

Ka Lun Ling Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 29 February 2020

Ka Lun Ling Limited

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Ka Lun Ling Limited
Company Information

Director	Mr A K L Ling
Registered office	Bamboo 16 Market Place Cockermouth Cumbria CA13 9NQ
Bankers	NatWest Bank Plc Workington 31 Pow Street Workington Cumbria CA14 3WY
Accountants	Gibbons Chartered Accountants Brunswick House Harbour Business Park Maryport Cumbria CA15 8BF

**Chartered Accountants' Report to the Director on the Preparation of the Unaudited
Statutory Accounts of
Ka Lun Ling Limited
for the Year Ended 29 February 2020**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Ka Lun Ling Limited for the year ended 29 February 2020 as set out on pages 3 to 10 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/en/members/regulations-standards-and-guidance/>.

This report is made solely to the Board of Directors of Ka Lun Ling Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the accounts of Ka Lun Ling Limited and state those matters that we have agreed to state to the Board of Directors of Ka Lun Ling Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Ka Lun Ling Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Ka Lun Ling Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of Ka Lun Ling Limited. You consider that Ka Lun Ling Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the accounts of Ka Lun Ling Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.

Gibbons
Chartered Accountants
Brunswick House
Harbour Business Park
Maryport
Cumbria
CA15 8BF

17 November 2020

Ka Lun Ling Limited
(Registration number: 04389117)
Balance Sheet as at 29 February 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	<u>5</u>	22,510	26,483
Current assets			
Stocks	<u>6</u>	5,046	4,367
Debtors	<u>7</u>	752	673
Cash at bank and in hand		333,748	295,870
		339,546	300,910
Creditors: Amounts falling due within one year	<u>8</u>	(356,438)	(41,459)
Net current (liabilities)/assets		(16,892)	259,451
Total assets less current liabilities		5,618	285,934
Provisions for liabilities		(2,636)	(3,031)
Net assets		2,982	282,903
Capital and reserves			
Called up share capital		50	100
Capital redemption reserve		50	-
Profit and loss account		2,882	282,803
Total equity		2,982	282,903

Ka Lun Ling Limited
(Registration number: 04389117)
Balance Sheet as at 29 February 2020

For the financial year ending 29 February 2020 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.

Approved and authorised by the director on 17 November 2020

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Mr A K L Ling
Director

Ka Lun Ling Limited

Notes to the Unaudited Financial Statements for the Year Ended 29 February 2020

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:

Bamboo
16 Market Place
Cockermouth
Cumbria
CA13 9NQ
England

These financial statements were authorised for issue by the director on 17 November 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 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 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.

Ka Lun Ling Limited

Notes to the Unaudited Financial Statements for the Year Ended 29 February 2020

Tax

The tax expense for the period comprises current and 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.

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
Plant and machinery	15% reducing balance
Fixtures and fittings	15% reducing balance

Goodwill

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Goodwill	10% straight line

Ka Lun Ling Limited

Notes to the Unaudited Financial Statements for the Year Ended 29 February 2020

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.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

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.

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.

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

Ka Lun Ling Limited

Notes to the Unaudited Financial Statements for the Year Ended 29 February 2020

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 Staff numbers

The average number of persons employed by the company (including the director) during the year, was 9 (2019 - 8).

Ka Lun Ling Limited

Notes to the Unaudited Financial Statements for the Year Ended 29 February 2020

4 Intangible assets

	Goodwill £	Total £
Cost or valuation		
At 1 March 2019	50,000	50,000
At 29 February 2020	50,000	50,000
Amortisation		
At 1 March 2019	50,000	50,000
At 29 February 2020	50,000	50,000
Carrying amount		
At 29 February 2020	-	-

5 Tangible assets

	Furniture, fittings and equipment £	Total £
Cost or valuation		
At 1 March 2019	137,099	137,099
At 29 February 2020	137,099	137,099
Depreciation		
At 1 March 2019	110,616	110,616
Charge for the year	3,973	3,973
At 29 February 2020	114,589	114,589
Carrying amount		
At 29 February 2020	22,510	22,510
At 28 February 2019	26,483	26,483

Ka Lun Ling Limited

Notes to the Unaudited Financial Statements for the Year Ended 29 February 2020

6 Stocks

	2020 £	2019 £
Other inventories	5,046	4,367

7 Debtors

	2020 £	2019 £
Other debtors	752	673
Total current trade and other debtors	752	673

8 Creditors

Creditors: amounts falling due within one year

	Note	2020 £	2019 £
Due within one year			
Trade creditors		2,507	2,786
Taxation and social security		15,843	17,201
Other creditors		316,329	(198)
Corporation tax control		21,759	21,670
		356,438	41,459

Maryport

This document was delivered using electronic communications and authenticated in accordance with the
Cunliffe's rules relating to electronic form, authentication and manner of delivery under section 1072 of
the Companies Act 2006.