REGISTERED NUMBER: 03633146 (England and Wales)

US APPAREL (UK) LTD

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2019

US APPAREL (UK) LTD (REGISTERED NUMBER: 03633146)

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FOR THE YEAR ENDED 30 JUNE 2019

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COMPANY INFORMATION
FOR THE YEAR ENDED 30 JUNE 2019

Directors:	Mr Ali Ahsan Mr Mian Muhammad Ahsan Mr Muhammad Umer Mr Javed Arshad Bhatti Mr Muhammad Siddique Bhatti Mr Muhammad Saqib
Secretary:	Mr Ali Ahsan
Registered office:	Riley House 183-185 North Road Preston Lancashire PR1 1YQ
Registered number:	03633146 (England and Wales)
Auditors:	Riley Moss Audit LLP Statutory Auditor First Floor 184 Cheetham Hill Road Manchester M8 8LQ

STATEMENT OF FINANCIAL POSITION
30 JUNE 2019

	Notes	2019 £	£	2018 £	£
Fixed assets					
Intangible assets	4		265		315
Tangible assets	5		17,466		20,964
			17,731		21,279
Current assets					
Debtors	6	30,268		346,200	
Cash at bank and in hand		44,717		370,503	
		74,985		716,703	
Creditors					
Amounts falling due within one year	7	107,089		749,961	
Net current liabilities			(32,104)		(33,258)
Total assets less current liabilities			(14,373)		(11,979)
Capital and reserves					
Called up share capital			100		100
Retained earnings			(14,473)		(12,079)
			(14,373)		(11,979)

The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

In accordance with Section 444 of the Companies Act 2006, the Statement of Income and Retained Earnings has not been delivered.

The financial statements were approved by the Board of Directors on 5 December 2019 and were signed on its behalf by:

Mr Muhammad Saqib - Director

The notes form part of these financial statements

1. **Statutory information**

US Apparel (UK) Ltd 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 Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" 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.

Intangible assets
Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Patents and licences are being amortised evenly over their estimated useful life of twenty years.

Tangible fixed assets
Depreciation is provided at the following annual rates in order to write off the cost less estimated residual value of each asset over its estimated useful life.

Fixtures and fittings	- 15% on reducing balance
Motor vehicles	- 25% on reducing balance

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

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.

Taxation
Taxation for the year comprises current and deferred tax. Tax is recognised in the Statement of Income and Retained Earnings, 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 statement of financial position date.

continued...

2. **Accounting policies - continued**

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the statement of financial position 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 statement of financial position 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.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

3. **Employees and directors**

The average number of employees during the year was 5 (2018 - 4) .

4. **Intangible fixed assets**

	Patents and licences £
Cost	
At 1 July 2018 and 30 June 2019	1,000
Amortisation	
At 1 July 2018	685
Amortisation for year	50
At 30 June 2019	735
Net book value	
At 30 June 2019	265
At 30 June 2018	315

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5. **Tangible fixed assets**

	Fixtures and fittings £	Motor vehicles £	Totals £
Cost			
At 1 July 2018	54,623	16,968	71,591
Additions	58	-	58
At 30 June 2019	54,681	16,968	71,649
Depreciation			
At 1 July 2018	37,685	12,942	50,627
Charge for year	2,549	1,007	3,556
At 30 June 2019	40,234	13,949	54,183
Net book value			
At 30 June 2019	14,447	3,019	17,466
At 30 June 2018	16,938	4,026	20,964

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

6. **Debtors: amounts falling due within one year**

	2019 £	2018 £
Trade debtors	(1,516)	311,354
Other debtors	31,784	34,846
	30,268	346,200

7. **Creditors: amounts falling due within one year**

	2019 £	2018 £
Trade creditors	26,905	663,561
Taxation and social security	-	2,223
Other creditors	80,184	84,177
	107,089	749,961

8. **Disclosure under Section 444(5B) of the Companies Act 2006**

The Report of the Auditors was unqualified.

Farook Patel (Senior Statutory Auditor)
for and on behalf of Riley Moss Audit LLP

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9. Related party disclosures

During the year the company purchased goods totalling to £1,107,509 (2018: £1,864,046) 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 2019 was £21,979 (2018: £633,674). The company received management fee income of £402,975 (2018: £449,471) from US Apparel & Textiles (Pvt) Limited for the management of the company. As at 30 June 2019, £nil (2018: £nil) was receivable from US Apparel & Textiles (Pvt) Limited.

As at 30 June 2019 the company owed AJ Investment Limited an amount of £75,000 (2018: £75,000). Mr. Javed Arshad Bhatti, Mr. Mian Muhammad Ahsan and Mr. Muhammad Umer are the directors of AJ Investments Limited and US Apparel (UK) Limited. The loan is unsecured, interest free and repayable on demand.

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

10. 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.

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.