

# Fadak Food Limited

Annual Report and Unaudited Financial Statements  
for the Year Ended 28 February 2017

Kajaine Limited  
Kajaine House  
57-67 High Street  
Edgware  
HA8 7DD

# **Fadak Food Limited**

## **Contents**

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

# **Fadak Food Limited**

## **Company Information**

<b>Director</b>	Mr M Al-Haddad
<b>Registered office</b>	40 Crawford Street London W1H 1JL
<b>Accountants</b>	Kajaine Limited Kajaine House 57-67 High Street Edgware HA8 7DD

# Fadak Food Limited

## (Registration number: 07154097) Balance Sheet as at 28 February 2017

	Note	2017 £	2016 £
<b>Fixed assets</b>			
Tangible assets	<u>4</u>	52,805	43,693
<b>Current assets</b>			
Stocks	<u>5</u>	8,028	7,283
Debtors	<u>6</u>	196,366	128,011
Cash at bank and in hand		<u>21,541</u>	<u>40,692</u>
		225,935	175,986
<b>Creditors: Amounts falling due within one year</b>	<u>7</u>	<u>(114,700)</u>	<u>(101,159)</u>
<b>Net current assets</b>		<u>111,235</u>	<u>74,827</u>
<b>Net assets</b>		<u>164,040</u>	<u>118,520</u>
<b>Capital and reserves</b>			
Called up share capital		1	1
Profit and loss account		<u>164,039</u>	<u>118,519</u>
<b>Total equity</b>		<u>164,040</u>	<u>118,520</u>

For the financial year ending 28 February 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 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 and delivered 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 27 November 2017

.....

Mr M Al-Haddad

Director

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

Page 2

# **Fadak Food Limited**

## **Notes to the Financial Statements for the Year Ended 28 February 2017**

### **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:

40 Crawford Street

London

W1H 1JL

United Kingdom

These financial statements were authorised for issue by the director on 27 November 2017.

### **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.

#### **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:

<b>Asset class</b>	<b>Depreciation method and rate</b>
Leasehold property	Over a period of 3 years
Furniture, fittings and equipment	25% per annum on reducing balance
Motor vehicles	25% per annum on reducing balance

#### **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.

## **Fadak Food Limited**

### **Notes to the Financial Statements for the Year Ended 28 February 2017**

#### **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**

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 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.

# Fadak Food Limited

## Notes to the Financial Statements for the Year Ended 28 February 2017

### 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 18 (2016 - 18).

### 4 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Total £
<b>Cost or valuation</b>				
At 1 March 2016	126,507	88,852	11,321	226,680
Additions	-	26,712	-	26,712
At 28 February 2017	126,507	115,564	11,321	253,392
<b>Depreciation</b>				
At 1 March 2016	126,506	48,742	7,739	182,987
Charge for the year	-	16,705	895	17,600
At 28 February 2017	126,506	65,447	8,634	200,587
<b>Carrying amount</b>				
At 28 February 2017	1	50,117	2,687	52,805
At 29 February 2016	1	40,110	3,582	43,693

Included within the net book value of land and buildings above is £1 (2016 - £1) in respect of short leasehold land and buildings.

Included within the net book value of tangible fixed assets is £2,687 (2016 - £3,582) in respect of assets held under finance leases and similar hire purchase contracts. Depreciation for the year on these assets was £895 (2016 - £1,194).

### 5 Stocks

	2017 £	2016 £
Other inventories	8,028	7,283



# Fadak Food Limited

## Notes to the Financial Statements for the Year Ended 28 February 2017

### 6 Debtors

	2017 £	2016 £
Trade debtors	5,463	2,739
Other debtors	28,640	28,640
Prepayments	3,500	3,250
Directors current account	158,763	93,382
	<hr/>	<hr/>
Total current trade and other debtors	196,366	128,011
	<hr/>	<hr/>

### 7 Creditors

	Note	2017 £	2016 £
<b>Due within one year</b>			
Bank loans and overdrafts	8	-	341
Trade creditors		4,277	1,425
Taxation and social security		57,551	62,422
Other creditors		-	2
Accrued expenses		10,745	6,986
Corporation tax payable		42,127	29,983
		<hr/>	<hr/>
		114,700	101,159
		<hr/>	<hr/>

### 8 Loans and borrowings

	2017 £	2016 £
<b>Current loans and borrowings</b>		
Finance lease liabilities	-	341
	<hr/>	<hr/>

### 9 Related party transactions

#### Summary of transactions with other related parties

The company was under the control of Mr M Al-Haddad throughout the current and previous year. Mr M Al-Haddad is the managing director and majority shareholder.

At the balance sheet date, the amount owed from the director amounted to £158,763 (2016 - £93,382). The director paid £4,997 (2016 - £2,939) interest to the company in respect of this loan. The loan of £158,763 was paid back by the director on 30 November 2017.

## **Fadak Food Limited**

### **Notes to the Financial Statements for the Year Ended 28 February 2017**

#### **10 Transition to FRS 102**

This is the first year the company is preparing accounts under FRS 102 Section 1A. The policies applied under the entities previous accounting framework are not materially different to FRS 102 and have not impacted on the equity or profit or loss.

Page 7

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.