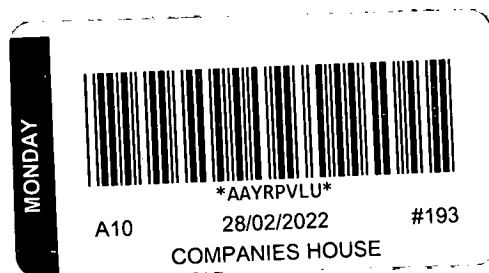


Pravins Limited
Unaudited Financial Statements
30 June 2021



FERGUSON MAIDMENT & CO

Chartered accountants
8th Floor
167 Fleet Street
London
EC4A 2EA

Pravins Limited
Financial Statements
Year ended 30 June 2021

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Pravins Limited
Officers and Professional Advisers

The board of directors

Mr S Shah
Mr H Shah

Company secretary

Mrs R Shah

Registered office

Office 1
First Floor
Gallery Court
28 Arcadia Avenue
London
N3 2FG

Accountants

Ferguson Maidment & Co
Chartered accountants
8th Floor
167 Fleet Street
London
EC4A 2EA

Bankers

National Westminster Bank
Commercial Banking
3rd Floor
One Kingsway
Cardiff
United Kingdom
CF10 3AQ

Pravins Limited

Directors' Report

Year ended 30 June 2021

The directors present their report and the unaudited financial statements of the company for the year ended 30 June 2021.

Directors


The directors who served the company during the year were as follows:

Mr S Shah
Mr H Shah

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

This report was approved by the board of directors on 17 February 2022 and signed on behalf of the board by:



Mr S Shah
Director

Registered office:
Office 1
First Floor
Gallery Court
28 Arcadia Avenue
London
N3 2FG

Pravins Limited
Statement of Income and Retained Earnings
Year ended 30 June 2021

	Note	2021 £	2020 £
Turnover		3,521,887	3,348,970
Cost of sales		<u>1,444,865</u>	<u>1,640,582</u>
Gross profit		2,077,022	1,708,388
Distribution costs		186,188	122,990
Administrative expenses		1,964,649	2,101,640
Other operating income		<u>203,249</u>	<u>990</u>
Operating profit/(loss)		129,434	(515,252)
Other interest receivable and similar income		7	27
Interest payable and similar expenses		<u>86,325</u>	<u>90,310</u>
Profit/(loss) before taxation	6	43,116	(605,535)
Tax on profit/(loss)		<u>-</u>	<u>-</u>
Profit/(loss) for the financial year and total comprehensive income		43,116	-(605,535)
Retained (losses)/earnings at the start of the year		(450,032)	155,503
Retained losses at the end of the year		(406,916)	(450,032)

All the activities of the company are from continuing operations.

The notes on pages 6 to 12 form part of these financial statements.

Pravins Limited
Statement of Financial Position
30 June 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	7	402,476	702,566
Current assets			
Stocks		2,913,082	2,877,121
Debtors	8	273,562	256,705
Cash at bank and in hand		392,307	16,061
		<u>3,578,951</u>	<u>3,149,887</u>
Creditors: amounts falling due within one year	9	<u>2,592,691</u>	<u>2,359,333</u>
Net current assets		<u>986,260</u>	<u>790,554</u>
Total assets less current liabilities		<u>1,388,736</u>	<u>1,493,120</u>
Creditors: amounts falling due after more than one year	10	1,618,400	1,765,900
Provisions			
Taxation including deferred tax		67,252	67,252
Net liabilities		<u>(296,916)</u>	<u>(340,032)</u>
Capital and reserves			
Called up share capital		100,000	100,000
Capital redemption reserve		10,000	10,000
Profit and loss account		(406,916)	(450,032)
Shareholders funds		<u>(296,916)</u>	<u>(340,032)</u>

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with Section 1A of FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

For the year ending 30 June 2021 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 financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

The statement of financial position
continues on the following page.
The notes on pages 6 to 12 form part of these financial statements.

Pravins Limited

Statement of Financial Position *(continued)*

30 June 2021

These financial statements were approved by the board of directors and authorised for issue on 17 February 2022, and are signed on behalf of the board by:



Mr S Shah
Director

Company registration number: 02792406

The notes on pages 6 to 12 form part of these financial statements.

Pravins Limited
Notes to the Financial Statements
Year ended 30 June 2021

1. General information

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is Office 1, First Floor, Gallery Court, 28 Arcadia Avenue, London, N3 2FG.

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 preparation

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.

Going concern and covid-19

TDuring this financial year the coronavirus pandemic once again had a significant effect, with our shops being closed from the 20th December 2020 until the 11th April 2021 (inclusive). Once again the Company had to seek payment holidays from lenders and from the CVA Supervisor. The majority of staff were furloughed for the lockdown period and the Company again took advantage of various Government grants and business rates concessions.

From the 13th April 2021 to the 30th June 2021 trade recovered well and the company finished the financial year with a small profit.

We have continued to prepare the accounts on a going concern basis and deem this appropriate. Post year-end trading has been strong and we have been able to act responsibly with suppliers and employees, although negotiations with landlords remain open with regard to rent payments during lockdown periods.

We do not consider that a material uncertainty about our going concern status currently exists. In making this assessment we have considered post-year end trading and the continuing business rates concessions being offered to retailers.

Investment property

Investment properties are revalued annually and any surplus or deficit is dealt with through profit and loss. No depreciation is provided in respect of investment properties.

Pravins Limited

Notes to the Financial Statements *(continued)*

Year ended 30 June 2021

3. Accounting policies *(continued)*

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Revenue recognition

Turnover is measured at the fair value of the consideration received or receivable for goods supplied and services rendered, net of discounts and Value Added Tax.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership have transferred to the buyer (usually on despatch of the goods); the amount of revenue can be measured reliably; it is probable that the associated economic benefits will flow to the entity; and the costs incurred or to be incurred in respect of the transactions can be measured reliably.

Operating leases

Lease payments are recognised as an expense over the lease term on a straight-line basis. The aggregate benefit of lease incentives is recognised as a reduction to expense over the lease term, on a straight-line basis.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other comprehensive income and accumulated in equity, except to the extent it reverses a revaluation decrease of the same asset previously recognised in profit or loss. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other comprehensive income to the extent of any previously recognised revaluation increase accumulated in equity in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in equity in respect of that asset, the excess shall be recognised in profit or loss.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Leasehold Property	-	Over the period of the lease
Improvements to property	-	Over the period of the lease
Fixtures and fittings	-	Over the period of the lease

Computer hardware and software - Over a period of 5 years

Pravins Limited

Notes to the Financial Statements *(continued)*

Year ended 30 June 2021

3. Accounting policies *(continued)*

Stocks

Stocks are stated at the lower of cost and net realisable value using the first in/first out method. Cost comprises the direct cost of bringing each product to its present location and condition. Net realisable value is based on the estimated selling price less further costs expected to be incurred to completion and disposal.

Government grants

Government grants are recognised at the fair value of the asset received or receivable. Grants are not recognised until there is reasonable assurance that the company will comply with the conditions attaching to them and the grants will be received:

Government grants are recognised using the accrual model and the performance model.

Under the accrual model, government grants relating to revenue are recognised on a systematic basis over the periods in which the company recognises the related costs for which the grant is intended to compensate. Grants that are receivable as compensation for expenses or losses already incurred or for the purpose of giving immediate financial support to the entity with no future related costs are recognised in income in the period in which it becomes receivable.

Grants relating to assets are recognised in income on a systematic basis over the expected useful life of the asset. Where part of a grant relating to an asset is deferred, it is recognised as deferred income and not deducted from the carrying amount of the asset.

Under the performance model, where the grant does not impose specified future performance-related conditions on the recipient, it is recognised in income when the grant proceeds are received or receivable. Where the grant does impose specified future performance-related conditions on the recipient, it is recognised in income only when the performance-related conditions have been met. Where grants received are prior to satisfying the revenue recognition criteria, they are recognised as a liability.

Provisions

Provisions are recognised when the entity has an obligation at the reporting date as a result of a past event, it is probable that the entity will be required to transfer economic benefits in settlement and the amount of the obligation can be estimated reliably. Provisions are recognised as a liability in the statement of financial position and the amount of the provision as an expense.

Provisions are initially measured at the best estimate of the amount required to settle the obligation at the reporting date and subsequently reviewed at each reporting date and adjusted to reflect the current best estimate of the amount that would be required to settle the obligation. Any adjustments to the amounts previously recognised are recognised in profit or loss unless the provision was originally recognised as part of the cost of an asset. When a provision is measured at the present value of the amount expected to be required to settle the obligation, the unwinding of the discount is recognised as a finance cost in profit or loss in the period it arises.

Pravins Limited

Notes to the Financial Statements *(continued)*

Year ended 30 June 2021

3. Accounting policies *(continued)*

Financial instruments

Basic financial instruments are initially recognised at the transaction price, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument. Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument. Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

4. Auditor's remuneration

	2021	2020
	£	£
Fees payable for the audit of the financial statements	–	6,000

5. Employee numbers

The average number of persons employed by the company during the year amounted to 30 (2020: 40).

6. Profit before taxation

Profit before taxation is stated after charging:

	2021	2020
	£	£
Depreciation of tangible assets	88,093	130,542

Pravins Limited

Notes to the Financial Statements *(continued)*

Year ended 30 June 2021

7. Tangible assets

	Long leasehold property £	Short leasehold property £	Fixtures and fittings £	Total £
Cost				
At 1 July 2020	207,203	333,560	1,696,857	2,237,620
Additions	—	—	4,625	4,625
Disposals	(77,727)	(40,082)	(350,723)	(468,532)
At 30 June 2021	129,476	293,478	1,350,759	1,773,713
Depreciation				
At 1 July 2020	122,505	224,643	1,187,906	1,535,054
Charge for the year	8,855	12,023	67,215	88,093
Disposals	(55,631)	(20,042)	(176,237)	(251,910)
At 30 June 2021	75,729	216,624	1,078,884	1,371,237
Carrying amount				
At 30 June 2021	53,747	76,854	271,875	402,476
At 30 June 2020	84,698	108,917	508,951	702,566

8. Debtors

	2021 £	2020 £
Other debtors	273,562	256,705

9. Creditors: amounts falling due within one year

	2021 £	2020 £
Bank loans and overdrafts	7,214	140,167
Trade creditors	1,231,653	981,589
Social security and other taxes	682,918	497,591
Other creditors	670,906	739,986
	2,592,691	2,359,333

The bank overdraft is secured by a charge on the director's residential property.

Other creditors includes loans due within one year from The Shah Pension Scheme for £293,250 (2020: £501,500). Loans due from the Shah Pension Scheme are secured by a debenture over all of the assets of the company.

Pravins Limited

Notes to the Financial Statements *(continued)*

Year ended 30 June 2021

10. Creditors: amounts falling due after more than one year

	2021	2020
	£	£
The Shah Pension Scheme Loan	180,833	373,583
Other creditors	1,437,567	1,392,317
	<u>1,618,400</u>	<u>1,765,900</u>

The company has one loan which is repayable over 5 years and interest on the loans is charged at a rate of 3.1% per annum.

Directors loan accounts have been recognised under amortised cost under the effective interest rate method. The loans are repayable over 10 years with no fixed terms of repayment. Interest has been applied at a rate of 3.1% per annum.

11. Operating leases

The total future minimum lease payments under non-cancellable operating leases are as follows:

	2021	2020
	£	£
Not later than 1 year	9,989	—
Later than 1 year and not later than 5 years	—	30,472
Later than 5 years	3,242,399	3,932,637
	<u>3,252,388</u>	<u>3,963,109</u>

12. Contingencies

On the 14th August 2018, the directors of the Company had successfully sought approval from their creditors to their proposal for a Company Voluntary Arrangement (CVA) pursuant to Part 1 of the Insolvency Act 1986.

Details relating to the above are publicly available with the Registrar of Companies at Companies House.

Pravins Limited

Notes to the Financial Statements *(continued)*

Year ended 30 June 2021

13. Directors' advances, credits and guarantees

During the year the directors entered into the following advances and credits with the company:

During the year, the directors entered into the following advances and credits with the company:

	2021		
	Balance brought forward	Advances/ (credits) to the directors	Balance outstanding
	£	£	£
Mr S Shah	(735,245)	(23,895)	(759,140)
Mr H Shah	(657,072)	(21,355)	(678,427)
	<u>(1,392,317)</u>	<u>(45,250)</u>	<u>(1,437,567)</u>

	2020		
	Balance brought forward	Advances/ (credits) to the directors	Balance outstanding
	£	£	£
Mr S Shah	(712,102)	(23,143)	(735,245)
Mr H Shah	(636,389)	(20,683)	(657,072)
	<u>(1,348,491)</u>	<u>(43,826)</u>	<u>(1,392,317)</u>

14. Related party transactions

At 30 June 2021 the company has borrowed, by way of loans, amounts totalling £474,083 (2020: £875,083) from The Shah Pension Scheme. During the year the company paid loan interest amounting to £35,258 (2020: £39,247).

Pravins Limited
Management Information
Year ended 30 June 2021

The following pages do not form part of the financial statements.

Pravins Limited

Chartered Accountant's Report to the Board of Directors on the Preparation of the Unaudited Statutory Financial Statements of Pravins Limited

Year ended 30 June 2021

As described on the statement of financial position, the directors of the company are responsible for the preparation of the financial statements for the year ended 30 June 2021, which comprise the statement of income and retained earnings, statement of financial position and the related notes.

You consider that the company is exempt from an audit under the Companies Act 2006.

In accordance with your instructions we have compiled these financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and from information and explanations supplied to us.

Ferguson - Maidment & Co.

FERGUSON MAIDMENT & CO
Chartered accountants

8th Floor
167 Fleet Street
London
EC4A 2EA

17 February 2022