

AZURA SOFT FURNISHINGS (UK) LIMITED

Annual Report and Unaudited Financial Statements
for the Year Ended 31 March 2020

Riaz Ahmad & Co Limited
Chartered Certified Accountants
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AZURA SOFT FURNISHINGS (UK) LIMITED

Contents

Company Information	<u>1</u>
Balance Sheet	<u>2</u>
Notes to the Unaudited Financial Statements	<u>3 to 7</u>

AZURA SOFT FURNISHINGS (UK) LIMITED

Company Information

Director	Mr Tariq Majid
Company secretary	Mrs Shabeena Farheen Mir
Registered office	Unit K Highfield Industrial Estate Westend Street Oldham OL9 6AJ
Accountants	Riaz Ahmad & Co Limited Chartered Certified Accountants Lord House 51 Lord Street Manchester M3 1HE

AZURA SOFT FURNISHINGS (UK) LIMITED

(Registration number: 05888200)
Balance Sheet as at 31 March 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	<u>4</u>	28,347	140,579
Current assets			
Stocks	<u>5</u>	199,865	202,853
Debtors	<u>6</u>	93,724	189,192
Cash at bank and in hand		<u>92,823</u>	<u>121,090</u>
		386,412	513,135
Creditors: Amounts falling due within one year	<u>7</u>	<u>(75,731)</u>	<u>(126,827)</u>
Net current assets		<u>310,681</u>	<u>386,308</u>
Net assets		<u>339,028</u>	<u>526,887</u>
Capital and reserves			
Called up share capital	<u>8</u>	100	100
Profit and loss account		<u>338,928</u>	<u>526,787</u>
Shareholders' funds		<u>339,028</u>	<u>526,887</u>

For the financial year ending 31 March 2020 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 accounts for the year in question in accordance with section 476; and
- The director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the director on 20 November 2020

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Mr Tariq Majid
Director

The notes on pages 3 to 7 form an integral part of these financial statements.

AZURA SOFT FURNISHINGS (UK) LIMITED

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2020

1 General information

The company is a private company limited by share capital, incorporated in England.

The address of its registered office is:

Unit K
Highfield Industrial Estate
Westend Street
Oldham
OL9 6AJ

These financial statements were authorised for issue by the director on 20 November 2020.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;
it is probable that future economic benefits will flow to the entity;
and specific criteria have been met for each of the company's activities.

Tax

The tax expense for the period comprises tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Tangible assets

Tangible assets are stated in the balance sheet at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

AZURA SOFT FURNISHINGS (UK) LIMITED

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2020

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Plant and Machinery	10% straight line basis
Fixture and fittings	10% straight line basis
Motor vehicles	25% straight line basis

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business. Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

AZURA SOFT FURNISHINGS (UK) LIMITED

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2020

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing. Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges. Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

3 Staff numbers

The average number of persons employed by the company (including the director) during the year, was 15 (2019 - 16).

AZURA SOFT FURNISHINGS (UK) LIMITED

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2020

4 Tangible assets

	Furniture, fittings and equipment £	Motor vehicles £	Other tangible assets £	Total £
Cost or valuation				
At 1 April 2019	89,589	15,869	213,513	318,971
Disposals	-	-	(213,513)	(213,513)
At 31 March 2020	89,589	15,869	-	105,458
Depreciation				
At 1 April 2019	52,283	15,869	110,240	178,392
Charge for the year	8,959	-	-	8,959
Eliminated on disposal	-	-	(110,240)	(110,240)
At 31 March 2020	61,242	15,869	-	77,111
Carrying amount				
At 31 March 2020	28,347	-	-	28,347
At 31 March 2019	37,306	-	103,273	140,579

5 Stocks

	2020 £	2019 £
Other inventories	199,865	202,853

6 Debtors

	2020 £	2019 £
Trade debtors	91,688	103,673
Other debtors	2,036	85,519
	93,724	189,192

7 Creditors

Creditors: amounts falling due within one year

AZURA SOFT FURNISHINGS (UK) LIMITED

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2020

	Note	2020 £	2019 £
Due within one year			
Loans and borrowings	9	-	254
Trade creditors		57,285	107,322
Taxation and social security		12,484	8,282
Accruals and deferred income		2,980	2,980
Other creditors		2,982	7,989
		<u>75,731</u>	<u>126,827</u>

8 Share capital

Allotted, called up and fully paid shares

	2020 No.	£	2019 No.	£
Ordinary shares of £1 each of £1 each	100	100	100	100

9 Loans and borrowings

	2020 £	2019 £
Current loans and borrowings		
Bank overdrafts	-	254

10 Dividends

	2020 £	2019 £

11 Related party transactions

Directors' remuneration

The director's remuneration for the year was as follows:

	2020 £	2019 £
Remuneration	17,072	16,273

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.

