

# Alkend Limited

Annual Report and Unaudited Financial Statements  
for the Year Ended 30 September 2021

# **Alkend Limited**

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# Alkend Limited

## (Registration number: 01922427) Balance Sheet as at 30 September 2021

	Note	2021 £	2020 £
<b>Fixed assets</b>			
Tangible assets	<u>5</u>	511,714	511,904
<b>Current assets</b>			
Stocks	<u>6</u>	33,108	42,842
Debtors	<u>7</u>	40,452	71,535
Cash at bank and in hand		301,992	303,304
		375,552	417,681
<b>Creditors: Amounts falling due within one year</b>	<u>8</u>	(84,599)	(122,046)
<b>Net current assets</b>		290,953	295,635
<b>Total assets less current liabilities</b>		802,667	807,539
<b>Provisions for liabilities</b>		(67,050)	(67,050)
<b>Net assets</b>		<u>735,617</u>	<u>740,489</u>
<b>Capital and reserves</b>			
Called up share capital		33	33
Capital redemption reserve		66	66
Profit and loss account		735,518	740,390
<b>Total equity</b>		<u>735,617</u>	<u>740,489</u>

For the financial year ending 30 September 2021 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

### Director's responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

Approved and authorised by the director on 29 March 2022 and signed on its behalf by:

**Alkend Limited**

**(Registration number: 01922427)**  
**Balance Sheet as at 30 September 2021**

Mr AV Swali

Director

# **Alkend Limited**

## **Notes to the Unaudited Financial Statements for the Year Ended 30 September 2021**

### **1 General information**

The company is a private company limited by share capital, incorporated in England and Wales.

The address of its registered office and principal place of business is:

281 Main Road  
SIDCUP  
Kent  
DA14 6QR  
United Kingdom

### **2 Accounting policies**

#### **Summary of significant accounting policies and key accounting estimates**

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

#### **Basis of preparation**

These financial statements have been prepared in accordance with applicable United Kingdom accounting standards, including section 1A of Financial Reporting Standard 102 - The Financial Reporting standard applicable in the United Kingdom and Republic of Ireland FRS 102 1A, and with the Companies Act 2006.

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

This is the first year in which the financial statements have been prepared under FRS 102 1A. Refer to the transition note for an explanation of the transactions.

#### **Critical accounting judgements and key sources of estimation uncertainty**

In the application of the company's accounting policies management is required to make judgements, estimates and assumptions about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historic 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 if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

#### **Revenue recognition**

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

- the amount of revenue can be reliably measured;
- it is probable that future economic benefits will flow to the entity;
- and specific criteria have been met for each of the company's activities.

## Alkend Limited

### Notes to the Unaudited Financial Statements for the Year Ended 30 September 2021

#### Tax

The tax expense for the period comprises current tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current corporation tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Deferred income tax is recognised on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements and on unused tax losses or tax credits in the company. Deferred income tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

The carrying amount of deferred tax assets are reviewed at each reporting date and a valuation allowance is set up against deferred tax assets so that the net carrying amount equals the highest amount that is more likely than not to be recovered based on current or future taxable profit.

#### Tangible assets

Tangible assets is stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

#### Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Freehold buildings	Over 50 years
Plant and machinery	Over 10 years
Fixtures, fittings & equipment	10% reducing balance

#### Goodwill

Goodwill is amortised over its useful life, which shall not exceed five years if a reliable estimate of the useful life cannot be made.

#### Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Goodwill	10% straight line

# **Alkend Limited**

## **Notes to the Unaudited Financial Statements for the Year Ended 30 September 2021**

### **Financial instruments**

#### ***Classification***

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.

Financial assets are classified as financial assets at fair value through profit or loss, loans and debtors, held-to-maturity investments, available-for-sale financial assets, or as derivatives designated as hedging instruments in an effective hedge, as appropriate. The company determines the classification of its financial assets at initial recognition.

Financial liabilities are classified as financial liabilities at fair value through profit and loss, loans and borrowings, trade and other creditors, or as derivatives designated as hedging instruments in an effective hedge, as appropriate. The company determines the classification of its financial liabilities at initial recognition.

#### ***Recognition and measurement***

All financial instruments are recognised initially at fair value plus transaction costs. Thereafter financial instruments are stated at amortised cost using the effective interest rate method (less impairment where appropriate) unless the effect of discounting would be immaterial in which case they are stated at cost (less impairment where appropriate). The exception to this are those financial instruments where it is a requirement to continue recording them at fair value through profit and loss.

#### ***Impairment***

Financial assets are assessed for indicators of impairment at the end of each reporting period. Financial assets are considered to be impaired when there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows of the investment have been affected.

### **Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

### **Trade and other debtors**

Trade and other debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment, except where the effect of discounting would be immaterial. In such cases debtors are stated at transaction price less impairment losses. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the transaction.

### **Stocks**

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

## Alkend Limited

### Notes to the Unaudited Financial Statements for the Year Ended 30 September 2021

#### Trade and other creditors

Trade and other creditors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, except where the effect of discounting would be immaterial. In such cases creditors are stated at transaction price.

#### Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

#### Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

#### Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

### 3 Staff numbers

The average number of persons employed by the company (including the director) during the year, was 3 (2020 - 3).

### 4 Intangible assets

	Goodwill £	Total £
<b>Cost or valuation</b>		
At 1 October 2020	13,597	13,597
At 30 September 2021	13,597	13,597
<b>Amortisation</b>		
At 1 October 2020	13,597	13,597
At 30 September 2021	13,597	13,597
<b>Carrying amount</b>		
At 30 September 2021	-	-



# Alkend Limited

## Notes to the Unaudited Financial Statements for the Year Ended 30 September 2021

### 5 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Total £
<b>Cost or valuation</b>			
At 1 October 2020	554,017	36,044	590,061
At 30 September 2021	554,017	36,044	590,061
<b>Depreciation</b>			
At 1 October 2020	44,017	34,140	78,157
Charge for the year	-	190	190
At 30 September 2021	44,017	34,330	78,347
<b>Carrying amount</b>			
At 30 September 2021	510,000	1,714	511,714
At 30 September 2020	510,000	1,904	511,904

Included within the net book value of land and buildings above is £510,000 (2020 - £510,000) in respect of freehold land and buildings.

### Revaluation

The fair value of the company's Freehold buildings was revalued on 15 January 2021 by an independent valuer. The property was revalued to £510,000 and the revaluation was carried out by RES Property Surveyors with experience of valuing similar properties, on a fair value basis. The name and qualification of the independent valuer are RES Property Surveyors. Had this class of asset been measured on a historical cost basis, the carrying amount would have been £41,442 (2020 - £41,442).

### 6 Stocks

	2021 £	2020 £
Finished goods and goods for resale	33,108	42,842

The cost of stocks recognised as an expense in the year amounted to £Nil (2020 - £Nil).

### 7 Debtors

	2021 £	2020 £
Trade debtors	24,335	27,360
Other debtors	16,117	44,175
	40,452	71,535

# Alkend Limited

## Notes to the Unaudited Financial Statements for the Year Ended 30 September 2021

### 8 Creditors

	2021 £	2020 £
<b>Due within one year</b>		
Trade creditors	75,926	67,193
Other taxation and social security	61	212
Other creditors	2,790	43,101
Corporation tax	5,822	11,540
	<u>84,599</u>	<u>122,046</u>

### 9 Reserves

The profit and loss account includes £401,450 (2020: £401,450) of non-distributable reserves relating to the revaluation of investment properties.

### 10 Related party transactions

#### Expenditure with and payables to related parties

#### 2021

	Key management £
<b>2020</b>	
Amounts payable to related party	<u>40,311</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.