

Infatrade (UK) Ltd

Annual Report and Unaudited Abridged Financial Statements
for the Year Ended 31 December 2019

Infatrade (UK) Ltd

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Infatrade (UK) Ltd

Company Information

Director	Alon Klein
Registered office	88 Kensington Park Road London W11 2PL
Accountants	Vanbergen Consultancy Services Ltd 20 Guildford Road Tunbridge Wells Kent TN1 1SW

Infatrade (UK) Ltd
(Registration number: 2861107)
Abridged Balance Sheet as at 31 December 2019

	Note	2019 £	2018 £
Fixed assets			
Tangible assets	<u>4</u>	13,495	10,850
Investments	<u>5</u>	200	200
		<u>13,695</u>	<u>11,050</u>
Current assets			
Debtors		1,859,374	1,436,135
Cash at bank and in hand		<u>188,477</u>	<u>196,197</u>
		2,047,851	1,632,332
Prepayments and accrued income		26,910	4,758
Creditors: Amounts falling due within one year		<u>(1,774,227)</u>	<u>(1,241,678)</u>
Net current assets		<u>300,534</u>	<u>395,412</u>
Total assets less current liabilities		314,229	406,462
Provisions for liabilities		-	(2,061)
Accruals and deferred income		<u>(2,064)</u>	<u>(2,075)</u>
Net assets		<u>312,165</u>	<u>402,326</u>
Capital and reserves			
Called up share capital	<u>6</u>	220,000	220,000
Share premium reserve		80,000	80,000
Profit and loss account		<u>12,165</u>	<u>102,326</u>
Total equity		<u>312,165</u>	<u>402,326</u>

For the financial year ending 31 December 2019 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.

The notes on pages 4 to 8 form an integral part of these abridged financial statements.

Infatrade (UK) Ltd

(Registration number: 2861107)

Abridged Balance Sheet as at 31 December 2019

All of the company's members have consented to the preparation of an Abridged Balance Sheet in accordance with Section 444(2A) of the Companies Act 2006.

Approved and authorised by the director on 16 June 2020

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Alon Klein

Director

The notes on pages 4 to 8 form an integral part of these abridged financial statements.

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Notes to the Unaudited Abridged Financial Statements for the Year Ended 31 December 2019

1 General information

The company is a private company limited by share capital, incorporated in England and Wales.

The address of its registered office is:
88 Kensington Park Road
London
W11 2PL

These financial statements were authorised for issue by the director on 16 June 2020.

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 abridged 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 abridged 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.

Tax

The tax expense for the period comprises deferred 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.

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.

Infatrade (UK) Ltd

Notes to the Unaudited Abridged Financial Statements for the Year Ended 31 December 2019

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when 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 and that are expected to apply to the reversal of the timing difference.

Tangible assets

Tangible assets are stated in the statement of financial position 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:

Asset class	Depreciation method and rate
Fixtures and fittings	20% straight line
Office equipment	25% straight line

Business combinations

Business combinations are accounted for using the purchase method. The consideration for each acquisition is measured at the aggregate of the fair values at acquisition date of assets given, liabilities incurred or assumed, and equity instruments issued by the group in exchange for control of the acquired, plus any costs directly attributable to the business combination. When a business combination agreement provides for an adjustment to the cost of the combination contingent on future events, the group includes the estimated amount of that adjustment in the cost of the combination at the acquisition date if the adjustment is probable and can be measured reliably.

Investments

Investments in equity shares which are publicly traded or where the fair value can be measured reliably are initially measured at fair value, with changes in fair value recognised in profit or loss. Investments in equity shares which are not publicly traded and where fair value cannot be measured reliably are measured at cost less impairment.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

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.

Infatrade (UK) Ltd

Notes to the Unaudited Abridged Financial Statements for the Year Ended 31 December 2019

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.

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

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.

3 Staff numbers

The average number of persons employed by the company (including the director) during the year, was 1 (2018 - 1).

4 Tangible assets

	Furniture and fittings £	Other tangible assets £	Total £
Cost or valuation			
At 1 January 2019	20,515	8,573	29,088
Additions	5,942	3,886	9,828
At 31 December 2019	26,457	12,459	38,916
Depreciation			
At 1 January 2019	15,366	2,870	18,236
Charge for the year	2,175	5,010	7,185
At 31 December 2019	17,541	7,880	25,421
Carrying amount			
At 31 December 2019	8,916	4,579	13,495
At 31 December 2018	5,148	5,702	10,850

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Notes to the Unaudited Abridged Financial Statements for the Year Ended 31 December 2019

5 Investments

	Total £
Cost or valuation	
At 1 January 2019	200
Provision	
Carrying amount	
At 31 December 2019	200
At 31 December 2018	200

6 Share capital

Allotted, called up and fully paid shares

	2019		2018	
	No.	£	No.	£
Ordinary shares of £1 each	220,000	220,000	220,000	220,000

7 Related party transactions

Transactions with directors

	At 1 January 2019 £	Advances to directors £	Repayments by director £	At 31 December 2019 £
2019				
Alon Klein				
Expenses incurred	(37,737)	10,400	(444)	(27,781)

	At 1 January 2018 £	Advances to directors £	Repayments by director £	At 31 December 2018 £
2018				
Alon Klein				
Expenses incurred	(37,359)	(399)	20	(37,737)

Directors' remuneration

The director's remuneration for the year was as follows:

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Notes to the Unaudited Abridged Financial Statements for the Year Ended 31 December 2019

	2019 £	2018 £
Remuneration	48,000	48,000

Summary of transactions with other related parties

During the year, the company incurred expenses totalling £505,200 (2018: £547,676) with EK Industries, an entity under common control of Eli Klein who is the majority shareholder of the company. Of these expenses, £63,713 was incurred in relation to interest charged on the outstanding loan balance at 4.5%. £Nil was repaid during the year (2018: £2,203,650) and the balance owed by the company at the year end was £1,698,244 (2018: £1,129,331).

During the year, the company recalculated interest to date interest at 4% on the outstanding loan balance to Infatrade Property Ltd, its 100% owned subsidiary, resulting in a total charge of £20,948 (2018: expenses totalling £239,242). Management fees of £1,779 (2018: £3,558) were also charged in the year. £86,000 was repaid during the year (2018: £1,820,036) and the balance at the year end was £1,348,428 (2018: £1,411,701).

During the year, the company incurred expenses totalling £nil (2018: £1,446) on behalf of SLI Chemicals Ltd, a company of which Alon Klein is also a director. £1,221 was repaid during the year (2018: £nil) and the balance at the year end was £700 (2018: £1,921).

During the year, the company incurred expenses totalling £500,014 (2018: £1,433) on behalf of Infatrade Cheshire Ltd, a company of which Alon Klein is also a director. £10,266 was repaid during the year (2018: £100) and the balance at the year end was £491,081 (2018: £1,333).

Loans from related parties

	Key management £	Total £
2019		
At start of period	57,805	57,805
Advanced	14,383	14,383
Repaid	(1,829)	(1,829)
At end of period	70,359	70,359
2018		
At start of period	61,239	61,239
Advanced	1,785	1,785
Repaid	(5,219)	(5,219)
At end of period	57,805	57,805

Terms of loans from related parties

The loan from Eli Klein is repayable on demand and does not carry a rate of interest.

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.