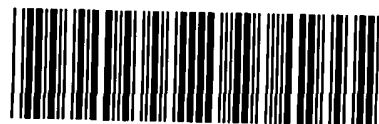


STRATEGIC REPORT, REPORT OF THE DIRECTORS AND
AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2016
FOR
FUTURE GARMENTS LIMITED

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FUTURE GARMENTS LIMITED

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FOR THE YEAR ENDED 31 MAY 2016

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FUTURE GARMENTS LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 31 MAY 2016

DIRECTORS:	K S Palak H S Palak
SECRETARY:	Mr. K S Palak
REGISTERED OFFICE:	Aqua House, Buttress Way Smethwick Warley West Midlands B66 3DL
REGISTERED NUMBER:	02690536 (England and Wales)
AUDITORS:	Thapers Limited Chartered Accountants Harpal House 14 Holyhead Road Handsworth Birmingham West Midlands B21 0LT
BANKERS:	Handelsbanken 35 Newhall Street Birmingham West Midlands B3 3PU

FUTURE GARMENTS LIMITED
STRATEGIC REPORT
FOR THE YEAR ENDED 31 MAY 2016

REVIEW OF BUSINESS

The directors have pleasure in presenting their report and the financial statements of the company Future Garments Limited, registration number 02690536 (England and Wales) for the year ended 31 May 2016.

The business review sets the performance for the year ended 31 May 2016 and of future developments.

The Companies Act requires the company to set out in this annual report a fair review of the business of the company during the year ended 31 May 2016, including an analysis of the position of the company at the end of the period and an analysis of the company's performance.

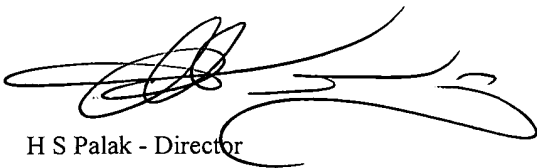
The consumer environment remains challenging, but previous years of widening the customer base have meant that the company has been able to sustain good levels of turnover overall. The company still has the plan to widen its product range, but some of these initiatives were placed on hold because of the uncertainty of the Brexit vote and the impact this may have on the business.

Despite tough market conditions, the company has managed to keep its costs under control and as a consequence, it has been able to deliver better than expected returns. Also during the year the company invested heavily into further market analysis and will see the benefit of this expenditure in the forthcoming accounting periods where we expect further improvements.

By taking good care as we undertake our business in the present we will ensure the long term sustainability of our business in the future. At the heart of our operation we consider carefully how we interact with the world around us, work hard to minimise our impact and strive to make a positive contribution, taking on board the views of all of our key stakeholders. Corporate Responsibility is a specific business discipline that takes a proactive approach to forward thinking management. It recognises that business decisions have to take into account social and environmental factors alongside economic ones. We care about where our garments and material comes from, how it is produced, the people who make it and how it is moved & sold.

We are an equal opportunities employer, committed to giving fair and equal treatment to all employees and job applicants in terms of recruitment, pay conditions, promotions, training and all employment matters regardless of their race, sex, ethnic background or religious beliefs, sexual orientation or disabilities. An equal opportunities policy is in force which aims to ensure that all employees are selected, trained, compensated, promoted and transferred solely on the strength of their ability, skills, qualifications and merit. We also believe that all employees have a right to work in an environment free from discrimination and bullying

ON BEHALF OF THE BOARD:



H S Palak - Director

27 February 2017

FUTURE GARMENTS LIMITED
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 MAY 2016

The directors present their report with the financial statements of the company for the year ended 31 May 2016.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of wholesale of industrial work garments and associated products.

DIVIDENDS

No dividends will be distributed for the year ended 31 May 2016.

DIRECTORS

The directors' who also served the parent company, had the following interests in the parent company Aqua Holdings Limited:

	£1 Ordinary Shares	£1 Ordinary Shares
	31/5/16	31/5/15
Mr K S Palak	3,125	3,125
Mr H S Palak	3,125	3,125

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Strategic Report, the Report of the Directors 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.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are 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 each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

FUTURE GARMENTS LIMITED
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 MAY 2016

AUDITORS

The auditors, Thapers Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:

A handwritten signature in black ink, consisting of several loops and a long horizontal stroke extending to the right.

H S Palak - Director

27 February 2017

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
FUTURE GARMENTS LIMITED**

We have audited the financial statements of Future Garments Limited for the year ended 31 May 2016 on pages seven to eighteen. 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 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.

Respective responsibilities of directors and auditors

As explained more fully in the Statement of Directors' Responsibilities set out on page three, 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 Strategic Report and the Report of the Directors 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 May 2016 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 the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
FUTURE GARMENTS LIMITED**

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.



Andeep Mangal F.C.A. (Senior Statutory Auditor)
for and on behalf of Thapers Limited
Chartered Accountants
Harpal House
14 Holyhead Road
Handsworth
Birmingham
West Midlands
B21 0LT

27 February 2017

FUTURE GARMENTS LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MAY 2016

	Notes	31/5/16 £	31/5/15 £
TURNOVER		7,819,176	7,974,994
Cost of sales		<u>5,430,359</u>	<u>5,649,475</u>
GROSS PROFIT		2,388,817	2,325,519
Administrative expenses		<u>1,742,789</u>	<u>1,908,386</u>
		646,028	417,133
Other operating income		<u>102,142</u>	<u>91,764</u>
OPERATING PROFIT	3	748,170	508,897
Interest payable and similar charges	4	<u>11,236</u>	<u>13,223</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		736,934	495,674
Tax on profit on ordinary activities	5	<u>127,518</u>	<u>125,629</u>
PROFIT FOR THE FINANCIAL YEAR		<u>609,416</u>	<u>370,045</u>

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current year or previous year.

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profits for the current year or previous year.

The notes form part of these financial statements

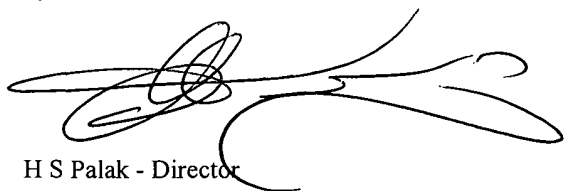
FUTURE GARMENTS LIMITED (REGISTERED NUMBER: 02690536)

BALANCE SHEET

31 MAY 2016

	Notes	31/5/16 £	31/5/15 £
FIXED ASSETS			
Tangible assets	6	1,255,391	1,296,767
CURRENT ASSETS			
Stocks	7	1,718,422	1,885,433
Debtors	8	1,231,643	1,561,528
Cash at bank and in hand		3,324,925	2,260,477
		<u>6,274,990</u>	<u>5,707,438</u>
CREDITORS			
Amounts falling due within one year	9	<u>2,303,261</u>	<u>2,326,501</u>
NET CURRENT ASSETS		<u>3,971,729</u>	<u>3,380,937</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>5,227,120</u>	<u>4,677,704</u>
CREDITORS			
Amounts falling due after more than one year	10	(390,000)	(450,000)
PROVISIONS FOR LIABILITIES	14	<u>(1,835)</u>	<u>(1,835)</u>
NET ASSETS		<u><u>4,835,285</u></u>	<u><u>4,225,869</u></u>
CAPITAL AND RESERVES			
Called up share capital	15	12,500	12,500
Profit and loss account	16	<u>4,822,785</u>	<u>4,213,369</u>
SHAREHOLDERS' FUNDS	19	<u><u>4,835,285</u></u>	<u><u>4,225,869</u></u>

The financial statements were approved by the Board of Directors on 27 February 2017 and were signed on its behalf by:



H S Palak - Director

The notes form part of these financial statements

FUTURE GARMENTS LIMITED
CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MAY 2016

	Notes	31/5/16 £	31/5/15 £
Net cash inflow from operating activities	1	1,327,827	1,543,791
Returns on investments and servicing of finance	2	(11,236)	(13,223)
Taxation		(179,798)	(117,616)
Capital expenditure	2	(8,120)	(31,014)
		<u>1,128,673</u>	<u>1,381,938</u>
Financing	2	(63,689)	(74,670)
Increase in cash in the period		<u>1,064,984</u>	<u>1,307,268</u>
<hr/>			
Reconciliation of net cash flow to movement in net funds	3		
Increase in cash in the period		1,064,984	1,307,268
Cash outflow from decrease in debt and lease financing		<u>63,689</u>	<u>74,670</u>
Change in net funds resulting from cash flows		<u>1,128,673</u>	<u>1,381,938</u>
Movement in net funds in the period		1,128,673	1,381,938
Net funds at 1 June		<u>1,744,971</u>	<u>363,033</u>
Net funds at 31 May		<u>2,873,644</u>	<u>1,744,971</u>

The notes form part of these financial statements

FUTURE GARMENTS LIMITED

NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MAY 2016

1. RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	31/5/16	31/5/15
	£	£
Operating profit	748,170	508,897
Depreciation charges	49,496	64,005
Profit on disposal of fixed assets	-	(1,750)
Decrease in stocks	167,011	77,597
Decrease in debtors	329,885	828,533
Increase in creditors	33,265	66,509
Net cash inflow from operating activities	<u>1,327,827</u>	<u>1,543,791</u>

2. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	31/5/16	31/5/15
	£	£
Returns on investments and servicing of finance		
Interest paid	(9,494)	(11,566)
Interest element of hire purchase payments	(1,742)	(1,657)
Net cash outflow for returns on investments and servicing of finance	<u>(11,236)</u>	<u>(13,223)</u>
 Capital expenditure		
Purchase of tangible fixed assets	(8,120)	(32,765)
Sale of tangible fixed assets	-	1,751
Net cash outflow for capital expenditure	<u>(8,120)</u>	<u>(31,014)</u>
 Financing		
Loan repayments in year	(60,000)	(60,000)
Capital repayments in year	(3,689)	(14,670)
Net cash outflow from financing	<u>(63,689)</u>	<u>(74,670)</u>

The notes form part of these financial statements

FUTURE GARMENTS LIMITED

NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MAY 2016

3. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.6.15 £	Cash flow £	At 31.5.16 £
Net cash:			
Cash at bank and in hand	2,260,477	1,064,448	3,324,925
Bank overdraft	(1,817)	536	(1,281)
	<u>2,258,660</u>	<u>1,064,984</u>	<u>3,323,644</u>
Debt:			
Hire purchase	(3,689)	3,689	-
Debts falling due within one year	(60,000)	-	(60,000)
Debts falling due after one year	(450,000)	60,000	(390,000)
	<u>(513,689)</u>	<u>63,689</u>	<u>(450,000)</u>
Total	<u><u>1,744,971</u></u>	<u><u>1,128,673</u></u>	<u><u>2,873,644</u></u>

The notes form part of these financial statements

FUTURE GARMENTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS **FOR THE YEAR ENDED 31 MAY 2016**

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention.

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- 2% on cost
Improvements to property	- 2% on cost
Plant and machinery	- 15% on cost
Fixtures and fittings	- 50% on cost, 33% on cost and 15% on cost
Motor vehicles	- 25% on cost

All fixed assets are initially recorded at cost.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Cost is defined in relation to the expenditure incurred in the normal course of business in bringing the product to its present location and condition. The expenditure includes, in addition to costs of purchase, such costs of conversion appropriate to the products location and condition.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exception:

Deferred tax assets are recognized only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantially enacted at the balance sheet date.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Hire purchase agreements

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

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 the profit and loss account in the period to which they relate.

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

FUTURE GARMENTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2016

2. STAFF COSTS

	31/5/16	31/5/15
	£	£
Wages and salaries	926,200	916,323
Social security costs	65,097	45,428
Other pension costs	8,495	-
	<u>999,792</u>	<u>961,751</u>

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

	31/5/16	31/5/15
Accounts	4	4
Sales & Marketing	20	21
Warehouse	21	18
Purchasing	3	12
Management	10	10
	<u>58</u>	<u>65</u>

3. OPERATING PROFIT

The operating profit is stated after charging/(crediting):

	31/5/16	31/5/15
	£	£
Hire of plant and machinery	-	336
Depreciation - owned assets	49,496	64,005
Profit on disposal of fixed assets	-	(1,750)
Auditors' remuneration	2,600	6,200
	<u>24,000</u>	<u>25,116</u>
Directors' remuneration	<u>24,000</u>	<u>25,116</u>
Depreciation of assets held under hire purchase agreements	8,500	8,500
Net loss/(profit) on foreign currency translation	186,874	9,114

4. INTEREST PAYABLE AND SIMILAR CHARGES

	31/5/16	31/5/15
	£	£
Bank loan interest	9,494	11,566
Hire purchase	1,742	1,657
	<u>11,236</u>	<u>13,223</u>

FUTURE GARMENTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2016

5. TAXATION

Analysis of the tax charge

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

	31/5/16 £	31/5/15 £
Current tax:		
UK corporation tax	131,976	125,629
Corp. tax under/over provided	(4,458)	-
	<u>127,518</u>	<u>125,629</u>
Tax on profit on ordinary activities	<u>127,518</u>	<u>125,629</u>

UK corporation tax was charged at 21% in 2015.

6. TANGIBLE FIXED ASSETS

	Freehold property £	Improvements to property £	Plant and machinery £
COST			
At 1 June 2015	1,380,187	67,521	310,242
At 31 May 2016	<u>1,380,187</u>	<u>67,521</u>	<u>310,242</u>
DEPRECIATION			
At 1 June 2015	193,229	9,763	286,138
Charge for year	27,604	1,350	7,128
At 31 May 2016	<u>220,833</u>	<u>11,113</u>	<u>293,266</u>
NET BOOK VALUE			
At 31 May 2016	<u>1,159,354</u>	<u>56,408</u>	<u>16,976</u>
At 31 May 2015	<u>1,186,958</u>	<u>57,758</u>	<u>24,104</u>

FUTURE GARMENTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2016

6. TANGIBLE FIXED ASSETS - continued

	Fixtures and fittings £	Motor vehicles £	Totals £
COST			
At 1 June 2015	114,279	107,393	1,979,622
Additions	-	8,120	8,120
At 31 May 2016	114,279	115,513	1,987,742
DEPRECIATION			
At 1 June 2015	96,277	97,448	682,855
Charge for year	8,035	5,379	49,496
At 31 May 2016	104,312	102,827	732,351
NET BOOK VALUE			
At 31 May 2016	9,967	12,686	1,255,391
At 31 May 2015	18,002	9,945	1,296,767

Fixed assets with a net book value of £7,150 are on hire purchase.

7. STOCKS

	31/5/16 £	31/5/15 £
Stocks	1,718,422	1,885,433

8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31/5/16 £	31/5/15 £
Trade debtors	1,112,730	1,296,442
Other debtors	118,913	82,376
Loan India debtors	-	182,710
	1,231,643	1,561,528

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31/5/16 £	31/5/15 £
Bank loans and overdrafts (see note 11)	61,281	61,817
Hire purchase contracts (see note 12)	-	3,689
Trade creditors	1,250,991	946,838
Corporation tax payable	127,548	179,828
Social security and other taxes	17,529	13,381
VAT	140,756	10,327
Other creditors	579,953	802,708
Loan India creditor	52,557	235,267
Associates companies	72,646	72,646
	2,303,261	2,326,501

FUTURE GARMENTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2016

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

	31/5/16	31/5/15
	£	£
Bank loans (see note 11)	<u>390,000</u>	<u>450,000</u>

11. LOANS

An analysis of the maturity of loans is given below:

	31/5/16	31/5/15
	£	£
Amounts falling due within one year or on demand:		
Bank overdrafts	1,281	1,817
Bank loans	<u>60,000</u>	<u>60,000</u>
	<u>61,281</u>	<u>61,817</u>
Amounts falling due between one and two years:		
Bank loans - 1-2 years	<u>60,000</u>	<u>60,000</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>330,000</u>	<u>390,000</u>

12. OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS

	31/5/16	31/5/15
	£	£
Net obligations repayable:		
Within one year	<u>-</u>	<u>3,689</u>

13. SECURED DEBTS

The following secured debts are included within creditors:

	31/5/16	31/5/15
	£	£
Bank loans	450,000	510,000
Hire purchase contracts	<u>-</u>	<u>3,689</u>
	<u>450,000</u>	<u>513,689</u>

A Debenture dated 16 May 2007 incorporating, inter alia, a fixed floating charge over all the assets and undertaking of the company both present and future.

The bank loan of £690,000 is secured by a legal charge dated 10 October 2008 over Land on the west side of Garretts Green Lane, Garretts Green, Birmingham. The land is included within Freehold Property.

The maturity date of the £690,000 bank loan facility is 10 October 2023.

FUTURE GARMENTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2016

14. PROVISIONS FOR LIABILITIES

	31/5/16	31/5/15
	£	£
Deferred tax	<u>1,835</u>	<u>1,835</u>
		Deferred tax
		£
Balance at 1 June 2015		1,835
Capital allowances		<u> </u>
Balance at 31 May 2016		<u>1,835</u>

15. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:			31/5/16	31/5/15
Number:	Class:	Nominal value:	£	£
12,500	Ordinary Shares	1	<u>12,500</u>	<u>12,500</u>

16. RESERVES

	Profit and loss account
	£
At 1 June 2015	4,213,369
Profit for the year	<u>609,416</u>
At 31 May 2016	<u>4,822,785</u>

17. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The balances due from/(to) the directors as at 31 May 2016 are set out below:

	31/5/16	31/5/15
	£	£
K S Palak	(1,741)	2,433
H S Palak	<u>5,693</u>	<u>3,653</u>

The directors repaid the company the balances outstanding as at 31 May 2016 within nine months after the year end date.

FUTURE GARMENTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MAY 2016

18. RELATED PARTY DISCLOSURES

The company undertook the following transactions with parties relating to it:

	31/5/16 £	31/5/15 £
Future Garments (India) PVT Ltd		
Sales to	NIL	NIL
Purchases from	NIL	NIL
Year end (creditor)/ debtor	<u>(102,936)</u>	<u>(155,493)</u>
 Bianco (UK) Limited		
Year end creditor	<u>(72,162)</u>	<u>(72,162)</u>
 Benham Cable Services Limited		
Year end creditor	<u>(484)</u>	<u>(484)</u>
 Palak Estates		
Rent and Rates charged	(81,592)	(199,000)
Year end debtors/(creditor)	<u>(125,109)</u>	<u>(134,717)</u>

Future Garments (India) PVT Limited is 50% owned subsidiary of Future Garments Limited. Bianco (UK) Limited is a 100% owned subsidiary of Aqua Holdings Limited.

Palak Estates is a partnership owned by K S Palak, H S Palak and their immediate family members. At the year end the company is showing a creditor balance owed to Palak Estates.

19. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	31/5/16 £	31/5/15 £
Profit for the financial year	<u>609,416</u>	<u>370,045</u>
Net addition to shareholders' funds	609,416	370,045
Opening shareholders' funds	<u>4,225,869</u>	<u>3,855,824</u>
Closing shareholders' funds	<u>4,835,285</u>	<u>4,225,869</u>

20. ULTIMATE CONTROLLING PARTY

The company was under the control of K S Palak, H S Palak and their immediate family members by virtue of their shareholding in Aqua Holdings Limited, the ultimate parent company.

21. ULTIMATE PARENT COMPANY

The company is a wholly owned subsidiary of Aqua Holdings Limited.