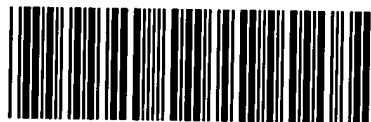


**Strategic Report, Report of the Director and
Financial Statements for the Year Ended 31 January 2022**
for
Sonic Megastore Limited

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Sonic Megastore Limited

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for the Year Ended 31 January 2022**

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Sonic Megastore Limited
Company Information
for the Year Ended 31 January 2022

DIRECTOR: Parshotam Showan

REGISTERED OFFICE: Sonic Megastore
Ingleby Road
Bradford
BD8 9AN

REGISTERED NUMBER: 06805107 (England and Wales)

AUDITORS: KJA Kilner Johnson Ltd
Network House
Stubs Beck Lane
Cleckheaton
BD19 4TT

Sonic Megastore Limited
Strategic Report
for the Year Ended 31 January 2022

The director presents its strategic report for the year ended 31 January 2022.

REVIEW OF BUSINESS

The results of the company as set out on page 7 show a profit on ordinary activities before tax of £1,605,466 (2021: £1,544,554).

The Company's statement of financial position set out on page 9, remains strong with good cash reserves. The year has seen the company continues to generate consistent results as the economy recovers from the Covid 19 pandemic. The company continues to focus on maintaining profitability.

PRINCIPAL RISKS AND UNCERTAINTIES

Financial, credit, liquidity and cashflow risk are considered low as the company continues to show strong profitability and cash generation. Working capital is managed and constantly reviewed on a weekly basis. The company maintains a healthy balance sheet which remains strong due to continued investment in the Company's assets that allow the business to run efficiently.

BUSINESS ENVIRONMENT

The wider business risk that all businesses currently face is the uncertainty around supply and demand. The director has taken advantage of additional stock being made available via suppliers as they too struggle to manage stock inventories which has led to some suppliers being overstocked.

STRATEGY

The business strategy for 2023 and beyond sees us focus on delivering profitable and sustainable growth through our business activities in the electronic appliance retail industry.

KEY PERFORMANCE INDICATORS

The board monitors the progress of the company by reference to the following KPI's :

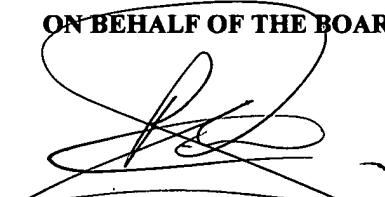
	2022	2021
	£	£
Turnover	18,419,944	21,032,022
Gross profit percentage	31.8%	23.7%
Operating profit percentage	8.3%	7.2%

The main non-financial KPI is customer reviews which the company monitor online.

FUTURE DEVELOPMENTS

The company feels that it is well placed to grow its customer base profitability and sustainably.

ON BEHALF OF THE BOARD:


Parshotam Showan - Director

25 January 2023

Sonic Megastore Limited

Report of the Director for the Year Ended 31 January 2022

The director presents its report with the financial statements of the company for the year ended 31 January 2022.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of the supply of domestic electrical appliances and consumer electronics both regionally and nationwide.

DIVIDENDS

No dividends will be distributed for the year ended 31 January 2022.

DIRECTOR

Parshotam Showan held office during the whole of the period from 1 February 2021 to the date of this report.

STATEMENT OF DIRECTOR'S RESPONSIBILITIES

The director is responsible for preparing the Strategic Report, the Report of the Director and the financial statements in accordance with applicable law and regulations.

Company law requires the director to prepare financial statements for each financial year. Under that law the director has 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 director must not approve the financial statements unless it is 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 director is 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 director is 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 it to ensure that the financial statements comply with the Companies Act 2006. It is 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.

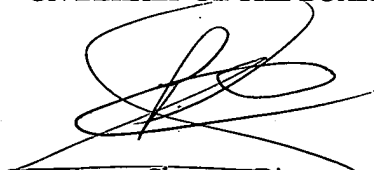
STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the director is aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and it has taken all the steps that it ought to have taken as a director in order to make itself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

AUDITORS

The auditors, KJA Kilner Johnson Ltd, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:



Parshotam Showan - Director

25 January 2023

Report of the Independent Auditors to the Members of Sonic Megastore Limited

Opinion

We have audited the financial statements of Sonic Megastore Limited (the 'company') for the year ended 31 January 2022 which comprise the Income Statement, Other Comprehensive Income, Balance Sheet, Statement of Changes in Equity, Cash Flow Statement and Notes to the Cash Flow Statement, Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 January 2022 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.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the director's use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the director with respect to going concern are described in the relevant sections of this report.

Other information

The director is responsible for the other information. The other information comprises the information in the Strategic Report and the Report of the Director, but does not include the financial statements and our Report of the Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Strategic Report and the Report of the Director for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and the Report of the Director have been prepared in accordance with applicable legal requirements.

Report of the Independent Auditors to the Members of Sonic Megastore Limited

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report or the Report of the Director.

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 director's remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of director

As explained more fully in the Statement of Director's Responsibilities set out on page three, the director is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the director determines necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the director is responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the director either intends to liquidate the company or to cease operations, or has no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

While planning our audit, we have made enquiries of management and those charged with governance around any actual or potential litigation and claims against the company for non-compliance with specific laws and regulations. The same has been done in respect of any instances of fraud or irregularities. The responses received have been communicated with the engagement team at the planning stage.

We have not been informed of any specific laws or regulatory related issues that could materially impact the financial statements in addition to this, there has been no suspected fraud or irregularities reported to us.

While planning our audit the engagement partner selected appropriately trained staff to be engaged in the audit and the team are allocated based on their competence and capabilities.

The audit work undertaken is a substantive work based audit approach, reviewing to source documentation where appropriate and includes a review and walkthrough of the systems which management have put in place. These tests are directional. Therefore, they are designed in a way to maximise audit effectiveness and the possible identification of any material fraud, irregularities, or instances of systems and procedure breaches. Our testing did not identify any issues that requires any additional reporting.

These tests and other areas of our audit work are designed to enhance our ability to detect cases of material fraud and certain irregularities. It should be noted that our audit is carried out using a material based approach and therefore does not test every transaction, as such it would not detect all instances of irregularities and specifically fraud which is inherently more difficult to detect.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Auditors.

**Report of the Independent Auditors to the Members of
Sonic Megastore Limited**

Use of our report

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 a Report of the Auditors 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.



Raza Effendi MBA FCA (Senior Statutory Auditor)
for and on behalf of KJA Kilner Johnson Ltd
Statutory Auditor
Network House
Stubs Beck Lane
Cleckheaton
BD19 4TT

25 January 2023

Sonic Megastore Limited

**Income Statement
for the Year Ended 31 January 2022**

	Notes	2022 £	2021 £
TURNOVER	3	18,419,944	21,032,022
Cost of sales		12,562,016	16,051,263
GROSS PROFIT		5,857,928	4,980,759
Administrative expenses		4,535,092	3,802,593
		1,322,836	1,178,166
Other operating income		186,307	336,192
OPERATING PROFIT	5	1,509,143	1,514,358
Interest receivable and similar income		107,155	40,426
		1,616,298	1,554,784
Interest payable and similar expenses	6	30,831	10,230
PROFIT BEFORE TAXATION		1,585,467	1,544,554
Tax on profit	7	386,884	303,249
PROFIT FOR THE FINANCIAL YEAR		1,198,583	1,241,305

The notes form part of these financial statements

Sonic Megastore Limited

**Other Comprehensive Income
for the Year Ended 31 January 2022**

	Notes	2022 £	2021 £
PROFIT FOR THE YEAR		1,198,583	1,241,305
OTHER COMPREHENSIVE INCOME		-	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		<u>1,198,583</u>	<u>1,241,305</u>

The notes form part of these financial statements

Balance Sheet
31 January 2022

		2022	2021
	Notes	£	£
FIXED ASSETS			
Tangible assets	9	150,919	185,710
Investments	10	456,766	373,289
		<u>607,685</u>	<u>558,999</u>
CURRENT ASSETS			
Stocks	11	5,735,823	4,777,347
Debtors	12	740,821	560,025
Cash at bank and in hand		1,738,876	3,313,810
		<u>8,215,520</u>	<u>8,651,182</u>
CREDITORS			
Amounts falling due within one year	13	3,216,413	4,706,372
NET CURRENT ASSETS		<u>4,999,107</u>	<u>3,944,810</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		5,606,792	4,503,809
CREDITORS			
Amounts falling due after more than one year	14	(264,010)	(479,162)
PROVISIONS FOR LIABILITIES	18	(151,276)	(31,724)
NET ASSETS		<u><u>5,191,506</u></u>	<u><u>3,992,923</u></u>
CAPITAL AND RESERVES			
Called up share capital	19	268,000	268,000
Capital redemption reserve	20	132,000	132,000
Retained earnings	20	4,791,506	3,592,923
SHAREHOLDERS' FUNDS		<u><u>5,191,506</u></u>	<u><u>3,992,923</u></u>

The financial statements were approved by the director and authorised for issue on 25 January 2023 and were signed by:



Parshotam Showan - Director

Sonic Megastore Limited

**Statement of Changes in Equity
for the Year Ended 31 January 2022**

	Called up share capital £	Retained earnings £	Capital redemption reserve £	Total equity £
Balance at 1 February 2020	268,000	3,351,618	132,000	3,751,618
Changes in equity				
Dividends	-	(1,000,000)	-	(1,000,000)
Total comprehensive income	-	1,241,305	-	1,241,305
Balance at 31 January 2021	<u>268,000</u>	<u>3,592,923</u>	<u>132,000</u>	<u>3,992,923</u>
Changes in equity				
Total comprehensive income	-	1,198,583	-	1,198,583
Balance at 31 January 2022	<u><u>268,000</u></u>	<u><u>4,791,506</u></u>	<u><u>132,000</u></u>	<u><u>5,191,506</u></u>

The notes form part of these financial statements

Sonic Megastore Limited

**Cash Flow Statement
for the Year Ended 31 January 2022**

	Notes	2022 £	2021 £
Cash flows from operating activities			
Cash generated from operations	1	(514,371)	2,257,149
Interest paid		(27,004)	(7,656)
Interest element of hire purchase payments paid		(3,827)	(2,574)
Tax paid		(284,777)	(70,165)
Net cash from operating activities		<u>(829,979)</u>	<u>2,176,754</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(4,039)	(78,757)
Sale of tangible fixed assets		17,296	-
Interest received		-	40,426
Net cash from investing activities		<u>13,257</u>	<u>(38,331)</u>
Cash flows from financing activities			
Capital repayments in year		(48,407)	40,882
Amount introduced by directors		-	850,000
Amount withdrawn by directors		(709,805)	-
Equity dividends paid		-	(1,000,000)
Net cash from financing activities		<u>(758,212)</u>	<u>(109,118)</u>
(Decrease)/increase in cash and cash equivalents		<u>(1,574,934)</u>	<u>2,029,305</u>
Cash and cash equivalents at beginning of year	2	3,313,810	1,284,505
Cash and cash equivalents at end of year	2	<u><u>1,738,876</u></u>	<u><u>3,313,810</u></u>

The notes form part of these financial statements

Sonic Megastore Limited

**Notes to the Cash Flow Statement
for the Year Ended 31 January 2022**

1. RECONCILIATION OF PROFIT BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS

	2022	2021
	£	£
Profit before taxation	1,585,467	1,544,554
Depreciation charges	38,077	32,763
Loss on disposal of fixed assets	13,026	-
Government grants	(116,307)	(266,192)
Finance costs	30,831	10,230
Finance income	(107,155)	(40,426)
	<u>1,443,939</u>	<u>1,280,929</u>
Increase in stocks	(958,476)	(1,536,386)
Decrease/(increase) in trade and other debtors	219,204	(312,084)
(Decrease)/increase in trade and other creditors	<u>(1,219,038)</u>	<u>2,824,690</u>
Cash generated from operations	<u><u>(514,371)</u></u>	<u><u>2,257,149</u></u>

2. CASH AND CASH EQUIVALENTS

The amounts disclosed on the Cash Flow Statement in respect of cash and cash equivalents are in respect of these Balance Sheet amounts:

Year ended 31 January 2022

	31.1.22	1.2.21
	£	£
Cash and cash equivalents	<u>1,738,876</u>	<u>3,313,810</u>

Year ended 31 January 2021

	31.1.21	1.2.20
	£	£
Cash and cash equivalents	<u>3,313,810</u>	<u>1,284,505</u>

The notes form part of these financial statements

Sonic Megastore Limited

**Notes to the Cash Flow Statement
for the Year Ended 31 January 2022**

3. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.2.21 £	Cash flow £	Other non-cash changes £	At 31.1.22 £
Net cash				
Cash at bank and in hand	3,313,810	(1,574,934)		1,738,876
	<u>3,313,810</u>	<u>(1,574,934)</u>		<u>1,738,876</u>
Debt				
Finance leases	(95,048)	48,407	-	(73,341)
Debts falling due within 1 year	(197,447)	15,216	-	(182,231)
Debts falling due after 1 year	(432,182)	207,005	-	(225,177)
	<u>(724,677)</u>	<u>270,628</u>	<u>-</u>	<u>(480,749)</u>
Total	<u><u>2,589,133</u></u>	<u><u>(1,304,306)</u></u>	<u><u>-</u></u>	<u><u>1,258,127</u></u>

The notes form part of these financial statements

Sonic Megastore Limited

Notes to the Financial Statements for the Year Ended 31 January 2022

1. STATUTORY INFORMATION

Sonic Megastore 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" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Critical accounting judgements and key sources of estimation uncertainty

The preparation of the accounts requires management to make judgements, estimates and assumptions that affects the amount reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

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.

Plant and machinery	- 20% reducing balance
Motor vehicles	- 20% reducing balance
Computer equipment	- 20% reducing balance

Government grants

Due to the pandemic many employees were asked to work from home. When this was not possible the Government provided assistance by means of paying upto 80% of the gross pay. This was received in the form of a grant and has been shown as other income. This has been recognised in the accounts on an accruals basis.

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.

Sonic Megastore Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 January 2022**

2. ACCOUNTING POLICIES - continued

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

3. TURNOVER

The turnover and profit before taxation are attributable to the one principal activity of the company.

An analysis of turnover by class of business is given below:

	2022	2021
	£	£
Sale of goods	18,372,034	20,959,415
Services rendered	37,196	16,500
Commissions	10,714	56,107
	<u>18,419,944</u>	<u>21,032,022</u>

4. EMPLOYEES AND DIRECTORS

	2022	2021
	£	£
Wages and salaries	1,858,458	1,678,462
Social security costs	181,089	165,638
Other pension costs	328,553	24,923
	<u>2,368,100</u>	<u>1,869,023</u>

The average number of employees during the year was as follows:

	2022	2021
Total	<u>50</u>	<u>60</u>

	2022	2021
	£	£
Director's remuneration	<u>133,500</u>	<u>109,150</u>

5. OPERATING PROFIT

The operating profit is stated after charging:

	2022	2021
	£	£
Depreciation - owned assets	38,077	32,834
Loss on disposal of fixed assets	13,026	-
Auditors' remuneration	<u>5,750</u>	<u>5,950</u>

Sonic Megastore Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 January 2022**

6. INTEREST PAYABLE AND SIMILAR EXPENSES

	2022	2021
	£	£
Bank loan interest	14,730	7,656
HMRC charges and interest	12,274	-
Hire purchase	3,827	2,574
	<u>30,831</u>	<u>10,230</u>

7. TAXATION

Analysis of the tax charge

The tax charge on the profit for the year was as follows:

	2022	2021
	£	£
Current tax:		
UK corporation tax	284,285	296,295
Prior year provision movement	(16,953)	-
Total current tax	<u>267,332</u>	<u>296,295</u>
Deferred tax	119,552	6,954
Tax on profit	<u>386,884</u>	<u>303,249</u>

UK corporation tax has been charged at 19% (2021 - 19%).

Reconciliation of total tax charge included in profit and loss

The tax assessed for the year is higher than the standard rate of corporation tax in the UK. The difference is explained below:

	2022	2021
	£	£
Profit before tax	<u>1,585,467</u>	<u>1,544,554</u>
Profit multiplied by the standard rate of corporation tax in the UK of 19% (2021 - 19%)	301,239	293,465
Effects of:		
Expenses not deductible for tax purposes	1,219	886
Income not taxable for tax purposes	(20,359)	-
Depreciation in excess of capital allowances	2,186	1,944
Adjustments to tax charge in respect of previous periods	(16,953)	-
Deferred tax	119,552	6,954
Total tax charge	<u>386,884</u>	<u>303,249</u>

8. DIVIDENDS

	2022	2021
	£	£
Allotted, called up and fully paid: shares of £1 each		
Final	<u>-</u>	<u>1,000,000</u>

Sonic Megastore Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 January 2022**

9. TANGIBLE FIXED ASSETS

	Plant and machinery £	Motor vehicles £	Computer equipment £	Totals £
COST				
At 1 February 2021	105,306	271,697	8,095	385,098
Additions	-	26,701	4,038	30,739
Disposals	-	(92,457)	-	(92,457)
At 31 January 2022	<u>105,306</u>	<u>205,941</u>	<u>12,133</u>	<u>323,380</u>
DEPRECIATION				
At 1 February 2021	82,319	115,561	1,508	199,388
Charge for year	4,597	31,749	1,731	38,077
Eliminated on disposal	-	(65,004)	-	(65,004)
At 31 January 2022	<u>86,916</u>	<u>82,306</u>	<u>3,239</u>	<u>172,461</u>
NET BOOK VALUE				
At 31 January 2022	<u>18,390</u>	<u>123,635</u>	<u>8,894</u>	<u>150,919</u>
At 31 January 2021	<u>22,987</u>	<u>156,136</u>	<u>6,587</u>	<u>185,710</u>

10. FIXED ASSET INVESTMENTS

	Unlisted investments £
COST	
At 1 February 2021	373,289
Additions	83,477
At 31 January 2022	<u>456,766</u>
NET BOOK VALUE	
At 31 January 2022	<u>456,766</u>
At 31 January 2021	<u>373,289</u>

11. STOCKS

	2022 £	2021 £
Stocks	<u>5,735,823</u>	<u>4,777,347</u>

12. DEBTORS

	2022 £	2021 £
Amounts falling due within one year:		
Trade debtors	270,821	459,335
Other debtors	-	30,690
Prepayments	70,000	70,000
	<u>340,821</u>	<u>560,025</u>

Sonic Megastore Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 January 2022**

12. DEBTORS - continued

	2022	2021
	£	£
Amounts falling due after more than one year:		
Amounts owed by group undertakings	400,000	-
	<u> </u>	<u> </u>
Aggregate amounts	<u>740,821</u>	<u>560,025</u>

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Bank loans and overdrafts (see note 15)	182,231	197,447
Hire purchase contracts (see note 16)	34,508	48,068
Trade creditors	1,923,569	1,575,538
Tax	265,461	403,874
Social security and other taxes	103,604	444,572
VAT	438,659	716,789
Other creditors	13,780	755,948
Wages creditor	113,177	110,573
Directors' current accounts	-	103,732
Accrued expenses	141,424	349,831
	<u>3,216,413</u>	<u>4,706,372</u>

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

	2022	2021
	£	£
Bank loans (see note 15)	225,177	432,182
Hire purchase contracts (see note 16)	38,833	46,980
	<u>264,010</u>	<u>479,162</u>

15. LOANS

An analysis of the maturity of loans is given below:

	2022	2021
	£	£
Amounts falling due within one year or on demand:		
Bank loans	<u>182,231</u>	<u>197,447</u>
Amounts falling due between one and two years:		
Bank loans - 1-2 years	<u>71,119</u>	<u>189,235</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>154,058</u>	<u>242,947</u>

Sonic Megastore Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 January 2022**

16. LEASING AGREEMENTS

Minimum lease payments under hire purchase fall due as follows:

	2022	2021
	£	£
Net obligations repayable:		
Within one year	34,508	48,068
Between one and five years	38,833	46,980
	<u>73,341</u>	<u>95,048</u>

17. SECURED DEBTS

The following secured debts are included within creditors:

	2022	2021
	£	£
Bank loans	407,408	629,629
Hire purchase contracts	73,341	95,048
	<u>480,749</u>	<u>724,677</u>

Lloyds Bank Plc hold a fixed and floating charge over the company's assets.

18. PROVISIONS FOR LIABILITIES

	2022	2021
	£	£
Deferred tax		
Accelerated capital allowances	37,432	31,724
Other timing differences	113,844	-
	<u>151,276</u>	<u>31,724</u>

	Deferred tax £
Balance at 1 February 2021	31,724
Provided during year	119,552
Balance at 31 January 2022	<u>151,276</u>

The Finance Act 2021, which was substantively enacted on 24 May 2021, includes provisions to increase the main rate of UK corporation tax from 19% to 25% with effect from 1 April 2023. 25% has been applied in these accounts to calculate deferred tax assets and liabilities as at 31 January 2022.

19. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2022	2021
			£	£
268,000	Allotted, called up and fully paid:	£1	<u>268,000</u>	<u>268,000</u>

Sonic Megastore Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 January 2022**

20. RESERVES

	Retained earnings £	Capital redemption reserve £	Totals £
At 1 February 2021	3,592,923	132,000	3,724,923
Profit for the year	1,198,583		1,198,583
	<u>4,791,506</u>	<u>132,000</u>	<u>4,923,506</u>
At 31 January 2022	<u>4,791,506</u>	<u>132,000</u>	<u>4,923,506</u>

21. RELATED PARTY DISCLOSURES

Other related parties

	2022 £	2021 £
Rent	52,000	52,000
Amount due from related party	<u>400,000</u>	<u>-</u>

22. ULTIMATE CONTROLLING PARTY

During the current and previous year there was no ultimate controlling party based on the current shareholdings.