

Statement of Consent to Prepare Abridged Financial Statements

All of the members of M.S. Chahal & Sons (Wholesale) Limited have consented to the preparation of the abridged statement of income and retained earnings and the abridged statement of financial position for the year ending 31 March 2017 in accordance with Section 444(2A) of the Companies Act 2006.

COMPANY REGISTRATION NUMBER: 05085227

M.S. Chahal & Sons (Wholesale) Limited
Unaudited Abridged Financial Statements
31 March 2017

M.S. Chahal & Sons (Wholesale) Limited

Abridged Financial Statements

Year ended 31 March 2017

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The following pages do not form part of the abridged financial statements

Chartered accountant's report to the director on the preparation of the unaudited statutory abridged financial statements

M.S. Chahal & Sons (Wholesale) Limited

Director's Report

Year ended 31 March 2017

The director presents his report and the unaudited abridged financial statements of the company for the year ended 31 March 2017 .

Director

The director who served the company during the year was as follows:

Mr Opinderjit Chahal

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

This report was approved by the board of directors on 31 December 2017 and signed on behalf of the board by:

Mr Opinderjit Chahal

Director

Registered office:

Unit 7 The Business Centre

Corinium Industrial Estate

Raans Road Amersham

Buckinghamshire

HP6 6FB

M.S. Chahal & Sons (Wholesale) Limited

Abridged Statement of Income and Retained Earnings

Year ended 31 March 2017

	Note	2017 £	2016 £
Gross profit		1,686,460	1,254,842
Distribution costs		347,596	466,548
Administrative expenses		540,115	373,392
Operating profit		798,749	414,902
Other interest receivable and similar income		6	—
Interest payable and similar expenses		3,335	5,157
Profit before taxation	4	795,420	409,745
Tax on profit		160,883	83,057
Profit for the financial year and total comprehensive income		634,537	326,688
Dividends paid and payable		(150,000)	(250,000)
Retained earnings at the start of the year		649,982	573,294
Retained earnings at the end of the year		1,134,519	649,982

All the activities of the company are from continuing operations.

M.S. Chahal & Sons (Wholesale) Limited

Abridged Statement of Financial Position

31 March 2017

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	5	94,090	39,533
Current assets			
Stocks		635,000	1,085,000
Debtors		1,554,378	16,028
Cash at bank and in hand		31,262	501,154
		<u>2,220,640</u>	<u>1,602,182</u>
Creditors: amounts falling due within one year		<u>1,180,111</u>	<u>991,633</u>
Net current assets		<u>1,040,529</u>	<u>610,549</u>
Total assets less current liabilities		<u>1,134,619</u>	<u>650,082</u>
Capital and reserves			
Called up share capital		100	100
Profit and loss account		1,134,519	649,982
Shareholders funds		<u>1,134,619</u>	<u>650,082</u>

These abridged financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

For the year ending 31 March 2017 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's responsibilities:

- The members have not required the company to obtain an audit of its abridged financial statements for the year in question in accordance with section 476 ;
- The director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of abridged financial statements .

These abridged financial statements were approved by the board of directors and authorised for issue on 31 December 2017 , and are signed on behalf of the board by:

Mr Opinderjit Chahal

Director

Company registration number: 05085227

M.S. Chahal & Sons (Wholesale) Limited

Accounting Policies

Year ended 31 March 2017

Basis of preparation

The abridged financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

The abridged financial statements are prepared in sterling, which is the functional currency of the entity.

Transition to FRS 102

The entity transitioned from previous UK GAAP to FRS 102 as at 1 April 2015. Details of how FRS 102 has affected the reported financial position and financial performance is given in note 8.

Revenue recognition

Turnover is measured at the fair value of the consideration received or receivable for goods supplied and services rendered, net of discounts and Value Added Tax. Revenue from the sale of goods is recognised when the significant risks and rewards of ownership have transferred to the buyer (usually on despatch of the goods); the amount of revenue can be measured reliably; it is probable that the associated economic benefits will flow to the entity; and the costs incurred or to be incurred in respect of the transactions can be measured reliably.

Income tax

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, tax is recognised in other comprehensive income or directly in equity, respectively. Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are 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. Deferred tax is measured 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.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses. An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other comprehensive income and accumulated in equity, except to the extent it reverses a revaluation decrease of the same asset previously recognised in profit or loss. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other comprehensive income to the extent of any previously recognised revaluation increase accumulated in equity in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in equity in respect of that asset, the excess shall be recognised in profit or loss.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Motor vehicles	-	25% reducing balance
Fixtures, fittings and equipments	-	25% reducing balance

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date. For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets. For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the company are assigned to those units.

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

M.S. Chahal & Sons (Wholesale) Limited

Notes to the Abridged Financial Statements

Year ended 31 March 2017

1. General information

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is Unit 7 The Business Centre, Corinium Industrial Estate, Raans Road Amersham, Buckinghamshire, HP6 6FB.

2. Statement of compliance

These abridged financial statements have been prepared in compliance with Section 1A of FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

3. Employee numbers

The average number of persons employed by the company during the year amounted to 8 (2016: 8).

4. Profit before taxation

Profit before taxation is stated after charging:

	2017	2016
	£	£
Depreciation of tangible assets	31,363	13,177
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5. Tangible assets

	£
Cost	
At 1 April 2016	155,230
Additions	94,992
Disposals	(56,889)

At 31 March 2017	193,333

Depreciation	
At 1 April 2016	115,697
Charge for the year	31,363
Disposals	(47,817)

At 31 March 2017	99,243

Carrying amount	
At 31 March 2017	94,090

At 31 March 2016	39,533

6. Director's advances, credits and guarantees

During the year the director entered into the following advances and credits with the company:

	Balance brought forward and outstanding	
	2017	2016
	£	£
Mr Opinderjit Chahal	(258,393)	(12,796)
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7. Related party transactions

The company was under the control of Mr Opinderjit S Chahal throughout the current and previous year. Mr Chahal is the managing director and together with his family holdings is the majority shareholder. The premises company occupies are owned by the Director and his brother. The rent paid during the year was £50,000 (2016: £50,000). Director confirms that the rent paid is the market rent. Included in the other debtors is a balance of £577,172.40 (2016: Nil) owed by M.S Chahal & Sons (Holdings) Limited where the director Mr Opinderjit S Chahal or his family members are the directors and shareholders of the company. M.S Chahal & Sons (Holdings) Limited bought a warehouse on 7th March 2017 which is rented to M.S. Chahal & Sons (Wholesale) Limited for £50,000+VAT per annum. Director confirms that the rent paid is the market rent. Included in the other debtors is a balance of £960,821.66 (2016: Nil) owed by AG Internet Services Limited where the director Mr Opinderjit S Chahal and his family members are the directors and shareholders of the company. Included in the trade creditors is a balance of £74,755.00 (2016: 45,570.00) payable to AG Internet Services Limited where the director Mr Opinderjit S Chahal and his family members are the directors and shareholders of the company.

8. Transition to FRS 102

These are the first abridged financial statements that comply with FRS 102. The company transitioned to FRS 102 on 1 April 2015.

No transitional adjustments were required in equity or profit or loss for the year.

M.S. Chahal & Sons (Wholesale) Limited

Management Information

Year ended 31 March 2017

The following pages do not form part of the abridged financial statements.

M.S. Chahal & Sons (Wholesale) Limited

Chartered Accountant's Report to the Director on the Preparation of the Unaudited Statutory Abridged Financial Statements of M.S. Chahal & Sons (Wholesale) Limited

Year ended 31 March 2017

As described on the abridged statement of financial position, the director of the company is responsible for the preparation of the abridged financial statements for the year ended 31 March 2017, which comprise the abridged statement of income and retained earnings, abridged statement of financial position and the related notes. You consider that the company is exempt from an audit under the Companies Act 2006. In accordance with your instructions we have compiled these abridged financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and from information and explanations supplied to us.

CHOWDHARY & CO Chartered accountant
46 Syon Lane Osterley Middlesex TW7 5NQ
31 December 2017

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.