

Registration number: 09144374

# K V Manufacturing Limited

Annual Report and Financial Statements

for the Year Ended 31 December 2018

Roffe Swayne  
Statutory Auditors and Chartered Accountants  
Ashcombe Court  
Woolsack Way  
Godalming  
Surrey  
GU7 1LQ



# K V Manufacturing Limited

## Company Information

<b>Directors</b>	S Vichaiwatanapanich
	T Vichaiwatanapanich
	K Vichaiwatanapanich
	A Vichaiwatanapanich
<b>Registered office</b>	Unit 1, Site J Albert Drive Burgess Hill West Sussex RH15 9TN
<b>Auditors</b>	Roffe Swayne Statutory Auditors and Chartered Accountants Ashcombe Court Woolsack Way Godalming Surrey GU7 1LQ

# K V Manufacturing Limited

(Registration number: 09144374)

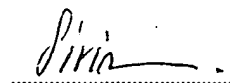
## Balance Sheet as at 31 December 2018

	Note	2018 £	2017 £
<b>Fixed assets</b>			
Tangible assets	4	718,362	822,888
Investments	5	<u>3</u>	<u>-</u>
		<u>718,365</u>	<u>822,888</u>
<b>Current assets</b>			
Stocks	6	119,898	124,138
Debtors	7	172,094	186,298
Cash at bank and in hand		<u>619,904</u>	<u>623,782</u>
		911,896	934,218
<b>Creditors: Amounts falling due within one year</b>	8	<u>(736,251)</u>	<u>(701,700)</u>
<b>Net current assets</b>		<u>175,645</u>	<u>232,518</u>
<b>Total assets less current liabilities</b>		894,010	1,055,406
<b>Creditors: Amounts falling due after more than one year</b>	8	<u>(280,000)</u>	<u>(280,000)</u>
<b>Net assets</b>		<u>614,010</u>	<u>775,406</u>
<b>Capital and reserves</b>			
Called up share capital	9	1,032,000	1,032,000
Profit and loss account		<u>(417,990)</u>	<u>(256,594)</u>
<b>Total equity</b>		<u>614,010</u>	<u>775,406</u>

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.

These financial statements have been 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.

Approved and authorised by the Board on 23.09.2019 and signed on its behalf by:



S Vichaiwatanapanich  
Director

# **K V Manufacturing Limited**

## **Notes to the Financial Statements for the Year Ended 31 December 2018**

### **1 General information**

The company is a private company limited by share capital incorporated in England and Wales. The company registration number is 09144374.

The address of its registered office is:

Unit 1, Site J  
Albert Drive  
Burgess Hill  
West Sussex  
RH15 9TN

### **2 Accounting policies**

#### **Statement of compliance**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

#### **Basis of preparation**

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.

#### **Summary of disclosure exemptions**

The company has also taken advantage of the exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

#### **Group accounts not prepared**

The financial statements contain information about K V Manufacturing Limited as an individual company and do not contain consolidated financial information as the parent of a group. The UK group qualifies as small and has therefore chosen not to prepare consolidated financial statements..

#### **Going concern**

The financial statements have been prepared on a going concern basis, on the understanding that the Directors and Shareholders have agreed that they will continue to financially support the Company. Mr T Vichaiwatanapanich has agreed not to request repayment of the £280,000 loan he has made to the Company, until the Company is able to do so.

#### **Audit report**

The Independent Auditor's Report was unqualified. The name of the Senior Statutory Auditor who signed the audit report on 24 September 2019 was Anthony Kelly BSc FCA, who signed for and on behalf of Roffe Swayne.

## K V Manufacturing Limited

### Notes to the Financial Statements for the Year Ended 31 December 2018

#### 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.

#### Foreign currency transactions and balances

Transactions in foreign currencies are initially recorded at the functional currency rate prevailing at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated into the respective functional currency of the entity at the rates prevailing on the reporting period date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing on the initial transaction dates.

#### Tax

The tax expense for the period comprises current and deferred 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 income 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 tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference.

#### Tangible assets

Tangible assets are stated in the balance sheet 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, over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Computers, fixtures and fittings	25% straight line
Plant and machinery	10% straight line
Improvements to premises	20% straight line

## **K V Manufacturing Limited**

### **Notes to the Financial Statements for the Year Ended 31 December 2018**

#### **Business combinations**

Business combinations are accounted for using the purchase method. The consideration for each acquisition is measured at the aggregate of the fair values at acquisition date of assets given, liabilities incurred or assumed, and equity instruments issued by the group in exchange for control of the acquired, plus any costs directly attributable to the business combination. When a business combination agreement provides for an adjustment to the cost of the combination contingent on future events, the group includes the estimated amount of that adjustment in the cost of the combination at the acquisition date if the adjustment is probable and can be measured reliably.

#### **Investments**

Investments are measured at cost less impairment.

#### **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 debtors**

Trade debtors are amounts due from customers for merchandise sold in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at cost less any provision for impairment. A provision is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms.

#### **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 comprises direct materials. 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.

#### **Trade creditors**

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost.

#### **Borrowings**

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

## **K V Manufacturing Limited**

### **Notes to the Financial Statements for the Year Ended 31 December 2018**

#### **Operating leases**

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

#### **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.

#### **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.

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

The Directors have considered the significant judgements and sources of key accounting estimates that may cause a material adjustment to the carrying amounts of assets and liabilities, and considered there to be no significant accounting estimates or judgements.

#### **3 Staff numbers**

The average number of persons employed by the company (including directors) during the year, was 13 (2017 - 12).

# K V Manufacturing Limited

## Notes to the Financial Statements for the Year Ended 31 December 2018

### 4 Tangible assets

	Improvements to premises £	Computers, fixtures and fittings £	Plant and Machinery £	Total £
<b>Cost or valuation</b>				
At 1 January 2018	240,850	24,200	998,885	1,263,935
Additions	-	-	53,872	53,872
At 31 December 2018	240,850	24,200	1,052,757	1,317,807
<b>Depreciation</b>				
At 1 January 2018	143,372	12,760	284,915	441,047
Charge for the year	48,170	4,953	105,275	158,398
At 31 December 2018	191,542	17,713	390,190	599,445
<b>Carrying amount</b>				
At 31 December 2018	49,308	6,487	662,567	718,362
At 31 December 2017	97,478	11,440	713,970	822,888

### 5 Investments

	2018 £	2017 £
Investments in subsidiaries	3	-
<b>Subsidiaries</b>		£
<b>Cost or valuation</b>		
Additions		3
<b>Provision</b>		
<b>Carrying amount</b>		
At 31 December 2018		3

During the year the company acquired three companies, each for £1.

### 6 Stocks

	2018 £	2017 £
Goods in transit	20,565	28,113
Raw materials	99,333	96,025
	119,898	124,138



# K V Manufacturing Limited

## Notes to the Financial Statements for the Year Ended 31 December 2018

### 7 Debtors

	Note	2018 £	2017 £
Trade debtors		89,147	87,966
Amounts owed by group undertakings	11	3,579	-
Prepayments and accrued income		33,468	32,655
Other debtors		45,900	45,900
Deferred tax assets		-	19,777
Total current trade and other debtors		<u>172,094</u>	<u>186,298</u>

### 8 Creditors

	2018 £	2017 £
<b>Due within one year</b>		
Trade creditors	28,117	41,355
Amounts owed to group undertakings	658,466	569,407
Taxation and social security	6,457	41,833
Accrued expenses	11,450	18,207
Other creditors	<u>31,761</u>	<u>30,898</u>
	<u>736,251</u>	<u>701,700</u>
<b>Due after one year</b>		
Loans and borrowings	<u>280,000</u>	<u>280,000</u>

### 9 Share capital

#### Allotted, called up and fully paid shares

	2018		2017	
	No.	£	No.	£
Ordinary shares of £1 each	<u>1,032,000</u>	<u>1,032,000</u>	<u>1,012,000</u>	<u>1,012,000</u>

#### Allotted, called up and not fully paid shares

	2018		2017	
	No.	£	No.	£
Ordinary shares of £1 each	<u>-</u>	<u>-</u>	<u>20,000</u>	<u>20,000</u>

## K V Manufacturing Limited

### Notes to the Financial Statements for the Year Ended 31 December 2018

#### 10 Obligations under leases and hire purchase contracts

##### Operating leases

The total of future minimum lease payments is as follows:

	2018 £	2017 £
Not later than one year	90,319	89,541
Later than one year and not later than five years	309,205	314,534
Later than five years	<u>76,500</u>	<u>153,000</u>
	<u>476,024</u>	<u>557,075</u>

The amount of non-cancellable operating lease payments recognised as an expense during the year was £108,572 (2017 - £112,524).

#### 11 Related party transactions

##### Directors' remuneration

The directors' remuneration for the year was as follows:

	2018 £	2017 £
Remuneration	9,000	-
Contributions paid to money purchase schemes	<u>120</u>	<u>-</u>
	<u>9,120</u>	<u>-</u>

##### Transactions with Directors

	2018 £	2017 £
Amount due to/(from) at the start of the period	<u>285,494</u>	<u>285,494</u>
Amount due to/(from) at the end of the period	<u>285,494</u>	<u>285,494</u>

Loans from Directors, included within non-current loans and liabilities, are interest free and repayable on demand.

#### 12 Parent and ultimate parent undertaking

The company's immediate and ultimate parent is Thai Sock Co. Limited, incorporated in Thailand.

The registered office of the ultimate parent undertaking is 29/1 Moo 4 Poochaosamingprai Road, Samrong Klang, Phrapradaeng, Samutprakarn 10130, Thailand.