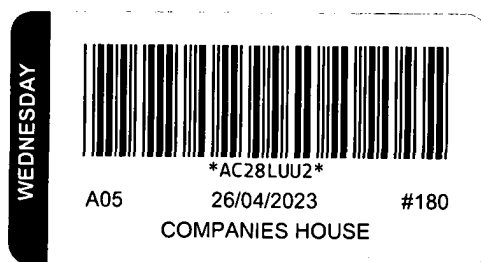


**REGISTERED NUMBER: 03383937 (England and Wales)**

**STRATEGIC REPORT, REPORT OF THE DIRECTORS AND  
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2022  
FOR  
ACETRIP LIMITED**



Prestons  
Chartered Accountants  
and Statutory Auditors  
364-368 Cranbrook Road  
Gants Hill  
Ilford  
Essex  
IG2 6HY

# **ACETRIP LIMITED**

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**ACETRIP LIMITED**  
**COMPANY INFORMATION**  
**FOR THE YEAR ENDED 31 AUGUST 2022**

**DIRECTORS:**

Mr Raj Kumar  
Mr Rohit Bhardwaj  
Mrs Kavita Bhardwaj  
Ms Ritu Kumar  
Mrs Neelam Kumari

**SECRETARY:**

Mrs Kavita Bhardwaj

**REGISTERED OFFICE:**

8 Marlborough Business Centre  
96 George Lane  
London  
E18 1AD

**REGISTERED NUMBER:**

03383937 (England and Wales)

**AUDITORS:**

Prestons  
Chartered Accountants  
and Statutory Auditors  
364-368 Cranbrook Road  
Gants Hill  
Ilford  
Essex  
IG2 6HY

**ACETRIP LIMITED**  
**STRATEGIC REPORT**  
**FOR THE YEAR ENDED 31 AUGUST 2022**

The directors present their strategic report for the year ended 31 August 2022.

**REVIEW OF BUSINESS**

The principal activity of the company in the year under review was that of travel agents and tour operators.

**Key Financial Performance Indicators**

The company has continued to improve its trading performance as it continues to see improved profitability.

The Operating profit for the period was £756,582 (2021 - £498,811).

The Management anticipates growth in the following year.

The company's key financial and other performance indicators during the period were as follows:

	<b>2022 (12 Months)</b>	<b>2021 (12 Months)</b>
Turnover	£43,503,151	£7,917,217
Operating Profit	£756,582	£498,811
Shareholders' Funds	£1,952,453	£1,533,203

Company turnover increased significantly as all covid restrictions removed and trading back to pre-pandemic level. Company profits has also increased.

The company is one of the leading travel agents selling flights to UK, Europe, Middle East, Indian subcontinent and Far East. Company focus is and will remain to ensure that the cost base continues to be aligned with the relevant capabilities all across the business. The company continue developing sales of new and emerging holiday destinations.

**Travel regulatory bodies**

The Company holds an IATA & ATOL licence; which ensures protection to its customers and regulators.

**Non Financial Performance Indicators**

**The Management of Human Resources :**

The directors have regular meeting with Key Management employees to ensure any issues relating to staff are resolved as a priority. This has helped the company to have low level of staff turnover and increased efficiencies.

**Service Price/Quality :**

The company ensures that all the customers are provided highest standard of services at a competitive price. Any issues and disputes with customers are resolved on a timely basis.

## ACETRIP LIMITED

### STRATEGIC REPORT FOR THE YEAR ENDED 31 AUGUST 2022

#### PRINCIPAL RISKS AND UNCERTAINTIES

The directors hold regular meetings to evaluate the company's risk management process. Directors have tight control on debtors and cash flow position of the company which is reviewed on ongoing basis.

Management is confident that the actions taken by the company to reinforce the UK and Overseas travel business together with continued progress on its strategic initiatives, means it is well positioned to make progress in next year.

#### Financial instruments

The company has a normal level of exposure to currency fluctuations.

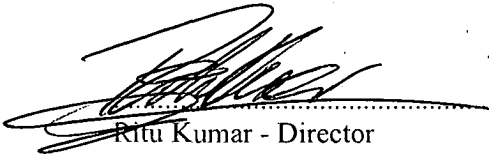
#### Brexit Uncertainties

Brexit is one of the most significant economic events for the UK, and its effect are subject to unprecedented levels of uncertainty of outcomes. Company has not had any adverse impact of Brexit.

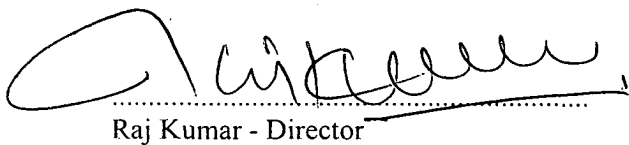
#### Covid-19 Uncertainties

The Travel Industry has been impacted by the Covid19 pandemic. The company had seen a fall in turnover in previous year and also obtained financial support from the Government and local authorities. However with Covid restrictions removed, company is back at pre-pandemic level trading and increased profitability. As a result the directors feel confident that the company is a going concern for the twelve months from the date of signing this report

#### ON BEHALF OF THE BOARD:

  
Ritu Kumar - Director

Date: 27 Feb 2023

  
Raj Kumar - Director

Date: 27 Feb 2023

## **ACETRIP LIMITED**

### **REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 AUGUST 2022**

The directors present their report with the financial statements of the company for the year ended 31 August 2022.

#### **DIVIDENDS**

The total distribution of dividends for the period ended 31st Aug 2022 was £189,000 (2021 - £ 270,000)  
Dividend was paid on each of the Ordinary A shares and Ordinary B shares.

#### **DIRECTORS**

The directors shown below have held office during the whole of the period from 1 September 2021 to the date of this report.

R Kumar  
Rohit Bhardwaj  
Mrs Kavita Bhardwaj  
Ms R Kumar  
Mrs Neelam Kumari

#### **FINANCIAL INSTRUMENTS**

##### Treasury operations and financial instruments

The Company operates a treasury function which is responsible for managing the liquidity, interest and foreign currency risks associated with the company's activities.

The Company principal financial instruments include derivative financial instruments, the purpose of which is to manage currency risks and interest rate risks arising from the company's activities, and bank overdrafts, the main purpose of which is to raise finance for the company's operations. In addition, the company has various other financial assets and liabilities such as trade debtors and trade creditors arising directly from operations. Derivative transactions which the company enter into principally comprise forward exchange contracts. In accordance with the company's treasury policy, derivative instruments are not entered into for speculative purposes.

##### Liquidity risk

The Company manages its cash and borrowing requirements in order to maximise interest income and minimise interest expense, whilst ensuring the company has sufficient liquid resources to meet the operating needs of the business.

##### Foreign currency risk

The Company principal foreign currency exposures arise from trading with overseas customers. The company policy permits but does not demand that these exposures may be hedged in order to fix the cost in sterling.

##### Credit risk

Investments of cash surpluses, borrowings and derivative instruments are made through banks and companies which must fulfil credit rating criteria approved by the Board.

All customers who wish to trade on credit terms are subject to credit verification procedures. Trade debtors are reviewed on a regular basis and provision is made for doubtful debts when necessary.

## ACETRIP LIMITED

### REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 AUGUST 2022

#### DIRECTORS' RESPONSIBILITIES STATEMENT

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.

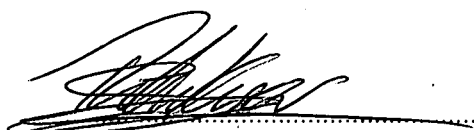
#### STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

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 or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

#### AUDITORS

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

#### ON BEHALF OF THE BOARD:

  
Ritu Kumar - Director

Date: 27 Feb 2023

  
Raj Kumar - Director

Date: 27 Feb 2023

# **REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF ACETRIP LIMITED**

## **Opinion**

We have audited the financial statements of Acetrip Limited (the 'company') for the year ended 31 August 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 August 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 directors' 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 directors with respect to going concern are described in the relevant sections of this report.

## **Other information**

The directors are responsible for the other information. The other information comprises the information in the Strategic Report and the Report of the Directors, 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.



## **REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF ACETRIP LIMITED**

### **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 Directors 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 Directors have been prepared in accordance with applicable legal requirements.

### **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 Directors.

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.

### **Responsibilities of directors**

As explained more fully in the Directors' Responsibilities Statement set out on page five, the directors are 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 directors determine 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 directors are 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 directors either intend to liquidate the company or to cease operations, or have 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities to detect material misstatement in respect of irregularities, including fraud.

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](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Auditors.

## REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF ACETRIP 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.

A. PATEL

Anwer Patel BA(Hons), FCA, BFP (Senior Statutory Auditor)  
for and on behalf of Prestons  
Chartered Accountants  
and Statutory Auditors  
364-368 Cranbrook Road  
Gants Hill  
Ilford  
Essex  
IG2 6HY

Date: 27/2/23

# ACETRIP LIMITED

## INCOME STATEMENT FOR THE YEAR ENDED 31 AUGUST 2022

	Notes	31.8.22 £	31.8.21 £
<b>TURNOVER</b>		<b>43,503,151</b>	<b>7,917,217</b>
Cost of sales		<u>42,509,287</u>	<u>7,293,790</u>
<b>GROSS PROFIT</b>		<b>993,864</b>	<b>623,427</b>
Administrative expenses		<u>416,396</u>	<u>356,769</u>
		<b>577,468</b>	<b>266,658</b>
Other operating income		<u>179,114</u>	<u>232,153</u>
<b>OPERATING PROFIT</b>	5	<b>756,582</b>	<b>498,811</b>
Interest receivable and similar income		<u>22,487</u>	<u>27,967</u>
		<b>779,069</b>	<b>526,778</b>
Amounts written off investments	6	<u>22,594</u>	<u>-</u>
<b>PROFIT BEFORE TAXATION</b>		<b>756,475</b>	<b>526,778</b>
Tax on profit	7	<u>148,225</u>	<u>100,087</u>
<b>PROFIT FOR THE FINANCIAL YEAR</b>		<u><b>608,250</b></u>	<u><b>426,691</b></u>

The notes form part of these financial statements

**ACETRIP LIMITED**

**OTHER COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 31 AUGUST 2022**

	Notes	31.8.22 £	31.8.21 £
<b>PROFIT FOR THE YEAR</b>		<b>608,250</b>	<b>426,691</b>
<b>OTHER COMPREHENSIVE INCOME</b>		<b>—</b>	<b>—</b>
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>		<b><u>608,250</u></b>	<b><u>426,691</u></b>


The notes form part of these financial statements

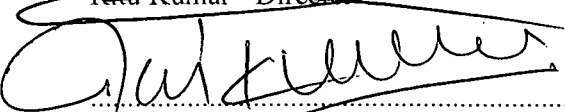
**ACETRIP LIMITED (REGISTERED NUMBER: 03383937)**

**BALANCE SHEET  
31 AUGUST 2022**

	Notes	31.8.22 £	31.8.21 £
<b>FIXED ASSETS</b>			
Tangible assets	9	1,387,368	1,400,965
<b>CURRENT ASSETS</b>			
Debtors	10	916,096	597,775
Investments	11	1,006,321	886,139
Cash at bank		<u>4,421,901</u>	<u>3,751,654</u>
		6,344,318	5,235,568
<b>CREDITORS</b>			
Amounts falling due within one year	12	<u>5,743,591</u>	<u>4,504,585</u>
<b>NET CURRENT ASSETS</b>		<u>600,727</u>	<u>730,983</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<b>1,988,095</b>	<b>2,131,948</b>
<b>CREDITORS</b>			
Amounts falling due after more than one year	13	-	(561,140)
<b>PROVISIONS FOR LIABILITIES</b>	14	<u>(35,642)</u>	<u>(37,605)</u>
<b>NET ASSETS</b>		<u><b>1,952,453</b></u>	<u><b>1,533,203</b></u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	15	100,140	100,140
Revaluation reserve	16	591,744	591,744
Retained earnings	16	<u>1,260,569</u>	<u>841,319</u>
<b>SHAREHOLDERS' FUNDS</b>		<u><b>1,952,453</b></u>	<u><b>1,533,203</b></u>

The financial statements were approved by the Board of Directors and authorised for issue on 27 Feb 2023 and were signed on its behalf by:

  
Ratu Kumar - Director

  
Raj Kumar - Director

The notes form part of these financial statements

# ACETRIP LIMITED

## STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 AUGUST 2022

	Called up share capital £	Retained earnings £	Revaluation reserve £	Total equity £
<b>Balance at 1 September 2020</b>	100,140	684,628	591,744	1,376,512
<b>Changes in equity</b>				
Dividends	-	(270,000)	-	(270,000)
Total comprehensive income	-	426,691	-	426,691
<b>Balance at 31 August 2021</b>	<u>100,140</u>	<u>841,319</u>	<u>591,744</u>	<u>1,533,203</u>
<b>Changes in equity</b>				
Dividends	-	(189,000)	-	(189,000)
Total comprehensive income	-	608,250	-	608,250
<b>Balance at 31 August 2022</b>	<u>100,140</u>	<u>1,260,569</u>	<u>591,744</u>	<u>1,952,453</u>

The notes form part of these financial statements

# ACETRIP LIMITED

## CASH FLOW STATEMENT FOR THE YEAR ENDED 31 AUGUST 2022

	Notes	31.8.22 £	31.8.21 £
<b>Cash flows from operating activities</b>			
Cash generated from operations	1	1,215,108	2,881,932
Tax paid		<u>(99,981)</u>	<u>(52,833)</u>
Net cash from operating activities		<u>1,115,127</u>	<u>2,829,099</u>
<b>Cash flows from investing activities</b>			
Purchase of tangible fixed assets		-	(49,098)
Shares acquired/disposed in the year		(120,182)	22,258
Interest received		22,487	27,967
Unlisted Investment		<u>-</u>	<u>(797,891)</u>
Net cash from investing activities		<u>(97,695)</u>	<u>(796,764)</u>
<b>Cash flows from financing activities</b>			
Amount introduced by directors		561,140	-
Amount withdrawn by directors		(719,325)	(85,730)
Equity dividends paid		<u>(189,000)</u>	<u>(270,000)</u>
Net cash from financing activities		<u>(347,185)</u>	<u>(355,730)</u>
<b>Increase in cash and cash equivalents</b>		<u>670,247</u>	<u>1,676,605</u>
<b>Cash and cash equivalents at beginning of year</b>	2	<u>3,751,654</u>	<u>2,075,049</u>
<b>Cash and cash equivalents at end of year</b>	2	<u><u>4,421,901</u></u>	<u><u>3,751,654</u></u>

The notes form part of these financial statements

# ACETRIP LIMITED

## NOTES TO THE CASH FLOW STATEMENT FOR THE YEAR ENDED 31 AUGUST 2022

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

	31.8.22	31.8.21
	£	£
Profit before taxation	756,475	526,778
Depreciation charges	13,597	2,995
Finance income	(22,487)	(27,967)
	<u>747,585</u>	<u>501,806</u>
Increase in trade and other debtors	(318,321)	(35,143)
Increase in trade and other creditors	<u>785,844</u>	<u>2,415,269</u>
<b>Cash generated from operations</b>	<b><u>1,215,108</u></b>	<b><u>2,881,932</u></b>

### 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 August 2022

	31/8/22	1/9/21
	£	£
Cash and cash equivalents	<u>4,421,901</u>	<u>3,751,654</u>

#### Year ended 31 August 2021

	31/8/21	1/9/20
	£	£
Cash and cash equivalents	<u>3,751,654</u>	<u>2,075,049</u>

The notes form part of these financial statements



**ACETRIP LIMITED**

**NOTES TO THE CASH FLOW STATEMENT  
FOR THE YEAR ENDED 31 AUGUST 2022**

**3. ANALYSIS OF CHANGES IN NET FUNDS**

	<b>At 1/9/21</b>	<b>Cash flow</b>	<b>At 31/8/22</b>
	<b>£</b>	<b>£</b>	<b>£</b>
<b>Net cash</b>			
Cash at bank	<u>3,751,654</u>	<u>670,247</u>	<u>4,421,901</u>
	<u>3,751,654</u>	<u>670,247</u>	<u>4,421,901</u>
<b>Liquid resources</b>			
Current asset investments	<u>886,139</u>	<u>120,182</u>	<u>1,006,321</u>
	<u>886,139</u>	<u>120,182</u>	<u>1,006,321</u>
<b>Total</b>	<u>4,637,793</u>	<u>790,429</u>	<u>5,428,222</u>

The notes form part of these financial statements

## **ACETRIP LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2022**

#### **1. STATUTORY INFORMATION**

Acetrip 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 and revaluation of certain tangible fixed assets.

##### **Turnover**

Turnover includes revenue earned from the rendering of services. Turnover from the rendering of services is recognised by reference to the stage of completion of the contract. All turnover is from the principal activity of travel agent and tour operators.

Income is recognised on booking date basis.

##### **Tangible fixed assets**

Tangible fixed assets are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the costs of assets less their residual value over their estimated useful lives, using either a straight line or reducing balance method, as indicated below.

Depreciation is provided on the following basis:

Plant and Machinery	- 20% on reducing balance
Motor Vehicles	- 25% on reducing balance

The asset's residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in profit and loss.

Freehold Land is not depreciated on the grounds that it is regarded as having an infinite life.

Freehold building is not depreciated as expected residual value will be equivalent to cost.

Leasehold property is not depreciated as stated at fair value.

## **ACETRIP LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2022**

#### **2. ACCOUNTING POLICIES - continued**

##### **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 and assets which are held at valuation. 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 and revaluation of tangible assets.

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.

##### **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 and leasing commitments**

Rentals paid under operating leases are charged to profit or loss 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 profit or loss in the period to which they relate.

## **ACETRIP LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2022**

#### **2. ACCOUNTING POLICIES - continued**

##### **Financial instruments**

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset and the net amounts presented in the financial statements when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

##### **Basic financial assets**

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangements constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

##### **Impairment of assets**

At each reporting period end date, the company reviews the carrying amounts of its tangible, intangible and other assets to determine whether there is any indication that those assets have suffered an impairment loss. If such an indication exists, the recoverable amount of asset is estimated in order to determine the extent of the impairment loss (if any).

##### **Investments**

Investments comprise of investment property and Shares held which are measured at fair value. Changes in fair value are recognised in profit or loss. Fair value is estimated by using a valuation technique.

##### **Going concern - covid19**

The company has been impacted by the Covid19 pandemic. The company had seen a fall in turnover in previous year and obtained financial support from the Government and local authorities. However with Covid restrictions removed company is at pre-pandemic level trading and increased profitability.

It is for these reasons the accounts have been prepared on a going concern basis.

#### **3. ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY**

In the application of the company's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period or in the period of the revision and future periods where the revision affects both current and future periods.

# ACETRIP LIMITED

## NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2022

### 4. EMPLOYEES AND DIRECTORS

	31.8.22	31.8.21
	£	£
Wages and salaries	80,133	150,583
Social security costs	3,768	5,443
Other pension costs	<u>1,106</u>	<u>3,483</u>
	<u>85,007</u>	<u>159,509</u>

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

	31.8.22	31.8.21
Administrative staff	1	1
Sales Staff	4	4
Management	<u>2</u>	<u>2</u>
	<u>7</u>	<u>7</u>

	31.8.22	31.8.21
	£	£
Directors' remuneration	<u>35,117</u>	<u>53,200</u>

The only key management compensation is director's remuneration paid.

### 5. OPERATING PROFIT

The operating profit is stated after charging:

	31.8.22	31.8.21
	£	£
Other operating leases	21,226	36,834
Depreciation - owned assets	13,597	2,995
Auditors' remuneration	<u>6,000</u>	<u>6,000</u>

### 6. AMOUNTS WRITTEN OFF INVESTMENTS

	31.8.22	31.8.21
	£	£
Changes in Fair Value Investments	<u>22,594</u>	<u>-</u>

Amount Written Off Investments is not the actual loss on disposal of shares but the difference between the book value and market value of listed investment to be written off in the accounts as per FRS 102.

# ACETRIP LIMITED

## NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2022

### 7. TAXATION

#### Analysis of the tax charge

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

	31.8.22 £	31.8.21 £
Current tax:		
UK corporation tax	150,188	99,981
Deferred tax	<u>(1,963)</u>	<u>106</u>
Tax on profit	<u>148,225</u>	<u>100,087</u>

#### 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:

	31.8.22 £	31.8.21 £
Profit before tax	<u>756,475</u>	<u>526,778</u>
Profit multiplied by the standard rate of corporation tax in the UK of 19% (2021 - 19%)	143,730	100,088
Effects of:		
Expenses not deductible for tax purposes	<u>4,495</u>	<u>(1)</u>
Total tax charge	<u>148,225</u>	<u>100,087</u>

### 8. DIVIDENDS

	31.8.22 £	31.8.21 £
Ordinary A shares of £1 each		
Interim	91,000	186,000
Ordinary B shares of £1 each		
Interim	<u>98,000</u>	<u>84,000</u>
	<u>189,000</u>	<u>270,000</u>

# ACETRIP LIMITED

## NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2022

### 9. TANGIBLE FIXED ASSETS

	Freehold property £	Long leasehold £	Plant and machinery £	Motor vehicles £	Totals £
<b>COST OR VALUATION</b>					
At 1 September 2021 and 31 August 2022	<u>1,060,000</u>	<u>319,187</u>	<u>248,264</u>	<u>66,763</u>	<u>1,694,214</u>
<b>DEPRECIATION</b>					
At 1 September 2021	-	34,187	240,374	18,688	293,249
Charge for year	-	-	1,578	12,019	13,597
At 31 August 2022	-	<u>34,187</u>	<u>241,952</u>	<u>30,707</u>	<u>306,846</u>
<b>NET BOOK VALUE</b>					
At 31 August 2022	<u>1,060,000</u>	<u>285,000</u>	<u>6,312</u>	<u>36,056</u>	<u>1,387,368</u>
At 31 August 2021	<u>1,060,000</u>	<u>285,000</u>	<u>7,890</u>	<u>48,075</u>	<u>1,400,965</u>

Long Leasehold property (Flat) is an investment property and has an unexpired lease of 112 years and is stated at Fair Value.

Freehold land and building and Leasehold property is stated at fair value on 31st August 2022 by the directors.

Freehold land & building historical cost is £502,563.

### 10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.8.22 £	31.8.21 £
Trade debtors	165,543	169,526
Other debtors	738,165	422,204
VAT	<u>12,388</u>	<u>6,045</u>
	<u>916,096</u>	<u>597,775</u>

### 11. CURRENT ASSET INVESTMENTS

	31.8.22 £	31.8.21 £
Listed investments	208,430	88,248
Other	<u>797,891</u>	<u>797,891</u>
	<u>1,006,321</u>	<u>886,139</u>

Market value of listed investments at 31 August 2022 - £208,430 (2021 - £88,248).

# ACETRIP LIMITED

## NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2022

### 12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.8.22	31.8.21
	£	£
Trade creditors-IATA BSP debt	3,508,500	1,288,072
Trade Creditors- Others	352,986	385,164
Tax	150,188	99,981
Social security and other taxes	755	9,457
Other Creditors	1,320,607	2,714,311
Directors' loan accounts	402,955	-
Accrued expenses	7,600	7,600
	<u>5,743,591</u>	<u>4,504,585</u>

### 13. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	31.8.22	31.8.21
	£	£
Directors' loan accounts	<u>-</u>	<u>561,140</u>

The company's bankers have provided guarantee and a bond totalling £600,000 to various airlines and travel agents, secured by a legal charge over the director's personal properties.

Directors have given interest free loan to the company.

£472,300 of Directors' loan account was subordinated by Civil Aviation Authority in previous year and was released by them in the current year on 7th March 2022. There are no more loan subordinated.

### 14. PROVISIONS FOR LIABILITIES

	31.8.22	31.8.21
	£	£
Deferred tax	<u>35,642</u>	<u>37,605</u>

	Deferred tax £
Balance at 1 September 2021	37,605
Provided during year	<u>(1,963)</u>
Balance at 31 August 2022	<u>35,642</u>

Deferred tax charge movement in the year is due to accelerated capital allowances and revaluation of fixed assets.



# ACETRIP LIMITED

## NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2022

### 15. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	31.8.22 £	31.8.21 £
100,000	Ordinary A	£1	100,000	100,000
140	Ordinary B	£1	<u>140</u>	<u>140</u>
			<u>100,140</u>	<u>100,140</u>

### 16. RESERVES

	Retained earnings £	Revaluation reserve £	Totals £
At 1 September 2021	841,319	591,744	1,433,063
Profit for the year	608,250		608,250
Dividends	<u>(189,000)</u>		<u>(189,000)</u>
At 31 August 2022	<u>1,260,569</u>	<u>591,744</u>	<u>1,852,313</u>

### 17. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to directors subsisted during the years ended 31 August 2022 and 31 August 2021:

	31.8.22 £	31.8.21 £
<b>R Kumar</b>		
Balance outstanding at start of year	450,539	536,269
Amounts repaid	(47,584)	(85,730)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>402,955</u>	<u>450,539</u>
<b>Rohit Bhardwaj</b>		
Balance outstanding at start of year	20,691	20,691
Amounts repaid	(20,691)	-
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>-</u>	<u>20,691</u>

# ACETRIP LIMITED

## NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2022

### 17. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES - continued

**Mrs Kavita Bhardwaj**

Balance outstanding at start of year	89,910	89,910
Amounts repaid	(89,910)	-
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>-</u>	<u>89,910</u>

### 18. RELATED PARTY DISCLOSURES

Ace Property Developers Ltd, a company controlled by the director Mr Raj Kumar owed Acetrip Ltd £671,165 as at year end. Interest was charged at market rate.