

REGISTERED NUMBER: 08809523 (England and Wales)

Unaudited Financial Statements
for the Year Ended 31 December 2021
for
Kanada-ya UK Limited

Kanada-ya UK Limited (Registered number: 08809523)

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for the Year Ended 31 December 2021**

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Kanada-ya UK Limited

Company Information
for the Year Ended 31 December 2021

DIRECTORS:

Mr T H Lam
Mrs C A Smith
Mr A H Burgess-Smith
Mr S H Cheuk
Mr K F Lam

REGISTERED OFFICE:

The Barn
London House
London Road
Allostock
Cheshire
WA16 9LL

REGISTERED NUMBER:

08809523 (England and Wales)

ACCOUNTANTS:

Sterling Partners Limited
Chartered Accountants
Chartered Tax Advisors
2nd Floor, Grove House
774-780 Wilmslow Road
Didsbury
Manchester
Greater Manchester
M20 2DR

Kanada-ya UK Limited (Registered number: 08809523)

Balance Sheet
31 December 2021

| | Notes | 2021 £ | £ | 2020 £ | £ |
|--|-------|----------------|-----------------------|----------------|-----------------------|
| FIXED ASSETS | | | | | |
| Tangible assets | 4 | | 774,724 | | 858,232 |
| CURRENT ASSETS | | | | | |
| Stocks | | 73,068 | | 34,058 | |
| Debtors | 5 | 745,171 | | 731,611 | |
| Cash at bank and in hand | | <u>93,690</u> | | <u>278,612</u> | |
| | | 911,929 | | 1,044,281 | |
| CREDITORS | | | | | |
| Amounts falling due within one year | 6 | <u>504,022</u> | | <u>672,074</u> | |
| NET CURRENT ASSETS | | | <u>407,907</u> | | <u>372,207</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | 1,182,631 | | 1,230,439 |
| CREDITORS | | | | | |
| Amounts falling due after more than one year | 7 | | (607,160) | | (518,761) |
| PROVISIONS FOR LIABILITIES | | | <u>(73,479)</u> | | <u>(84,931)</u> |
| NET ASSETS | | | <u><u>501,992</u></u> | | <u><u>626,747</u></u> |
| CAPITAL AND RESERVES | | | | | |
| Called up share capital | | | 100 | | 100 |
| Share premium | | | 600,000 | | 600,000 |
| Retained earnings | | | <u>(98,108)</u> | | <u>26,647</u> |
| SHAREHOLDERS' FUNDS | | | <u><u>501,992</u></u> | | <u><u>626,747</u></u> |

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2021 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- 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.

Kanada-ya UK Limited (Registered number: 08809523)

Balance Sheet - continued
31 December 2021

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

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 30 September 2022 and were signed on its behalf by:

Mrs C A Smith - Director

Kanada-ya UK Limited (Registered number: 08809523)

**Notes to the Financial Statements
for the Year Ended 31 December 2021**

1. STATUTORY INFORMATION

Kanada-ya UK 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" 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 is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Tangible fixed assets

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

| | |
|--------------------------|------------------------------|
| Short leasehold | - Over the term of the lease |
| Improvements to property | - 15% on reducing balance |
| Plant and machinery | - 15% on reducing balance |
| Fixtures and fittings | - 15% on reducing balance |
| Computer equipment | - 15% on reducing balance |

Stocks

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

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. 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.

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.

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.

Kanada-ya UK Limited (Registered number: 08809523)

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 52 (2020 - 64) .

4. **TANGIBLE FIXED ASSETS**

| | Short leasehold £ | Improvements to property £ | Plant and machinery £ |
|------------------------|-------------------------|-------------------------------------|-----------------------------|
| COST | | | |
| At 1 January 2021 | 379,189 | 447,367 | 110,865 |
| Additions | - | - | - |
| Disposals | - | - | (5,023) |
| At 31 December 2021 | <u>379,189</u> | <u>447,367</u> | <u>105,842</u> |
| DEPRECIATION | | | |
| At 1 January 2021 | 114,394 | 125,528 | 38,065 |
| Charge for year | 22,075 | 48,276 | 10,329 |
| Eliminated on disposal | - | - | (1,086) |
| At 31 December 2021 | <u>136,469</u> | <u>173,804</u> | <u>47,308</u> |
| NET BOOK VALUE | | | |
| At 31 December 2021 | <u>242,720</u> | <u>273,563</u> | <u>58,534</u> |
| At 31 December 2020 | <u>264,795</u> | <u>321,839</u> | <u>72,800</u> |

| | Fixtures and fittings £ | Computer equipment £ | Totals £ |
|------------------------|----------------------------------|----------------------------|------------------|
| COST | | | |
| At 1 January 2021 | 358,774 | 10,554 | 1,306,749 |
| Additions | 35,871 | 4,917 | 40,788 |
| Disposals | (7,296) | (1,450) | (13,769) |
| At 31 December 2021 | <u>387,349</u> | <u>14,021</u> | <u>1,333,768</u> |
| DEPRECIATION | | | |
| At 1 January 2021 | 168,015 | 2,515 | 448,517 |
| Charge for year | 33,500 | 1,778 | 115,958 |
| Eliminated on disposal | (3,999) | (346) | (5,431) |
| At 31 December 2021 | <u>197,516</u> | <u>3,947</u> | <u>559,044</u> |
| NET BOOK VALUE | | | |
| At 31 December 2021 | <u>189,833</u> | <u>10,074</u> | <u>774,724</u> |
| At 31 December 2020 | <u>190,759</u> | <u>8,039</u> | <u>858,232</u> |

Kanada-ya UK Limited (Registered number: 08809523)

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2021 | 2020 |
|---------------|-----------------------|-----------------------|
| | £ | £ |
| Trade debtors | 129,745 | 45,454 |
| Other debtors | 390,227 | 370,826 |
| Net wages | 3,728 | 134 |
| Rent Deposits | 82,072 | 131,027 |
| Tax | - | 14,570 |
| Prepayments | <u>139,399</u> | <u>169,600</u> |
| | <u><u>745,171</u></u> | <u><u>731,611</u></u> |

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2021 | 2020 |
|---------------------------------|-----------------------|-----------------------|
| | £ | £ |
| Bank loans and overdrafts | 61,111 | 84,926 |
| Trade creditors | 252,653 | 312,180 |
| Social security and other taxes | 59,020 | 139,066 |
| Pensions payable | 7,843 | 8,936 |
| VAT | 68,887 | 103,680 |
| Credit card | 32 | 3,612 |
| Intercompany loans | 14,056 | 5,000 |
| Other creditors | - | 4,508 |
| Directors' current accounts | 1,126 | 5,877 |
| Accrued expenses | <u>39,294</u> | <u>4,289</u> |
| | <u><u>504,022</u></u> | <u><u>672,074</u></u> |

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

| | 2021 | 2020 |
|---------------------------------|-----------------------|-----------------------|
| | £ | £ |
| Bank loans - 1-2 years | 44,444 | 61,876 |
| Bank loans - 2-5 years | 66,185 | 110,630 |
| Social security and other taxes | 60,287 | - |
| VAT | 89,988 | - |
| Directors' loan accounts | <u>346,256</u> | <u>346,255</u> |
| | <u><u>607,160</u></u> | <u><u>518,761</u></u> |

8. FINANCIAL INSTRUMENTS

Bank Loans are initially measured at the present value of future payments, discounted at a market rate of interest, and subsequently at amortised cost using the effective interest method.

9. OTHER FINANCIAL COMMITMENTS

The company had outstanding commitments in respect of rent of £803,250 (2020: £866,250).

Kanada-ya UK Limited (Registered number: 08809523)

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

10. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to directors subsisted during the years ended 31 December 2021 and 31 December 2020:

| | 2021 £ | 2020 £ |
|--------------------------------------|------------------|------------------|
| Mrs C A Smith | | |
| Balance outstanding at start of year | (5,877) | (8,780) |
| Amounts advanced | 5,056 | 2,903 |
| Amounts repaid | (306) | - |
| Amounts written off | - | - |
| Amounts waived | - | - |
| Balance outstanding at end of year | <u>(1,127)</u> | <u>(5,877)</u> |
| Mr T H Lam | | |
| Balance outstanding at start of year | (346,256) | (849,580) |
| Amounts advanced | - | 600,000 |
| Amounts repaid | - | (96,676) |
| Amounts written off | - | - |
| Amounts waived | - | - |
| Balance outstanding at end of year | <u>(346,256)</u> | <u>(346,256)</u> |
| Mr A H Burgess-Smith | | |
| Balance outstanding at start of year | - | - |
| Amounts advanced | - | 3,428 |
| Amounts repaid | - | (3,428) |
| Amounts written off | - | - |
| Amounts waived | - | - |
| Balance outstanding at end of year | <u>-</u> | <u>-</u> |

11. RELATED PARTY DISCLOSURES

Kanada-Ya Holdings Limited

Parent company

During the year, the company paid expenses on behalf of Kanada-Ya Holdings Limited of £671.

| | 2021 £ | 2020 £ |
|---|------------|------------|
| Amount due from related party at the balance sheet date | <u>951</u> | <u>280</u> |

Kanada-ya UK Limited (Registered number: 08809523)

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

11. RELATED PARTY DISCLOSURES - continued

TL & Co (UK) Ltd

A company with the same directors.

During the year, Kanada-ya paid £1,440 (2020: £177,296) to TL & CO Limited and received £10,496 (2020: £110,103).

| | 2021 | 2020 |
|---|--------------|----------|
| | £ | £ |
| Amount due to related party at the balance sheet date | <u>9,056</u> | <u>-</u> |

Albs Group UK Ltd

A company in which Mrs C A Smith is a director.

During the year Kanada-ya paid £0 (2020:£0) to Albs Group UK Limited and received £0 (2020: £0).

| | 2021 | 2020 |
|---|--------------|--------------|
| | £ | £ |
| Amount due to related party at the balance sheet date | <u>5,000</u> | <u>5,000</u> |

Lunj Limited

A company in which Mr A Burgess-Smith is a shareholder

During the year, Kanada-ya paid expenses on behalf of Lunj Limited of £34,641 (2020: £80,636). Lunj Limited repaid £24,459 (2020: £16,450).

| | 2021 | 2020 |
|---|----------------|----------------|
| | £ | £ |
| Amount due from related party at the balance sheet date | <u>380,728</u> | <u>370,546</u> |

Kanada-Ya Espana

A company in which Mr Lam is a shareholder

During the year, Kanada-ya UK Limited paid expenses on behalf of Kanada-Ya Espana of £8,548 (2020: £0).

| | 2021 | 2020 |
|---|--------------|---------------|
| | £ | £ |
| Amount due from related party at the balance sheet date | <u>8,548</u> | <u>38,183</u> |

12. ULTIMATE CONTROLLING PARTY

The controlling party is Kanada-Ya Holdings Limited.

