

FABRIL SOLUTIONS LIMITED

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2017

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Report on the Engagement to Compile Financial Statements

For the Year Ended 31 March 2017

COMPILATION REPORT TO THE DIRECTORS

Reporting Scope

On the basis of information you provided we have compiled, in accordance with Service Engagement Standard 2 :
Compilation of Financial Information, these special purpose financial statements. These special purpose financial statements have been prepared for taxation purposes only on the principles contained in the Income Tax Act. Accordingly, the financial statements should not be relied on for any other purpose.

Responsibilities

The entity is solely responsible for the information contained in the financial statements and have determined that the accounting policies used are appropriate to meet the needs and purpose for which they were prepared.
These financial statements were prepared at the request of the entity and are exclusively for their benefit.
We do not accept any responsibility to any other person for their contents.

No Audit or Review Engagement Undertaken

Our procedures use accounting expertise to undertake the compilation of the financial statements from information that you provided. Our procedures do not include verification or validation procedures. No audit or review engagement has been performed and accordingly no assurance is expressed.

Departure from the Reporting Framework

There have been no departures from tax principles.

Independence

We are independent of this entity.

Disclaimer

A compilation is limited primarily to the collection, classification and summarisation of financial information supplied by the client. A compilation does not involve the verification of that information. We have not performed an audit or review engagement on the financial statements and therefore neither we nor any of our employees accept any responsibility for the accuracy of the material from which the financial statements have been prepared. Further, the financial statements have been prepared at the request of, and for the purposes of, our client only and neither we nor any of our employees accept any responsibility on any ground whatever, including liability in negligence, to any other person.

HC Partners LP

Chartered Accountants

Timaru

8 May 2017

Directory

As at 31 March 2017

Nature of Business	Fibre Cabling & Installation	
Address	289A Moore Street Ashburton	
Registered Office	289A Moore Street Ashburton	
Director	Siddhartha Chowdary Doma	
Shareholder	Siddhartha Chowdary Doma	100 Ordinary Shares
Share Capital	100 Ordinary Shares	
Accountants	HC Partners LP Chartered Accountants 39 George Street TIMARU	
IRD Number	120-123-904	

For the Year Ended 31 March 2017

The board of directors submit their annual report including the financial statements for FABRIL SOLUTIONS LIMITED for the year ended 31 March 2017.

The shareholders of FABRIL SOLUTIONS LIMITED have exercised their right under section 211(3) of the Companies Act 1993, whereby pursuant to a decision of the Shareholders of the Company who together hold at least 95% of the voting shares, have agreed not to comply with any of paragraphs (a) and (e) - (j) of section 211(1).

Auditor

A unanimous resolution was passed by the Shareholders at the last annual meeting that no auditor be appointed.

For and on behalf of the Board

Siddhartha Chowdary Doma

Director

Date _____

	Note	2017 \$	2016 \$
Operating Revenue			
Sales		211,265	-
Less Cost of Sales			
Purchases		29,319	-
Closing Stock		(500)	-
Total Cost of Sales		28,819	-
Gross Surplus		182,446	-
Other Income			
Interest Received : ASB Bank		8	-
Shareholder Motor Vehicle Use Adjustment		320	-
Total Other Income		328	-
Gross Surplus after Other Income		182,774	-
Less Expenses			
Administration Expenses			
Accountancy Fees		1,853	-
Computer Expenses		97	-
General Expenses		152	-
Home Office Expenses		1,040	-
Printing & Stationery		280	-
Telephone & Tolls		1,279	-
Travel Expenses		2,642	-
		7,343	-
Overhead Expenses			
Equipment Hire		130	-
Insurance		1,960	-
Motor Vehicle Expenses		9,754	-
Rent		5,824	-
Repairs & Maintenance		1,443	-
Wages		43,499	-
		62,610	-
Finance Expenses			
Bank Fees & Charges		135	-
Loan Fees		1,456	-
Interest - ASB Bank		269	-
Interest - Marac Finance		2,169	-
		4,029	-
Depreciation			
Plant & Equipment		1,929	-
Motor Vehicles		6,621	-
		8,550	-

For the Year Ended 31 March 2017

	Note	2017	2016
		\$	\$
Total Expenses		82,532	-
Surplus before Shareholders' Remuneration		100,242	-
Shareholders' Remuneration			
PAYE Wages : Siddhartha Doma		13,845	-
Bonus Salary : Siddhartha Doma		40,000	-
Total Shareholders' Remuneration		53,845	-
Surplus before Income Tax		46,397	-
Income Tax Expense	2	12,991	-
Net Surplus		33,406	-

	2017	2016
	\$	\$
Revenues and Expenses		
Net Surplus	33,406	-
Total Recognised Revenues and Expenses	33,406	-
Contributions		
Share Capital	100	-
Equity at the Beginning of the Year	-	-
Equity at the End of the Year	33,506	-
Movements in Retained Earnings		
Plus:		
Net Surplus	33,406	-
Retained Earnings Closing Balance	33,406	-

As at 31 March 2017

	Note	2017 \$	2016 \$
Current Assets			
ASB Bank : Cheque Account		23,231	-
ASB Bank : Savings Account		19,184	-
Accounts Receivable		31,828	-
Stock on Hand	5	500	-
Total Current Assets		74,743	-
Non Current Assets			
Fixed Assets		53,763	-
Total Assets		128,506	-
Current Liabilities			
ASB Bank : Visa		4,749	-
PAYE Owing		3,172	-
Accounts Payable		1,116	-
Income Tax Payable	3	12,990	-
GST Payable		17,909	-
Total Current Liabilities		39,936	-
Non Current Liabilities			
Hire Purchase : Marac Finance (JZD867)	6	13,974	-
Hire Purchase : Marac Finance (KET350)	6	10,221	-
Hire Purchase : Marac Finance (KES376)	6	10,220	-
Total Non Current Liabilities		34,415	-
Total Liabilities		74,351	-
Net Assets		54,155	-
Equity			
Paid up Share Capital			
Share Capital		100	-
Total Paid up Share Capital	7	100	-
Retained Earnings		33,406	-
Total Equity		33,506	-
Shareholders' Advance Accounts		20,649	-
Total Equity & Shareholders' Current Accounts		54,155	-

For and on behalf of the Board

FABRIL SOLUTIONS LIMITED

Statement of Financial Position (continued)

As at 31 March 2017

Siddhartha Chowdary Doma

Director

Date _____

	2017	2016
	\$	\$
Current Account : Siddhartha Chowdary Doma		
Opening Balance	-	-
Plus:		
Funds Introduced	38,705	-
Shareholder Remuneration	40,000	-
	78,705	-
Less:		
Drawings	57,956	-
Share Call	100	-
	58,056	-
Closing Balance	20,649	-
Total of Shareholders' Advance Accounts	20,649	-

Schedule of Fixed Assets

For the Year Ended 31 March 2017

	RATE & TYPE	% PVT USE	Cost on HAND	OPENING WDV	ADDITIONS	DATE of ADDITION	SALE PRICE	PARTSALE PRICE	PROFIT (LOSS)	DISPOSAL DATE	Cost	CAPITAL GAIN/LOSS	DEPN	ACC DEPN	PRIVATE DEPN	ACCUM PRIVATE	CLOSING WDV
Plant & Equipment																	
Fibre Installation Equipment	13.00D		13,107	-	13,107	02/08/16	-	-	-		-	-	1,134	1,134	-	-	11,973
Ladders	25.00D		965	-	965	24/11/16	-	-	-		-	-	100	100	-	-	865
Trencher TP400 Honda GX200 motor (balance to pay)	10.00D		1,778	-	1,778	10/01/17	-	-	-		-	-	44	44	-	-	1,734
Sima Cobra 35 Pro Floor Saw	67.00D		3,710	-	3,710	10/01/17	-	-	-		-	-	613	613	-	-	3,097
Splicer	13.00D		3,478	-	3,478	27/03/17	-	-	-		-	-	38	38	-	-	3,440
			23,038	-	23,038		-	-	-		-	-	1,929	1,929	-	-	21,109
Motor Vehicles																	
2007 Toyota Hiace JZD867	30.00D		13,561	-	13,561	16/07/16	-	-	-		-	-	3,054	3,054	-	-	10,507
2011 Mazda Bongo KET350	30.00D		9,813	-	9,813	14/11/16	-	-	-		-	-	1,218	1,218	-	-	8,595
2011 Mazda Bongo KES376	30.00D		9,813	-	9,813	14/11/16	-	-	-		-	-	1,132	1,132	-	-	8,681
2007 Suzuki Swift	30.00D		6,087	-	6,087	01/08/16	-	-	-		-	-	1,216	1,216	-	-	4,871
			39,274	-	39,274		-	-	-		-	-	6,620	6,620	-	-	32,654
TOTAL			62,312	-	62,312		-	-	-		-	-	8,549	8,549	-	-	53,763

The Statement is to be read in conjunction with the Notes to the Financial Statements and the Compilation Report.
It has not been subject to an audit or review engagement.

For the Year Ended 31 March 2017

1 Statement of Accounting Policies

Reporting Entity

FABRIL SOLUTIONS LIMITED is a company incorporated in New Zealand, registered under the Companies Act 1993.

These financial statements have not been prepared for external use. They are prepared for tax purposes only and should not be relied on for any other purpose. They are therefore defined as special purpose reports.

Statement of Compliance and Basis of Preparation

The financial statements have been prepared in accordance with taxation principles contained in the Income Tax Act 2007 and disclosure requirements contained in the Tax Administration (Financial Statements) Order 2014.

The accounting principles recognised as appropriate for the measurement and reporting of the Statement of Financial Performance and Statement of Financial Position on a tax value basis are followed by the company, unless otherwise stated in the Specific Accounting Policies.

The information is presented in New Zealand dollars. All values are rounded to the nearest \$.

Specific Accounting Policies

The following specific accounting policies which materially affect the measurement of the Statement of Financial Performance and Statement of Financial Position have been applied:

(a) Inventories

Inventories are recognised at lower of cost and net realisable value, determined on a first-in first-out basis.

(b) Trade Receivables

Trade Receivables are recognised at estimated realisable value.

(c) Fixed Assets and Investment Property

Fixed Assets is recognised at cost less aggregate depreciation. Historical cost includes expenditure directly attributable to the acquisition of assets, and includes the cost of replacements that are eligible for capitalisation when these are incurred.

All other repairs and maintenance are recognised as expenses in the Statement of Financial Performance in the financial period in which they are incurred.

Depreciation has been calculated using the maximum rates permitted by the Income Tax Act 2007.

(d) Income Tax

Income tax is accounted for using the taxes payable method. The income tax expense recognised in the Statement of Financial Performance is the estimated income tax payable in the current year, adjusted for any differences between the estimated and actual income tax payable in prior years.

For the Year Ended 31 March 2017

(e) Goods and Services Taxation (GST)

Revenues and expenses have been recognised in the financial statements exclusive of GST except that irrecoverable GST input tax has been recognised in association with the expense to which it relates. All items in the Statement of Financial Position are stated exclusive of GST except for receivables and payables which are stated inclusive of GST.

(f) Changes in Accounting Policies

There have been no changes in Accounting Policies. All policies have been applied on a basis consistent with those used in the previous year.

2 Tax Reconciliation

Surplus before Income Tax

Taxable Income

Tax Expense at 28%

Tax Expense

2017	2016
\$	\$
46,397	-
46,397	-
12,991	-
12,991	-

3 Income Tax

Opening Balance

Plus:

Provision for Taxation

Less:

RWT Paid

Income Tax Payable/(Receivable)

2017	2016
\$	\$
-	-
12,991	-
1	-
12,990	-

4 Imputation Credits

Imputation Credit Account at Tax Rate 28%

Opening Balance

Plus:

Resident Withholding Tax

Total Imputation Credits

2017	2016
\$	\$
-	-
1	-
1	-

5 Inventories

Stock on Hand

Stock on Hand

Total Inventories

2017	2016
\$	\$
500	-
500	-

For the Year Ended 31 March 2017

6 Lease & Hire Purchase Liabilities

	2017	2016
	\$	\$
Hire Purchase : Marac Finance (JZD867)		
Non Current Portion - Hire Purchase : Marac Finance (JZD867)	16,891	-
Non Current Portion - Prepaid Interest	(2,917)	-
	13,974	-
Hire Purchase : Marac Finance (KET350)		
Non Current Portion - Hire Purchase : Marac Finance (KET350)	11,986	-
Non Current Portion - Prepaid Interest	(1,765)	-
	10,221	-
Hire Purchase : Marac Finance (KES376)		
Non Current Portion - Hire Purchase : Marac Finance (KES376)	11,986	-
Non Current Portion - Prepaid Interest	(1,766)	-
	10,220	-
Total Non Current Lease & Hire Purchase Liabilities	34,415	-

7 Share Capital

	Qty	2017	2016
		\$	\$
Share Capital			
Opening Balance		-	-
Movements	100	100	-
Closing Balance		100	-
Total Share Capital		100	-

8 Contingent Liabilities

The company has no contingent liabilities and no guarantees as at 31 March 2017. (2016: Contingent Liabilities Nil. Guarantees Nil.)

Income & Tax Summary for Fabril Solutions Limited**IR4**Tax Year **2017**Balance Date **31-Mar-17****[120-123-904]****Income**

Interest	ASB	8.00
Business/Rental Activity	Fibre Cabling & Installation	86,389.00
	Salary : Siddhu Doma	(40,000.00)

Total Income 46,397.00**Taxable Income \$46,397.00****Income Tax Payable thereon \$12,991.16****Less:**

Interest RWT	1.40	1.40
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Residual Income Tax \$12,989.76

Provisional Tax Paid \$0.00

Calculated TAX to Pay \$12,989.76

Payment Schedule :	Calculated Amount Due	Payments	Adjustments	Balance Due
2018 1st Prov Instalment	4,546.00	0.00	0.00	
	Payment Due 28/08/2017			4,546.00
2018 2nd Prov Instalment	4,546.00	0.00	0.00	
	Payment Due 15/01/2018			4,546.00
2017 Interest/Penalties	1,150.69	0.00	0.00	1,150.69
2017 Terminal Tax/(Refund)	12,989.76	0.00	0.00	12,989.76
	Payment Due 7/04/2018			14,140.45
2018 3rd Prov Instalment	4,547.00	0.00	0.00	
	Payment Due 7/05/2018			4,547.00
	Total Due			27,779.45

2018 Provisional Tax \$13,639 calculated from 2017's Residual Income Tax of \$12,989.76 with 5% uplift**Shareholder Allocations :**

	Gross Remuneration	Company Loans	Account Balance
Siddhartha Chowdary Doma	40,000.00	0.00	20,649.00
	40,000.00	0.00	20,649.00

Prepared by HC Partners LP

Income & Tax Summary for Siddhartha Chowdary Doma**IR3**Tax Year **2017**Balance Date **31-Mar-17****[110-193-920]****Income**

Tax Deducted Income	Corys Electrical Limited	16,359.00
	Fabril Solutions Ltd	13,845.00
Shareholder Salary	Fabril Solutions Limited	40,000.00

Total Income **70,204.00****Deductions:**

ASB Interest : Shareholder Funding	2,289.68	
		(2,289.68)

Taxable Income **\$67,914.32****Income Tax Payable thereon** **13,394.20****Less:**

Income Tax Paid	5,011.22	
		5,011.22

Residual Income Tax **8,382.98**

Provisional Tax Paid 0.00

Calculated TAX to Pay **\$8,382.98****Payment Schedule :**

	Calculated Amount Due	Payments	Adjustments	Balance Due
2018 1st Prov Instalment	2,934.00	0.00	0.00	
	Payment Due 28/08/2017			2,934.00
2018 2nd Prov Instalment	2,934.00	0.00	0.00	
	Payment Due 15/01/2018			2,934.00
2017 Terminal Tax/(Refund)	8,382.98	0.00	0.00	
	Payment Due 7/04/2018			8,382.98
2018 3rd Prov Instalment	2,934.00	0.00	0.00	
	Payment Due 7/05/2018			2,934.00
	Total Due			17,184.98

2018 Provisional Tax \$8,802 calculated from 2017's Residual Income Tax of \$8,382.98 with 5% uplift

Prepared by HC Partners LP