

Company registration number:09108516

EREACH TRADING LTD

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 September 2020

EREACH TRADING LTD

BALANCE SHEET

AS AT 30 September 2020

| | Notes | 2020 £ | 2019 £ |
|--|-------|-----------------|------------------|
| FIXED ASSETS | | | |
| Tangible assets | 3 | 1,837 | 2,462 |
| | | <u>1,837</u> | <u>2,462</u> |
| CURRENT ASSETS | | | |
| Stocks | | 50,618 | 109,393 |
| Debtors | 4 | 25,438 | 5,496 |
| Cash at bank and in hand | | 79,931 | 30,595 |
| | | <u>155,987</u> | <u>145,484</u> |
| CREDITORS | | | |
| Amounts falling due within one year | 5 | <u>(58,530)</u> | <u>(110,726)</u> |
| NET CURRENT ASSETS | | <u>97,457</u> | <u>34,758</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | 99,294 | 37,220 |
| Creditors falling due after one year | 6 | (47,338) | (0) |
| PROVISIONS FOR LIABILITIES | | (349) | (468) |
| NET ASSETS | | <u>51,607</u> | <u>36,752</u> |
| CAPITAL AND RESERVES | | | |
| Called-up equity share capital | 7 | 100 | 100 |
| Profit and loss account | | 51,507 | 36,652 |
| SHAREHOLDERS FUNDS | | <u>51,607</u> | <u>36,752</u> |

For the year ending 30 September 2020 the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

The director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of the 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. Approved by the board of directors on 2 June 2021 and signed on its behalf.

The profit and loss account has not been delivered to the Registrar of Companies in accordance with the special provisions applicable to companies subject to the small companies' regime.

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Mr Qingjun Li

2 June 2021

The annexed notes form part of these financial statements.

EREACH TRADING LTD**STATEMENT OF CHANGES IN EQUITY****FOR THE YEAR ENDED 30 SEPTEMBER 2020**

| | Share Capital £ | Share Premium £ | P and L Account £ | Revaluation reserve £ | Other reserves £ | Total equity £ |
|----------------------------------|--------------------------------|--------------------------------|----------------------------------|--------------------------------------|---------------------------------|-------------------------------|
| Balance at 1 October 2018 | 100 | 0 | 45,126 | 0 | 0 | 45,226 |
| Changes in equity | | | | | | |
| Total Comprehensive Income | 0 | 0 | (8,474) | 0 | 0 | (8,474) |
| Balance at 30 September 2019 | 100 | 0 | 36,652 | 0 | 0 | 36,752 |
| Changes in equity | | | | | | |
| Total comprehensive income | 0 | 0 | 14,855 | 0 | 0 | 14,855 |
| Balance at 30 September 2020 | 100 | 0 | 51,507 | 0 | 0 | 51,607 |

EREACH TRADING LTD**NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED 30 SEPTEMBER 2020**

1. Accounting policies**Basis of preparing the financial statements**

The financial statements have been prepared under the historical cost convention in accordance with the accounting policies set out below. These financial statements have been prepared in accordance with FRS102 Section 1A - The Financial Reporting Standard applicable in the UK and Republic of Ireland and the Companies Act 2006.

Turnover

Turnover represents sales of goods net of VAT and trade discounts. Turnover is recognised when the goods are physically delivered to the

Foreign Currency

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

Fixed Assets

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Plant and Machinery 25% per annum of cost

Fixtures and Fittings 15% reducing balance basis

Motor Vehicles 25% reducing balance basis

Stocks and Work In Progress

Stock is valued at the lower of cost and net realisable value. Cost is determined on a first in first out basis. Net realisable value represents estimated selling price less costs to complete and sell. Provision is made for slow moving, obsolete or damaged stock where the net realisable value is less than cost.

Government grants

The Small Business Grant fund is recognised as income in the period in which it becomes receivable. The Coronavirus Job Retention Scheme Grant is recognised on a systematic basis over the periods in which the company recognises the related costs for which the grant is intended to compensate. The first 12 months interest on the Bounce Back Loan is recognised in the period it is payable.

Deferred Taxation

Deferred tax is provided on the liability method to take account of timing differences between the treatment of certain items for accounts purpose and their treatment for tax purposes. Tax deferred or accelerated is accounted for in respect of all material timing differences.

Pension Scheme

The company operates a defined contribution pension scheme, NEST pension scheme, and the pension charge represents the amounts payable by the company to the fund in respect of the year.

2. Employees

The average number of persons employed by the company (including directors) during the year was 3.

3. Tangible fixed assets

| | Plant | Motor | F and F | Total |
|----------------------------|-------|-------|---------|-------|
| <i>Cost</i> | | | | |
| At start of period | 3,504 | 3,750 | 1,601 | 8,855 |
| At end of period | 3,504 | 3,750 | 1,601 | 8,855 |
| <i>Depreciation</i> | | | | |
| At start of period | 3,277 | 2,564 | 552 | 6,393 |
| Provided during the period | 171 | 297 | 157 | 625 |
| At end of period | 3,448 | 2,861 | 709 | 7,018 |
| <i>Net Book Value</i> | | | | |
| At start of period | 227 | 1,186 | 1,049 | 2,462 |
| At end of period | 56 | 889 | 892 | 1,837 |

4. Debtors

| | 2020 £ | 2019 £ |
|------------------------------------|-----------|-----------|
| <i>Due within one year</i> | | |
| Trade Debtors | 4,899 | 0 |
| Other Debtors | 3,861 | 2,568 |
| Prepayments and accrued income | 16,678 | 1,890 |
| Corporation tax recoverable assets | 0 | 1,038 |
| | 25,438 | 5,496 |

5. Creditors due within one year

| | 2020 £ | 2019 £ |
|------------------------------|-----------|-----------|
| Trade creditors | 2,623 | 1,253 |
| Bank Loans and Overdrafts | 2,662 | 0 |
| Corporation Tax | 1,844 | 0 |
| Accruals and deferred income | 4,861 | 4,519 |
| Loan from directors | 46,540 | 104,954 |
| | 58,530 | 110,726 |

6. Creditors due after one year

| | 2020 £ | 2019 £ |
|------------|-----------|-----------|
| Bank Loans | 47,338 | 0 |
| | 47,338 | 0 |

7. Share capital

| | Alloted, Issued and fully paid | |
|----------------------------|--------------------------------|------|
| | 2020 | 2019 |
| | £ | £ |
| Ordinary shares of £1 each | 100 | 100 |
| Total issued share capital | 100 | 100 |

8. Related Party Transactions

There were no related party transactions in which the director has a direct and material interest.

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