

REGISTERED NUMBER: 10338362 (England and Wales)

Unaudited Financial Statements for the Year Ended 31 August 2021

for

Bael Limited

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for the Year Ended 31 August 2021**

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Bael Limited
Company Information
for the Year Ended 31 August 2021

DIRECTORS: T S Obhrai
D S Obhrai

REGISTERED OFFICE: SDC (2012) Ltd P/A Shah Dodhia & Co
173 Cleveland Street
London
W1T 6QR

REGISTERED NUMBER: 10338362 (England and Wales)

ACCOUNTANTS: Shah Dodhia & Co
173 Cleveland Street
London
W1T 6QR

Balance Sheet
31 August 2021

	Notes	2021 £	£	2020 £	£
FIXED ASSETS					
Intangible assets	5		69,027		483,199
Tangible assets	6		122,064		219,045
Investment property	7		257,640		257,640
			<u>448,731</u>		<u>959,884</u>
CURRENT ASSETS					
Stocks		14,250		14,453	
Debtors	8	148,444		109,353	
Cash at bank and in hand		<u>1,395,122</u>		<u>539,475</u>	
		1,557,816		663,281	
CREDITORS					
Amounts falling due within one year	9	<u>931,423</u>		<u>677,635</u>	
NET CURRENT ASSETS/(LIABILITIES)			<u>626,393</u>		<u>(14,354)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			1,075,124		945,530
CREDITORS					
Amounts falling due after more than one year	10		<u>2,683,043</u>		<u>2,607,143</u>
NET LIABILITIES			<u>(1,607,919)</u>		<u>(1,661,613)</u>
CAPITAL AND RESERVES					
Called up share capital			1		1
Equity contribution reserve			520,364		520,364
Retained earnings			<u>(2,128,284)</u>		<u>(2,181,978)</u>
			<u>(1,607,919)</u>		<u>(1,661,613)</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 August 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 August 2021 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

**Balance Sheet - continued
31 August 2021**

The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 30 June 2022 and were signed on its behalf by:

T S Obhrai - Director

**Notes to the Financial Statements
for the Year Ended 31 August 2021**

1. STATUTORY INFORMATION

Bael Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

2. STATEMENT OF COMPLIANCE

These financial statements have been prepared in compliance with Section 1A of FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

3. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Goodwill

Goodwill arises on business acquisitions and represents the excess of the cost of the acquisition over the company's interest in the net amount of the identifiable assets, liabilities and contingent liabilities of the acquired business.

Goodwill is measured at cost less accumulated amortisation and accumulated impairment losses.

Amortisation is calculated so as to write off the cost of the goodwill, less its estimated residual value, over the useful life of that asset which is considered to be 5 years.

If there is an indication that there has been a significant change in amortisation rate, useful life or residual value of an intangible asset, the amortisation is revised prospectively to reflect the new estimates.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Fixtures and fittings	- 20% on cost
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Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses.

**Notes to the Financial Statements - continued
for the Year Ended 31 August 2021**

3. ACCOUNTING POLICIES - continued

Investment property

Investment property is initially recorded at cost, which includes purchase price and any directly attributable expenditure. Investment property is revalued at fair value at each reporting date and any changes in fair values are recognised in profit and loss account.

No depreciation is provided in respect of investment property.

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the company are assigned to those units.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Going concern

Notwithstanding the net liabilities of £1,607,919 (2020: £1,661,613) these financial statements have been prepared on a going concern basis which the directors consider to be appropriate for the following reasons:

The ability of the Company to remain as a going concern is dependent on the immediate parent company not seeking repayment of the amounts currently due to it and providing additional financial support the Company may require. The immediate parent has indicated its intention to make available such funds as are needed by the Company, and that it does not intend to seek repayment of the amounts due at the Balance Sheet date for the foreseeable future.

As with any company placing reliance on other group entities for financial support, the directors of the company acknowledge that there can be no certainty that this support will continue although, at the date of approval of these financial statements, they have no reason to believe that it will not do so.

On this basis, the directors believe it remains appropriate to prepare the financial statements on a going concern basis.

**Notes to the Financial Statements - continued
for the Year Ended 31 August 2021**

3. ACCOUNTING POLICIES - continued

Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include trade and other receivables and cash and bank balances, are initially measured at the amount receivable and subsequently adjusted for any impairment or other change in consideration expected to be received on settlement.

Basic financial liabilities

Basic financial liabilities, including trade and other payables, are initially measured at the amount payable and subsequently adjusted for any change in consideration expected to be paid on settlement.

4. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 52 (2020 - 61) .

5. INTANGIBLE FIXED ASSETS

	Goodwill £
COST	
At 1 September 2020 and 31 August 2021	<u>2,070,858</u>
AMORTISATION	
At 1 September 2020	1,587,659
Amortisation for year	414,172
At 31 August 2021	<u>2,001,831</u>
NET BOOK VALUE	
At 31 August 2021	<u>69,027</u>
At 31 August 2020	<u>483,199</u>

Notes to the Financial Statements - continued
for the Year Ended 31 August 2021

6. TANGIBLE FIXED ASSETS

	Fixtures and fittings £
COST	
At 1 September 2020	543,004
Additions	14,525
At 31 August 2021	<u>557,529</u>
DEPRECIATION	
At 1 September 2020	323,959
Charge for year	111,506
At 31 August 2021	<u>435,465</u>
NET BOOK VALUE	
At 31 August 2021	<u>122,064</u>
At 31 August 2020	<u>219,045</u>

7. INVESTMENT PROPERTY

	Total £
FAIR VALUE	
At 1 September 2020 and 31 August 2021	<u>257,640</u>
NET BOOK VALUE	
At 31 August 2021	<u>257,640</u>
At 31 August 2020	<u>257,640</u>

The director has considered the fair value of the property at 31 August 2021 and do not consider this to be significantly different from the value stated in the financial statements.

8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Trade debtors	10,077	5,213
Other debtors	138,367	104,140
	<u>148,444</u>	<u>109,353</u>

Notes to the Financial Statements - continued
for the Year Ended 31 August 2021

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Bank loans	10,000	-
Trade creditors	183,437	134,121
Amounts owed to group undertakings	121,200	121,200
Amounts owed to related undertakings	65,018	88,922
Taxation and social security	189,621	144,550
Other creditors	362,147	188,842
	<u>931,423</u>	<u>677,635</u>

10. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2021 £	2020 £
Bank loans	38,333	50,000
Amounts owed to group undertakings	2,644,710	2,557,143
	<u>2,683,043</u>	<u>2,607,143</u>

There is no fee or interest to pay in the first 12 months for the bounce back loan. The interest is fixed at 2.5% per annum and the loan is repayable by 60 monthly instalments after one year of receiving the loan.

The company has received interest free loans of £2.75million (2020:£2.75million) from the parent undertaking. The loan is unsecured and it has been renewed for another 3 years from November 2019. The loan balance is discounted at 3.425% to its Net Present Value. The total discounted loan balance outstanding at the Balance sheet date was £2,644,710 (2020: £2,557,143).

11. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to directors subsisted during the years ended 31 August 2021 and 31 August 2020:

	2021 £	2020 £
T S Obhrai		
Balance outstanding at start of year	10,361	10,322
Amounts advanced	-	39
Amounts repaid	-	-
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>10,361</u>	<u>10,361</u>
D S Obhrai		
Balance outstanding at start of year	46,226	46,172
Amounts advanced	-	54
Amounts repaid	-	-
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>46,226</u>	<u>46,226</u>

12. RELATED PARTY DISCLOSURES

The company was charged rent of £171,460 (2020: £138,310) by its parent company for the year.

The directors confirm that there are no other related party transactions other than those disclosed in these financial statements, or from which disclosure exemption was taken, based on FRS 102.33.

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.