

Registered number

04754819

A & A Trading Co Ltd

Filleted Accounts

31 May 2017

A & A Trading Co Ltd**Registered number:** 04754819**Balance Sheet****as at 31 May 2017**

	Notes	2017 £	2016 £
Fixed assets			
Investments	3	1,450,000	1,335,000
Current assets			
Debtors	4	239,804	285,304
Cash at bank and in hand		4,770	2,143
		<u>244,574</u>	<u>287,447</u>
Creditors: amounts falling due within one year	5	(158,597)	(181,665)
Net current assets		<u>85,977</u>	<u>105,782</u>
Total assets less current liabilities		<u>1,535,977</u>	<u>1,440,782</u>
Creditors: amounts falling due after more than one year	6	(695,334)	(736,375)
Net assets		<u><u>840,643</u></u>	<u><u>704,407</u></u>
Capital and reserves			
Called up share capital		143,156	143,156
Revaluation reserve	8	529,633	414,633
Profit and loss account		167,854	146,618
Shareholders' funds		<u><u>840,643</u></u>	<u><u>704,407</u></u>

The director is satisfied that the company is entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006.

The members have not required the company to obtain an audit in accordance with section 476 of the Act.

The director acknowledges his responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

The accounts have been prepared and delivered in accordance with the special provisions applicable to companies subject to the small companies regime. The profit and loss account has not been delivered to the Registrar of Companies.

P S Dhandwar

Director

Approved by the board on 8 February 2018

A & A Trading Co Ltd
Notes to the Accounts
for the year ended 31 May 2017

1 Accounting policies

Basis of preparation

The accounts have been prepared under the historical cost convention and in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland (as applied to small entities by section 1A of the standard).

Turnover

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover includes revenue earned from the sale of goods and from the rendering of services. Turnover from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have transferred to the buyer. Turnover from the rendering of services is recognised by reference to the stage of completion of the contract. The stage of completion of a contract is measured by comparing the costs incurred for work performed to date to the total estimated contract costs.

Investments

Investments in subsidiaries, associates and joint ventures are measured at cost less any accumulated impairment losses. Listed investments are measured at fair value. Unlisted investments are measured at fair value unless the value cannot be measured reliably, in which case they are measured at cost less any accumulated impairment losses. Changes in fair value are included in the profit and loss account.

Debtors

Short term debtors are measured at transaction price (which is usually the invoice price), less any impairment losses for bad and doubtful debts. Loans and other financial assets are initially recognised at transaction price including any transaction costs and subsequently measured at amortised cost determined using the effective interest method, less any impairment losses for bad and doubtful debts.

Creditors

Short term creditors are measured at transaction price (which is usually the invoice price). Loans and other financial liabilities are initially recognised at transaction price net of any transaction costs and subsequently measured at amortised cost determined using the effective interest method.

Taxation

A current tax liability is recognised for the tax payable on the taxable profit of the current and past periods. A current tax asset is recognised in respect of a tax loss that can be carried back to recover tax paid in a previous period. Deferred tax is recognised in respect of all timing differences between the recognition of income and expenses in the financial statements and their inclusion in tax assessments. 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. 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, except for revalued land and investment property where the tax rate that applies to the sale of the asset is used. Current and deferred tax assets and liabilities are not discounted.

Provisions

Provisions (ie liabilities of uncertain timing or amount) are recognised when there is an obligation at the reporting date as a result of a past event, it is probable that economic benefit will be transferred to settle the obligation and the amount of the obligation can be estimated reliably.

Foreign currency translation

Transactions in foreign currencies are initially recognised at the rate of exchange ruling at the date of the transaction. At the end of each reporting period foreign currency monetary items are translated at the closing rate of exchange. Non-monetary items that are measured at historical cost are translated at the rate ruling at the date of the transaction. All differences are charged to profit or loss.

Pensions

Contributions to defined contribution plans are expensed in the period to which they relate.

2 Employees	2017	2016
	Number	Number
Average number of persons employed by the company	<u>1</u>	<u>1</u>

3 Investments

	Other investments
	£
Cost	
At 1 June 2016	1,335,000
Revaluation	115,000
At 31 May 2017	<u>1,450,000</u>
Historical cost	
At 1 June 2016	<u>1,345,367</u>
At 31 May 2017	<u>1,345,367</u>

The freehold investment property was acquired in April 2015 and has an estimated useful life of 150 years. This property is stated at its current valuation as valued by its director. Firstly it was valued by Robert Dipple BSc MRICS on 25 August 2015.

4 Debtors	2017	2016
	£	£
Trade debtors	4,701	411
Amounts owed by group undertakings and undertakings in which the company has a participating interest	233,470	283,470

Other debtors	1,633	1,423
	<u>239,804</u>	<u>285,304</u>

5 Creditors: amounts falling due within one year	2017	2016
	£	£

Bank loans	46,722	45,555
Trade creditors	-	53
Amounts owed to group undertakings and undertakings in which the company has a participating interest	2,272	4,060
Corporation tax	8,965	9,920
Other taxes and social security costs	789	4,940
Director's current account	88,884	84,645
Other creditors	10,965	32,492
	<u>158,597</u>	<u>181,665</u>

6 Creditors: amounts falling due after one year	2017	2016
	£	£

Bank loans	<u>695,334</u>	<u>736,375</u>
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7 Loans	2017	2016
	£	£

Creditors include:

Instalments falling due for payment after more than five years	<u>645,960</u>	<u>651,600</u>
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Secured bank loans	<u>742,056</u>	<u>781,930</u>
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The bank loan is secured over all assets of the company including the freehold property.

8 Revaluation reserve	2017	2016
	£	£

At 1 June 2016	414,633	414,633
Gain on revaluation of land and buildings	115,000	-
	<u>529,633</u>	<u>414,633</u>

9 Related party transactions

During the year the company made related party transactions with its connected company Beta Shoes Ltd, a company under common control. The company rented out its premises to Beta Shoes Ltd for a total rental of £90,000 (2016: £90,00) and bought stock on commercial terms. The stock bought during the year amounted to £2,272 (2016: £8,234).

Both of these companies also lend and borrow money from each other at nil interest rate.
The amount due from and to this related company as at balance sheet date was £233,470 (2016: £283,470) and £2,272 (2016: £4,060) respectively.

10 Controlling party

The ultimate controlling party of the company is its director, P S Dhandwar, by virtue of 100% voting shareholder.

11 Other information

A & A Trading Co Ltd is a private company limited by shares and incorporated in England. Its registered office is:

Unit 15, Slough Interchange Industrial Estate

Whittenham Close

Slough

Berkshire

SL2 5EP

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.