

# AJ International Trading Ltd

Annual Report and Unaudited Financial Statements  
for the Year Ended 31 December 2020

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  
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Essex  
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# AJ International Trading Ltd

(Registration number: 08016722)

## Balance Sheet as at 31 December 2020

	Note	2020 £	2019 £
<b>Fixed assets</b>			
Tangible assets	<u>4</u>	17,740	23,655
Other financial assets	<u>5</u>	114,062	-
		<u>131,802</u>	<u>23,655</u>
<b>Current assets</b>			
Stocks	<u>6</u>	195,918	211,237
Debtors	<u>7</u>	321,625	327,232
Cash at bank and in hand		<u>75,924</u>	<u>184,824</u>
		593,467	723,293
<b>Creditors:</b> Amounts falling due within one year	<u>8</u>	<u>(44,657)</u>	<u>(56,183)</u>
<b>Net current assets</b>		<u>548,810</u>	<u>667,110</u>
<b>Total assets less current liabilities</b>		680,612	690,765
<b>Creditors:</b> Amounts falling due after more than one year	<u>8</u>	<u>(661,032)</u>	<u>(635,760)</u>
<b>Net assets</b>		<u>19,580</u>	<u>55,005</u>
<b>Capital and reserves</b>			
Called up share capital	<u>9</u>	4	4
Profit and loss account		<u>19,576</u>	<u>55,001</u>
<b>Shareholders' funds</b>		<u>19,580</u>	<u>55,005</u>

## **AJ International Trading Ltd**

**(Registration number: 08016722)**

### **Balance Sheet as at 31 December 2020 (continued)**

For the financial year ending 31 December 2020 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 31 March 2021

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P L From  
Director

# **AJ International Trading Ltd**

## **Notes to the Unaudited Financial Statements for the Year Ended 31 December 2020**

### **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 31 March 2021.

### **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 2020 (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:

<b>Asset class</b>	<b>Depreciation method and rate</b>
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 2020 (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 4 (2019 - 5).



# AJ International Trading Ltd

## Notes to the Unaudited Financial Statements for the Year Ended 31 December 2020 (continued)

### 4 Tangible assets

	Furniture, fittings and equipment £	Motor vehicles £	Total £
<b>Cost or valuation</b>			
At 1 January 2020	5,527	28,000	33,527
At 31 December 2020	5,527	28,000	33,527
<b>Depreciation</b>			
At 1 January 2020	1,997	7,875	9,872
Charge for the year	884	5,031	5,915
At 31 December 2020	2,881	12,906	15,787
<b>Carrying amount</b>			
At 31 December 2020	2,646	15,094	17,740
At 31 December 2019	3,530	20,125	23,655

### 5 Other financial assets (current and non-current)

	Derivatives not used for hedging £	Total £
<b>Non-current financial assets</b>		
<b>Cost or valuation</b>		
Additions	114,062	114,062
At 31 December 2020	114,062	114,062
<b>Impairment</b>		
<b>Carrying amount</b>		
At 31 December 2020	114,062	114,062

### 6 Stocks

	2020 £	2019 £
Finished goods and goods for resale	195,918	211,237

# AJ International Trading Ltd

## Notes to the Unaudited Financial Statements for the Year Ended 31 December 2020 (continued)

### 7 Debtors

	2020 £	2019 £
Trade debtors	146,854	230,228
Other debtors	174,771	97,004
	<u>321,625</u>	<u>327,232</u>

### 8 Creditors

#### Creditors: amounts falling due within one year

	Note	2020 £	2019 £
<b>Due within one year</b>			
Loans and borrowings	<u>10</u>	10,599	7,066
Trade creditors		308	15,628
Taxation and social security		25,866	21,939
Accruals and deferred income		1,863	1,488
Other creditors		6,021	10,062
		<u>44,657</u>	<u>56,183</u>

#### Creditors: amounts falling due after more than one year

	Note	2020 £	2019 £
<b>Due after one year</b>			
Loans and borrowings	<u>10</u>	<u>661,032</u>	<u>635,760</u>

Creditors include an unsecured bank loan repayable by instalments of £5,833 (2019 - £0) due after more than five years.

### 9 Share capital

#### Allotted, called up and fully paid shares

	2020		2019	
	No.	£	No.	£
Ordinary shares of £1 each	4	4	4	4

# AJ International Trading Ltd

## Notes to the Unaudited Financial Statements for the Year Ended 31 December 2020 (continued)

### 10 Loans and borrowings

	2020 £	2019 £
<b>Non-current loans and borrowings</b>		
Bank borrowings	45,833	-
Other borrowings	615,199	635,760
	<u>661,032</u>	<u>635,760</u>

	2020 £	2019 £
<b>Current loans and borrowings</b>		
Bank borrowings	4,167	-
Other borrowings	6,432	7,066
	<u>10,599</u>	<u>7,066</u>

### 11 Dividends

	2020 £	2019 £
Interim dividend of £650 (2019 - £650) per ordinary share	2,600	2,600
	<u>2,600</u>	<u>2,600</u>

### 12 Financial instruments

#### Categorisation of financial instruments

	2020 £	2019 £
Financial assets measured at fair value through profit or loss	114,062	-

#### Financial assets measured at fair value

##### *Financial instrument*

Fair value at the balance sheet date is based on original cost

There have been no changes in the perceived level of risk since the date of original acquisition and therefore no change in value has occurred.

The fair value is £114,062 (2019 - £Nil) and the change in value included in profit or loss is £Nil (2019 - £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.