

Beauty Impex Ltd

Annual Report and Unaudited Financial Statements
for the Year Ended 31 July 2018

MG Group (Professional Services) Ltd
Chartered Accountants
166 College Road
Harrow
Middlesex
HA1 1BH

Beauty Impex Ltd

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Beauty Impex Ltd

Company Information

Directors	Mr A Waheed Bhatti Mr Khalid Rafique
Registered office	Unit 7 Business Centre 21 Wadsworth Road Perivale UB6 7LQ
Accountants	MG Group (Professional Services) Ltd Chartered Accountants 166 College Road Harrow Middlesex HA1 1BH

**Chartered Accountants' Report to the Board of Directors on the Preparation of the
Unaudited Statutory Accounts of
Beauty Impex Ltd
for the Year Ended 31 July 2018**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Beauty Impex Ltd for the year ended 31 July 2018 as set out on pages 3 to 10 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/en/members/regulations-standards-and-guidance/>.

This report is made solely to the Board of Directors of Beauty Impex Ltd, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the accounts of Beauty Impex Ltd and state those matters that we have agreed to state to the Board of Directors of Beauty Impex Ltd, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Beauty Impex Ltd and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Beauty Impex Ltd has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of Beauty Impex Ltd. You consider that Beauty Impex Ltd is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the accounts of Beauty Impex Ltd. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.

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MG Group (Professional Services) Ltd
Chartered Accountants
166 College Road
Harrow
Middlesex
HA1 1BH

30 April 2019

Beauty Impex Ltd

(Registration number: 07701746)

Balance Sheet as at 31 July 2018

	Note	2018 £	2017 £
Fixed assets			
Tangible assets	<u>4</u>	300,681	300,958
Current assets			
Stocks		169,233	143,533
Debtors	<u>5</u>	90,323	83,051
Cash at bank and in hand		<u>1,105</u>	<u>109</u>
		260,661	226,693
Creditors: Amounts falling due within one year	<u>6</u>	<u>(261,714)</u>	<u>(250,178)</u>
Net current liabilities		<u>(1,053)</u>	<u>(23,485)</u>
Total assets less current liabilities		299,628	277,473
Creditors: Amounts falling due after more than one year	<u>6</u>	<u>(113,364)</u>	<u>(95,036)</u>
Net assets		<u>186,264</u>	<u>182,437</u>
Capital and reserves			
Called up share capital		200	200
Share premium reserve		150,000	150,000
Profit and loss account		<u>36,064</u>	<u>32,237</u>
Total equity		<u>186,264</u>	<u>182,437</u>

For the financial year ending 31 July 2018 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' 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 directors acknowledge their 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.

The notes on pages 5 to 10 form an integral part of these financial statements.

Beauty Impex Ltd

(Registration number: 07701746)

Balance Sheet as at 31 July 2018

Approved and authorised by the Board on 30 April 2019 and signed on its behalf by:

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Mr Khalid Rafique

Director

The notes on pages 5 to 10 form an integral part of these financial statements.

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Beauty Impex Ltd

Notes to the Financial Statements for the Year Ended 31 July 2018

1 General information

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

The address of its registered office is:

Unit 7
Business Centre
21 Wadsworth Road
Perivale
UB6 7LQ

These financial statements were authorised for issue by the Board on 30 April 2019.

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 current 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.

Beauty Impex Ltd

Notes to the Financial Statements for the Year Ended 31 July 2018

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
Fixtures and fittings	15% straight line
Plant & Machinery	25% straight line
Motor vehicles	20% straight line
Office equipment	25% straight line

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.

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.

Beauty Impex Ltd

Notes to the Financial Statements for the Year Ended 31 July 2018

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.

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 directors) during the year, was 5 (2017 - 5).

4 Tangible assets

	Land and buildings £	Fixtures and fittings £	Plant and machinery £	Office equipment £
Cost or valuation				
At 1 August 2017	300,000	5,118	2,516	-
Additions	-	-	-	639
At 31 July 2018	300,000	5,118	2,516	639
Depreciation				
At 1 August 2017	-	4,161	2,516	-
Charge for the year	-	654	-	261
At 31 July 2018	-	4,815	2,516	261
Carrying amount				
At 31 July 2018	300,000	303	-	378
At 31 July 2017	300,000	655	-	303

Beauty Impex Ltd

Notes to the Financial Statements for the Year Ended 31 July 2018

	Motor vehicles £	Total £
Cost or valuation		
At 1 August 2017	10,833	318,467
Additions	-	639
At 31 July 2018	10,833	319,106
Depreciation		
At 1 August 2017	10,833	17,510
Charge for the year	-	915
At 31 July 2018	10,833	18,425
Carrying amount		
At 31 July 2018	-	300,681
At 31 July 2017	-	300,958

Included within the net book value of land and buildings above is £300,000 (2017 - £300,000) in respect of freehold land and buildings.

According to the directors' opinion, the market value of the Freehold Land and building at 31 July 2018 was £300,000.

5 Debtors

	2018 £	2017 £
Trade debtors	88,670	83,051
Other debtors	1,653	-
	90,323	83,051

Beauty Impex Ltd

Notes to the Financial Statements for the Year Ended 31 July 2018

6 Creditors

Creditors: amounts falling due within one year

	Note	2018 £	2017 £
Due within one year			
Bank loans and overdrafts	<u>8</u>	113,188	95,006
Trade creditors		37,492	37,701
Taxation and social security		15,456	17,437
Accruals and deferred income		1,770	1,770
Other creditors		93,808	98,264
		<u>261,714</u>	<u>250,178</u>

Creditors: amounts falling due after more than one year

	Note	2018 £	2017 £
Due after one year			
Loans and borrowings	<u>8</u>	<u>113,364</u>	<u>95,036</u>

Creditors amounts falling due after more than one year includes a long term bank loan which is secured against the Freehold building.

Beauty Impex Ltd

Notes to the Financial Statements for the Year Ended 31 July 2018

7 Share capital

Allotted, called up and fully paid shares

	2018		2017	
	No.	£	No.	£
Ordinary share capital of £1 each	200	200	200	200

8 Loans and borrowings

	2018 £	2017 £
Non-current loans and borrowings		
Bank borrowings	77,036	95,036
Other borrowings	36,328	-
	<u>113,364</u>	<u>95,036</u>

	2018 £	2017 £
Current loans and borrowings		
Bank borrowings	18,000	18,000
Bank overdrafts	95,188	77,006
	<u>113,188</u>	<u>95,006</u>

9 Related party transactions

Other related party transactions

During the year the company made the following related party transactions:

Director

At the balance sheet date the amount due to one of the directors was £63,422 (2017 - £83,160).

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.