

Kankan Limited

Annual Report and Unaudited Abridged Financial Statements
for the Year Ended 31 March 2022

Harland Accountants
35 High Cross Street
St. Austell
Cornwall
PL25 4AN

Kankan Limited

Contents

Company Information	<u>1</u>
Abridged Balance Sheet	<u>2</u> to <u>3</u>
Notes to the Unaudited Abridged Financial Statements	<u>4</u> to <u>8</u>

Kankan Limited

Company Information

Directors	Ms Eliza Flanagan Ms Mary Fiona McLeod
Registered office	53 Coopersale Rd London E9 6AU
Accountants	Harland Accountants 35 High Cross Street St. Austell Cornwall PL25 4AN

Kankan Limited

(Registration number: 11935001) Abridged Balance Sheet as at 31 March 2022

	Note	2022 £	2021 £
Fixed assets			
Intangible assets	<u>4</u>	469	-
Tangible assets	<u>5</u>	12,872	9,097
		<u>13,341</u>	<u>9,097</u>
Current assets			
Stocks	<u>6</u>	26,620	7,156
Debtors		9,738	1,673
Cash at bank and in hand		92,648	7,181
		<u>129,006</u>	<u>16,010</u>
Prepayments and accrued income		-	1,000
Creditors: Amounts falling due within one year		<u>(110,148)</u>	<u>(55,978)</u>
Net current assets/(liabilities)		<u>18,858</u>	<u>(38,968)</u>
Total assets less current liabilities		32,199	(29,871)
Creditors: Amounts falling due after more than one year		(6,000)	(29,080)
Accruals and deferred income		<u>(4,773)</u>	<u>(1,100)</u>
Net assets/(liabilities)		<u>21,426</u>	<u>(60,051)</u>
Capital and reserves			
Called up share capital	<u>7</u>	113	100
Share premium reserve		179,576	-
Retained earnings		<u>(158,263)</u>	<u>(60,151)</u>
Shareholders' funds/(deficit)		<u>21,426</u>	<u>(60,051)</u>

For the financial year ending 31 March 2022 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.

Kankan Limited

(Registration number: 11935001)

Abridged Balance Sheet as at 31 March 2022

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.

All of the company's members have consented to the preparation of an Abridged Balance Sheet in accordance with Section 444(2A) of the Companies Act 2006.

Approved and authorised by the Board on 21 December 2022 and signed on its behalf by:

.....

Ms Eliza Flanagan

Director

Kankan Limited

Notes to the Unaudited Abridged Financial Statements for the Year Ended 31 March 2022

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:

53 Coopersale Rd

London

E9 6AU

England

These financial statements were authorised for issue by the Board on 21 December 2022.

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 abridged financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A smaller entities - 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' and the Companies Act 2006 (as applicable to companies subject to the small companies' regime).

Basis of preparation

These abridged 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.

Tangible assets

Tangible assets are stated in the balance sheet 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.

Kankan Limited

Notes to the Unaudited Abridged Financial Statements for the Year Ended 31 March 2022

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
Plant and machinery	10% on cost
Furniture and fittings	10% on cost

Intangible assets

Separately acquired trademarks and licences are shown at historical cost.

Trademarks, licences (including software) and customer-related intangible assets acquired in a business combination are recognised at fair value at the acquisition date.

Trademarks, licences and customer-related intangible assets have a finite useful life and are carried at cost less accumulated amortisation and any accumulated impairment losses.

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Patent	33% 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.

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.

Kankan Limited

Notes to the Unaudited Abridged Financial Statements for the Year Ended 31 March 2022

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.

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.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 5 (2021 - 2).

Kankan Limited

Notes to the Unaudited Abridged Financial Statements for the Year Ended 31 March 2022

4 Intangible assets

	Total £
Cost or valuation	
At 1 April 2021	700
At 31 March 2022	700
Amortisation	
Amortisation charge	231
At 31 March 2022	231
Carrying amount	
At 31 March 2022	469

5 Tangible assets

	Furniture, fittings and equipment £	Other tangible assets £	Total £
Cost or valuation			
At 1 April 2021	447	9,661	10,108
Additions	-	5,317	5,317
At 31 March 2022	447	14,978	15,425
Depreciation			
At 1 April 2021	45	966	1,011
Charge for the year	44	1,498	1,542
At 31 March 2022	89	2,464	2,553
Carrying amount			
At 31 March 2022	358	12,514	12,872
At 31 March 2021	402	8,695	9,097

Kankan Limited

Notes to the Unaudited Abridged Financial Statements for the Year Ended 31 March 2022

6 Stocks

	2022	2021
	£	£
Other inventories	26,620	7,156

7 Share capital

Allotted, called up and fully paid shares

	2022		2021	
	No.	£	No.	£
Ordinary of £0.01 (2021 - £1) each	11,325	113	100	100

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.