

**REGISTERED NUMBER: 06753944 (England and Wales)**

**REPORT OF THE DIRECTORS AND  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2016  
FOR  
ASCOT INTERNATIONAL SPORTS & FOOTWEAR  
LIMITED**



**GBJ LLP  
Sterling House  
27 Hatchlands Road  
Redhill  
Surrey  
RH1 6RW**

**ASCOT INTERNATIONAL SPORTS & FOOTWEAR  
LIMITED**

**COMPANY INFORMATION  
FOR THE YEAR ENDED 31 DECEMBER 2016**

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**DIRECTORS:** G D Seth  
Mrs J Seth

**SECRETARY:** Mrs J Seth

**REGISTERED OFFICE:** Kingfisher House  
Restmor Way  
Hackbridge Road  
Wallington  
Surrey  
SM6 7AH

**REGISTERED NUMBER:** 06753944 (England and Wales)

**AUDITORS:** GBJ LLP  
Sterling House  
27 Hatchlands Road  
Redhill  
Surrey  
RH1 6RW

**ASCOT INTERNATIONAL SPORTS & FOOTWEAR  
LIMITED**

**REPORT OF THE DIRECTORS  
FOR THE YEAR ENDED 31 DECEMBER 2016**

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The directors present their report with the financial statements of the company for the year ended 31 December 2016.

**DIRECTORS**

The directors shown below have held office during the whole of the period from 1 January 2016 to the date of this report.

G D Seth  
Mrs J Seth

Other changes in directors holding office are as follows:

R D Seth - resigned 15 December 2016

**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing the Report of the Directors and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS**

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

**ASCOT INTERNATIONAL SPORTS & FOOTWEAR  
LIMITED**

**REPORT OF THE DIRECTORS  
FOR THE YEAR ENDED 31 DECEMBER 2016**

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This report has been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

**ON BEHALF OF THE BOARD:**

A handwritten signature in black ink, appearing to read 'G D Seth', is written over a horizontal line.

G D Seth - Director

19 September 2017

# **REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF ASCOT INTERNATIONAL SPORTS & FOOTWEAR LIMITED**

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We have audited the financial statements of Ascot International Sports & Footwear Limited for the year ended 31 December 2016 on pages six to twelve. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in a Report of the Auditors and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

## **Respective responsibilities of directors and auditors**

As explained more fully in the Statement of Directors' Responsibilities set out on page two, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

## **Scope of the audit of the financial statements**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Report of the Directors to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

## **Opinion on financial statements**

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2016 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

## **Opinion on other matter prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of our audit, the information given in the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements, and has been prepared in accordance with applicable legal requirements. In the light of the knowledge and understanding of the company and its environment, we have not identified any material misstatements in the Report of the Directors.

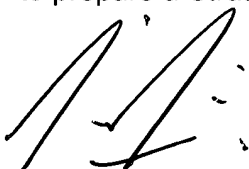
**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF  
ASCOT INTERNATIONAL SPORTS & FOOTWEAR  
LIMITED**

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**Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Directors.



Nigel Green (Senior Statutory Auditor)  
for and on behalf of GBJ LLP  
Sterling House  
27 Hatchlands Road  
Redhill  
Surrey  
RH1 6RW

19 September 2017

**ASCOT INTERNATIONAL SPORTS & FOOTWEAR  
LIMITED**

**INCOME STATEMENT  
FOR THE YEAR ENDED 31 DECEMBER 2016**

	Notes	2016 £	2015 £
<b>TURNOVER</b>		<b>6,368,706</b>	8,995,506
Cost of sales		<u>4,994,977</u>	<u>7,365,053</u>
<b>GROSS PROFIT</b>		<b>1,373,729</b>	1,630,453
Administrative expenses		<u>1,466,341</u>	<u>1,445,755</u>
		<b>(92,612)</b>	184,698
Other operating income		<u>241,100</u>	<u>360,000</u>
<b>OPERATING PROFIT</b>	4	<b>148,488</b>	544,698
Amounts written off investments		<u>-</u>	<u>173,743</u>
		<b>148,488</b>	370,955
Interest payable and similar expenses		<u>1,392</u>	<u>40,687</u>
<b>PROFIT BEFORE TAXATION</b>		<b>147,096</b>	330,268
Tax on profit		<u>35,769</u>	<u>34,039</u>
<b>PROFIT FOR THE FINANCIAL YEAR</b>		<b><u>111,327</u></b>	<b><u>296,229</u></b>

The notes form part of these financial statements

**ASCOT INTERNATIONAL SPORTS & FOOTWEAR  
LIMITED (REGISTERED NUMBER: 06753944)**

**BALANCE SHEET  
31 DECEMBER 2016**

	Notes	£	2016 £	2015 £
<b>FIXED ASSETS</b>				
Tangible assets	5		47,264	96,722
<b>CURRENT ASSETS</b>				
Stocks		914,335	1,214,259	
Debtors	6	2,280,759	2,090,713	
Cash at bank and in hand		798	373,799	
		<u>3,195,892</u>	<u>3,678,771</u>	
<b>CREDITORS</b>				
Amounts falling due within one year	7	2,359,871	3,003,535	
<b>NET CURRENT ASSETS</b>			<u>836,021</u>	<u>675,236</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>883,285</u>	<u>771,958</u>
<b>CAPITAL AND RESERVES</b>				
Called up share capital			1	1
Retained earnings	9	883,284	771,957	
<b>SHAREHOLDERS' FUNDS</b>			<u>883,285</u>	<u>771,958</u>

The financial statements have been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved by the Board of Directors on 19 September 2017 and were signed on its behalf by:



G D Seth - Director

The notes form part of these financial statements



**ASCOT INTERNATIONAL SPORTS & FOOTWEAR  
LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2016**

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**1. STATUTORY INFORMATION**

Ascot International Sports & Footwear 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. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

**Turnover**

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

**Tangible fixed assets**

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

Office improvements and fixtures	- 25% on cost
Motor vehicles	- 25% on cost
Computer equipment	- 25% on cost

**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.

**ASCOT INTERNATIONAL SPORTS & FOOTWEAR  
LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 DECEMBER 2016**

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**2. ACCOUNTING POLICIES - continued**

**Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

**Foreign currencies**

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

**3. EMPLOYEES AND DIRECTORS**

	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
Wages and salaries	<b>494,494</b>	569,270
Other pension costs	<b>1,575</b>	-
	<b><u>496,069</u></b>	<b><u>569,270</u></b>

The average monthly number of employees during the year was as follows:

<b>2016</b>	<b>2015</b>
<b><u>22</u></b>	<b><u>26</u></b>

**4. OPERATING PROFIT**

The operating profit is stated after charging:

	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
Depreciation - owned assets	<b><u>44,791</u></b>	<b><u>54,721</u></b>

**ASCOT INTERNATIONAL SPORTS & FOOTWEAR  
LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 DECEMBER 2016**

**5. TANGIBLE FIXED ASSETS**

	Office improvements and fixtures £	Motor vehicles £	Computer equipment £	Totals £
<b>COST</b>				
At 1 January 2016	82,148	87,685	15,545	185,378
Disposals	-	(14,000)	-	(14,000)
At 31 December 2016	82,148	73,685	15,545	171,378
<b>DEPRECIATION</b>				
At 1 January 2016	46,138	27,312	15,206	88,656
Charge for year	18,523	25,929	339	44,791
Eliminated on disposal	-	(9,333)	-	(9,333)
At 31 December 2016	64,661	43,908	15,545	124,114
<b>NET BOOK VALUE</b>				
At 31 December 2016	17,487	29,777	-	47,264
At 31 December 2015	36,010	60,373	339	96,722

**6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2016 £	2015 £
Trade debtors	824,212	1,190,813
Amounts owed by group undertakings	270	270
Other debtors	1,433,285	870,902
Prepayments	22,992	28,728
	<u>2,280,759</u>	<u>2,090,713</u>

**ASCOT INTERNATIONAL SPORTS & FOOTWEAR  
LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 DECEMBER 2016**

**7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2016	2015
	£	£
Bank loans and overdrafts	226,985	-
Trade creditors	83,083	115,789
Amounts owed to group undertakings	134,337	413,436
Corporation tax	69,808	41,123
Social security and other taxes	8,535	10,095
VAT	90,656	72,430
Other creditors	680	168,182
Amounts due to related parties	1,085,469	1,006,903
Accrued expenses	660,318	1,175,577
	<u>2,359,871</u>	<u>3,003,535</u>

**8. SECURED DEBTS**

The following secured debts are included within creditors:

	2016	2015
	£	£
Bank overdraft	<u>226,985</u>	<u>-</u>

The letter of credit facilities are secured by way of a fixed and floating charge over all the assets of the group both present and future.

The company is also subject to an unlimited multilateral guarantee with respect to all fellow group companies.

**9. RESERVES**

	Retained earnings £
At 1 January 2016	771,957
Profit for the year	111,327
At 31 December 2016	<u>883,284</u>

**ASCOT INTERNATIONAL SPORTS & FOOTWEAR  
LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 DECEMBER 2016**

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**10. RELATED PARTY DISCLOSURES**

During the period the company made purchases totalling £3,355,739 (2015: £4,692,141) from Atom Limited, a company registered in Hong Kong and controlled by G D Seth. At the balance sheet date £1,085,469 (2015: £963,570) was owed by the company to Atom Limited. Interest of £nil (2015: £34,667) was paid to Atom Limited during the year.

Management charges of £63,687 (2015: £89,955) were charged to the company by the parent company Ascot TM Limited during the year. These charges included the use of the trademarks held by Ascot TM Limited.

At the balance sheet date, £158,225 (2015: £35,856) was owed from Aruna Seth Shoes Limited, a company registered in England and Wales, in which G D Seth owns 50% of the share capital.

At the balance sheet date, £860,186 (2015: £567,601) was owed from Protein World Limited, a company registered in England and Wales, in which G D Seth is a director and owns 50% of the share capital.

At the balance sheet date, £197,761 (2015: £190,201) was owed from Aruna Blu Limited, a company registered in England and Wales, in which G D Seth is a director and owns 50% of the share capital.

At the balance sheet date, £190,489 (2015: £77,243) was owed from Good Guru Limited, a company registered in England and Wales, in which G D Seth is a director and owns 60% of the share capital.

**11. ULTIMATE CONTROLLING PARTY**

Throughout the period the ultimate controlling party was G D Seth.