

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020
FOR
DAVES DISCOUNT (STORES) LTD

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FOR THE YEAR ENDED 31 MARCH 2020**

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DAVES DISCOUNT (STORES) LTD
COMPANY INFORMATION
FOR THE YEAR ENDED 31 MARCH 2020

DIRECTORS: Harjinder Kaur (Jnr)
Palminder Singh

SECRETARY: Palminder Singh

REGISTERED OFFICE: 1st Floor
Dudley House
Stone Street
DUDLEY
West Midlands
DY1 1NS

REGISTERED NUMBER: 04222087 (England and Wales)

ACCOUNTANTS: E R Grove & Co Limited
Grove House
Coombs Wood Court
Steel Park Road
Halesowen
West Midlands
B62 8BF

**CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS
ON THE UNAUDITED FINANCIAL STATEMENTS OF
DAVES DISCOUNT (STORES) LTD**

The following reproduces the text of the report prepared for the directors in respect of the company's annual unaudited financial statements. In accordance with the Companies Act 2006, the company is only required to file a Balance Sheet. Readers are cautioned that the Income Statement and certain other primary statements and the Report of the Directors are not required to be filed with the Registrar of Companies.

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Daves Discount (Stores) Ltd for the year ended 31 March 2020 which comprise the Income Statement, Balance Sheet and the related notes 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 within the ICAEW's regulations and guidance at <http://www.icaew.com/en/membership/regulations-standards-and-guidance>.

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

It is your duty to ensure that Daves Discount (Stores) Ltd has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and loss of Daves Discount (Stores) Ltd. You consider that Daves Discount (Stores) Ltd 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 financial statements of Daves Discount (Stores) Ltd. 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 financial statements.

E R Grove & Co Limited
Grove House
Coombs Wood Court
Steel Park Road
Halesowen
West Midlands
B62 8BF

23 December 2020

BALANCE SHEET
31 MARCH 2020

	Notes	2020 £	£	2019 £	£
FIXED ASSETS					
Intangible assets	4		96,000		-
Tangible assets	5		257,186		211,305
Investments	6		<u>15,000</u>		<u>15,000</u>
			368,186		226,305
CURRENT ASSETS					
Stocks		1,985,142		1,980,456	
Debtors	7	663,105		900,972	
Cash at bank and in hand		<u>79,861</u>		<u>105,770</u>	
		2,728,108		2,987,198	
CREDITORS					
Amounts falling due within one year	8	<u>2,829,481</u>		<u>2,650,822</u>	
NET CURRENT (LIABILITIES)/ASSETS			<u>(101,373)</u>		<u>336,376</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			266,813		562,681
CREDITORS					
Amounts falling due after more than one year	9		(19,569)		-
PROVISIONS FOR LIABILITIES			<u>(16,188)</u>		<u>(64)</u>
NET ASSETS			<u>231,056</u>		<u>562,617</u>
CAPITAL AND RESERVES					
Called up share capital			50,000		50,000
Share premium			200,000		200,000
Retained earnings			<u>(18,944)</u>		<u>312,617</u>
SHAREHOLDERS' FUNDS			<u>231,056</u>		<u>562,617</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2020 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

**BALANCE SHEET - continued
31 MARCH 2020**

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 Income Statement has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 23 December 2020 and were signed on its behalf by:

Palminder Singh - Director

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020**

1. STATUTORY INFORMATION

Daves Discount (Stores) 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 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.

Turnover

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

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 2015, is being amortised evenly over its estimated useful life of five years.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Short leasehold	- in accordance with the property
Fixtures and fittings	- 15% on reducing balance
Motor vehicles	- 25% on reducing balance

Stocks

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

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, 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.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2020

2. ACCOUNTING POLICIES - continued**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.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 91 (2019 - 118) .

4. INTANGIBLE FIXED ASSETS

	Goodwill £
COST	
At 1 April 2019	79,780
Additions	120,000
Disposals	(29,780)
At 31 March 2020	<u>170,000</u>
AMORTISATION	
At 1 April 2019	79,780
Charge for year	24,000
Eliminated on disposal	(29,780)
At 31 March 2020	<u>74,000</u>
NET BOOK VALUE	
At 31 March 2020	<u>96,000</u>
At 31 March 2019	<u>-</u>

5. TANGIBLE FIXED ASSETS

	Short leasehold £	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST					
At 1 April 2019	143,199	353,862	62,248	353,434	912,743
Additions	-	70,404	38,000	555	108,959
Disposals	(13,434)	(44,049)	-	(6,720)	(64,203)
At 31 March 2020	<u>129,765</u>	<u>380,217</u>	<u>100,248</u>	<u>347,269</u>	<u>957,499</u>
DEPRECIATION					
At 1 April 2019	141,170	190,033	41,572	328,663	701,438
Charge for year	2,029	33,068	3,572	8,185	46,854
Eliminated on disposal	(13,434)	(28,289)	-	(6,256)	(47,979)
At 31 March 2020	<u>129,765</u>	<u>194,812</u>	<u>45,144</u>	<u>330,592</u>	<u>700,313</u>
NET BOOK VALUE					
At 31 March 2020	<u>-</u>	<u>185,405</u>	<u>55,104</u>	<u>16,677</u>	<u>257,186</u>
At 31 March 2019	<u>2,029</u>	<u>163,829</u>	<u>20,676</u>	<u>24,771</u>	<u>211,305</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2020

5. TANGIBLE FIXED ASSETS - continued

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Motor vehicles £
COST	
Additions	38,000
At 31 March 2020	<u>38,000</u>
DEPRECIATION	
Charge for year	474
At 31 March 2020	<u>474</u>
NET BOOK VALUE	
At 31 March 2020	<u>37,526</u>

6. FIXED ASSET INVESTMENTS

	Other investments £
COST	
At 1 April 2019 and 31 March 2020	<u>15,000</u>
NET BOOK VALUE	
At 31 March 2020	<u>15,000</u>
At 31 March 2019	<u>15,000</u>

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Trade debtors	56,310	42,681
Other debtors	606,795	858,291
	<u>663,105</u>	<u>900,972</u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Bank loans and overdrafts	200,602	196,055
Hire purchase contracts (see note 10)	10,210	-
Trade creditors	523,560	692,752
Taxation and social security	174,401	213,062
Other creditors	1,920,708	1,548,953
	<u>2,829,481</u>	<u>2,650,822</u>

9. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2020 £	2019 £
Hire purchase contracts (see note 10)	<u>19,569</u>	<u>-</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2020

10. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

	Hire purchase contracts	
	2020	2019
	£	£
Net obligations repayable:		
Within one year	10,210	-
Between one and five years	19,569	-
	<u>29,779</u>	<u>-</u>
	Non-cancellable operating leases	
	2020	2019
	£	£
Within one year	184,528	180,788
Between one and five years	34,542	58,783
In more than five years	7,000	14,123
	<u>226,070</u>	<u>253,694</u>

11. SECURED DEBTS

The following secured debts are included within creditors:

	2020	2019
	£	£
Bank overdrafts	<u>200,602</u>	<u>196,055</u>

The bank loans and overdraft are secured by a debenture dated 27 August 2018 over the company's trade and assets.

12. RELATED PARTY DISCLOSURES

	2020	2019
£		
£		
Amounts due from associates	0	228,666
Amounts due to associates	(1,896,681)	(1,529,497)

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.