

KM Capital Investment Limited

Annual Report and Unaudited Financial Statements
for the Period from 1 December 2016 to 31 March 2018

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KM Capital Investment Limited

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KM Capital Investment Limited

Company Information

Directors	Mr Adam Mahmud Kamani Mr Stephen Morana Mr Mahesh Patel
Registered office	49/51 Dale Street Manchester M1 2HF
Accountants	The Moffatts Partnership LLP Progress House 396 Wilmslow Road Withington Manchester M20 3BN

KM Capital Investment Limited
(Registration number: 09314829)
Balance Sheet as at 31 March 2018

	Note	2018 £	2016 £
Fixed assets			
Investments	<u>3</u>	1,275,713	-
Current assets			
Debtors	<u>4</u>	210,100	3
Cash at bank and in hand		419,243	-
		629,343	3
Creditors: Amounts falling due within one year	<u>5</u>	(2,009,888)	-
Net current (liabilities)/assets		(1,380,545)	3
Net (liabilities)/assets		(104,832)	3
Capital and reserves			
Called up share capital	<u>6</u>	100	3
Profit and loss account		(104,932)	-
Total equity		(104,832)	3

For the financial period ending 31 March 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 period 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.

Approved and authorised by the Board on 17 December 2018 and signed on its behalf by:

.....
Mr Mahesh Patel
Director

KM Capital Investment Limited

Statement of Changes in Equity for the Period from 1 December 2016 to 31 March 2018

	Share capital £	Profit and loss account £	Total £
At 1 December 2016	3	-	3
Loss for the period	-	(104,932)	(104,932)
Total comprehensive income	-	(104,932)	(104,932)
New share capital subscribed	97	-	97
At 31 March 2018	100	(104,932)	(104,832)

	Share capital £	Total £
At 1 December 2015	3	3
At 30 November 2016	3	3

The profit and loss reserve includes the fair value adjustments on investments held at the year, the balance at the year end stands at £(124,643), (2016: £Nil).

The notes on pages 4 to 9 form an integral part of these financial statements.

KM Capital Investment Limited

Notes to the Financial Statements for the Period from 1 December 2016 to 31 March 2018

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:

49/51 Dale Street
Manchester
M1 2HF
England

These financial statements were authorised for issue by the Board on 17 December 2018.

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.

Going concern

The financial statements have been prepared on a going concern basis.

The directors have a reasonable expectation that the company has adequate resources and support to continue in operational existence for the foreseeable future. Therefore they continue to adopt the going concern basis of accounting in preparing the annual financial statements.

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.

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.

KM Capital Investment Limited

Notes to the Financial Statements for the Period from 1 December 2016 to 31 March 2018

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.

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.

KM Capital Investment Limited

Notes to the Financial Statements for the Period from 1 December 2016 to 31 March 2018

Financial instruments

Classification

The company has chosen to adopt Sections 11 and 12 of FRS 102 in respect of financial instruments.

Recognition and measurement

Basic financial assets, including trade and other receivables, cash and bank balances and investments in commercial paper, are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Such assets are subsequently carried at amortised cost using the effective interest method.

All other financial instruments are initially recognised at fair value, which is normally the transaction price. Other financial instruments are subsequently measured at fair value with any changes in the fair value recorded in the profit and loss account.

Impairment

At the end of each reporting period financial assets measured at amortised cost are assessed for objective evidence of impairment. If an asset is impaired the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in profit or loss. If there is decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been had the impairment not previously been recognised. The impairment reversal is recognised in profit or loss.

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Notes to the Financial Statements for the Period from 1 December 2016 to 31 March 2018

3 Investments

	Financial assets at fair value through profit and loss £	Financial assets at cost less impairment £	Total £
Non-current financial assets			
Cost or valuation			
Fair value adjustments	(124,643)	-	(124,643)
Additions	808,303	799,063	1,607,366
Disposals	(207,010)	-	(207,010)
At 31 March 2018	476,650	799,063	1,275,713
Impairment			
Carrying amount			
At 31 March 2018	476,650	799,063	1,275,713

4 Debtors

	2018 £	2016 £
Other debtors	210,100	3
	210,100	3

Other debtors includes convertible loan notes in the amount of £210,000 (2016: £Nil), in unquoted companies. The company has obtained security on £60,000 (2016: £Nil) of the convertible loan notes in the form of a registered charge over the issuing companies assets.

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Notes to the Financial Statements for the Period from 1 December 2016 to 31 March 2018

5 Creditors

Creditors: amounts falling due within one year

	Note	2018 £	2016 £
Due within one year			
Loans and overdrafts	<u>7</u>	2,000,023	-
Accruals and deferred income		1,500	-
Other creditors		8,365	-
		<u>2,009,888</u>	<u>-</u>

6 Share capital

Allotted, called up and not fully paid shares

	2018		2016	
	No.	£	No.	£
Ordinary Shares of £1 each	100	100	3	3
	<u>100</u>	<u>100</u>	<u>3</u>	<u>3</u>

New shares allotted

During the period 97 Ordinary Shares having an aggregate nominal value of £97 were allotted for an aggregate consideration of £1 per share. There was an issue of shares during the period to allow for shareholdings to be divided between shareholders as required.

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Notes to the Financial Statements for the Period from 1 December 2016 to 31 March 2018

7 Loans and borrowings

	2018 £	2016 £
Current loans and borrowings		
Bank overdrafts	23	-
Other borrowings	2,000,000	-
	<u>2,000,023</u>	<u>-</u>

8 Financial instruments

Categorisation of financial instruments

	2018 £	2016 £
Financial assets measured at fair value through profit or loss	476,650	-
Financial assets that are debt instruments measured at amortised cost	210,000	-
Financial assets that are equity instruments measured at cost less impairment	799,063	-
	<u>1,485,713</u>	<u>-</u>

Financial assets measured at fair value

Listed Shares

The basis for determining fair value for the listed shares held by the company is the quoted market price at the period end as published in the active markets.

The fair value is £476,650 (2016 - £Nil) and the change in value included in profit or loss is £(124,643) (2016 - £Nil).

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.