

Company registration number: 03241095

**A & A Trading (UK) Limited
Filleled Annual Report and Unaudited Financial Statements
for the Year Ended 30 June 2018**

A & A TRADING (UK) LIMITED

Contents

Balance Sheet	<u>1</u> to <u>2</u>
Notes to the Financial Statements	<u>3</u> to <u>7</u>

A & A TRADING (UK) LIMITED

(Registration number: 03241095)
Balance Sheet as at 30 June 2018

	Note	2018 £	2017 £
Fixed assets			
Tangible assets	<u>4</u>	498,541	176,672
Current assets			
Stocks	<u>5</u>	2,960,204	2,883,113
Debtors	<u>6</u>	987,154	655,259
Cash at bank and in hand		<u>2,042,423</u>	<u>1,898,806</u>
		5,989,781	5,437,178
Creditors: Amounts falling due within one year	<u>7</u>	<u>(1,283,750)</u>	<u>(1,159,268)</u>
Net current assets		<u>4,706,031</u>	<u>4,277,910</u>
Total assets less current liabilities		5,204,572	4,454,582
Provisions for liabilities			
Deferred tax liabilities		<u>(10,478)</u>	<u>(3,033)</u>
Net assets		<u>5,194,094</u>	<u>4,451,549</u>
Capital and reserves			
Called up share capital		1,000	1,000
Profit and loss reserve		<u>5,193,094</u>	<u>4,450,549</u>
Total equity		<u>5,194,094</u>	<u>4,451,549</u>

A & A TRADING (UK) LIMITED

(Registration number: 03241095)

Balance Sheet as at 30 June 2018

For the financial year ending 30 June 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 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.

These financial statements have been prepared and delivered in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006. The option not to file the profit and loss account and directors' report has been taken.

Approved and authorised by the Board on 10 January 2019 and signed on its behalf by:

P E Pickering
Director

A & A TRADING (UK) LIMITED

Notes to the Financial Statements for the Year Ended 30 June 2018

1 General information

The company is a private company limited by share capital, incorporated in England.

The address of its registered office is:

Mary Street House
Mary Street
Taunton
Somerset
TA1 3NW

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.

These financial statements are presented in pounds sterling to the nearest pound.

Turnover 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 value added tax and discounts received.

Turnover is recognised at the point of sale.

Foreign currency transactions and balances

Transactions in foreign currencies are initially recorded at the functional currency rate prevailing at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated into the respective functional currency of the entity at the rates prevailing on the reporting period date.

Tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in the profit and loss account, 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.

A & A TRADING (UK) LIMITED

Notes to the Financial Statements for the Year Ended 30 June 2018

The current 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.

Deferred tax is recognised on timing differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements and on unused tax losses or tax credits in the company. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

The carrying amount of deferred tax assets are reviewed at each reporting date and a valuation allowance is set up against deferred tax assets so that the net carrying amount equals the highest amount that is more likely than not to be recovered based on current or future taxable profit.

Deferred tax liabilities are presented within provisions for liabilities on the balance sheet.

Tangible assets

Tangible assets are stated at cost, less accumulated depreciation and accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation of tangible assets

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
Fixtures and fittings	25% straight line
Motor vehicles	25% reducing balance
Land and buildings	Not depreciated as relates wholly to land

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.

Debtors

Trade debtors are payments on account and amounts due from customers for merchandise sold in the ordinary course of business.

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.

A number of items were held at the year end that are not sold in the ordinary course of business of the company. These items have been shown separate of the stock held by the company at the year end.

A & A TRADING (UK) LIMITED

Notes to the Financial Statements for the Year Ended 30 June 2018

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.

Defined contribution pension obligation

The company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the company pays fixed contributions into a separate entity. Once the contributions have been paid the company has no further payments obligations.

The contributions are recognised as an expense in the profit and loss account when they fall due. Amounts not paid are shown in accruals as a liability in the balance sheet. The assets of the plan are held separately from the company in independently administered funds.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year was 11 (2017 - 11).

A & A TRADING (UK) LIMITED**Notes to the Financial Statements
for the Year Ended 30 June 2018****4 Tangible assets**

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Total £
Cost or valuation				
At 1 July 2017	142,000	6,317	71,291	219,608
Additions	314,133	-	22,205	336,338
At 30 June 2018	456,133	6,317	93,496	555,946
Depreciation				
At 1 July 2017	-	4,451	38,485	42,936
Charge for the year	-	716	13,753	14,469
At 30 June 2018	-	5,167	52,238	57,405
Carrying amount				
At 30 June 2018	456,133	1,150	41,258	498,541
At 30 June 2017	142,000	1,866	32,806	176,672

Included within the net book value of land and buildings above is £456,133 (2017 - £142,000) in respect of freehold land and buildings.

5 Stocks

	2018 £	2017 £
Finished goods and goods for resale	2,960,204	2,883,113

6 Debtors

	2018 £	2017 £
Trade debtors	795,014	566,879
Other debtors	192,140	88,380
Total current trade and other debtors	987,154	655,259

A & A TRADING (UK) LIMITED

Notes to the Financial Statements for the Year Ended 30 June 2018

7 Creditors

Creditors: amounts falling due within one year

	Note	2018 £	2017 £
Due within one year			
Loans and borrowings	8	7,839	1,483
Trade creditors		85,807	86,649
Taxation and social security		120,331	4,191
Corporation tax		173,764	149,404
Other creditors		896,009	917,541
		<u>1,283,750</u>	<u>1,159,268</u>

8 Loans and borrowings

	2018 £	2017 £
Current loans and borrowings		
Bank overdrafts	<u>7,839</u>	<u>1,483</u>

9 Financial commitments, guarantees and contingencies

Amounts not provided for in the balance sheet

The total amount of contingencies not included in the balance sheet is £80,000 (2017 - £80,000). The liability relates to the company's bankers providing a guarantee to HM Revenue and Customs relating to the payment of deferred duty by the company.

10 Related party transactions

Transactions with directors

	Advances to directors £	Re- payments by director £	At 30 June 2018 £
2018			
P E Pickering			
Loan account on which interest is charged	246,218	(72,800)	173,418

the Companies Act 2006.