

Company Registration No. 05534506 (England and Wales)

DANZAK LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015

THURSDAY



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27/10/2016
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DANZAK LIMITED

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DANZAK LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2015

The directors present their report and financial statements for the year ended 31 December 2015.

Directors

The following directors have held office since 1 January 2015:

R. Krulik
M. Paradise

Auditors

The auditors, Kench & Co Ltd, are deemed to be reappointed under section 487(2) of the Companies Act 2006.

Statement of directors' responsibilities

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements 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 financial statements 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 financial statements, the directors are required to:

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

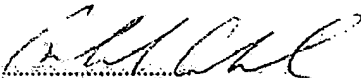
The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies 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.

Statement of disclosure to auditors

So far as the directors are aware, there is no relevant audit information of which the company's auditors are unaware. Additionally, the directors have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the company's auditors are aware of that information.

This report has been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.

On behalf of the board



R. Krulik

Director

27 OCT. 2016

DANZAK LIMITED

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF DANZAK LIMITED

We have audited the financial statements of Danzak Limited for the year ended 31 December 2015 set out on pages 4 to 9. 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).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As explained more fully in the Directors' Responsibilities Statement set out on page 1, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements 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 Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Annual Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2015 and of its profit 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 matter prescribed by the Companies Act 2006

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

DANZAK LIMITED

INDEPENDENT AUDITORS' REPORT (CONTINUED)

TO THE MEMBERS OF DANZAK LIMITED

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 financial statements 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 financial statements 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.



Eric Kench FCA (Senior Statutory Auditor)
for and on behalf of Kench & Co Ltd

27 OCT 2016

Chartered Accountants
Statutory Auditor

10 Station Road
Henley on Thames
Oxfordshire
RG9 1AY

DANZAK LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2015

	Notes	2015 £	2014 £
Turnover	2	1,343,392	1,321,259
Cost of sales		(663,714)	(603,360)
Gross profit		679,678	717,899
Distribution costs		(215,764)	(181,596)
Administrative expenses		(356,877)	(296,825)
Operating profit	3	107,037	239,478
Other interest receivable and similar income	4	75	41
Profit on ordinary activities before taxation		107,112	239,519
Tax on profit on ordinary activities	5	(21,638)	(52,209)
Profit for the year	11	85,474	187,310

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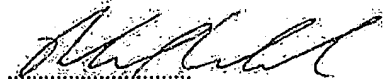
BALANCE SHEET

AS AT 31 DECEMBER 2015

	Notes	2015 £	£	2014 £	£
Fixed assets					
Tangible assets	6		5,706		4,255
Current assets					
Stocks		406,666		326,816	
Debtors	7	180,907		221,125	
Cash at bank and in hand		217,814		134,500	
		<u>805,387</u>		<u>682,441</u>	
Creditors: amounts falling due within one year	8	<u>(326,253)</u>		<u>(288,992)</u>	
Net current assets			479,134		393,449
Total assets less current liabilities			<u>484,840</u>		<u>397,704</u>
Provisions for liabilities	9		<u>(52,238)</u>		<u>(50,576)</u>
			<u>432,602</u>		<u>347,128</u>
Capital and reserves					
Called up share capital	10		1		1
Profit and loss account	11		432,601		347,127
Shareholders' funds			<u>432,602</u>		<u>347,128</u>

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and the Financial Reporting Standard for Smaller Entities (effective January 2015).

Approved by the Board for issue on 27 OCT 2016



R. Krulik
Director

Company Registration No. 05534506

DANZAK LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2015

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated).

1.3 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Computer equipment	4 Years Straight Line
Fixtures, fittings & equipment	15% Reducing Balance

1.5 Leasing

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

1.6 Stock

Stock is valued at the lower of cost and net realisable value using a weighted average cost.

1.7 Foreign currency translation

Transactions in foreign currencies are recorded at a fixed rate set at the beginning of the financial year and during the year if appropriate. Monetary assets and liabilities denominated in foreign currencies are translated into sterling at an exchange rate effective at the year end. All differences are taken to profit and loss account.

2 Turnover

In the year to 31 December 2015 3% (2014 - 2%) of the company's turnover was to markets outside the United Kingdom.

3 Operating profit

	2015	2014
	£	£
Operating profit is stated after charging:		
Depreciation of tangible assets	2,110	1,761
Auditors' remuneration	9,975	8,190

DANZAK LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2015

4 Investment income	2015	2014
	£	£
Bank interest	43	41
Other interest	32	
	<u>75</u>	<u>41</u>
	<u><u>75</u></u>	<u><u>41</u></u>
5 Taxation	2015	2014
	£	£
Domestic current year tax		
U.K. corporation tax	21,638	52,209
	<u>21,638</u>	<u>52,209</u>
Total current tax	<u>21,638</u>	<u>52,209</u>
6 Tangible fixed assets		
		Plant and machinery etc
		£
Cost		
At 1 January 2015		11,258
Additions		3,561
		<u>14,819</u>
At 31 December 2015		<u>14,819</u>
Depreciation		
At 1 January 2015		7,003
Charge for the year		2,110
		<u>9,113</u>
At 31 December 2015		<u>9,113</u>
Net book value		
At 31 December 2015		<u>5,706</u>
At 31 December 2014		<u>4,255</u>

DANZAK LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2015

7 Debtors	2015	2014
	£	£
Trade debtors	159,754	203,362
Other debtors	21,153	17,763
	<u>180,907</u>	<u>221,125</u>

Debtors include an amount of £3375 (2014 - £3,375) which is due after more than one year.

8 Creditors: amounts falling due within one year	2015	2014
	£	£
Trade creditors	41,999	29,235
Amounts owed to group undertakings and undertakings in which the company has a participating interest	140,554	74,684
Taxation and social security	55,515	85,046
Other creditors	88,185	100,027
	<u>326,253</u>	<u>288,992</u>

9 Provisions for liabilities	Other
	£
Balance at 1 January 2015	50,576
Warranty provision in year	31,220
Amount used	(29,558)
Balance at 31 December 2015	<u>52,238</u>

A provision has been recognised for expected warranty claims on Briggs & Riley product lines sold since the company commenced trading in accordance with the lifetime guarantee provided with these specific products. As there is no time limit in respect of claims under the warranty, the company is unable to determine when relevant claims will need to be fulfilled.

10 Share capital	2015	2014
	£	£
Allotted, called up and fully paid		
1 Ordinary Share of £1 each	<u>1</u>	<u>1</u>

DANZAK LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2015

11 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 January 2015	347,127
Profit for the year	85,474
Balance at 31 December 2015	<u>432,601</u>

12 Financial commitments

At 31 December 2015 the company was committed to making the following payments under non-cancellable operating leases in the year to 31 December 2016:

	2015 £	2014 £
Operating leases which expire: Between two and five years	<u>12,000</u>	<u>12,000</u>

13 Control

The ultimate parent company is U.S. Luggage LLC, a company registered in the United States of America.

U.S. Luggage LLC prepares group accounts and copies can be obtained from U.S. Luggage LLC, 400 Wireless Boulevard, Hauppauge, NY 11788, USA.

14 Related party relationships and transactions

During the year the company made purchases of £669,359 (2014: £696,418) from US Luggage LLC, the parent company. Also during the year they made sales to the parent company totalling £597 (2014: £nil). The balance due to US Luggage LLC as at 31 December 2015 was £140,554 (2014: £74,684).

All transactions were at market value.