

AL HAFIDHOON LIMITED

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2020

AL HAFIDHOON LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2020

DIRECTORS

K Ahmed
N Ali
I Baksh
I Mustafa (Retired 26 August 2020)

REGISTERED OFFICE

Second Floor Greencoat House
261-271 Stratford Road
Birmingham
B11 1QS

COMPANY REGISTERED NUMBER

10925410

ACCOUNTANTS

Accountancy Professionals (UK) Limited
Financial Accountants
1 Monks Park
Wembley
Middlesex
HA9 6JD

AL HAFIDHOON LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2020

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The following do not form part of the statutory financial statements:

12	Trading and Profit and Loss Account
13	Profit and Loss Account Summaries

AL HAFIDHOON LIMITED
DIRECTORS' REPORT
FOR THE YEAR ENDED 31 AUGUST 2020

The directors present their report and the financial statements of the company for the year ended 31 August 2020.

PRINCIPAL ACTIVITIES

The principal activities of the company continued to be the teaching and helping the community.

DIRECTORS

The directors who served during the year were as follows:

K Ahmed
N Ali
I Baksh
I Mustafa (Retired 26 August 2020)

SMALL COMPANY EXEMPTIONS

This report has 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.

This report was approved by the board on 21 May 2021 and signed on their behalf.

Signed
K Ahmed

FINANCIAL ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS
ON THE PREPARATION OF THE UNAUDITED STATUTORY ACCOUNTS OF
AL HAFIDHOON LIMITED
FOR THE YEAR ENDED 31 AUGUST 2020

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of AL Hafidhoon Limited for the year ended 31 August 2020 which comprise the Income Statement, Statement of Financial Position and the related notes from the company's accounting records and from information and explanations you have given to us.

As a practising member firm of the Institute of Financial Accountants, we are subject to its ethical and other professional requirements laid down by the Institute relating to members undertaking the compilation of financial statements.

This report is made solely to the Board of Directors of AL Hafidhoon Limited, as a body, in accordance with the terms of our engagement letter dated 1 July 2018. Our work has been undertaken solely to prepare for your approval the accounts of AL Hafidhoon Limited and state those matters that we have agreed to state to the Board of Directors of AL Hafidhoon Limited, as a body, in this report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than AL Hafidhoon Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that AL Hafidhoon Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of AL Hafidhoon Limited. You consider that AL Hafidhoon Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the accounts of AL Hafidhoon Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.

Accountancy Professionals (UK) Limited
Financial Accountants

1 Monks Park
Wembley
Middlesex
HA9 6JD

21 May 2021

AL HAFIDHOON LIMITED
INCOME STATEMENT
FOR THE YEAR ENDED 31 AUGUST 2020

	Note	2020 £	2019 £
TURNOVER		52,229	31,960
Cost of sales		13,581	9,620
GROSS PROFIT		38,648	22,340
Administrative expenses		37,452	21,478
Other operating income		(1,814)	-
OPERATING PROFIT		3,010	862
PROFIT BEFORE TAXATION		3,010	862
Taxation		-	-
PROFIT AFTER TAXATION		3,010	862
PROFIT FOR THE FINANCIAL YEAR		£ 3,010	£ 862

The notes on pages 8-11 form part of these financial statements

AL HAFIDHOON LIMITED
 Company registered number: 10925410
STATEMENT OF FINANCIAL POSITION AT 31 AUGUST 2020

	Note	2020	2019
		£	£
FIXED ASSETS			
Property, plant and equipment		1,959	562
CURRENT ASSETS			
Debtors		-	103
Cash at bank and in hand		3,062	958
		3,062	1,061
CREDITORS: Amounts falling due within one year		801	413
NET CURRENT ASSETS		2,261	648
NET ASSETS		£ 4,220	£ 1,210
CAPITAL AND RESERVES			
Called up share capital		4	4
Retained earnings		4,216	1,206
SHAREHOLDERS' FUNDS		£ 4,220	£ 1,210

In approving these financial statements as directors of the company we hereby confirm the following:

For the year in question the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 August 2020 in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- 1) ensuring that the company keeps accounting records which comply with Sections 386 and 386 of the Companies Act 2006, and
- 2) preparing financial statements that give a true and fair view of the state of affairs of the company at the end of each financial year and of its profit or loss for the 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 the financial statements, so far as they are applicable to the company.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The accounts were approved by the board of directors on 21 May 2021

K Ahmed, Director

AL HAFIDHOON LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 AUGUST 2020

	Called-up share capital £	Retained earnings £	Total equity £
At	1	344	
New shares issued	3	-	3
Profit for the year	-	862	862
At 31 August 2019 and 1 September 2019	4	1,206	1,210
Profit for the year		3,010	3,010
At 31 August 2020	£ 4	£ 4,216	£ 4,220

The notes on pages 8-11 form part of these financial statements

AL HAFIDHOON LIMITED
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 AUGUST 2020

1. SIGNIFICANT ACCOUNTING POLICIES

1a. Statement of compliance

AL Hafidhoon Limited is a private limited company incorporated in England and Wales.

Registered office:
Second Floor Greencoat House
261-271 Stratford Road
Birmingham
B11 1QS

These financial statements are the first financial statements that comply with FRS 102. The date of transition is 1 September 2019.

The transition to FRS 102 has resulted in a small number of changes in accounting policies to those used previously.

The nature of these changes and their impact on opening equity and profit for the comparative period are explained in notes and below.

Basis of accounting

These financial statements have been prepared in accordance with the provisions of Section 1A of 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. The presentation currency is £ sterling.

1c. Revenue recognition

Income is recognised when goods have been delivered to customers such that risks and rewards of ownership have transferred to them.

1d. Borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation. All other borrowing costs are recognised in profit or loss in the period in which they are incurred.

1e. Taxation

Current or deferred tax for the year is recognised in profit or loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax is also recognised in other comprehensive income or directly in equity respectively.

AL HAFIDHOON LIMITED
NOTES TO THE ACCOUNTS (CONT.)
FOR THE YEAR ENDED 31 AUGUST 2020

1. SIGNIFICANT ACCOUNTING POLICIES (CONT.)

1f. Property, plant and equipment

Depreciation is provided, after taking account of any grants receivable, at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery	Reducing balance 25%
Vehicles	Reducing balance 25%
Fixtures and fittings	Reducing balance 15%
Equipment	Reducing balance 15%

1g. Inventories

Stocks are stated at the lower of cost and net realisable value. Cost includes all costs incurred in bringing each product to its present location and condition.

1h. Short term debtors and creditors

Debtors and creditors receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in profit and loss.

1i. Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and on hand, demand deposits with banks and other short-term highly liquid investments with original maturities of three months or less and bank overdrafts. In the statement of financial position, bank overdrafts are shown within borrowings or current liabilities.

For the purpose of statement of cash flows, bank overdrafts which are repayable on demand form an integral part of the Company's cash management are included as a component of cash and cash equivalents.

1j. Interest bearing borrowings

All interest-bearing loans and borrowings which are basic financial instruments are initially recognised at the present value of cash payable to the bank (including interest). After initial recognition they are measured at amortised cost using the effective interest rate method, less impairment. Any difference between the amount initially recognised and redemption value is recognised in profit and loss together with any interest and fees payable.

1k. Leased assets

Assets held under finance leases, which are leases where substantially all the risks and rewards of ownership of the asset have passed to the Company are capitalised in the balance sheet and are depreciated over the shorter of the lease term and the asset's useful life. A corresponding liability is recognised for the lower of the fair value of the leased asset and the present value of the minimum lease payments in the balance sheet. Lease payments are apportioned between the reduction of the lease liability and finance charges in the income statement so as to achieve a constant rate of interest on the remaining balance of the liability.

Rentals payable under operating leases are charged in the profit and loss account on a straight line basis over the lease term. Lease incentives are recognised over the lease term on a straight line basis.

AL HAFIDHOON LIMITED
NOTES TO THE ACCOUNTS (CONT.)
FOR THE YEAR ENDED 31 AUGUST 2020

1. SIGNIFICANT ACCOUNTING POLICIES (CONT.)

1l. Foreign currencies

Transactions in foreign currencies are initially recorded in the entity's functional currency by applying the spot exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated at the rate of exchange ruling at the balance sheet date. All differences are taken to the profit and loss account.

1m. Employee benefits

The obligations for contributions to defined contribution scheme are recognised as an expense as incurred. The assets of the scheme are held separately from those of the Company in an independent administered fund.

1n. Discontinued operations

A discontinued operation is a component of the Company's business, the operations and cash flows of which can be clearly distinguished from the rest of the Company and which represents a separate major line of business or geographical area of operations, or is part of a signal coordinated disposal of a separate major line of business or geographical area of operations, or is a subsidiary acquired exclusively with a review to resale.

1o. Provisions

Provisions are recognised when the Company has a present legal or constructive obligation arising as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made. Provisions are measured at the present value of the expenditures expected to be required to settle the obligation using a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the obligation. The increase in the provision due to passage of time is recognised as interest expense.

1p. 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 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 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.

The key sources of estimation uncertainty that have a significant effect on the amounts recognised in the financial statements are described below:

2. DIRECTORS AND EMPLOYEES

The average weekly number of employees during the year were as follows:

2020	2019
No.	No.
<hr/>	<hr/>

AL HAFIDHOON LIMITED
NOTES TO THE ACCOUNTS (CONT.)
FOR THE YEAR ENDED 31 AUGUST 2020

3. PROPERTY, PLANT AND EQUIPMENT

	Fixtures & Equipment £	Total £
Cost		
At 1 September 2019	726	726
Additions other than through business combinations	1,742	1,742
	<hr/>	<hr/>
At 31 August 2020	2,468	2,468
	<hr/>	<hr/>
Depreciation		
At 1 September 2019	164	164
For the year	345	345
	<hr/>	<hr/>
At 31 August 2020	509	509
	<hr/>	<hr/>
Net Book Amounts		
At 31 August 2020	£ 1,959	£ 1,959
	<hr/>	<hr/>
At 31 August 2019	£ 562	£ 562
	<hr/>	<hr/>

4. DEBTORS

	2020 £	2019 £
Other debtors	-	103
	<hr/>	<hr/>
	£ -	£ 103
	<hr/>	<hr/>

5. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Trade creditors	-	160
Other taxes and social security	1	-
Other creditors	800	253
	<hr/>	<hr/>
	£ 801	£ 413
	<hr/>	<hr/>

AL HAFIDHOON LIMITED
TRADING AND PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 AUGUST 2020

	2020		2019
	£	£	£
Turnover		52,229	31,960
Cost of sales:			
Purchases	13,581		9,620
	<u>13,581</u>		<u>9,620</u>
		13,581	9,620
Gross profit		38,648	22,340
Other income		1,814	-
		<u>40,462</u>	<u>22,340</u>
Less:			
Administrative expenses	37,107		21,378
Depreciation and amortisation	<u>345</u>		<u>100</u>
		37,452	21,478
Net profit for the year before taxation		<u>3,010</u>	<u>862</u>
Net profit for the year after taxation		3,010	862
Retained profits brought forward		1,206	344
Retained profits carried forward		<u>£ 4,216</u>	<u>£ 1,206</u>

This page does not form part of the Company's Statutory Financial Statements and is prepared for the information of the Directors only.

AL HAFIDHOON LIMITED
PROFIT AND LOSS ACCOUNT SUMMARIES
FOR THE YEAR ENDED 31 AUGUST 2020

	2020	2019
	£	£
Other income		
Sundry income	(1,814)	-
	<hr/>	<hr/>
	£ 1,814	£ -
	<hr/>	<hr/>
 Administrative expenses:		
Rent payable	11,820	5,344
General and water rates	6,125	5,397
Insurance	4,198	3,035
Repairs & renewals	2,930	3,046
Social and cultural activities	512	427
General wages	4,962	602
Computer server and software	1,971	1,517
Motor expenses	989	424
Travelling expenses	20	337
Accountancy	120	120
Printing, postage and stationery	1,347	858
Telephone	1,456	217
Sundry expenses	14	13
Licences	-	30
Security and safety	527	-
Bank charges	116	11
	<hr/>	<hr/>
	£ 37,107	£ 21,378
	<hr/>	<hr/>
 Depreciation and amortisation:		
Depreciation of fixtures and equipment	345	100
	<hr/>	<hr/>
	£ 345	£ 100
	<hr/>	<hr/>

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