

Shukla Traders Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 30 June 2017

IMB Accountants Limited
AIMS Accountants for Business
7 Dover Road
Southport
Merseyside
PR8 4TF

Shukla Traders Limited

Contents

Company Information	<u>1</u>
Accountants' Report	<u>2</u>
Balance Sheet	<u>3</u> to <u>4</u>
Statement of Changes in Equity	<u>5</u>
Notes to the Financial Statements	<u>6</u> to <u>11</u>

Shukla Traders Limited

Company Information

Directors	S Shukla N Shukla
Registered office	7 Dover Road Southport Merseyside PR8 4TF
Bankers	Santander PO Box 383 21 Prescott Street London E1 8RP
Accountants	IMB Accountants Limited AIMS Accountants for Business 7 Dover Road Southport Merseyside PR8 4TF

**Chartered Accountants' Report to the Board of Directors on the Preparation of the Unaudited
Statutory Accounts of
Shukla Traders Limited
for the Year Ended 30 June 2017**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Shukla Traders Limited for the year ended 30 June 2017 as set out on pages 3 to 11 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <http://www.icacw.com/cn/mcmbers/regulations-standards-and-guidance/>.

This report is made solely to the Board of Directors of Shukla Traders Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the accounts of Shukla Traders Limited and state those matters that we have agreed to state to the Board of Directors of Shukla Traders Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Shukla Traders Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Shukla Traders Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of Shukla Traders Limited. You consider that Shukla Traders Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the accounts of Shukla Traders Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.

.....
IMB Accountants Limited
AIMS Accountants for Business
7 Dover Road
Southport
Merseyside
PR8 4TF

19 September 2017

Shukla Traders Limited
(Registration number: 08088847)
Balance Sheet as at 30 June 2017

	Note	2017 £	2016 £
Fixed assets			
Intangible assets	<u>4</u>	10,000	12,000
Tangible assets	<u>5</u>	30,941	35,162
		<u>40,941</u>	<u>47,162</u>
Current assets			
Stocks	<u>6</u>	11,455	11,885
Debtors	<u>7</u>	6,625	6,625
Cash at bank and in hand		20,829	29,564
		38,909	48,074
Creditors: Amounts falling due within one year	<u>8</u>	(50,725)	(48,846)
Net current liabilities		(11,816)	(772)
Total assets less current liabilities		29,125	46,390
Creditors: Amounts falling due after more than one year	<u>8</u>	-	(12,347)
Provisions for liabilities		(5,580)	(6,649)
Net assets		<u>23,545</u>	<u>27,394</u>
Capital and reserves			
Called up share capital		1	1
Profit and loss account		23,544	27,393
Total equity		<u>23,545</u>	<u>27,394</u>

For the financial year ending 30 June 2017 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Shukla Traders Limited
(Registration number: 08088847)
Balance Sheet as at 30 June 2017

Approved and authorised by the Board on 19 September 2017 and signed on its behalf by:

.....

S Shukla

Director

The notes on pages 6 to 11 form an integral part of these financial statements.
Page 4

Shukla Traders Limited

Statement of Changes in Equity for the Year Ended 30 June 2017

	Share capital £	Profit and loss account £	Total £
At 1 July 2016	1	27,393	27,394
Profit for the year	-	14,151	14,151
Total comprehensive income	-	14,151	14,151
Dividends	-	(18,000)	(18,000)
At 30 June 2017	1	23,544	23,545

	Share capital £	Profit and loss account £	Total £
At 1 July 2015	1	32,347	32,348
Profit for the year	-	27,296	27,296
Total comprehensive income	-	27,296	27,296
Dividends	-	(32,250)	(32,250)
At 30 June 2016	1	27,393	27,394

The notes on pages 6 to 11 form an integral part of these financial statements.

Shukla Traders Limited

Notes to the Financial Statements for the Year Ended 30 June 2017

1 General information

The company is a private company limited by share capital incorporated in England and Wales.

The address of its registered office is:

7 Dover Road
Southport
Merseyside
PR8 4TF
United Kingdom

The principal place of business is:

113 County Road
Ormskirk
Lancashire
L39 1NL

These financial statements were authorised for issue by the Board on 19 September 2017.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

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

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class

Fixture and fittings
Motor vehicles

Depreciation method and rate

10% reducing balance basis
20% reducing balance basis

Shukla Traders Limited

Notes to the Financial Statements for the Year Ended 30 June 2017

Goodwill

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Goodwill	Straight line over 10 years

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business. Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Shukla Traders Limited

Notes to the Financial Statements for the Year Ended 30 June 2017

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing. Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges. Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 15 (2016 - 14).

Shukla Traders Limited

Notes to the Financial Statements for the Year Ended 30 June 2017

4 Intangible assets

	Goodwill £	Total £
Cost or valuation		
At 1 July 2016	20,000	20,000
At 30 June 2017	20,000	20,000
Amortisation		
At 1 July 2016	8,000	8,000
Amortisation charge	2,000	2,000
At 30 June 2017	10,000	10,000
Carrying amount		
At 30 June 2017	10,000	10,000
At 30 June 2016	12,000	12,000

The aggregate amount of research and development expenditure recognised as an expense during the period is £Nil (2016 - £Nil).

Shukla Traders Limited

Notes to the Financial Statements for the Year Ended 30 June 2017

5 Tangible assets

	Furniture, fittings and equipment £	Motor vehicles £	Total £
Cost or valuation			
At 1 July 2016	39,013	9,474	48,487
Additions	570	-	570
Disposals	(333)	-	(333)
At 30 June 2017	39,250	9,474	48,724
Depreciation			
At 1 July 2016	13,325	-	13,325
Charge for the year	2,626	1,895	4,521
Eliminated on disposal	(63)	-	(63)
At 30 June 2017	15,888	1,895	17,783
Carrying amount			
At 30 June 2017	23,362	7,579	30,941
At 30 June 2016	25,688	9,474	35,162

6 Stocks

	2017 £	2016 £
Other inventories	11,455	11,885

7 Debtors

	2017 £	2016 £
Other debtors	6,625	6,625
Total current trade and other debtors	6,625	6,625

Shukla Traders Limited

Notes to the Financial Statements for the Year Ended 30 June 2017

8 Creditors

	Note	2017 £	2016 £
Due within one year			
Bank loans and overdrafts	9	25,530	23,200
Trade creditors		15,838	16,036
Taxation and social security		1,628	(1,490)
Other creditors		7,729	11,100
		<u>50,725</u>	<u>48,846</u>
Due after one year			
Loans and borrowings	9	-	12,347

9 Loans and borrowings

	2017 £	2016 £
Non-current loans and borrowings		
Bank borrowings	-	12,347

	2017 £	2016 £
Current loans and borrowings		
Bank borrowings	12,053	4,610
Other borrowings	13,477	18,590
	<u>25,530</u>	<u>23,200</u>

10 Dividends

	2017 £	2016 £
Final dividend of £Nil (2016 - £25,000.00) per ordinary share	-	25,000
Interim dividend of £18,000.00 (2016 - £7,250.00) per ordinary share	18,000	7,250
	<u>18,000</u>	<u>32,250</u>