

Report of the Director and  
Unaudited Financial Statements for the Year Ended 31 May 2019  
for  
HAMKO EUROPE LTD

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for the Year Ended 31 May 2019

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HAMKO EUROPE LTD

Company Information  
for the Year Ended 31 May 2019

**DIRECTOR:** A Rezvani

**SECRETARY:** Mrs S Davtalabi

**REGISTERED OFFICE:** Thatch Tower  
Troutstream Way  
Loudwater Rickmansworth  
WD3 4LQ

**REGISTERED NUMBER:** 08461991

**ACCOUNTANTS:** Purcells, Chartered Accountants  
4 Quex Road  
London  
NW6 4PJ

Report of the Director  
for the Year Ended 31 May 2019

The director presents his report with the financial statements of the company for the year ended 31 May 2019.

**PRINCIPAL ACTIVITY**

The company's principal activities during the period was acting as trader in furniture and providing interior designs.

**DIRECTOR**

A Rezvani held office during the whole of the period from 1 June 2018 to the date of this report.

This report has been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

**ON BEHALF OF THE BOARD:**

A Rezvani - Director

28 February 2020

Income Statement  
for the Year Ended 31 May 2019

	Notes	31.5.19 £	31.5.18 £
<b>TURNOVER</b>		155,950	167,250
Cost of sales		<u>87,867</u>	<u>70,755</u>
<b>GROSS PROFIT</b>		68,083	96,495
Administrative expenses		<u>77,804</u> (9,721)	<u>107,530</u> (11,035)
Other operating income		<u>36,000</u>	<u>36,000</u>
<b>OPERATING PROFIT</b>	3	26,279	24,965
Interest receivable and similar income		<u>4</u> 26,283	<u>-</u> 24,965
Interest payable and similar expenses		<u>729</u>	<u>729</u>
<b>PROFIT BEFORE TAXATION</b>		25,554	24,236
Tax on profit	4	<u>4,898</u>	<u>3,666</u>
<b>PROFIT FOR THE FINANCIAL YEAR</b>		<u>20,656</u>	<u>20,570</u>

The notes form part of these financial statements

Balance Sheet  
31 May 2019

	Notes	31.5.19 £	£	31.5.18 £	£
<b>FIXED ASSETS</b>					
Tangible assets	6		26,950		29,112
Investment property	7		<u>1,500,000</u>		<u>1,352,200</u>
			1,526,950		1,381,312
<b>CURRENT ASSETS</b>					
Stocks		40,400		45,250	
Debtors	8	3,938		16,188	
Cash at bank		<u>13</u>		<u>5,412</u>	
		44,351		66,850	
<b>CREDITORS</b>					
Amounts falling due within one year	9	<u>1,085,073</u>		<u>1,128,390</u>	
<b>NET CURRENT LIABILITIES</b>			<u>(1,040,722)</u>		<u>(1,061,540)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>486,228</u>		<u>319,772</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	10		200,000		200,000
Non distributable income	11		238,549		90,749
Retained earnings			<u>47,679</u>		<u>29,023</u>
<b>SHAREHOLDERS' FUNDS</b>			<u>486,228</u>		<u>319,772</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 May 2019.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 May 2019 in accordance with Section 476 of the Companies Act 2006.

The director acknowledges his responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the director on 28 February 2020 and were signed by:

A Rezvani - Director

Notes to the Financial Statements  
for the Year Ended 31 May 2019

1. **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" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

**Turnover**

Turnover represents amounts receivable from sales and commission dealing in floor covering.

**Tangible fixed assets and depreciation**

No depreciation has been provided on the company's freehold investment property, which has been included in the accounts at cost.

Other fixed assets are stated at cost less depreciation.

Depreciation is provided so as to write off the cost of fixed assets less their estimated residual value over their anticipated useful lives:-

Fixtures, fittings and equipment - 10% reducing balance basis

Motor Vehicle - 10% reducing balance basis

**Investment property**

Investment property and improvement thereto, included in the balance sheet at cost to the company. No depreciation has been provided in respect of the property.

**Stock**

Stock is valued at the lower of cost and net realisable value.

**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.

2. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 6 (2018 - 5 ) .

3. **OPERATING PROFIT**

The operating profit is stated after charging:

	31.5.19	31.5.18
	£	£
Depreciation - owned assets	<u>2,995</u>	<u>3,557</u>

4. **TAXATION**

**Analysis of the tax charge**

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

	31.5.19	31.5.18
	£	£
Current tax:		
UK corporation tax	<u>4,898</u>	<u>3,666</u>
Tax on profit	<u>4,898</u>	<u>3,666</u>

Notes to the Financial Statements - continued  
for the Year Ended 31 May 2019

5. **DIVIDENDS**

	31.5.19 £	31.5.18 £
Ordinary shares of £1 each		
Final	<u>2,000</u>	<u>-</u>

6. **TANGIBLE FIXED ASSETS**

	Fixtures, fittings & equipment £	Motor vehicles £	Totals £
<b>COST</b>			
At 1 June 2018	10,449	26,750	37,199
Additions	833	-	833
At 31 May 2019	<u>11,282</u>	<u>26,750</u>	<u>38,032</u>
<b>DEPRECIATION</b>			
At 1 June 2018	2,512	5,575	8,087
Charge for year	877	2,118	2,995
At 31 May 2019	<u>3,389</u>	<u>7,693</u>	<u>11,082</u>
<b>NET BOOK VALUE</b>			
At 31 May 2019	<u>7,893</u>	<u>19,057</u>	<u>26,950</u>
At 31 May 2018	<u>7,937</u>	<u>21,175</u>	<u>29,112</u>

7. **INVESTMENT PROPERTY**

	Residential £	Commercial £	Total £
<b>COST/ VALUATION</b>			
At 1 June 2018	1,209,778	51,673	1,261,451
Revaluation	220,222	<u>18,327</u>	<u>238,549</u>
AT 31 May 2019	<u>1,430,000</u>	<u>70,000</u>	<u>1,500,000</u>
<b>NET BOOK VALUE</b>			
At 31 May 2019	<u>1,430,000</u>	<u>70,000</u>	<u>1,500,000</u>
At 31 May 2018	<u>1,300,527</u>	<u>51,673</u>	<u>1,352,200</u>

The Company's investment properties were valued by the Directors at 31 May 2019 based on the Directors' understanding of property market conditions and the specific properties concerned. If this property was not included at valuation, this would be included under the historical cost convention at the original cost of £1,261,451. On sale of the property the gain would be subject to corporation tax.

8. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.5.19 £	31.5.18 £
Trade debtors	3,250	16,188
Prepayments	688	-
	<u>3,938</u>	<u>16,188</u>



Notes to the Financial Statements - continued  
for the Year Ended 31 May 2019

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.5.19	31.5.18
	£	£
Bank loans and overdrafts	216	-
Trade creditors	9,023	12,135
Corporation tax	4,898	3,666
Other creditors	2,320	5,574
Unsecured loan by director:		
Arash Rczvani	1,055,918	1,088,783
Hire purchase	10,698	16,232
Accruals	2,000	2,000
	<u>1,085,073</u>	<u>1,128,390</u>

10. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:		Nominal	31.5.19	31.5.18
Number:	Class:	value:	£	£
200,000	Ordinary	£1	<u>200,000</u>	<u>200,000</u>

11. RESERVES

	Non distributable reserve:	Deferred tax	Total non distributable reserve
	£	£	£
Balance at 1 June 2018	90,749	-	90,749
increase/(decrease) in non distributable reserve/ Deferred tax provision	<u>147,800</u>	-	<u>147,800</u>
Balance at 31 May 2019	<u>238,549</u>	-	<u>238,549</u>

Retained earnings:

	31.5.19	31.5.18
	£	£
Balance at 1 June 2018/ 1 June 2017	29,023	8,453
Net profit for the year	20,656	20,570
	<u>(2,000)</u>	-
Balance at 31 May 2019/31 May 2018	<u>47,679</u>	<u>29,023</u>

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.