

REGISTERED NUMBER: 11464310 (England and Wales)

**REPORT OF THE DIRECTOR AND
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2020
FOR
KHATTAK L LIMITED**

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FOR THE YEAR ENDED 31 JULY 2020**

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KHATTAK L LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 31 JULY 2020

DIRECTOR: L Khattak

REGISTERED OFFICE: First Floor, Black Country House
Rounds Green Road
Oldbury
United Kingdom
B69 2DG

REGISTERED NUMBER: 11464310 (England and Wales)

**REPORT OF THE DIRECTOR
FOR THE YEAR ENDED 31 JULY 2020**

The director presents his report with the financial statements of the company for the year ended 31 July 2020.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of the selling of engineering tools and related products

DIRECTOR

L Khattak held office during the whole of the period from 1 August 2019 to the date of this report.

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:

L Khattak - Director

17 September 2020

INCOME STATEMENT
FOR THE YEAR ENDED 31 JULY 2020

		Period 13.7.18 to 31.7.19 £
	Year Ended 31.7.20 £	
Notes		
TURNOVER	313,867	211,169
Cost of sales	<u>(230,002)</u>	<u>(125,633)</u>
GROSS PROFIT	83,865	85,536
Administrative expenses	<u>(56,587)</u>	<u>(61,761)</u>
OPERATING PROFIT	27,278	23,775
Interest receivable and similar income	<u>5</u>	<u>4</u>
	27,283	23,779
Interest payable and similar expenses	<u>(8,612)</u>	<u>(6,429)</u>
PROFIT BEFORE TAXATION	18,671	17,350
Tax on profit	<u>(1)</u>	<u>-</u>
PROFIT FOR THE FINANCIAL YEAR	18,670	17,350

The notes form part of these financial statements

BALANCE SHEET
31 JULY 2020

	Notes	2020 £	£	2019 £	£
FIXED ASSETS					
Tangible assets	5		47,479		63,306
CURRENT ASSETS					
Stocks		62,279		83,317	
Debtors	6	64,311		42,522	
Cash at bank		27,759		13,619	
		154,349		139,458	
CREDITORS					
Amounts falling due within one year	7	89,027		78,432	
NET CURRENT ASSETS			65,322		61,026
TOTAL ASSETS LESS CURRENT LIABILITIES			112,801		124,332
CREDITORS					
Amounts falling due after more than one year	8		106,115		114,031
NET ASSETS			6,686		10,301
CAPITAL AND RESERVES					
Called up share capital			1		1
Retained earnings			6,685		10,300
SHAREHOLDERS' FUNDS			6,686		10,301

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 July 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 July 2020 in accordance with Section 476 of the Companies Act 2006.

The director acknowledges his responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.
- (b)

BALANCE SHEET - continued
31 JULY 2020

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

The financial statements were approved by the director and authorised for issue on 17 September 2020 and were signed by:

L Khattak - Director

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2020

1. **STATUTORY INFORMATION**

Khattak L 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 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.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Motor vehicles - 25% on reducing balance

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.

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.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2020

2. ACCOUNTING POLICIES - continued**Hire purchase and leasing commitments**

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 1 (2019 - 1) .

4. DIVIDENDS

	Year Ended 31.7.20 £	Period 13.7.18 to 31.7.19 £
Ordinary share of £1		
Dividends paid	<u>22,285</u>	<u>7,050</u>

5. TANGIBLE FIXED ASSETS

	Motor vehicles £
COST	
At 1 August 2019	
and 31 July 2020	<u>79,965</u>
DEPRECIATION	
At 1 August 2019	16,659
Charge for year	<u>15,827</u>
At 31 July 2020	<u>32,486</u>
NET BOOK VALUE	
At 31 July 2020	<u>47,479</u>
At 31 July 2019	<u>63,306</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2020

5. TANGIBLE FIXED ASSETS - continued

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Motor vehicles £
COST	
At 1 August 2019 and 31 July 2020	<u>79,965</u>
DEPRECIATION	
At 1 August 2019	16,659
Charge for year	15,827
At 31 July 2020	<u>32,486</u>
NET BOOK VALUE	
At 31 July 2020	<u>47,479</u>
At 31 July 2019	<u>63,306</u>

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Trade debtors	61,734	40,333
Other debtors	<u>2,577</u>	<u>2,189</u>
	<u>64,311</u>	<u>42,522</u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Bank loans and overdrafts	16,327	16,327
Hire purchase contracts	13,547	13,547
Trade creditors	16,651	20,598
Corporation tax	1	-
Social security and other taxes	108	-
VAT	10,622	3,451
Other creditors	11,249	3,271
Directors' current accounts	<u>20,522</u>	<u>21,238</u>
	<u>89,027</u>	<u>78,432</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2020

8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2020	2019
	£	£
Bank loans - 2-5 years	57,345	56,034
Hire purchase contracts	48,770	57,997
	<u>106,115</u>	<u>114,031</u>

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.