

COMPANY REGISTRATION NUMBER: 7824405

Capital Freshways Limited

Filleted Accounts

31st December 2015

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A20	15/10/2016	#105
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A21	28/09/2016	#295
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JAVED & CO

Accountants & statutory auditor
109 Hagley Road
Birmingham
B16 8LA

Capital Freshways Limited
Filleted Accounts
Year Ended 31st December 2015

Contents	Page
Officers and professional advisers	1
Statement of financial position	2
Notes to the filleted accounts	4

Capital Freshways Limited
Officers and Professional Advisers

Director	Mr Arundeeep Singh Nijjar
Registered office	16 Eastman Road Acton London W3 7YG
Auditor	Javed & Co Accountants & statutory auditor 109 Hagley Road Birmingham B16 8LA
Bankers	Barclays Bank Plc Queen Square Wolverhampton WV1 1DS

Capital Freshways Limited
Statement of Financial Position
31st December 2015

	Note	2015 £	2014 £
Fixed assets			
Intangible assets	8	16,867	21,083
Tangible assets	9	<u>266,876</u>	<u>68,872</u>
		<u>283,743</u>	<u>89,955</u>
Current assets			
Stocks		25,237	26,672
Debtors	10	329,516	338,431
Cash at bank and in hand		<u>237,720</u>	<u>186,229</u>
		<u>592,473</u>	<u>551,332</u>
Creditors: amounts falling due within one year	11	<u>901,048</u>	<u>786,825</u>
Net current liabilities		<u>308,575</u>	<u>235,493</u>
Total assets less current liabilities		<u>(24,832)</u>	<u>(145,538)</u>
Provisions			
Taxation including deferred tax	13	(20,090)	-
Net liabilities		<u>(4,742)</u>	<u>(145,538)</u>

The statement of financial position
continues on the following page.
The notes on pages 4 to 13 form part of these financial statements

Capital Freshways Limited
Statement of Financial Position *(continued)*
31st December 2015

	Note	2015 £	2014 £
Capital and reserves			
Called up share capital	15	100	100
Profit and loss account	16	(4,842)	(145,638)
Shareholders deficit		<u>(4,742)</u>	<u>(145,538)</u>

These filled financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and for the audit report see note (23)

These filled financial statements were approved by the board of directors and authorised for issue on 14th September 2016 and are signed on behalf of the board by



Mr Arundeep Singh Nijjar
 Director

Company registration number 7824405

The notes on pages 4 to 13 form part of these financial statements

Capital Freshways Limited
Notes to the Filleled Accounts
Year Ended 31st December 2015

1. Statement of compliance

These financial statements have been prepared in compliance with FRS 102 section 1A small companies. The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

2. Significant accounting policies

Basis of preparation

Capital Freshways Limited is a company limited by shares incorporated in England within the United Kingdom. The registered office address is given in the company information on page 1 of these financial statements. The principal activity of the company during the year was distribution of milk and bread.

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

The financial statements are prepared in sterling, which is the functional currency of the entity.

The directors expect the company will improve its trading results in the future and therefore have prepared the accounts on a going concern basis.

The significant accounting policies applied in the presentation of the financial statements are set out below. These policies have been applied consistently to all years presented unless otherwise stated.

Transition to FRS 102

The entity transitioned from previous UK GAAP to FRS 102 section 1A for small companies as at 1st January 2014. Details of how FRS 102 section 1A for small companies has affected the reported financial position and financial performance is given in note 20.

Disclosure exemptions

The entity satisfies the criteria of being a qualifying entity as defined in FRS 102. Its financial statements are consolidated into the financial statements of Nijjar Group Holding(Acton) Limited which can be obtained from Companies House. As such, advantage has been taken of the following disclosure exemptions available under paragraph 1.12 of FRS 102:

- (a) No cash flow statement has been presented for the company.
- (b) No disclosure has been given for the aggregate remuneration of key management personnel

Capital Freshways Limited

Notes to the Filleted Accounts *(continued)*

Year Ended 31st December 2015

2. Significant accounting policies *(continued)*

Revenue recognition

Turnover is measured at the fair value of the consideration received or receivable net of VAT and trade discounts. The policies adopted for the recognition of turnover are as follows

Sale of goods

Turnover from the sale of goods is recognised at the point of dispatch

Taxation

Current tax represents the amount of tax payable or receivable in respect of the taxable profit (or loss) for the current or past reporting periods. It is measured at the amount expected to be paid or recovered using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax represents the future tax consequences of transactions and events recognised in the financial statements of current and previous periods. It is recognised in respect of all timing differences, with certain exceptions. Timing differences are differences between taxable profits and total comprehensive income as stated in the financial statements that arise from the inclusion of income and expense in tax assessments in periods different from those in which they are recognised in the financial statements. 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

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date that are expected to apply to the reversal of timing differences. Deferred tax on revalued non-depreciable tangible fixed assets and investment properties is measured using the rates and allowances that apply to the sale of the asset.

Operating leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

Capital Freshways Limited

Notes to the Filleted Accounts *(continued)*

Year Ended 31st December 2015

2. Significant accounting policies *(continued)*

Goodwill

Goodwill arises on business acquisitions and represents the excess of the cost of the acquisition over the company's interest in the net amount of the identifiable assets, liabilities and contingent liabilities of the acquired business.

Goodwill is measured at cost less accumulated amortisation and accumulated impairment losses. It is amortised on a reducing balance basis over its useful life with a maximum life of ten years. Where a reliable estimate of the useful life of goodwill or intangible assets cannot be made, the life is presumed not to exceed ten years.

Amortisation

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful life of that asset as follows:

Goodwill	- 20% reducing balance with a maximum useful life of 10 years
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If there is an indication that there has been a significant change in amortisation rate, useful life or residual value of an intangible asset, the amortisation is revised prospectively to reflect the new estimates.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other comprehensive income and accumulated in equity, except to the extent it reverses a revaluation decrease of the same asset previously recognised in profit or loss. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other comprehensive income to the extent of any previously recognised revaluation increase accumulated in equity in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in equity in respect of that asset, the excess shall be recognised in profit or loss.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Plant and machinery	- 15% reducing balance
Fixtures and fittings	- 15% reducing balance
Motor vehicles	- 25% reducing balance
Computer equipment	- Straight line over 3 years

Capital Freshways Limited

Notes to the Filleted Accounts *(continued)*

Year Ended 31st December 2015

2. Significant accounting policies *(continued)*

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the company are assigned to those units.

Provision is provided for any impairment.

Stocks

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

Provisions

Provisions are recognised when the entity has an obligation at the reporting date as a result of a past event, it is probable that the entity will be required to transfer economic benefits in settlement and the amount of the obligation can be estimated reliably. Provisions are recognised as a liability in the statement of financial position and the amount of the provision as an expense

Provisions are initially measured at the best estimate of the amount required to settle the obligation at the reporting date and subsequently reviewed at each reporting date and adjusted to reflect the current best estimate of the amount that would be required to settle the obligation. Any adjustments to the amounts previously recognised are recognised in profit or loss unless the provision was originally recognised as part of the cost of an asset. When a provision is measured at the present value of the amount expected to be required to settle the obligation, the unwinding of the discount is recognised as a finance cost in profit or loss in the period it arises.

Debtors and creditors receivable / payable within one year

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 profit and loss account in other administrative expenses.

Capital Freshways Limited
Notes to the Filleted Accounts *(continued)*
Year Ended 31st December 2015

3. Turnover

Turnover arises from:

	2015	2014
	£	£
Sale of goods	<u>4,705,274</u>	<u>6,186,572</u>

The whole of the turnover is attributable to the principal activity of the company wholly undertaken in the United Kingdom.

4. Operating profit

Operating profit or loss is stated after charging:

	2015	2014
	£	£
Amortisation of intangible assets	4,216	1,917
Depreciation of tangible assets	64,932	25,325
Loss on disposal of tangible assets	3,927	13,635
Operating lease rentals	<u>2,606</u>	<u>2,606</u>

5. Auditor's remuneration

	2015	2014
	£	£
Fees payable for the audit of the financial statements	<u>4,000</u>	<u>4,000</u>

6. Interest payable

	2015	2014
	£	£
Interest on banks loans and overdrafts	<u>1</u>	<u>4</u>

7. Taxation on ordinary activities

Major components of tax expense

	2015	2014
	£	£
Current tax:		
UK current tax expense	22,971	-
Deferred tax:		
Origination and reversal of timing differences	(20,090)	-
Taxation on ordinary activities	<u>2,881</u>	<u>-</u>

Capital Freshways Limited
Notes to the Filled Accounts *(continued)*
Year Ended 31st December 2015

7. Taxation on ordinary activities *(continued)*

Reconciliation of tax expense

The tax assessed on the profit on ordinary activities for the year is lower than (2014: higher than) the standard rate of corporation tax in the UK of 20% (2014: 21.50%).

	2015	2014
	£	£
Profit/(loss) on ordinary activities before taxation	143,677	(63,965)
Profit/(loss) on ordinary activities by rate of tax	28,735	(13,752)
Effect of expenses not deductible for tax purposes	(2,484)	7,259
Effect of capital allowances and depreciation	(2,297)	5,445
Utilisation of tax losses	(983)	-
Unused tax losses	-	1,057
Other sundry timing differences	-	(9)
Other tax adjustment to increase/(decrease) in deferred tax	(20,090)	-
Tax on profit/(loss) on ordinary activities	2,881	-

8. Intangible assets

	Goodwill
	£
Cost	
At 1 Jan 2015 and 31 Dec 2015	23,000
Amortisation	
At 1st January 2015	1,917
Charge for the year	4,216
At 31st December 2015	6,133
Carrying amount	
At 31st December 2015	16,867
At 31st December 2014	21,083

Capital Freshways Limited

Notes to the Filleted Accounts (continued)

Year Ended 31st December 2015

9. Tangible assets

	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Equipment £	Total £
Cost					
At 1 Jan 2015	14,000	960	103,513	6,103	124,576
Additions	-	-	237,205	44,457	281,662
Disposals	-	-	(31,094)	-	(31,094)
At 31 Dec 2015	<u>14,000</u>	<u>960</u>	<u>309,624</u>	<u>50,560</u>	<u>375,144</u>
Depreciation					
At 1 Jan 2015	5,633	340	46,176	3,555	55,704
Charge for the year	1,255	144	47,118	16,415	64,932
Disposals	-	-	(12,368)	-	(12,368)
At 31 Dec 2015	<u>6,888</u>	<u>484</u>	<u>80,926</u>	<u>19,970</u>	<u>108,268</u>
Carrying amount					
At 31 Dec 2015	<u>7,112</u>	<u>476</u>	<u>228,698</u>	<u>30,590</u>	<u>266,876</u>
At 31 Dec 2014	<u>8,367</u>	<u>620</u>	<u>57,337</u>	<u>2,548</u>	<u>68,872</u>

10. Debtors

	2015 £	2014 £
Trade debtors	247,553	295,187
Prepayments and accrued income	28,535	33,595
Other debtors	53,428	9,649
	<u>329,516</u>	<u>338,431</u>

11. Creditors: amounts falling due within one year

	2015 £	2014 £
Trade creditors	33,269	103,808
Amounts owed to group undertakings	803,432	632,378
Accruals and deferred income	31,009	28,123
Corporation tax	22,971	-
Social security and other taxes	9,709	9,770
Other creditors	658	12,746
	<u>901,048</u>	<u>786,825</u>

Capital Freshways Limited
Notes to the Filleted Accounts *(continued)*
Year Ended 31st December 2015

12. Deferred tax

The deferred tax included in the statement of financial position is as follows:

	2015	2014
	£	£
Included in provisions (note 13)	<u>(20,090)</u>	<u>—</u>

The deferred tax account consists of the tax effect of timing differences in respect of:

	2015	2014
	£	£
Accelerated capital allowances	<u>(20,090)</u>	<u>—</u>

13. Provisions

	Deferred tax (note 12)
	£
Additions	<u>(20,090)</u>
At 31st December 2015	<u>(20,090)</u>

14. Particulars of employees

The average number of staff employed by the company during the financial year amounted to:

15. Called up share capital

Authorised share capital

	2015		2014	
	No.	£	No.	£
Ordinary shares of £1 each	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>

Issued, called up and fully paid

	2015		2014	
	No.	£	No.	£
Ordinary shares of £1 each	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>

16. Reserves

Profit and loss account - This reserve records retained earnings and accumulated losses.

Capital Freshways Limited

Notes to the Filleted Accounts *(continued)*

Year Ended 31st December 2015

17. Commitments under operating leases

The total future minimum lease payments under non-cancellable operating leases are as follows:

	2015	2014
	£	£
Not later than 1 year	1,866	2,488
Later than 1 year and not later than 5 years	-	2,488
	<u>1,866</u>	<u>4,976</u>

18. Related party transactions

Controlling party

The company is 100% owned by Nijjar Holdings Limited (NHL)

Exemption has been taken in respect of related party disclosure of group transactions on the grounds that details of the subsidiaries are included in the publicly available consolidated accounts.

Freshways Ltd (FWL) is a 50% subsidiary of NHL. The following transactions took place during the period between CFW and FWL:

	2015	2014
	£	£
Related party balances at the year end were:		
Trade debtors owed by FWL		4,800

19. Controlling party

Nijjar Group Holdings (Acton) Limited (a company incorporated in England & Wales) is the ultimate parent undertaking of Capital Freshways Ltd. Copies of the group financial statements can be obtained from the Company Secretary, 16 Eastman Road, The Vale, Acton, London, W3 7YG.

20. Transition to FRS 102

These are the first financial statements that comply with FRS 102 section 1A small companies. The company transitioned to FRS 102 section 1A small companies on 1st January 2014.

There are no material transitional adjustments and hence no changes were required in equity or profit or loss for the year.

21. Accounting period

Due to nature of the business, the business is conducted on a weekly basis. The accounts for Capital Freshways Ltd (CFW) have been prepared to the last Saturday of the year which is 2 January 2016.

Capital Freshways Limited

Notes to the Filled Accounts *(continued)*

Year Ended 31st December 2015

22. Ultimate parent company

Nijjar Group Holdings (Acton) Limited (a company incorporated in England & Wales) is the ultimate parent undertaking of Capital Freshways Ltd. Copies of the group financial statements can be obtained from the Company Secretary, 16 Eastman Road, The Vale, Acton, London, W3 7YG.

23. Filled Accounts note (required under S444 (5B))

The audit report prepared on 16th September 2016 gave an unqualified opinion and there were no matters to which the auditors placed specific emphasis. The audit was signed off by Mr Rizwan Javed, the senior statutory auditor, acting on behalf of Javed & Co (Chartered Accountants) based in Birmingham.