Registered number
06111718

AIP Limited

Report and Unaudited Accounts

31 August 2017

Accountancy 4 Wealth Limited

Chartered Accountants and Business Advisors
33 Wolverhampton Road
Cannock
Staffordshire
WS11 1AP

AIP Limited

Registered number: 06111718

Balance Sheet

as at 31 August 2017

	Notes		2017		2016
			£		£
Current assets					
Debtors	2	9,390		9,536	
Cash at bank and in hand		11,803		15,670	
		21,193		25,206	
Creditors: amounts falling due within one year	3	(6,315)		(4,127)	
Net current assets			14,878		21,079
Net assets			14,878		21,079
Capital and reserves					
Called up share capital			5,601		5,601
Profit and loss account			9,277		15,478
Shareholders' funds			14,878		21,079

The directors are 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 directors acknowledge their 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.

Sengodan Venkateswaran

Director

Approved by the board on 17 May 2018

AIP Limited

Notes to the Accounts

for the year ended 31 August 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.

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. Turnover from the rendering of services is recognised by reference to the stage of completion of the contract. The stage of completion of a contract is measured by comparing the costs incurred for work performed to date to the total estimated contract costs.

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, at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Freehold buildings	over 50 years
Leasehold land and buildings	over the lease term
Plant and machinery	over 5 years
Fixtures, fittings, tools and equipment	over 5 years

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.

2 Debtors	**2017**	**2016**
	£	**£**
Other debtors	9,390	9,536

3 Creditors: amounts falling due within one year	**2017**	**2016**

	£	£
Amounts owed to group undertakings and undertakings in which the company has a participating interest	6,300	1,369
Other taxes and social security costs	-	32
Other creditors	15	2,726
	6,315	4,127

4 Related party transactions

There are no related party transactions.

5 Controlling party

The company is controlled by its directors who are the shareholders.

6 Contingent Liability

Since the Company's cessation of trade in August 2015, the Company has been subject to an HMRC enquiry into the 2012/2013 and 2013/2014 tax years where HMRC contend PAYE and NI totalling £95,010 is due. The Director had taken specialist professional advise at the time and was advised that no liability existed. Whilst it was initially agreed that the disputed tax would be stood over pending the outcome of the dispute, HMRC has during the current period issued a notice for advance payment of this disputed amount and the Company has joined a joint judicial review to challenge the validity of these notices. In the interim HMRC have issued late payment penalties totalling £11,836 which themselves have been challenged via the tax tribunal and deferred pending the outcome of the initial dispute.

Should any of these amounts be found to be payable, or the directors are no longer be able to fund the defence payments, it will be necessary to liquidate the Company.

Since the balance sheet date new legislation has been proposed which would render the Company liable to PAYE and NI if the director does not repay before 5 April 2019 personal loans taken from the Employee Benefit Trusts originally set up by the Company.

Should these loans remain outstanding at that date an amount equivalent to the disputed tax detailed above will be payable by the Company which would also force the Company's liquidation.

At this stage it is not known whether or not the director will be in a position to repay these amounts.