial Reporting Standard applicable in the United Kingdom and Ireland' ("FRS 102") and the Companies Act 2006. The financial statements have been prepared on the historical cost basis.

The financial statements are presented in Sterling (£).

Critical accounting estimates and judgements

No significant judgements have been made by the directors in preparing these financial statements.

3 ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of the financial statements are set out below and have remained unchanged from the previous year, and have also been consistently applied within the same accounts.

a Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost. Depreciation is charged so as to write off the full cost over their expected useful lives. The rates used are :

Furniture and equipment	Owned assets - 25% reducing balance
-------------------------	-------------------------------------

b Profit recognition on contracts / long term contracts

Profit on contracting activities is taken as work progresses. Unless a more conservative approach is necessary, the percentage margin on each individual contract is the lower of the margin earned to date and that forecast at completion taking account of agreed claims. Full provision is made for all known or expected losses at completion immediately such losses are forecast on each contract.

Claims are included in the valuation of contracts and credited to the profit and loss account only when entitlement has been established.

Work in progress on small projects incomplete at balance sheet date is stated at the lower of cost plus attributable overheads and net realisable value.

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST MARCH 2020

3 ACCOUNTING POLICIES - continued**c Turnover**

Turnover represents the value of work carried out in respect of contracting activities during the year, including any amounts invoiced after the balance sheet date in respect of work completed during the year. Turnover excludes value added tax.

d Taxation

Current tax is recognised for the amount of income tax payable in respect of the taxable profit for the current or past reporting years using the tax rates and laws that have been enacted or substantively enacted by the reporting date.

Deferred tax is recognised in respect of all timing differences at the reporting date, except as otherwise indicated.

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

If and when all conditions for retaining tax allowances for the cost of a fixed asset have been met, the deferred tax is reversed.

Deferred tax is calculated using the tax rates and laws that have been enacted or substantively enacted by the reporting date that are expected to apply to the reversal of the timing differences.

Deferred tax liabilities are presented within provisions for liabilities and deferred tax assets within debtors.

e Pension costs

Employer contributions to defined contribution schemes are charged to the profit and loss account in the year in which they are paid. The assets of the scheme are held separately from the company in an independently administered fund or with insurance companies.

f Operating lease commitments

Rental charges on operating leases are taken to the profit and loss account on a straight line basis over the life of the lease.

g Investment in subsidiary

The investments which comprise a 100% shareholding in a group undertakings is stated at cost less any adjustment for diminution in value.

h Debtors

Basic financial assets, including trade and other debtors, are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the transaction is measured at present value of the future receipts discounted at market rate of interest. Such assets are subsequently carried at amortised cost using the effective interest method, less any impairment.

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST MARCH 2020

i Cash and cash equivalents

Cash and cash equivalents are represented by cash in hand, deposits held at call with financial institutions and other short term highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

j Creditors

Basic financial liabilities, including trade and other creditors are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the debt instrument is measured at present value of the future payments discounted at market rates of interest. Such instruments are subsequently carried at amortised cost using the effective interest method, less any impairment.

k Financial instruments

The company only enters into basic financial instruments that result in the recognition of financial assets and liabilities like trade and other debtors and creditors.

Financial assets that are measured at cost and amortised are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in profit and loss.

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

l Group accounts

The company has taken advantage of the exemption conferred by Section 398 of the Companies Act 2006 not to prepare group accounts. The information presented in the financial statements relates to the company only.

4 TAXATION

	Year to 31st March 2020 £	Period to 31st March 2019 £
United Kingdom corporation tax - recoverable in 2020	7,512	(5,591)
Deferred taxation released	2,773	644
Total tax recoverable / (charge) for the year	<u>10,285</u>	<u>(4,947)</u>

5 TANGIBLE FIXED ASSETS

	COST £	DEPN £	NET BOOK VALUE £
Furniture and equipment			
At 1st April 2019	76,565	61,438	<u>15,127</u>
Additions / depreciation charge for the year	-	3,782	
At 31st March 2020	<u>76,565</u>	<u>65,220</u>	<u>11,345</u>

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST MARCH 2020

6 INVESTMENT - interest in subsidiary undertaking

This comprises a 100% interest in Ideal Planning and Design Consultants Limited

	2020 £	2019 £
Opening balance	362,750	-
Amount paid including deferred consideration	-	362,750
Deferred consideration - reduction in amount payable	(56,857)	-
	<u>305,893</u>	<u>362,750</u>

It's registered office address is North Studio, 116a High Street, Edgware, Middlesex HA8 7EL.

The company's principal business is the provision of architectural and design services.

The aggregate value of the capital and reserves of the acquired company at 31st March 2020 was £46,317 (2019: £31,277). In the year to 31st March 2020, the company's profit after taxation was £15,040 (2019: loss £27,217).

7 WORK-IN-PROGRESS

Work on projects partly completed but unbilled at the balance sheet date amounted to £Nil (2019: £3,150).

8 DEBTORS

	2020 £	2019 £
Amounts receivable within one year		
Trade debtors	41,067	82,637
Corporation tax recoverable	7,512	-
Sundry loan	27,500	27,500
Sundry debtors and prepayments	9,000	9,772
	<u>85,079</u>	<u>119,909</u>

9a CREDITORS: amounts falling due within one year

	2020 £	2019 £
Bank loan - secured	10,849	10,751
Amount owed to subsidiary undertaking	21,000	-
Current corporation tax payable	-	11,354
Other taxes and social security costs	10,025	11,069
Sundry loans	95,000	75,000
Other creditors and accruals	7,738	118,463
	<u>144,612</u>	<u>226,637</u>

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST MARCH 2020

9b CREDITORS: amounts falling due within one year	2020	2019
	£	£
Bank loan - secured	<u>207,500</u>	<u>218,000</u>
The bank loan is repayable by instalments as follows		
Within 2 - 5 years	48,000	48,000
Over 5 years	<u>159,500</u>	<u>170,000</u>
The loan is secured by way of a fixed and floating charge over the assets of the company.		
10 DEFERRED TAXATION	2020	2019
	£	£
Excess of capital allowances over depreciation:		
Balance brought forward	(2,773)	(3,417)
Released to profit and loss account	2,773	644
Balance carried forward	<u>-</u>	<u>(2,773)</u>
11 TRANSACTIONS INVOLVING THE DIRECTOR		
The sundry loan debtor comprises a loan of £27.5K made to Orange Tree Property Developments Ltd, a company in which Mr Dipesh Shah is a director. The loan is currently interest free.		
12 AVERAGE NUMBER OF EMPLOYEES	2020	2019
	Number	Number
Average number of employees, including the director	<u>7</u>	<u>7</u>
13 OTHER FINANCIAL COMMITMENTS	2020	2019
	£	£
Annual commitments under operating leases were as follows:		
Short leasehold premises		
Operating leases expiring within one to two years:	<u>-</u>	<u>33,000</u>
Equipment		
Operating leases expiring after five years:	<u>12,972</u>	<u>16,744</u>
Motor vehicle		
Operating lease expiring one to two years:	<u>-</u>	<u>5,331</u>