

Registered number
04112874

DEE KAY KNITWEAR (UK) LTD

Filleted Accounts

30 November 2017

DEE KAY KNITWEAR (UK) LTD**Registered number:** 04112874**Balance Sheet****as at 30 November 2017**

	Notes	2017 £	2016 £
Fixed assets			
Tangible assets	2	769,663	270,671
Current assets			
Stocks		54,380	51,250
Debtors	3	370,282	160,137
Cash at bank and in hand		120,596	159,756
		<u>545,258</u>	<u>371,143</u>
Creditors: amounts falling due within one year	4	(589,818)	(355,856)
Net current (liabilities)/assets		<u>(44,560)</u>	<u>15,287</u>
Total assets less current liabilities		<u>725,103</u>	<u>285,958</u>
Creditors: amounts falling due after more than one year	5	(372,793)	(50,625)
Net assets		<u>352,310</u>	<u>235,333</u>
Capital and reserves			
Called up share capital		1,000	1,000
Profit and loss account		351,310	234,333
Shareholders' funds		<u>352,310</u>	<u>235,333</u>

The director is satisfied that the company is entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006.

The members have not required the company to obtain an audit in accordance with section 476 of the Act.

The director acknowledges his responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

The accounts have been prepared and delivered in accordance with the special provisions applicable to companies subject to the small companies regime. The profit and loss account has not been delivered to the Registrar of Companies.

K R Bagga

Director

Approved by the board on 9 April 2018

DEE KAY KNITWEAR (UK) LTD

Notes to the Accounts

for the year ended 30 November 2017

1 Accounting policies

Basis of preparation

The accounts have been prepared under the historical cost convention and in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland (as applied to small entities by section 1A of the standard).

Turnover

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover includes revenue earned from the sale of goods and from the rendering of services. Turnover from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have transferred to the buyer.

Tangible fixed assets

Tangible fixed assets are measured at cost less accumulative depreciation and any accumulative impairment losses. Depreciation is provided on all tangible fixed assets, other than freehold land and buildings, at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Freehold land and buildings	Not depreciated
Plant and machinery	10% per annum on cost
Fixtures, fittings and equipment	10% per annum on cost

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first in first out method. The carrying amount of stock sold is recognised as an expense in the period in which the related revenue is recognised.

Debtors

Short term debtors are measured at transaction price (which is usually the invoice price), less any impairment losses for bad and doubtful debts. Loans and other financial assets are initially recognised at transaction price including any transaction costs and subsequently measured at amortised cost determined using the effective interest method, less any impairment losses for bad and doubtful debts.

Creditors

Short term creditors are measured at transaction price (which is usually the invoice price). Loans and other financial liabilities are initially recognised at transaction price net of any transaction costs and subsequently measured at amortised cost determined using the effective interest method.

Taxation

A current tax liability is recognised for the tax payable on the taxable profit of the current and past periods. A current tax asset is recognised in respect of a tax loss that can be carried back to recover tax paid in a previous period. Deferred tax is recognised in respect of all timing differences between the recognition of income and expenses in the financial statements and their inclusion in tax assessments. 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 reporting date and that are expected to apply to the reversal of the timing difference, except for revalued land and investment property where the tax rate that applies to the sale of the asset is used. Current and deferred tax assets and liabilities are not discounted.

Provisions

Provisions (ie liabilities of uncertain timing or amount) are recognised when there is an obligation at the reporting date as a result of a past event, it is probable that economic benefit will be transferred to settle the obligation and the amount of the obligation can be estimated reliably.

Leased assets

A lease is classified as a finance lease if it transfers substantially all the risks and rewards incidental to ownership. All other leases are classified as operating leases. The rights of use and obligations under finance leases are initially recognised as assets and liabilities at amounts equal to the fair value of the leased assets or, if lower, the present value of the minimum lease payments. Minimum lease payments are apportioned between the finance charge and the reduction in the outstanding liability using the effective interest rate method. The finance charge is allocated to each period during the lease so as to produce a constant periodic rate of interest on the remaining balance of the liability. Leased assets are depreciated in accordance with the company's policy for tangible fixed assets. If there is no reasonable certainty that ownership will be obtained at the end of the lease term, the asset is depreciated over the lower of the lease term and its useful life. Operating lease payments are recognised as an expense on a straight line basis over the lease term.

Pensions

Contributions to defined contribution plans are expensed in the period to which they relate.

2 Tangible fixed assets

	Freehold land & buildings	Plant and machinery £	Fixtures, fittings & equipment £	Total £
Cost				
At 1 December 2016	-	378,850	23,019	401,869
Additions	490,191	45,007	8,102	543,300
At 30 November 2017	<u>490,191</u>	<u>423,857</u>	<u>31,121</u>	<u>945,169</u>
Depreciation				
At 1 December 2016	-	118,875	12,323	131,198
Charge for the year	-	41,196	3,112	44,308
At 30 November 2017	<u>-</u>	<u>160,071</u>	<u>15,435</u>	<u>175,506</u>
Net book value				
At 30 November 2017	<u>490,191</u>	<u>263,786</u>	<u>15,686</u>	<u>769,663</u>
At 30 November 2016	-	259,975	10,696	270,671

3 Debtors

	2017 £	2016 £
Trade debtors	369,827	160,137
Prepayments	455	-
	<u>370,282</u>	<u>160,137</u>

4 Creditors: amounts falling due within one year

	2017 £	2016 £
Bank loans and overdrafts (secured)	18,469	-
Obligations under finance leases	51,592	42,042
Trade creditors	439,678	255,888
Corporation tax	40,314	32,860
Other taxes and social security costs	22,668	12,158
Accrued expenses	10,807	7,433
Other creditors	6,290	5,475
	<u>589,818</u>	<u>355,856</u>

5 Creditors: amounts falling due after one year	2017	2016
	£	£
Bank loans (secured)	315,414	-
Obligations under finance leases	57,379	50,625
	<u>372,793</u>	<u>50,625</u>

6 Loans	2017	2016
	£	£
Creditors include:		
Amounts payable otherwise than by instalment falling due for payment after more than five years	<u>241,540</u>	<u>-</u>
Secured bank loans	<u>333,883</u>	<u>-</u>

Bank loan is secured by a charge over the freehold land and buildings owned by the company and an unlimited debenture incorporating a fixed and floating charge.

7 Related party transactions

Transactions with related parties

During the year rent amounting to £6,000 (2016 - £6,000) was paid to Mr K R Bagga and Mrs D K Bagga.

Dividends paid to director

Dividends paid on ordinary shares to director in their capacity as shareholder during the year amounted to £7,000 to Mr K R Bagga (2016 - £7,000).

8 Controlling party

During the year ended 30 November 2017, Mr K R Bagga and Mrs D K Bagga controlled 70% of the share capital of the company.

9 Other information

DEE KAY KNITWEAR (UK) LTD is a private company limited by shares and incorporated in England. Its registered office is:

128a Evington Road
Leicester
LE2 1HL

registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.