

AJ International Trading Ltd

Annual Report and Unaudited Financial Statements
for the Year Ended 31 December 2021

Kingswood Chase Consulting Ltd
Accountants and taxation consultants
DeVine House
1299-1301 London Road
Leigh On Sea
Essex
SS9 2AD

AJ International Trading Ltd

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AJ International Trading Ltd

Company Information

Director P L From

Company secretary J From

Registered office DeVine House
1299-1301 London Road
Leigh On Sea
Essex
SS9 2AD

Accountants Kingswood Chase Consulting Ltd
Accountants and taxation consultants
DeVine House
1299-1301 London Road
Leigh On Sea
Essex
SS9 2AD

AJ International Trading Ltd

(Registration number: 08016722)

Balance Sheet as at 31 December 2021

		2021	(As restated) 2020
	Note	£	£
Fixed assets			
Tangible assets	<u>4</u>	16,412	17,740
Other financial assets		-	114,062
		<u>16,412</u>	<u>131,802</u>
Current assets			
Stocks	<u>5</u>	564,678	195,918
Debtors	<u>6</u>	318,399	234,891
Cash at bank and in hand		<u>221,768</u>	<u>75,924</u>
		1,104,845	506,733
Creditors: Amounts falling due within one year	<u>7</u>	<u>(158,521)</u>	<u>(44,657)</u>
Net current assets		<u>946,324</u>	<u>462,076</u>
Total assets less current liabilities		962,736	593,878
Creditors: Amounts falling due after more than one year	<u>7</u>	<u>(1,078,852)</u>	<u>(661,032)</u>
Net liabilities		<u>(116,116)</u>	<u>(67,154)</u>
Capital and reserves			
Called up share capital	<u>8</u>	4	4
Profit and loss account		<u>(116,120)</u>	<u>(67,158)</u>
Shareholders' deficit		<u>(116,116)</u>	<u>(67,154)</u>

The notes on pages 5 to 10 form an integral part of these financial statements.

AJ International Trading Ltd

(Registration number: 08016722)

Balance Sheet as at 31 December 2021 (continued)

For the financial year ending 31 December 2021 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's 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 director acknowledges his 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 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.

Approved and authorised by the director on 9 April 2022

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P L From

Director

AJ International Trading Ltd

Statement of Changes in Equity for the Year Ended 31 December 2021

	Share capital	Profit and loss account	Total
	£	£	£
At 1 January 2021	4	19,576	19,580
Prior period adjustment	-	(86,733)	(86,733)
At 1 January 2021 (As restated)	4	(67,157)	(67,153)
Loss for the year	-	(48,963)	(48,963)
Total comprehensive income	-	(48,963)	(48,963)
At 31 December 2021	4	(116,120)	(116,116)

	Share capital	Profit and loss account	Total
	£	£	£
At 1 January 2020	4	(26,469)	(26,465)
Loss for the year	-	(38,089)	(38,089)
Total comprehensive income	-	(38,089)	(38,089)
Dividends	-	(2,600)	(2,600)
At 31 December 2020	4	(67,158)	(67,154)

AJ International Trading Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021

1 General information

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

The address of its registered office is:

DeVine House
1299-1301 London Road
Leigh On Sea
Essex
SS9 2AD
England

These financial statements were authorised for issue by the director on 9 April 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 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.

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.

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. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rate on the date when the fair value is re-measured.

Non-monetary items measured in terms of historical cost in a foreign currency are not retranslated.

Tax

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

AJ International Trading Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021 (continued)

The current income 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.

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.

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
Office equipment	25% on reducing balance
Motor vehicles	25% on reducing balance

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.

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

AJ International Trading Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021 (continued)

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.

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

3 Staff numbers

The average number of persons employed by the company (including the director) during the year, was 5 (2020 - 4).

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Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021 (continued)

4 Tangible assets

	Furniture, fittings and equipment £	Motor vehicles £	Total £
Cost or valuation			
At 1 January 2021	5,527	28,000	33,527
Additions	3,569	-	3,569
At 31 December 2021	9,096	28,000	37,096
Depreciation			
At 1 January 2021	2,881	12,906	15,787
Charge for the year	1,123	3,774	4,897
At 31 December 2021	4,004	16,680	20,684
Carrying amount			
At 31 December 2021	5,092	11,320	16,412
At 31 December 2020	2,646	15,094	17,740

5 Stocks

	2021 £	2020 £
Finished goods and goods for resale	564,678	195,918

6 Debtors

	2021 £	(As restated) 2020 £
Trade debtors	130,495	146,854
Other debtors	187,904	88,037
	318,399	234,891

7 Creditors

Creditors: amounts falling due within one year

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Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021 (continued)

	Note	2021 £	2020 £
Due within one year			
Loans and borrowings	<u>9</u>	7,978	10,599
Trade creditors		53,564	308
Taxation and social security		55,014	25,866
Accruals and deferred income		2,936	1,863
Other creditors		<u>39,029</u>	<u>6,021</u>
		<u>158,521</u>	<u>44,657</u>

Creditors: amounts falling due after more than one year

	Note	2021 £	2020 £
Due after one year			
Loans and borrowings	<u>9</u>	<u>1,078,852</u>	<u>661,032</u>

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Notes to the Unaudited Financial Statements for the Year Ended 31 December 2021 (continued)

8 Share capital

Allotted, called up and fully paid shares

	2021		2020	
	No.	£	No.	£
Ordinary shares of £1 each	4	4	4	4

9 Loans and borrowings

	2021	2020
	£	£
Non-current loans and borrowings		
Bank borrowings	-	45,833
Other borrowings	1,078,852	615,199
	<u>1,078,852</u>	<u>661,032</u>

	2021	2020
	£	£
Current loans and borrowings		
Bank borrowings	-	4,167
Other borrowings	7,978	6,432
	<u>7,978</u>	<u>10,599</u>

10 Dividends

	2021	2020
	£	£
Interim dividend of £Nil (2020 - £650) per ordinary share	-	2,600

11 Financial instruments

Categorisation of financial instruments

	2021	2020
	£	£
Financial assets measured at fair value through profit or loss	-	114,062

Impairment

Participating interest

The amount of the impairment loss during the year is £114,062 (2020 - £Nil).

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.