

Company Registration No. 06938895 (England and Wales)

VERIGOLD JEWELLERY (UK) LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2014

Richard Anthony and Company
Chartered Accountants

VERIGOLD JEWELLERY (UK) LIMITED

COMPANY INFORMATION

Directors	Mr Hitesh Shah Mr Sumit Shah Mr Dhruv Desai
Company number	06938895
Registered office	Suite 56, Fifth Floor 88/90 Hatton Garden London EC1N 8PN
Auditors	Richard Anthony and Company 13 Station Road Finchley London N3 2SB

VERIGOLD JEWELLERY (UK) LIMITED

CONTENTS

	Page
Directors' report	1 - 2
Independent auditors' report	3 - 4
Profit and loss account	5
Balance sheet	6
Notes to the financial statements	7 - 10

VERIGOLD JEWELLERY (UK) LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 MARCH 2014

The directors present their report and financial statements for the year ended 31 March 2014.

Principal activities

The principal activity of the company continued to be that of jewellery importers and wholesalers.

Directors

The following directors have held office since 1 April 2013:

Mr Hitesh Shah
Mr Sumit Shah
Mr Dhruv Desai
Mr Niranjan Shah

(Resigned 2 April 2013)

Auditors

Richard Anthony and Company were appointed auditors to the company and in accordance with section 485 of the Companies Act 2006, a resolution proposing that they be re-appointed will be put at a General Meeting.

Statement of directors' responsibilities

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

VERIGOLD JEWELLERY (UK) LIMITED

DIRECTORS' REPORT (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2014

Statement of disclosure to auditors

So far as the directors are aware, there is no relevant audit information of which the company's auditors are unaware. Additionally, the directors have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the company's auditors are aware of that information.

This report has been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.

On behalf of the board



Mr Dhruv Desai
Director
30 April 2014

VERIGOLD JEWELLERY (UK) LIMITED

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF VERIGOLD JEWELLERY (UK) LIMITED

We have audited the financial statements of Verigold Jewellery (UK) Limited for the year ended 31 March 2014 set out on pages 5 to 10. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As explained more fully in the Directors' Responsibilities Statement set out on pages 1 - 2, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Directors' Report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 March 2014 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

VERIGOLD JEWELLERY (UK) LIMITED

INDEPENDENT AUDITORS' REPORT (CONTINUED)

TO THE MEMBERS OF VERIGOLD JEWELLERY (UK) LIMITED

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the directors' report.



Michael Barnett BA (Econ) FCA (Senior Statutory Auditor)
for and on behalf of Richard Anthony and Company

27 May 2014

Chartered Accountants
Statutory Auditor
13 Station Road
Finchley
London
N3 2SB

VERIGOLD JEWELLERY (UK) LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2014

	Notes	2014 £	2013 £
Turnover		4,065,699	1,258,928
Cost of sales		(3,687,031)	(1,033,711)
Gross profit		<u>378,668</u>	<u>225,217</u>
Distribution costs		(2,573)	(1,972)
Administrative expenses		(299,746)	(240,202)
Profit/(loss) on ordinary activities before taxation	2	<u>76,349</u>	<u>(16,957)</u>
Tax on profit/(loss) on ordinary activities	3	(15,741)	446
Profit/(loss) for the year	9	<u><u>60,608</u></u>	<u><u>(16,511)</u></u>

VERIGOLD JEWELLERY (UK) LIMITED

BALANCE SHEET

AS AT 31 MARCH 2014

	Notes	2014		2013	
		£	£	£	£
Fixed assets					
Tangible assets	4		5,482		1,917
Current assets					
Stocks		1,105,949		549,836	
Debtors	5	1,610,938		351,993	
Cash at bank and in hand		402,897		33,038	
		<u>3,119,784</u>		<u>934,867</u>	
Creditors: amounts falling due within one year	6	<u>(2,834,840)</u>		<u>(706,966)</u>	
Net current assets			284,944		227,901
Total assets less current liabilities			<u>290,426</u>		<u>229,818</u>
			<u>290,426</u>		<u>229,818</u>
Capital and reserves					
Called up share capital	8		450,000		450,000
Profit and loss account	9		(159,574)		(220,182)
Shareholders' funds			<u>290,426</u>		<u>229,818</u>

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and the Financial Reporting Standard for Smaller Entities (effective April 2008).

Approved by the Board for issue on 30 April 2014

Mr Dhruv Desai
Director

Company Registration No. 06938895

VERIGOLD JEWELLERY (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2014

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated).

1.3 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Fixtures, fittings & equipment 25% straight line

1.5 Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

1.6 Group accounts

The financial statements present information about the company as an individual undertaking and not about its group. The company has not prepared group accounts as it is exempt from the requirement to do so by section 400 of the Companies Act 2006 as it is a subsidiary undertaking of Renaissance Jewellery Limited, a company incorporated in India, and is included in the consolidated accounts of that company.

2 Operating profit/(loss)	2014	2013
	£	£
Operating profit/(loss) is stated after charging:		
Depreciation of tangible assets	2,852	1,248
Auditors' remuneration	6,751	9,250
Directors' remuneration	51,000	3,750
	<u> </u>	<u> </u>
3 Taxation	2014	2013
	£	£
Deferred tax		
Deferred tax charge/credit current year	15,741	(446)
	<u> </u>	<u> </u>

The company has estimated losses of £ 168,594 (2013 - £ 247,298) available for carry forward against future trading profits.

VERIGOLD JEWELLERY (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2014

4 Tangible fixed assets

	Plant and machinery etc
	£
Cost	
At 1 April 2013	4,990
Additions	6,417
	<hr/>
At 31 March 2014	11,407
	<hr/>
Depreciation	
At 1 April 2013	3,073
Charge for the year	2,852
	<hr/>
At 31 March 2014	5,925
	<hr/>
Net book value	
At 31 March 2014	5,482
	<hr/> <hr/>
At 31 March 2013	1,917
	<hr/> <hr/>

5 Debtors

	2014	2013
	£	£
Trade debtors	1,560,329	260,915
Other debtors	16,890	41,618
Deferred tax asset (see note 7)	33,719	49,460
	<hr/>	<hr/>
	1,610,938	351,993
	<hr/> <hr/>	<hr/> <hr/>

6 Creditors: amounts falling due within one year

	2014	2013
	£	£
Trade creditors	17,433	40,459
Amounts owed to group undertakings and undertakings in which the company has a participating interest	2,567,513	640,842
Taxation and social security	90,492	7,007
Other creditors	159,402	18,658
	<hr/>	<hr/>
	2,834,840	706,966
	<hr/> <hr/>	<hr/> <hr/>

VERIGOLD JEWELLERY (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2014

7 Provisions for liabilities

The deferred tax asset (included in debtors, note 5) is made up as follows:

	2014 £
Balance at 1 April 2013	(49,460)
Profit and loss account	15,741
Balance at 31 March 2014	<u>(33,719)</u>

	2014 £	2013 £
Tax losses available	<u>(33,719)</u>	<u>(49,460)</u>

8 Share capital

	2014 £	2013 £
Allotted, called up and fully paid 450,000 Ordinary shares of £1 each	<u>450,000</u>	<u>450,000</u>

9 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 April 2013	(220,182)
Profit for the year	60,608
Balance at 31 March 2014	<u>(159,574)</u>

VERIGOLD JEWELLERY (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2014

10 Financial commitments

At 31 March 2014 the company was committed to making the following payments under non-cancellable operating leases in the year to 31 March 2015:

	2014 £	2013 £
Operating leases which expire:		
Within one year	-	7,729
Between two and five years	13,250	-
	<u>13,250</u>	<u>7,729</u>

11 Control

The ultimate parent company is Renaissance Jewellery Limited, a company registered in India.

Renaissance Jewellery Limited prepares group financial statements and copies can be obtained directly from them.

12 Related party relationships and transactions

The company has taken advantage of the exemption available in accordance with FRS 8 'Related party disclosures' not to disclose transactions entered into between two or more members of a group, as the company is a wholly owned subsidiary undertaking of the group to which it is party to the transactions.

VERIGOLD JEWELLERY (UK) LIMITED

DETAILED TRADING AND PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2014

	£	2014 £	£	2013 £
Turnover				
Sales		4,065,699		1,258,928
Cost of sales				
Opening stock of finished goods	549,836		247,677	
Purchases	4,012,512		1,252,120	
Other direct costs	67,357		29,145	
Duty and clearance costs	38,569		21,387	
Freight and Carriage costs	19,576		11,121	
Discounts allowed	186,878		9,581	
Profit/loss on foreign currency	(81,748)		12,516	
	4,792,980		1,583,547	
Closing stock of finished goods	(1,105,949)		(549,836)	
		(3,687,031)		(1,033,711)
Gross profit		378,668		225,217
Distribution costs	2,573		1,972	
Administrative expenses	299,746		240,202	
		(302,319)		(242,174)
Operating profit/(loss)		76,349		(16,957)
Profit/(loss) before taxation		76,349		(16,957)

VERIGOLD JEWELLERY (UK) LIMITED

SCHEDULE OF DISTRIBUTION COSTS AND ADMINISTRATIVE EXPENSES FOR THE YEAR ENDED 31 MARCH 2014

	2014 £	2013 £
Distribution costs		
Advertising	2,573	1,972
	<u>2,573</u>	<u>1,972</u>
Administrative expenses		
Wages and salaries (excl. N.I.)	127,443	149,213
Directors' remuneration	51,000	3,750
Employer's N.I. contributions	20,645	17,574
Rent	16,733	16,223
Rates	7,085	6,750
Insurance	4,119	1,521
Medical insurance	2,506	-
Light and heat	796	505
Repairs and maintenance	649	1,138
Printing, postage and stationery	2,194	1,584
Telephone	5,953	5,915
Computer running costs	1,505	1,114
Travelling expenses	34,483	19,266
Entertaining - non allowable	5,920	1,103
Legal and professional fees	719	716
Audit fees	6,751	9,250
Bank charges	2,050	1,680
Bad and doubtful debts	-	100
Sundry expenses	5,813	1,552
Subscriptions - allowable	530	-
Depreciation on FF & E	1,436	615
Depreciation on computer equipment	1,416	633
	<u>299,746</u>	<u>240,202</u>