

Company registration number: 03633146

US Apparel (UK) Ltd

Filleted financial statements

30 June 2017

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US Apparel (UK) Ltd

Directors and other information

Directors

Mian Mohammed Ahsan
Javaid Bhatti
Muhammad Siddique Bhatti
Muhammad Umer Ahsan
Ali Ahsan
Muhammad Saqib

Secretary

Ali Ahsan

Company number

03633146

Registered office

183-185 North Road
Preston
Lancashire
PR1 1YQ

Business address

Unit 20, Trident Park
Trident Way
Blackburn
Lancashire
BB1 3NU

Auditor

Riley Moss Audit LLP
Chartered Accountants
First Floor
184 Cheetham Hill Road
Manchester
M8 8LQ

Bankers

HSBC
1 Forest Green
Caxton Road
Preston
PR2 9LJ

US Apparel (UK) Ltd

**Statement of financial position
30 June 2017**

	Note	2017 £	2016 £
Fixed assets			
Intangible assets	5	365	315
Tangible assets	6	23,249	21,727
		<u>23,614</u>	<u>22,042</u>
Current assets			
Stocks		102,291	96,745
Debtors	7	718,036	384,388
Cash at bank and in hand		39,763	5,938
		<u>860,090</u>	<u>487,071</u>
Creditors: amounts falling due within one year	8	(913,672)	(568,006)
Net current liabilities		(53,582)	(80,935)
Total assets less current liabilities		<u>(29,968)</u>	<u>(58,893)</u>
Provisions for liabilities		20,566	21,422
Net liabilities		<u>(9,402)</u>	<u>(37,471)</u>
Capital and reserves			
Called up share capital		100	100
Profit and loss account		(9,502)	(37,571)
Shareholders deficit		<u>(9,402)</u>	<u>(37,471)</u>

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

In accordance with section 444 of the Companies Act 2006, the statement of comprehensive income has not been delivered.

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



Mian Mohammad Ahsan
Director

Date: 21/3/18

Company registration number: 03633146

The notes on pages 3 to 6 form part of these financial statements.

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is 183-185 North Road, Preston, Lancashire, PR1 1YQ.

These financial statements have been prepared in compliance with the provisions of FRS 102, Section 1A, 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

The financial statements have been prepared on the historical cost basis.

The financial statements are prepared in sterling, which is the functional currency of the entity.

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.

Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date. Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date that are expected to apply to the reversal of the timing difference.

Foreign currency transactions are initially recorded in the functional currency, by applying the spot exchange rate as at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate ruling at the reporting date, with any gains or losses being taken to profit or loss.

Lease payments are recognised as an expense over the lease term on a straight-line basis.

Intangible assets are initially recorded at cost, and are subsequently stated at cost less any accumulated amortisation and impairment losses.

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Tangible assets are initially recorded at cost, and are subsequently stated at cost less any accumulated depreciation and impairment losses.

Notes to the financial statements (continued)
Year ended 30 June 2017

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:

Fittings fixtures and equipment	- 15%	reducing balance
Motor vehicles	- 25%	reducing balance

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stocks to their present location and condition.

Financial instruments

A financial asset or a financial liability is recognised only when the company becomes a party to the contractual provisions of the instrument.

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.

Debt instruments are subsequently measured at amortised cost.

4. Staff costs

The average number of persons employed by the company during the year amounted to 5 (2016: 3).

5. Intangible assets

	Other intangible assets £	Total £
Cost		
At 1 July 2016	900	900
Additions	100	100
At 30 June 2017	1,000	1,000
Amortisation		
At 1 July 2016	585	585
Charge for the year	50	50
At 30 June 2017	635	635
Carrying amount		
At 30 June 2017	365	365
At 30 June 2016	315	315

US Apparel (UK) Ltd

Notes to the financial statements (continued)
Year ended 30 June 2017

6. Tangible assets

	Fixtures, fittings and equipment	Motor vehicles	Total
	£	£	£
Cost			
At 1 July 2016	46,109	16,968	63,077
Additions	6,468	-	6,468
At 30 June 2017	52,577	16,968	69,545
Depreciation			
At 1 July 2016	31,540	9,810	41,350
Charge for the year	3,156	1,790	4,946
At 30 June 2017	34,696	11,600	46,296
Carrying amount			
At 30 June 2017	17,881	5,368	23,249
At 30 June 2016	14,569	7,158	21,727

7. Debtors

	2017	2016
	£	£
Trade debtors	690,651	322,909
Other debtors	27,385	61,479
	718,036	384,388

8. Creditors: amounts falling due within one year

	2017	2016
	£	£
Trade creditors	822,119	482,026
Social security and other taxes	8,553	1,453
Other creditors	83,000	84,527
	913,672	568,006

The company has provided security over the company assets via a debenture dated 29 November 2012 with the company bankers.

9. Summary audit opinion

The auditor's report for the year dated was unqualified.

The senior statutory auditor was Farook Patel, for and on behalf of Riley Moss Audit LLP.

10. Related party transactions

During the year the company purchased goods totalling to £2,190,780 (2016: £363,563) from US Apparel & Textiles (Pvt) Limited, a subsidiary of the company's holding company AJ Holdings (PVT) Limited. The amount owed to US Apparel & Textiles (Pvt) Limited, as at 30 June 2017 was £818,751 (2016: £363,543). The company received management fee income of £449,684 (2016: £242,600) from US Apparel & Textiles (Pvt) Limited for the management of the company. As at 30 June 2017, £nil (2016: £nil) was receivable from US Apparel & Textiles (Pvt) Limited.

As at 30 June 2017 the company owed AJ Investment Limited an amount of £75,000 (2016: £75,000). Mr. Javaid Bhatti, Mr. Mian Ahsan and Mr. Muhammad Umer Ahsan are the directors of AJ Investments Limited and US Apparel (UK) Limited. The loan is unsecured, interest free and repayable on demand.

11. Controlling party

The company's ultimate parent company is AJ Holdings (PVT) Limited which is registered in Lahore, Pakistan.

12. Going concern

The company's parent company has confirmed that it will continue to make available such financial support as is required to enable the company to continue to trade for the foreseeable future. Having considered this and all other information available to them up to the date on which the financial statements were approved, the directors consider that it is appropriate to prepare the financial statements on a going concern basis.