

REGISTERED NUMBER: 02588155 (England and Wales)

**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2017**  
**FOR**  
**KEYLINK LTD**

Mehta & Tengra  
Chartered Accountants  
Registered Auditors  
24 Bedford Row  
London  
WC1R 4TQ

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COMPANIES HOUSE

**KEYLINK LTD (REGISTERED NUMBER: 02588155)**

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FOR THE YEAR ENDED 30 JUNE 2017**

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**KEYLINK LTD**

**COMPANY INFORMATION  
FOR THE YEAR ENDED 30 JUNE 2017**

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**DIRECTORS:** S P Ramchandani  
Mrs S Ramchandani

**SECRETARY:** S P Ramchandani

**REGISTERED OFFICE:** Green Lane  
Ecclesfield  
Sheffield  
South Yorkshire  
S35 9WY

**REGISTERED NUMBER:** 02588155 (England and Wales)

**SENIOR STATUTORY AUDITOR:** P Tengra

**AUDITORS:** Mehta & Tengra  
Chartered Accountants  
Registered Auditors  
24 Bedford Row  
London  
WC1R 4TQ

**BANKERS:** HSBC Bank Plc  
35 College Street  
Rotherham  
South Yorkshire  
S65 1AF

ABRIDGED BALANCE SHEET  
30 JUNE 2017

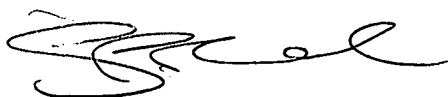
|                                              | Notes | 2017<br>£               | 2016<br>£             |
|----------------------------------------------|-------|-------------------------|-----------------------|
| <b>FIXED ASSETS</b>                          |       |                         |                       |
| Tangible assets                              | 3     | 667,766                 | 656,997               |
| <b>CURRENT ASSETS</b>                        |       |                         |                       |
| Stocks                                       |       | 624,727                 | 644,510               |
| Debtors                                      |       | 463,584                 | 491,733               |
| Cash at bank and in hand                     |       | 349,649                 | 301,114               |
|                                              |       | <u>1,437,960</u>        | <u>1,437,357</u>      |
| <b>CREDITORS</b>                             |       |                         |                       |
| Amounts falling due within one year          |       | <u>(755,709)</u>        | <u>(735,504)</u>      |
| <b>NET CURRENT ASSETS</b>                    |       | <u>682,251</u>          | <u>701,853</u>        |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b> |       | <u>1,350,017</u>        | <u>1,358,850</u>      |
| <b>CREDITORS</b>                             |       |                         |                       |
| Amounts falling due after more than one year | 4     | (315,504)               | (490,710)             |
| <b>PROVISIONS FOR LIABILITIES</b>            | 7     | <u>(20,920)</u>         | <u>(15,267)</u>       |
| <b>NET ASSETS</b>                            |       | <u><u>1,013,593</u></u> | <u><u>852,873</u></u> |
| <b>CAPITAL AND RESERVES</b>                  |       |                         |                       |
| Called up share capital                      | 8     | 1,000                   | 1,000                 |
| Retained earnings                            | 9     | <u>1,012,593</u>        | <u>851,873</u>        |
| <b>SHAREHOLDERS' FUNDS</b>                   | 15    | <u><u>1,013,593</u></u> | <u><u>852,873</u></u> |

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

All the members have consented to the preparation of an abridged Income Statement and an abridged Balance Sheet for the year ended 30 June 2017 in accordance with Section 444(2A) of the Companies Act 2006.

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

The financial statements were approved by the Board of Directors on 14 March 2018 and were signed on its behalf by:



S P Ramchandani - Director

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2017

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1. STATUTORY INFORMATION

Keylink Ltd 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.

2. ACCOUNTING POLICIES

**Basis of preparing the financial statements**

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

The financial statements have been prepared in accordance with applicable Accounting Standards in the United Kingdom. A summary of more important policies which have been applied consistently is set out below:

**Turnover**

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

**Tangible fixed assets**

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

|                          |                           |
|--------------------------|---------------------------|
| Freehold property        | - 2% on cost              |
| Improvements to property | - 2% on cost              |
| Plant and machinery      | - 10% on cost             |
| Fixtures and fittings    | - 10% on cost             |
| Motor vehicles           | - 20% on reducing balance |
| Computer equipment       | - 25% on reducing balance |

**Impairment of assets**

At each reporting date fixed assets are reviewed to determine whether there is any indication that those asset have suffered an impairment loss. If there is an indication of possible impairment, the recoverable amount of any affected asset is estimated and compared with its carrying amount. If the estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in profit or loss.

If an impairment loss subsequently reverses, the carry amount of the asset is increased to the revised estimate of its recoverable amount, but not in excess of the amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised immediately in profit or loss.

**Stocks**

Stocks are valued at the lower of cost and estimated selling price less costs to complete and sell.

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 JUNE 2017

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2. ACCOUNTING POLICIES - continued

**Deferred tax**

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 recognised when income or expenses from an associate have been recognised, and will be assessed for tax in a future period, except where:

- it is probable that the timing difference will not reverse in the foreseeable future.

A deferred tax liability or asset is recognised for the additional tax that will be paid or avoided in respect of assets and liabilities that are recognised in a business combination. The amount attributed to goodwill is adjusted by the amount of deferred tax recognised.

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 difference.

With the exception of changes arising on the initial recognition of a business combination, the tax expense (income) is presented either in profit or loss, other comprehensive income or equity depending on the transaction that resulted in the tax expense (income).

Deferred tax liabilities are presented within provisions for liabilities and deferred tax assets within debtors. Deferred tax asset and deferred tax liabilities are offset only if:

- the company has a legally enforceable right to set off current tax assets against current tax liabilities, and
- the deferred tax asset and deferred tax liabilities relate to income taxes levied by the same taxation authority on either the same taxable entity or different taxable entities which intend either to settle current tax liabilities and assets on a net basis, or to realise the assets and settle the liabilities simultaneously

**Foreign currencies**

Transactions in foreign currencies are translated at the foreign exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are translated at the foreign exchange rate ruling at that date. Foreign exchange differences arising on translation are recognised in the income statement. Non-monetary assets and liabilities that are measured in terms of the historical cost in a foreign currency are translated using the exchange rate at the date of the transaction.

Long term monetary items are translated at the year end rate.

The assets and liabilities of foreign operations arising on consolidation are translated at foreign exchange rates ruling at the balance sheet date. The revenues and expenses of foreign operations are translated at an average rate for the period where this rate approximates to the foreign exchange rates ruling at the dates of the transactions.

**Pension costs and other post-retirement benefits**

The company operates a defined contribution scheme for its staff under "auto enrolment". Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

The company also operated a defined contribution scheme for its staff under "stakeholder". Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

The company also operates a defined contribution scheme for its directors. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 JUNE 2017

## 3. TANGIBLE FIXED ASSETS

|                       | Totals<br>£           |
|-----------------------|-----------------------|
| <b>COST</b>           |                       |
| At 1 July 2016        | 996,864               |
| Additions             | 50,684                |
| At 30 June 2017       | <u>1,047,548</u>      |
| <b>DEPRECIATION</b>   |                       |
| At 1 July 2016        | 339,867               |
| Charge for year       | 39,915                |
| At 30 June 2017       | <u>379,782</u>        |
| <b>NET BOOK VALUE</b> |                       |
| At 30 June 2017       | <u><u>667,766</u></u> |
| At 30 June 2016       | <u><u>656,997</u></u> |

## 4. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN FIVE YEARS

|                                | 2017<br>£      | 2016<br>£      |
|--------------------------------|----------------|----------------|
| Repayable by instalments       |                |                |
| Bank loans more 5 yr by instal | <u>132,912</u> | <u>175,522</u> |

See Note 10

## 5. LOANS

An analysis of the maturity of loans is given below:

|                                                   | 2017<br>£      | 2016<br>£      |
|---------------------------------------------------|----------------|----------------|
| Amounts falling due within one year or on demand: |                |                |
| Bank loans                                        | <u>120,247</u> | <u>50,700</u>  |
| Amounts falling due between one and two years:    |                |                |
| Bank loans - 1-2 years                            | <u>76,263</u>  | <u>114,644</u> |
| Amounts falling due between two and five years:   |                |                |
| Bank loans - 2-5 years                            | <u>106,329</u> | <u>200,544</u> |
| Amounts falling due in more than five years:      |                |                |
| Repayable by instalments                          |                |                |
| Bank loans more 5 yr by instal                    | <u>132,912</u> | <u>175,522</u> |

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 JUNE 2017

5. LOANS - continued

The bank loan bears interest at 2% per annum over the Bank of England base rate and is repayable by monthly repayments.

6. SECURED DEBTS

The following secured debts are included within creditors:

|            | 2017<br>£      | 2016<br>£      |
|------------|----------------|----------------|
| Bank loans | <u>435,751</u> | <u>541,410</u> |

Debenture including Fixed Charge over all present freehold and leasehold property; First Fixed Charge over book and other debts, chattels, goodwill and uncalled capital, both present and future; and First Floating Charge over all assets and undertaking both present and future dated 22 June 2004

Composite company limited multilateral guarantee dated 01 April 2011 by Keylink limited and KeyChoc Limited

First Legal Charge dated 01 July 2004 over Freehold Property known as Land on the North East Side of, Green Lane, Ecclesfield, Sheffield, S35 9WY

Guarantee dated 30 June 2004 in favour of HM Revenue & Customs for GBP10,000.00

Guarantee dated 21 July 2005 in favour of HM Revenue & Customs for GBP20,000.00

In addition to the above, the company's bankers have agreed class guarantee facility of £30,000 & a credit card facility of £10,000.

Commercial Mortgage Loan facility of GBP324,500.00 with regular repayment of £3,300.01

Flexible Business Loan facility of GBP113,640.00 with regular repayment of £4,329.72

Flexible Business Loan facility of GBP46,000.00 with monthly repayments of £2,108.11

Facilities due for review February 2019.

7. PROVISIONS FOR LIABILITIES

|                                                | 2017<br>£     | 2016<br>£     |
|------------------------------------------------|---------------|---------------|
| Deferred tax                                   |               |               |
| Excess of capital allowances over depreciation | <u>20,920</u> | <u>15,267</u> |
|                                                |               | Deferred tax  |
|                                                |               | £             |
| Balance at 1 July 2016                         |               | 15,267        |
| Provided during the year                       |               | <u>5,653</u>  |
| Balance at 30 June 2017                        |               | <u>20,920</u> |



NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 JUNE 2017

## 8. CALLED UP SHARE CAPITAL

| Allotted, issued and fully paid: |          | Nominal<br>value: | 2017         | 2016         |
|----------------------------------|----------|-------------------|--------------|--------------|
| Number:                          | Class:   |                   | £            | £            |
| 1,000                            | Ordinary | £1                | <u>1,000</u> | <u>1,000</u> |

## 9. RESERVES

|                     | Retained<br>earnings<br>£ |
|---------------------|---------------------------|
| At 1 July 2016      | 851,873                   |
| Profit for the year | 510,720                   |
| Dividends           | (350,000)                 |
| At 30 June 2017     | <u>1,012,593</u>          |

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

The Report of the Auditors was unqualified.

P Tengra (Senior Statutory Auditor)  
for and on behalf of Mehta & Tengra

## 11. PENSION COMMITMENTS

The company operates a defined contribution scheme for its staff under "auto enrolment". Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

The company also operated a defined contribution scheme for its staff under "stakeholder". Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

The company also operates a defined contribution scheme for its directors. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

The company's pension cost for the year was £12,741(auto enrolment) (2016:£15,632 (stakeholder) ). The amounts outstanding at the balance sheet date was £4,446 (2016:£5,214).

## 12. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to a director subsisted during the years ended 30 June 2017 and 30 June 2016:

|                                      | 2017<br>£  | 2016<br>£      |
|--------------------------------------|------------|----------------|
| <b>S P Ramchandani</b>               |            |                |
| Balance outstanding at start of year | (1,992)    | (212,710)      |
| Amounts repaid                       | 2,450      | 210,718        |
| Amounts written off                  | -          | -              |
| Amounts waived                       | -          | -              |
| Balance outstanding at end of year   | <u>458</u> | <u>(1,992)</u> |

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 30 JUNE 2017**

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**13. RELATED PARTY DISCLOSURES**

Mr S P Ramchandani is a director of Keylink Limited and Keychoc Limited.

Trade debtors includes debtors of £27,632 (2016:£29,356) due from Keychoc limited at 30th June 2017.

During the year the company purchased from and sold goods to Keychoc Limited in the sum of £8,890(2016:£6,136) and £821 (2016:£991) respectively.

At the balance sheet the amount due from Keychoc limited was £105,238 (2016:£68,000)

The company has given an unlimited multilateral guarantee dated 01 April 2011 to Keychoc limited's bankers.

Dividend paid to Mr S P Ramchandani during the year was £350,000 (2016:£810,000)

**14. ULTIMATE CONTROLLING PARTY**

The controlling party is S P Ramchandani.

**15. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**

|                                                        | 2017             | 2016             |
|--------------------------------------------------------|------------------|------------------|
|                                                        | £                | £                |
| Profit for the financial year                          | 510,720          | 485,384          |
| Dividends                                              | (350,000)        | (810,000)        |
| <b>Net addition/(reduction) to shareholders' funds</b> | <b>160,720</b>   | <b>(324,616)</b> |
| Opening shareholders' funds                            | 852,873          | 1,177,489        |
| <b>Closing shareholders' funds</b>                     | <b>1,013,593</b> | <b>852,873</b>   |