

Oriental Bu Trading Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 31 October 2019

Oriental Bu Trading Limited

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Oriental Bu Trading Limited

(Registration number: 06407681)
Balance Sheet as at 31 October 2019

	Note	2019 £	2018 £
Fixed assets			
Tangible assets	<u>4</u>	98,807	117,351
Current assets			
Stocks	<u>5</u>	113,159	38,500
Debtors	<u>6</u>	518,591	391,060
Cash at bank and in hand		417,040	376,590
		1,048,790	806,150
Creditors: Amounts falling due within one year	<u>7</u>	(738,980)	(549,225)
Net current assets		309,810	256,925
Total assets less current liabilities		408,617	374,276
Creditors: Amounts falling due after more than one year	<u>7</u>	(167,427)	(208,234)
Provisions for liabilities		(16,797)	(19,949)
Net assets		224,393	146,093
Capital and reserves			
Called up share capital	<u>8</u>	10	10
Profit and loss account		224,383	146,083
Total equity		224,393	146,093

For the financial year ending 31 October 2019 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 24 February 2020

The notes on pages 3 to 9 form an integral part of these financial statements.
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Oriental Bu Trading Limited
(Registration number: 06407681)
Balance Sheet as at 31 October 2019

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B Huang
Director

The notes on pages 3 to 9 form an integral part of these financial statements.
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Oriental Bu Trading Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 October 2019

1 General information

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

The address of its registered office is:

39 Jackson Road
Oxford
OX2 7TP

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 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 current and deferred 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.

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when 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.

Oriental Bu Trading Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 October 2019

Tangible assets

Tangible assets are stated in the statement of financial position 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.

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
Office Equipment	25% Straight Line
Motor Vehicles	15 % Reducing Balance

Investments

Investments in equity shares which are publicly traded or where the fair value can be measured reliably are initially measured at fair value, with changes in fair value recognised in profit or loss. Investments in equity shares which are not publicly traded and where fair value cannot be measured reliably are measured at cost less impairment.

Interest income on debt securities, where applicable, is recognised in income using the effective interest method. Dividends on equity securities are recognised in income when receivable.

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 in the ordinary course of business.

Trade debtors are recognised at the transaction price. 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 net realisable value, after due regard for obsolete and slow moving items. Net realisable value is based on selling price less anticipated costs to completion and selling costs.

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.

Oriental Bu Trading Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 October 2019

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.

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

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.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 Staff numbers

The average number of persons employed by the company (including the director) during the year, was 18 (2018 - 21).

Oriental Bu Trading Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 October 2019

4 Tangible assets

	Furniture, fittings and equipment £	Motor vehicles £	Total £
Cost or valuation			
At 1 November 2018	48,902	124,480	173,382
Additions	7,460	-	7,460
At 31 October 2019	56,362	124,480	180,842
Depreciation			
At 1 November 2018	21,488	34,543	56,031
Charge for the year	12,513	13,491	26,004
At 31 October 2019	34,001	48,034	82,035
Carrying amount			
At 31 October 2019	22,361	76,446	98,807
At 31 October 2018	27,414	89,937	117,351

5 Stocks

	2019 £	2018 £
Finished goods and goods for resale	113,159	38,500

6 Debtors

	Note	2019 £	2018 £
Trade debtors		-	690
Amounts owed by related parties	<u>12</u>	90,500	65,499
Prepayments		53,520	6,336
Other debtors		374,571	318,535
		518,591	391,060

Oriental Bu Trading Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 October 2019

7 Creditors

Creditors: amounts falling due within one year

	Note	2019 £	2018 £
Due within one year			
Loans and borrowings	<u>9</u>	40,807	32,375
Trade creditors		253,434	-
Taxation and social security		28,193	30,480
Accruals and deferred income		5,281	5,056
Other creditors		411,265	481,314
		<u>738,980</u>	<u>549,225</u>

Creditors include obligations under finance lease and hire purchase contracts which are secured, over certain assets of the company, of £11,871 (2018 - £10,166).

Creditors: amounts falling due after more than one year

	Note	2019 £	2018 £
Due after one year			
Loans and borrowings	<u>9</u>	<u>167,427</u>	<u>208,234</u>

Creditors include net obligations under finance lease and hire purchase contracts which are secured , over certain assets of the company, of £61,539 (2018 - £73,411).

Oriental Bu Trading Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 October 2019

8 Share capital

Allotted, called up and fully paid shares

	2019		2018	
	No.	£	No.	£
Ordinary shares of £1 each	10	10	10	10

9 Loans and borrowings

	2019 £	2018 £
Non-current loans and borrowings		
Other borrowings	105,888	134,823
HP and finance lease liabilities	61,539	73,411
	<u>167,427</u>	<u>208,234</u>
	2019 £	2018 £
Current loans and borrowings		
Other borrowings	28,936	22,209
HP and finance lease liabilities	11,871	10,166
	<u>40,807</u>	<u>32,375</u>

Oriental Bu Trading Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 October 2019

10 Dividends

	2019	2018
	£	£
Interim dividend of £Nil (2018 - £1,000) per ordinary share	-	10,000

11 Financial commitments, guarantees and contingencies

Amounts not provided for in the balance sheet

The total amount of financial commitments not included in the balance sheet is £67,012 (2018 - £105,020). As at the 31st October 2019, the company had annual commitments under non-cancellable operating leases.

12 Related party transactions

Summary of transactions with other related parties

Directors

During the year the director repaid his loan account balance (2018: borrowed £116,872). At the balance sheet date the amount owed to the Director was £96,592 (2018: amount owed by the director: £65,499).

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.