

COMPANY REGISTERED NO: 5496278

DIPESH SHAH DESIGN STUDIO LIMITED

DIRECTOR'S REPORT AND ACCOUNTS

for the

YEAR ENDED 31ST MARCH 2023



**DIRECTOR'S REPORT**

**FOR THE YEAR ENDED 31ST MARCH 2023**

The director presents his report and financial statements for the year ended 31st March 2023.

**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 30th November 2023



Dipesh Shah (Director)

## STATEMENT OF FINANCIAL POSITION AS AT 31ST MARCH 2023

	Notes	£	2023 £	£	2022 £
<b>FIXED ASSETS</b>					
Tangible	5		15,538		12,705
Investment	6		<u>10,000</u>		<u>10,000</u>
			25,538		22,705
<b>CURRENTS ASSETS</b>					
Work in progress	7	-			
Debtors	8	151,319		114,175	
Cash at bank and in hand		<u>42,318</u>		<u>39,255</u>	
		193,637		153,430	
<b>CREDITORS</b>					
Amounts falling due within one year	9a	<u>(141,762)</u>		<u>(127,665)</u>	
<b>NET CURRENT ASSETS / (LIABILITIES)</b>			51,875		25,765
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>77,413</u>		<u>48,470</u>
<b>CREDITORS</b>					
Amounts falling due after more than one year	9b		(156,000)		(175,200)
<b>PROVISIONS FOR LIABILITIES &amp; CHARGES</b>					
Deferred tax			(3,249)		-
<b>NET LIABILITIES</b>			<u>(81,836)</u>		<u>(126,730)</u>
Represented by:					
<b>CAPITAL AND RESERVES</b>					
Called up share capital			100		100
Profit and loss account			(81,936)		(126,832)
<b>EQUITY SHAREHOLDERS' DEFICIT</b>			<u>(81,836)</u>		<u>(126,732)</u>

For the year ending 31st March 2023 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 - smaller entities.

Approved by the director on 30th November 2023

  
Dipesh Shah (Director)

COMPANY REGISTERED NO: 5496278

## STATEMENT OF INCOME AND RETAINED EARNINGS

FOR THE YEAR ENDED 31ST MARCH 2023

	Notes	2023 £	2022 £
<b>TURNOVER</b>	3c	484,574	435,680
Cost of sales		(31,181)	(15,565)
<b>GROSS PROFIT</b>		<u>453,393</u>	<u>420,115</u>
Administrative expenses		(389,461)	(392,375)
<b>OPERATING PROFIT</b>		<u>63,932</u>	<u>27,740</u>
Provision for diminution in value of fixed asset investment		-	(8,600)
<b>INTEREST RECEIVED</b>		6	43
<b>INTEREST PAID</b>		(9,232)	(11,169)
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		<u>54,706</u>	<u>8,014</u>
<b>TAX ON PROFIT ON ORDINARY ACTIVITIES</b>	4	(9,810)	-
<b>RETAINED PROFIT FOR THE YEAR</b>		<u>44,896</u>	<u>8,014</u>
Retained loss brought forward		(126,832)	(134,846)
Retained loss carried forward		<u>(81,936)</u>	<u>(126,832)</u>

**NOTES TO THE ACCOUNTS****FOR THE YEAR ENDED 31ST MARCH 2023****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
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**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 2023****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 2023

**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.

<b>4 TAXATION</b>	<b>2023</b>			<b>2022</b>
	<b>£</b>			<b>£</b>
United Kingdom corporation tax recoverable	6,561			-
Deferred tax charge	3,249			-
	<u>9,810</u>			<u>-</u>
<b>5 TANGIBLE FIXED ASSETS</b>	<b>COST</b>	<b>DEPN</b>	<b>NET BOOK VALUE</b>	
<b>Furniture and equipment</b>	<b>£</b>	<b>£</b>	<b>£</b>	
At 1st April 2022	85,771	73,066	<u>12,705</u>	
Additions / depreciation charge for the year	6,009	3,176		
At 31st March 2023	<u>91,780</u>	<u>76,242</u>	<u>15,538</u>	

## NOTES TO THE ACCOUNTS

## FOR THE YEAR ENDED 31ST MARCH 2023

**6 INVESTMENT - Interest in subsidiary undertaking**

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

	2023 £	2022 £
Opening balance	10,000	18,600
Provision for diminution in value	-	(8,600)
	<u>10,000</u>	<u>10,000</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. This activity has declined owing to lack of new business but it is expected to go up in the next year or so.

The aggregate value of the capital and reserves of IPD Limited at 31st March 2023 was £11,596 (2022: £15,896). In the year to 31st March 2023, the company's loss after taxation was £4,300 (2022: loss: £2,713).

**7 WORK-IN-PROGRESS**

Work on projects partly completed but unbilled at the balance sheet date amounted to £Nil.

**8 DEBTORS**

	2023 £	2022 £
<b>Amounts receivable within one year</b>		
Trade debtors	103,804	67,705
Sundry loan	33,500	33,500
Sundry debtors and prepayments	14,015	12,970
	<u>151,319</u>	<u>114,175</u>

**9a CREDITORS: amounts falling due within one year**

	2023 £	2022 £
Bank loan - secured	11,744	11,256
Amount owed to subsidiary undertaking	9,700	13,700
Trade creditors	22,555	14,407
Current corporation tax	6,561	-
Other taxes and social security costs	22,459	19,631
Sundry loans	65,000	65,000
Other creditors and accruals	3,743	3,673
	<u>141,762</u>	<u>127,667</u>

## NOTES TO THE ACCOUNTS

## FOR THE YEAR ENDED 31ST MARCH 2023

<b>9b CREDITORS: amounts falling due within one year</b>	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Bank loans - secured	<u>156,000</u>	<u>175,200</u>
The bank loan is repayable by instalments as follows		
Within 2 - 5 years	50,000	50,000
Over 5 years	<u>106,000</u>	<u>125,200</u>

The loan is secured by way of a fixed and floating charge over the assets of the company.

Interest on the loan is fixed at 5.31% for 60 months and will then be on a variable rate at 3.67% per year over the banks base rate.

**10 TRANSACTIONS INVOLVING THE DIRECTOR**

The sundry loan debtor comprises a loan of £33.5K made to Orange Tree Property Developments Ltd, a company in which Dipesh Shah is a director. The loan is currently interest free.

<b>11 AVERAGE NUMBER OF EMPLOYEES</b>	<b>2023</b>	<b>2022</b>
	<b>Number</b>	<b>Number</b>
Average number of employees, including the director	<u>8</u>	<u>9</u>
<b>12 OTHER FINANCIAL COMMITMENTS</b>	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Annual commitments under operating leases were as follows:		
<b>Short leasehold premises</b>		
Operating leases expiring within one year:	7,500	-
Operating leases expiring within two to five years:	<u>-</u>	<u>25,500</u>
<b>Equipment</b>		
Operating leases expiring within two to five years:	<u>2,651</u>	<u>5,427</u>