

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021
FOR
PILOT HOUSEWARES (U.K.) LIMITED

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FOR THE YEAR ENDED 31 MARCH 2021

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PILOT HOUSEWARES (U.K.) LIMITED

COMPANY INFORMATION
FOR THE YEAR ENDED 31 MARCH 2021

DIRECTORS:

A D Asher
S T K Cheung
R Dorfman
R May

SECRETARY:

M Y S Thong

REGISTERED OFFICE:

Unit H Daniels Way
Watnall Road
Hucknall
Nottinghamshire
NG15 7LN

REGISTERED NUMBER:

01125023 (England and Wales)

SENIOR STATUTORY AUDITOR:

Adrian Harby FCCA

AUDITORS:

Lemans
Statutory Auditor
29 Arboretum Street
Nottingham
Nottinghamshire
NG1 4JA

PILOT HOUSEWARES (U.K.) LIMITED (REGISTERED NUMBER: 01125023)

BALANCE SHEET
31 MARCH 2021

	Notes	31.3.21 £	£	31.3.20 £	£
FIXED ASSETS					
Tangible assets	4		-		1,171,445
CURRENT ASSETS					
Stocks		-		1,600,712	
Debtors	5	4,247,143		798,138	
Cash at bank		<u>137,160</u>		<u>186,738</u>	
		4,384,303		2,585,588	
CREDITORS					
Amounts falling due within one year	6	<u>3,680,636</u>		<u>3,781,887</u>	
NET CURRENT ASSETS/(LIABILITIES)			<u>703,667</u>		<u>(1,196,299)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>703,667</u>		<u>(24,854)</u>
CAPITAL AND RESERVES					
Called up share capital	8		2,160,247		2,160,247
Retained earnings			<u>(1,456,580)</u>		<u>(2,185,101)</u>
SHAREHOLDERS' FUNDS			<u>703,667</u>		<u>(24,854)</u>

The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

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

The financial statements were approved by the Board of Directors and authorised for issue on 22 June 2021 and were signed on its behalf by:

R Dorfman - Director

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

1. STATUTORY INFORMATION

Pilot Housewares (U.K.) 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.

The presentation currency of the financial statements is the Pound Sterling (£).

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

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

As explained in note 13 to the financial statements the company will cease to trade and therefore the directors do not consider it appropriate to prepare the financial statements on a going concern basis. Accordingly the financial statements have been prepared on a basis other than going concern.

Turnover

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

Stocks

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

Cost includes all costs incurred in bringing each product to its present location and condition which includes invoice cost plus freight and duty. Stock is valued using a first in first out basis. Net realisable value is based on estimated selling price less any further costs expected to be incurred to disposal.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Statement of Income and Retained Earnings, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

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

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

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.

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.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2021**2. ACCOUNTING POLICIES - continued****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.

Operating leases

Rentals under operating leases are charged to the profit and loss account on a straight line basis over the lease term.

Tangible fixed assets

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

Freehold Property - 2% on cost

Plant and machinery, fixtures and fittings - over the remaining useful life which is the period until 31.03.2021, shortly after which the company ceased to trade.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 9 (2020 - 10) .

4. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Fixtures and fittings £	Totals £
COST				
At 1 April 2020	1,232,063	45,276	303,077	1,580,416
Additions	-	-	4,031	4,031
Disposals	(1,232,063)	(45,276)	(307,108)	(1,584,447)
At 31 March 2021	-	-	-	-
DEPRECIATION				
At 1 April 2020	100,867	36,689	271,415	408,971
Charge for year	10,932	8,587	35,693	55,212
Eliminated on disposal	(111,799)	(45,276)	(307,108)	(464,183)
At 31 March 2021	-	-	-	-
NET BOOK VALUE				
At 31 March 2021	-	-	-	-
At 31 March 2020	1,131,196	8,587	31,662	1,171,445

Included in land and buildings is freehold land at cost of £Nil (2020- £525,000) which is not depreciated.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2021**5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.3.21	31.3.20
	£	£
Trade debtors	2,471,151	756,059
Other debtors	1,775,992	42,079
	<u>4,247,143</u>	<u>798,138</u>

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.21	31.3.20
	£	£
Bank loans and overdrafts	-	31,198
Trade creditors	88,119	51,314
Amounts owed to group undertakings	2,774,382	3,162,493
Corporation tax	14,000	-
Social security and other taxes	373,291	52,458
Accrued expenses	430,844	484,424
	<u>3,680,636</u>	<u>3,781,887</u>

7. SECURED DEBTS

The following secured debts are included within creditors:

	31.3.21	31.3.20
	£	£
Owed to group undertakings	<u>-</u>	<u>1,200,000</u>

On 31 March 2021 the company completed on the sale of its freehold property on which the inter company loan had been secured. The loan was repaid on 6 April 2021 out of the sale proceeds.

8. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:			31.3.21	31.3.20
Number:	Class:	Nominal value:	£	£
2,160,247	Ordinary shares	£1	<u>2,160,247</u>	<u>2,160,247</u>

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

The Report of the Auditors was unqualified.

We draw your attention to Note 13 to the financial statements which explains that the company will cease to trade and that the directors therefore do not consider it appropriate to adopt the going concern basis of accounting in preparing the financial statements. Accordingly the financial statements have been prepared on a basis other than going concern. Our opinion is not modified in respect of this matter.

Adrian Harby FCCA (Senior Statutory Auditor)
for and on behalf of Lemans

10. COMMITMENTS, GUARANTEES AND CONTINGENCIES

Total amount of commitments, guarantees and contingencies is £124,858 (2020 £1,803,755).

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2021

11. RELATED PARTY TRANSACTIONS

At the year end, the company owed Herald Housewares Limited a group company £1,574,382 (2020 £1,962,493). Transactions during the year with Herald Housewares Limited included purchases of £4,719,418 (2020 £4,103,923). At the year end Zeon Limited a group company owed the company £nil (2020 £nil). Transactions during the year with Zeon Limited included sales of £2,564 (2020 £1,723).

In addition to the above, also included in creditors is a loan from Herald Group Limited amounting to £1,200,000 (2020 £1,200,000). Interest on the loan has been waived during the year.

Included in debtors at 31 March 2021 is an amount of £44,743 in respect of an unsecured loan to Direct Housewares Solutions Limited, a company that is registered in England and which is owned and controlled by two directors and an employee of Pilot Housewares (UK) Limited. The loan is interest free and repayable upon demand.

12. ULTIMATE PARENT UNDERTAKING AND CONTROLLING PARTY

The company is a subsidiary of Herald Group Limited incorporated in the British Virgin Islands, which regards Herald Holdings Limited, a company incorporated in Bermuda, as its ultimate parent company. The accounts for Herald Holdings Limited are publicly available as group accounts can be obtained from Clarendon House, Church Street, Hamilton, HM 11, Bermuda.

13. FUTURE TRADING

A decision was made before 31st March 2020 by the parent company Herald Group Limited that the UK subsidiary would cease to trade, and did so shortly after the company's 2021 year end. The parent company has agreed to settle all liabilities of the subsidiary. The accounts have therefore not been prepared on a going concern basis.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.