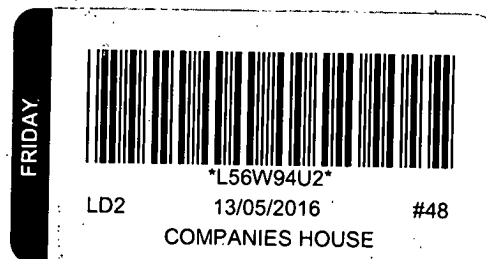


Techtools (Morden) Limited

Annual Report
For the year ended 31 August 2015



Techtools (Morden) Limited

Company Information

Directors

S H Abbasbhai Hatimi
A Abbasbhai Hatimi
A S Abbasbhai Hatimi

Secretary

A S Abbasbhai Hatimi

Company number

01647094

Registered office

Unit 3 Kimpton Link Business Centre
40 Kimpton Road
Sutton
Surrey
SM3 9QP

Auditors

Kingston Smith LLP
Devonshire House
60 Goswell Road
London
EC1M 7AD

Bankers

Barclays Bank Plc
London Central Regional Office
50 Pall Mall
London
SW1Y 5AX

Techtools (Morden) Limited

Contents

	Page
Strategic report	1
Directors' report	2 - 3
Independent auditors' report	4 - 5
Profit and loss account	6
Balance sheet	7
Cash flow statement	8
Notes to the cash flow statement	9
Notes to the financial statements	10 - 16

Techtools (Morden) Limited

Strategic Report

For the year ended 31 August 2015

The directors present the strategic report and financial statements for the year ended 31 August 2015.

Review of the business

The principal activity of the company throughout the period remained that of export/ import merchants.

During the year the company showed significant progress. Turnover increased to £8,882,674 from £8,145,293; an increase of 9% mainly from existing customers.

This led to an increase in net profit before taxation to £1,101,085 (2014: £709,236).

The Board expects that turnover will increase further in the next reporting period.

Principal risks and uncertainties

The Company takes measures to minimise its exposure to risk. The company's main risk arises from the fact that a significant proportion of its sales are with companies in the Middle East. This trade is reliant on the political stability of this area of the world, which can be uncertain, as seen by the uprising in recent years. As the company trades internationally it is also susceptible to foreign exchange risk. It mitigates this by undertaking most of its trading in US Dollars, which it considers to be one of the most stable currencies.

Key performance indicators (KPI's)

The directors consider turnover and profit of the business as the most important KPI's and they look to increase both in the coming years. The directors also monitor on a monthly basis, the number of orders being made, the gross profit and the level of cash held.

On behalf of the board



A S Abbasbhai Hatimi

Director

20/04/2016

Techtools (Morden) Limited

Directors' Report

For the year ended 31 August 2015

The directors present their report and financial statements for the year ended 31 August 2015.

In accordance with s414C(11) of the Companies Act 2006, the information relating to future developments and financial risk management are included in the Strategic Report.

Results and dividends

The results for the year are set out on page 6.

Directors

The following directors have held office since 1 September 2014:

S H Abbasbhai Hatimi
A Abbasbhai Hatimi
A S Abbasbhai Hatimi

Auditors

The auditors, Kingston Smith LLP, are deemed to be reappointed under section 487(2) of the Companies Act 2006.

Statement of directors' responsibilities

The directors are responsible for preparing the Strategic Report, Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Techtools (Morden) Limited

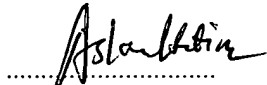
Directors' Report (Continued)

For the year ended 31 August 2015

Statement of disclosure to auditors

So far as the directors are aware, there is no relevant audit information of which the company's auditors are unaware. Additionally, the directors have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the company's auditors are aware of that information.

On behalf of the board



A S Abbasbhai Hatimi

Director

20/04/2016

Techtools (Morden) Limited

Independent Auditors' Report to the Members of Techtools (Morden) Limited

We have audited the financial statements of Techtools (Morden) Limited for the year ended 31 August 2015 set out on pages 6 to 16. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As explained more fully in the Directors' Responsibilities Statement set out on page 2, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Annual Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 August 2015 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Strategic Report and in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

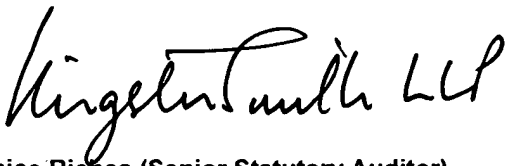
Techtools (Morden) Limited

Independent Auditors' Report to the Members of Techtools (Morden) Limited (Continued)

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.



Janice Riches (Senior Statutory Auditor)
for and on behalf of Kingston Smith LLP

11 May 2016

Chartered Accountants
Statutory Auditor

Devonshire House
60 Goswell Road
London
EC1M 7AD

Techtools (Morden) Limited

Profit and Loss Account

For the year ended 31 August 2015

	Notes	2015 £	2014 £
Turnover	2	8,882,674	8,145,293
Cost of sales		(7,280,168)	(6,970,188)
Gross profit		1,602,506	1,175,105
Administrative expenses		(501,978)	(460,934)
Operating profit	3	1,100,528	714,171
Other interest receivable and similar income	4	908	814
Interest payable and similar charges	5	(351)	(5,749)
Profit on ordinary activities before taxation		1,101,085	709,236
Tax on profit on ordinary activities	6	(229,622)	(156,142)
Profit for the year	14	871,463	553,094

The profit and loss account has been prepared on the basis that all operations are continuing operations.

There are no recognised gains and losses other than those passing through the profit and loss account.

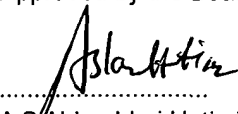
Techtools (Morden) Limited

Balance Sheet

As at 31 August 2015

	Notes	2015 £	£	2014 £	£
Fixed assets					
Tangible assets	8		268,773		275,023
Current assets					
Debtors	9	2,697,556		2,444,854	
Cash at bank and in hand		1,266,106		816,730	
		<u>3,963,662</u>		<u>3,261,584</u>	
Creditors: amounts falling due within one year	10	<u>(1,665,167)</u>		<u>(1,386,094)</u>	
Net current assets			<u>2,298,495</u>		<u>1,875,490</u>
Total assets less current liabilities			<u>2,567,268</u>		<u>2,150,513</u>
Creditors: amounts falling due after more than one year	11		-		(154,708)
			<u>2,567,268</u>		<u>1,995,805</u>
Capital and reserves					
Called up share capital	13		10,000		10,000
Profit and loss account	14		<u>2,557,268</u>		<u>1,985,805</u>
Shareholders' funds	15		<u>2,567,268</u>		<u>1,995,805</u>

Approved by the Board and authorised for issue on 20/04/2016


A S/Abbasbhai Hatimi
Director

Company Registration No. 01647094

Techtools (Morden) Limited

Cash Flow Statement

For the year ended 31 August 2015

	2015	2014
	£	£
Net cash inflow from operating activities	1,062,161	504,568
Returns on investments and servicing of finance		
Interest received	908	814
Interest paid	(351)	(5,749)
Net cash inflow/(outflow) for returns on investments and servicing of finance	557	(4,935)
Taxation	(156,142)	(160,723)
Equity dividends paid	(300,000)	(250,000)
Net cash inflow before management of liquid resources and financing	606,576	88,910
Financing		
Repayment of long term bank loan	(169,567)	(14,859)
Net cash outflow from financing	(169,567)	(14,859)
Increase in cash in the year	437,009	74,051

Techtools (Morden) Limited

Notes to the Cash Flow Statement

For the year ended 31 August 2015

1 Reconciliation of operating profit to net cash inflow from operating activities		2015	2014
		£	£
Operating profit		1,100,528	714,171
Depreciation of tangible assets		6,250	6,250
Increase in debtors		(252,702)	(134,018)
Increase/(decrease) in creditors within one year		208,085	(81,835)
Net cash inflow from operating activities		1,062,161	504,568

2 Analysis of net funds	1 September 2014	Cash flow	Other non-cash changes	31 August 2015
	£	£	£	£
Net cash:				
Cash at bank and in hand	816,730	449,376	-	1,266,106
Bank overdrafts	(2,643)	(12,367)	-	(15,010)
	<u>814,087</u>	<u>437,009</u>	<u>-</u>	<u>1,251,096</u>
Bank deposits	-	-	-	-
Debt:				
Debts falling due within one year	(14,859)	14,859	-	-
Debts falling due after one year	(154,708)	154,708	-	-
Net funds	<u>644,520</u>	<u>606,576</u>	<u>-</u>	<u>1,251,096</u>

3 Reconciliation of net cash flow to movement in net funds	2015	2014
	£	£
Increase in cash in the year	437,009	74,051
Cash outflow from decrease in debt	169,567	14,859
Movement in net funds in the year	606,576	88,910
Opening net funds	644,520	555,610
Closing net funds	1,251,096	644,520

Techtools (Morden) Limited

Notes to the Financial Statements

For the year ended 31 August 2015

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated).

1.3 Turnover

Turnover represents amounts receivable for goods net of VAT.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Leasehold Properties	Straight line over 50 years
Fixtures, fittings & equipment	Straight line over 4 years

1.5 Pensions

The company makes contributions to privately held pension schemes, the assets of which are held separately from the assets of the company. The pension cost charge represents contributions paid to these schemes.

1.6 Deferred taxation

Deferred taxation is recognised as a liability or asset if transactions or events that give the company an obligation to pay more tax in the future or a right to pay less tax in the future have occurred by the balance sheet date.

1.7 Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to Cost of sales in the profit and loss account.

2 Turnover

In the year to 31 August 2015 100% (2014: 100%) of the company's turnover was to markets outside the United Kingdom.

3 Operating profit

	2015 £	2014 £
Operating profit is stated after charging:		
Depreciation of tangible assets	6,250	6,250
Loss on foreign exchange transactions (in cost of sales)	134,638	272,459
Auditors' remuneration	9,500	9,229
	<u> </u>	<u> </u>

Techtools (Morden) Limited

Notes to the Financial Statements (Continued)

For the year ended 31 August 2015

4	Investment income	2015	2014
		£	£
	Bank interest	908	814
		<u>908</u>	<u>814</u>
5	Interest payable	2015	2014
		£	£
	On bank loans and overdrafts	351	5,749
		<u>351</u>	<u>5,749</u>
6	Taxation	2015	2014
		£	£
	Domestic current year tax		
	U.K. corporation tax	229,622	156,142
	Total current tax	<u>229,622</u>	<u>156,142</u>
	Factors affecting the tax charge for the year		
	Profit on ordinary activities before taxation	1,101,085	709,236
		<u>1,101,085</u>	<u>709,236</u>
	<i>Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 20.53% (2014 - 21.58%)</i>	226,067	153,065
		<u>226,067</u>	<u>153,065</u>
	Effects of:		
	Non deductible expenses	3,555	3,077
		<u>3,555</u>	<u>3,077</u>
	Current tax charge for the year	<u>229,622</u>	<u>156,142</u>
7	Dividends	2015	2014
		£	£
	Ordinary interim paid	300,000	250,000
		<u>300,000</u>	<u>250,000</u>

Techtools (Morden) Limited

Notes to the Financial Statements (Continued)

For the year ended 31 August 2015

8 Tangible fixed assets

	Leasehold Properties £
Cost	
At 1 September 2014 & at 31 August 2015	312,524
Depreciation	
At 1 September 2014	37,501
Charge for the year	6,250
At 31 August 2015	43,751
Net book value	
At 31 August 2015	268,773
At 31 August 2014	275,023

9 Debtors

	2015 £	2014 £
Trade debtors	2,266,783	2,014,608
Other debtors	252,127	143,803
Prepayments and accrued income	178,646	286,443
	<u>2,697,556</u>	<u>2,444,854</u>

10 Creditors: amounts falling due within one year

	2015 £	2014 £
Bank loans and overdrafts	15,010	17,502
Trade creditors	938,897	582,329
Corporation tax	229,622	156,142
Other taxes and social security costs	25,137	3,670
Directors' current accounts	390,515	409,305
Other creditors	37,129	192,842
Accruals and deferred income	28,857	24,304
	<u>1,665,167</u>	<u>1,386,094</u>

Techtools (Morden) Limited

Notes to the Financial Statements (Continued)

For the year ended 31 August 2015

11 Creditors: amounts falling due after more than one year	2015 £	2014 £
Bank loans	-	154,708
Analysis of loans		
Not wholly repayable within five years by instalments:		
Bank loan	-	95,272
Wholly repayable within five years	-	74,295
	-	169,567
Included in current liabilities	-	(14,859)
	-	154,708

The bank loan was fully repaid in the year.

12 Retirement benefits

Defined contribution scheme

The company makes contributions to privately held pension schemes, the assets of which are held separately from the assets of the company. The pension cost charge represents contributions paid to these schemes.

	2015 £	2014 £
Contributions payable by the company for the year	75,000	75,000
13 Share capital	2015 £	2014 £
Allotted, called up and fully paid		
10,000 Ordinary shares of £1 each	10,000	10,000

Techtools (Morden) Limited

Notes to the Financial Statements (Continued)

For the year ended 31 August 2015

14 Statement of movements on profit and loss account

	Profit and loss account
	£
Balance at 1 September 2014	1,985,805
Profit for the year	871,463
Dividends paid	(300,000)
Balance at 31 August 2015	<u>2,557,268</u>

15 Reconciliation of movements in Shareholders' funds

	2015 £	2014 £
Profit for the financial year	871,463	553,094
Dividends	(300,000)	(250,000)
Net addition to shareholders' funds	<u>571,463</u>	<u>303,094</u>
Opening Shareholders' funds	1,995,805	1,692,711
Closing Shareholders' funds	<u>2,567,268</u>	<u>1,995,805</u>

16 Directors' remuneration

	2015 £	2014 £
Remuneration for qualifying services	31,145	32,677
Company pension contributions to defined contribution schemes	67,500	67,500
	<u>98,645</u>	<u>100,177</u>

The number of directors for whom retirement benefits are accruing under defined contribution schemes amounted to 2 (2014 - 2).

Techtools (Morden) Limited

Notes to the Financial Statements (Continued)

For the year ended 31 August 2015

17 Employees

Number of employees

The average monthly number of employees (including directors) during the year was:

	2015 Number	2014 Number
	8	7
Employment costs	2015	2014
	£	£
Wages and salaries	246,443	207,115
Social security costs	22,839	23,914
Other pension costs	75,000	75,000
	344,282	306,029

18 Control

As at 31st August 2015 the company did not have a controlling party.

Techtools (Morden) Limited

Notes to the Financial Statements (Continued)

For the year ended 31 August 2015

19 Related party relationships and transactions

Loans from directors

Other creditors includes amounts due to Directors as below.

Description	Opening Balance £	Amounts Advanced £	Amounts Repaid £	Closing Balance £
S H Abbasbhai Hatimi - Loan	25,627	60,000	(85,627)	-
A S Abbasbhai Hatimi - Loan	29,194	96,307	(125,501)	-
A Abbasbhai Hatimi - Loan	11,263	117,242	(128,243)	262
	<u>66,084</u>	<u>273,549</u>	<u>(339,371)</u>	<u>262</u>

At certain points in the year A S Abbasbhai Hatimi and A Abbasbhai Hatimi loan accounts were overdrawn, although they were in credit at the year end. The maximum overdrawn balances in the year were £103,747 for A S Abbasbhai Hatimi and £85,788 for A Abbasbhai Hatimi respectively.

As at 31 August 2015 the company also owed Mrs M.S. Hatimi a shareholder and wife of S.H. Hatimi £390,253.

Dividends to Directors

	2015 £	2014 £
A S Abbasbhai Hatimi	75,000	62,500
A Abbasbhai Hatimi	75,000	62,500
S H Abbasbhai Hatimi	60,000	50,000
	<u>210,000</u>	<u>175,000</u>

A dividend of £60,000 (2014: £50,000) was also paid in the year to Mrs M.S. Hatimi, S.H. Hatimi's wife.

Other transactions

During the year there were related party transactions with Konki, an unincorporated business owned by Adnan Hatimi, a shareholder of the company. During the year ended 31 August 2015 the company purchased goods amounting to £1,291,895 (2014: £1,466,661) from Konki and is due to pay commission of £nil (2014: £53,080). Other creditors included £nil (2014: £154,819) for outstanding purchases and other debtors included £79,289 (2014: £nil) for amounts advanced to Konki to pay for future costs. Purchases were acquired at cost.