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Registered number
02880348

Beijing Tong Ren Tang (UK) Limited

Report and Accounts

31 December 2014

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Beijing Tong Ren Tang (UK) Limited
Registered number: 02880348
Directors' Report

The directors present their report and accounts for the year ended 31 December 2014.

Principal activities

The company's principal activity during the year continued to be wholesale and retail herbal remedy.

Directors

The following persons served as directors during the year:

Chin Yu Lo
Kin Sum Chan

Disclosure of information to auditors

Each person who was a director at the time this report was approved confirms that:

- so far as he is aware, there is no relevant audit information of which the company's auditor is unaware; and
- he has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditor is aware of that information.

Small company provisions

This report has been prepared in accordance with the provisions in Part 15 of the Companies Act 2006 applicable to companies subject to the small companies regime.

This report was approved by the board on 2 July 2015 and signed on its behalf.


Chin Yu Lo
Director

Beijing Tong Ren Tang (UK) Limited

Statement of Directors' Responsibilities

The directors are responsible for preparing the report and accounts in accordance with applicable law and regulations.

Company law requires the directors to prepare accounts for each financial year. Under that law the directors have elected to prepare the accounts in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the accounts unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these accounts, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the accounts comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Beijing Tong Ren Tang (UK) Limited
Independent auditors' report
to the members of Beijing Tong Ren Tang (UK) Limited

We have audited the accounts of Beijing Tong Ren Tang (UK) Limited for the year ended 31 December 2014 which comprise the Profit and Loss Account, the Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard For Smaller Entities (effective January 2015) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

Respective responsibilities of directors and auditors

As explained more fully in the Statement of Directors' Responsibilities, the directors are responsible for the preparation of the accounts and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the accounts in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

In accordance with the exemption provided by APB Ethical Standard - Provisions Available for Smaller Entities (Revised), we have prepared and submitted the company's returns to the tax authorities and assisted with the preparation of the accounts.

Scope of the audit of the accounts

A description of the scope of an audit of financial statements is provided on the APB's website at www.frc.org.uk/auditscopeukprivate

Opinion on the accounts

In our opinion the accounts:

- give a true and fair view of the state of the company's affairs as at 31 December 2014 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report for the financial year for which the accounts are prepared is consistent with the accounts.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the accounts are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to prepare the accounts in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the directors' report and take advantage of the small companies exemption from the requirement to prepare a strategic report.



Ka-chong chong
(Senior Statutory Auditor)

for and on behalf of
Chong & associates
Accountants and Statutory Auditors
2 July 2015

1 Beaufort Gardens
London
NW4 3QN

Beijing Tong Ren Tang (UK) Limited
Profit and Loss Account
for the year ended 31 December 2014

	Notes	2014 £	2013 £
Turnover		650,316	720,953
Cost of sales		(267,782)	(295,587)
Gross profit		<u>382,534</u>	<u>425,366</u>
Administrative expenses		(559,682)	(543,435)
Operating loss	2	<u>(177,148)</u>	<u>(118,069)</u>
Loss on ordinary activities before taxation		<u>(177,148)</u>	<u>(118,069)</u>
Tax on loss on ordinary activities		-	-
Loss for the financial year		<u>(177,148)</u>	<u>(118,069)</u>

Beijing Tong Ren Tang (UK) Limited
Balance Sheet
as at 31 December 2014

	Notes	2014 £	2013 £
Fixed assets			
Tangible assets	3	37,920	44,943
Current assets			
Stocks		273,757	313,728
Debtors	4	65,460	86,783
Cash at bank and in hand		75,900	148,226
		<u>415,117</u>	<u>548,737</u>
Creditors: amounts falling due within one year			
	5	(945,887)	(909,382)
Net current liabilities		<u>(530,770)</u>	<u>(360,645)</u>
Net liabilities		<u>(492,850)</u>	<u>(315,702)</u>
Capital and reserves			
Called up share capital	6	80,000	80,000
Profit and loss account	7	(572,850)	(395,702)
Shareholders' funds		<u>(492,850)</u>	<u>(315,702)</u>

The accounts have been prepared in accordance with the provisions in Part 15 of the Companies Act 2006 applicable to companies subject to the small companies regime.


Chin Yu Lo
Director

Approved by the board on 2 July 2015

Beijing Tong Ren Tang (UK) Limited
Notes to the Accounts
for the year ended 31 December 2014

1 Accounting policies

Basis of preparation

The accounts have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

Turnover

Turnover represents the value, net of value added tax and discounts, of goods provided to customers and work carried out in respect of services provided to customers.

Depreciation

Depreciation has been provided at the following rates in order to write off the assets over their estimated useful lives.

Plant and machinery 20% Reducing balance

Stocks

Stock is valued at the lower of cost and net realisable value.

Deferred taxation

Full provision is made for deferred taxation resulting from timing differences between the recognition of gains and losses in the accounts and their recognition for tax purposes. Deferred taxation is calculated on an un-discounted basis at the tax rates which are expected to apply in the periods when the timing differences will reverse.

Foreign currencies

Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the balance sheet date. All differences are taken to the profit and loss account.

Leasing and hire purchase commitments

Assets held under finance leases and hire purchase contracts, which are those where substantially all the risks and rewards of ownership of the asset have passed to the company, are capitalised in the balance sheet and depreciated over their useful lives. The corresponding lease or hire purchase obligation is treated in the balance sheet as a liability.

The interest element of the rental obligations is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding.

Rentals paid under operating leases are charged to income on a straight line basis over the lease term.

2 Operating profit

	2014	2013
	£	£
This is stated after charging:		
Depreciation of owned fixed assets	<u>7,023</u>	<u>8,330</u>

Beijing Tong Ren Tang (UK) Limited
Notes to the Accounts
for the year ended 31 December 2014

3 Tangible fixed assets

	Leasehold £	Plant and machinery £	Total £
Cost			
At 1 January 2014	119,971	393,733	513,704
At 31 December 2014	<u>119,971</u>	<u>393,733</u>	<u>513,704</u>
Depreciation			
At 1 January 2014	101,083	367,678	468,761
Charge for the year	1,813	5,210	7,023
At 31 December 2014	<u>102,896</u>	<u>372,888</u>	<u>475,784</u>
Net book value			
At 31 December 2014	<u>17,075</u>	<u>20,845</u>	<u>37,920</u>
At 31 December 2013	<u>18,888</u>	<u>26,055</u>	<u>44,943</u>

4 Debtors

	2014 £	2013 £
Trade debtors	307	15,916
Prepayment debtor	46,102	51,816
Other debtors	19,051	19,051
	<u>65,460</u>	<u>86,783</u>

5 Creditors: amounts falling due within one year

	2014 £	2013 £
Trade creditors	945,678	913,370
Other taxes and social security costs	(3,791)	(9,144)
Other creditors	4,000	5,156
	<u>945,887</u>	<u>909,382</u>

6 Share capital

	Nominal value	2014 Number	2014 £	2013 £
Allotted, called up and fully paid: Ordinary shares	£1 each	80,000	<u>80,000</u>	<u>80,000</u>

7 Profit and loss account

	2014 £	2013 £
At 1 January 2014	(395,702)	(277,633)
Loss for the year	(177,148)	(118,069)
At 31 December 2014	<u>(572,850)</u>	<u>(395,702)</u>

Beijing Tong Ren Tang (UK) Limited
Notes to the Accounts
for the year ended 31 December 2014

8 Related Parties

Included in the Balance Sheet at the year end Trade Creditors, a balance is due to Beijing Tong Ren Tang HK Medicine Management Limited, an associated company, amounting to £930,750 (2013 : £916,287), a balance due from Guangzhou Kanghe Pharmaceutical company Limited amounting to £nil(2013:£2917), a balance due to Hip Wo Medicine Company Limited amounting to £12,690 (2013:nil)

During the year the company made purchases and sales from and to Beijing Tong Ren Tang HK Medicine Management Limited £17,746(2013:£20,404) and £29,110(2013:£26,688) respectively. The company made purchases from Hip Wo Medicine Company Limited, amounting to £54,903 (2013 : £18,107) The company made purchases from Guangzhou Kanghe Pharmaceutical company Limited amounting to £ 9,085 (2013: £37,815) The company made purchases and sales to Guangzhou Kanghe Pharmaceutical (Hong Kong) Company Limited £2,529 (2013 : £nil) and £nil (2013:£2,996)

9 Other financial commitments

	2014	2013
	£	£

Under operating lease commitment , the leasehold shop premises at
124, Shaftesbury Avenue London W1D 5ES

Operating leases which expire:		
within one year	128,000	128,000
within two to five years	384,000	384,000
Later years	832,000	960,000
	<u>1,344,000</u>	<u>1,472,000</u>

Under operating lease commitment , the leasehold warehouse premises at
Unit 19 Commercial Way Abbey Road Industrial Est. London NW10 7XF

Operating leases which expire:		
within one year	64,852	64,852
within two to five years	259,408	259,408
Later years	32,426	97,278
	<u>356,686</u>	<u>421,538</u>