

**Group Strategic Report, Directors' Report and**  
**Consolidated Financial Statements for the Year Ended 31 March 2021**  
**for**  
**BB (UK) Limited**

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**for the Year Ended 31 March 2021**

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**BB (UK) Limited**

**Company Information**  
**for the Year Ended 31 March 2021**

**Directors:** R Batra  
P Rudran  
N Santhanam

**Secretary:** P Rudran

**Registered office:** Unit 1, Colonial Business Park  
Colonial Way  
Watford  
Hertfordshire  
WD24 4PR

**Registered number:** 03395567 (England and Wales)

**Auditors:** SRV Delson  
Amba House  
2nd Floor Delson Suite  
15 College Road  
Harrow  
Middlesex  
HA1 1BA

**BB (UK) Limited**

**Group Strategic Report**  
**for the Year Ended 31 March 2021**

The directors hereby present their strategic report, Director's report and the audited financial statements of BB (UK) Limited for the year ended 31 March 2021. BB (UK) Ltd is a wholly owned subsidiary of Cravatex Ltd, which is a listed company in the Bombay Stock Exchange, India.

**Principal activities**

The principal activity of the Company during the year was that of design, manufacture, e-commerce and wholesale of "Fila" and "Sergio Tacchini" branded sportswear, casual wear and life style products consisting of footwear, apparel and accessories category for men, women and children.

**Business review and key performance indicators**

Despite the disturbance caused during the year due to the continuing pandemic and the consequential sales and supply chain impacts, the business during this year has delivered a reasonable performance. The company has two product divisions, namely Lifestyle and sportswear. The directors consider that the key financial performance indicators are those that monitor the performance in respect of each of these divisions. The key performance indicators used by the business are turnover, gross margin, season on season and year on year forward order books, debtor days, stock turnover days, sell through percentage in the newly developed product categories and the year on year growth in each market. Even though the company's forward sales order book had been under some pressure on a year-on-year basis, the turnover and gross margin had been maintained at a reasonable level despite the adverse effects of the pandemic during the year. The continuing impact of these are yet to be seen, which will be dependent on how the economy and customers recover in post the pandemic period. All of these impacts are reflected in the company's financial statements reported hereof.

**Principal risks and uncertainties**

Just like any other companies in this market sector, our company also continues to face number of risk including the new risk posed by the pandemic. The Board acknowledges that there are risks that may affect the company and actions have been taken to minimise or mitigate any such risk that can be either controlled or is insurable. The credit risk is mitigated by having credit insurance policies and also by following stringent credit control procedures. Currency rate exposures are minimised by booking forward foreign exchange contracts. Stock risk is controlled by encouraging forward orders from customers and by following careful stock purchasing and prompt stock liquidation policies. The company maintains robust quality control and perpetual checking process through its sourcing centres to minimise the risk of faulty or sub-standard products.

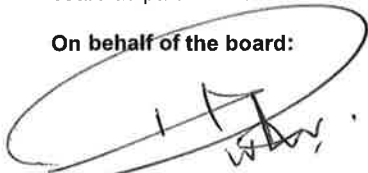
**Future developments**

The directors anticipate that the business environment will remain even more competitive due to the impacts of the Covid-19 pandemic and the Brexit. However, they believe that the company is in sound financial position and they remain confident that the company and its brands will bounce back in the foreseeable future. To survive and revive the directors have authorised an increased investments and changes in the company's research and development, logistics infrastructure, E-commerce platform and future growth areas.

**Research and development**

The company has currently put in place a perpetual improvement process to undertake research and development with the view to improving the performance of its two licensed brands and to enhance its product offers and to maintain its market edge over its competition. Investing on innovation and embracing future technologies are considered by the board as paramount.

On behalf of the board:



P Rudran - Director

22 June 2021

**BB (UK) Limited**

**Directors' Report**  
**for the Year Ended 31 March 2021**

The directors present their report with the financial statements of the company and the group for the year ended 31 March 2021.

**Incorporation**

The group was incorporated on 29 October 2020.

**Dividends**

The total distribution of dividends for the year ended 31 March 2021 will be £550,000.

The directors recommend payment of a dividend of £11.00 per share for the year under review.

The profit after tax and dividends for the financial year will therefore be taken to reserves

**Future developments**

The future development of the company has been reported in the strategic report.

**Events since the end of the year**

Information relating to events since the end of the year is given in the notes to the financial statements.

**Directors**

The directors shown below have held office during the whole of the period from 1 April 2020 to the date of this report.

R Batra  
P Rudran  
N Santhanam

All the directors, being eligible, offer themselves for election at the forthcoming first Annual General Meeting.

**Financial instruments**

The period of unprecedented market pressures on consumers continues as did falling demand for the luxury and branded goods.

Continued market conditions and currency fluctuation in input costs and intense competition can adversely impact the growth and profitability as well as capability to execute long term plans.

In the current highly competitive and volatile market, the company continues to pursue strategies to explore new streams of revenue. The directors expect the environment to remain highly competitive in 2020 / 2021 but are confident that the company is well positioned to deal with such market risks and challenges.

Competition, market volatility, economic condition and currency fluctuations remain the principal risk and the company has implemented programs to increase efficiency in logistics and raise the standard of service in order to maintain its strong market position. Management is constantly striving to reduce base costs and improve its profit margin.

Foreign exchange exposure is a risk area with the products purchased and sold in various currencies. However, the company mitigates these risks by utilising its forward currency booking options.

Recoverability of trade debts is a risk in the current economic climate and the company constantly monitors its customers' credit worthiness and credit insurance covers.

Due to the straightforward nature of the business, the directors are of the opinion that analysis using key performance indicators is not necessary for an understanding of the development, performance or position of the business.

**BB (UK) Limited**

**Directors' Report**  
**for the Year Ended 31 March 2021**

**Employment of disabled persons**

The Company operates an equal opportunities policy. The aim of this policy is to ensure that there should be equal opportunity for all and this applies to external recruitment and internal appointments, terms of employment, conditions of service and opportunity for training and promotion regardless of gender, ethnic origin or disability.

Disabled persons are given full and fair consideration for all types of vacancy in as much as the opportunities available are constrained by the practical limitations of the disability. Should for whatever reason, an employee of the Company become disabled whilst in employment, every step, where appropriate, will be taken to (i) assist with rehabilitation and (ii) arrange suitable retraining. The Company maintains its own health, safety and environmental policies covering all aspects of its operations. Regular meetings and inspections take place to ensure all legal requirements are adhered to and that the Company is responsible for the needs of the employees and the environment.

**Employee involvement**

Within the bounds of commercial confidentiality, the Company endeavours to keep staff at all levels informed of matters that affect the progress of the Company and are of interest to them as employees.

**Events after the end of the reporting period**

The Covid-19 pandemic and the consequential adverse economic, social, infrastructure and financial impacts in the world and the industry are the important factors to mention as the post balance sheet events.

**Disclosure of information in the strategic report.**

The company has chosen in accordance with s.414C(11) Companies Act 2006 to set out in the company's strategic report information required by Schedule 7 of the Large and Medium-sized Companies and Groups (Accounts and Reports) Regulations 2008 to be contained in the directors' report.

**Statement of directors' responsibilities**

The directors are responsible for preparing the Group Strategic Report, 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 International Financial Reporting Standards as adopted by the European Union. 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 the group and of the profit or loss of the group 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 and the group's transactions and disclose with reasonable accuracy at any time the financial position of the company and the group 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 the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**Statement as to disclosure of information to auditors**

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the group's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the group's auditors are aware of that information.

**Auditors**

The auditors, SRV Delson, will be proposed for re-appointment at the forthcoming Annual General Meeting.

**On behalf of the board:**



P Rudran - Director

22 June 2021

**Report of the Independent Auditors to the Members of**  
**BB (UK) Limited**

**Opinion**

We have audited the financial statements of BB (UK) Limited (the 'parent company') and its subsidiaries (the 'group') for the year ended 31 March 2021 which comprise the Consolidated Statement of Profit or Loss, the Consolidated Statement of Profit or Loss and Other Comprehensive Income, the Consolidated Statement of Financial Position, the Company Statement of Financial Position, the Consolidated Statement of Changes in Equity, the Company Statement of Changes in Equity, the Consolidated Statement of Cash Flows and Notes to the Consolidated Statement of Cash Flows, Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and International Financial Reporting Standards (IFRSs) as adopted by the European Union and, as regards the parent company financial statements, as applied in accordance with the provisions of the Companies Act 2006.

In our opinion:

- the financial statements give a true and fair view of the state of the group's and of the parent company's affairs as at 31 March 2021 and of the group's profit for the year then ended;
- the group financial statements have been properly prepared in accordance with IFRSs as adopted by the European Union;
- the parent company financial statements have been properly prepared in accordance with IFRSs as adopted by the European Union and as applied in accordance with the provisions of the Companies Act 2006; and
- the financial statements have been prepared in accordance with the requirements of the Companies Act 2006.

**Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Conclusions relating to going concern**

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the group's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

**Other information**

The directors are responsible for the other information. The other information comprises the information in the Group Strategic Report and the Directors' Report, but does not include the financial statements and our Report of the Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

**Opinions on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Group Strategic Report and the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Group Strategic Report and the Directors' Report have been prepared in accordance with applicable legal requirements.

**Report of the Independent Auditors to the Members of  
BB (UK) Limited**

**Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the group and the parent company and its environment obtained in the course of the audit, we have not identified material misstatements in the Group Strategic Report or the Directors' Report.

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 by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company 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.

**Responsibilities of directors**

As explained more fully in the Statement of Directors' Responsibilities set out on page four, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the group's and the parent company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the group or the parent company or to cease operations, or have no realistic alternative but to do so.

**Auditors' responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Auditors.

**Use of our report**

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 a Report of the Auditors 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.



Sailesh Rameshchandra Vaghjee (Senior Statutory Auditor)  
for and on behalf of SRV Delson  
Amba House  
2nd Floor Delson Suite  
15 College Road  
Harrow  
Middlesex  
HA1 1BA

22 June 2021



**BB (UK) Limited**

**Consolidated Statement of Profit or Loss  
for the Year Ended 31 March 2021**

	Notes	£
<b>Continuing operations</b>		
Revenue		41,136,371
Cost of sales		(29,493,369)
<b>Gross profit</b>		<u>11,643,002</u>
Other operating income		464,545
Distribution costs		(785,126)
Administrative expenses		(9,684,500)
<b>Operating profit</b>		<u>1,637,921</u>
Finance costs	4	(9,210)
<b>Profit before income tax</b>	5	<u>1,628,711</u>
Income tax	6	(40,982)
<b>Profit for the year</b>		<u><u>1,587,729</u></u>
Profit attributable to: Owners of the parent		<u><u>1,587,729</u></u>

The notes form part of these financial statements

**BB (UK) Limited**

**Consolidated Statement of Profit or Loss and Other Comprehensive Income**  
**for the Year Ended 31 March 2021**

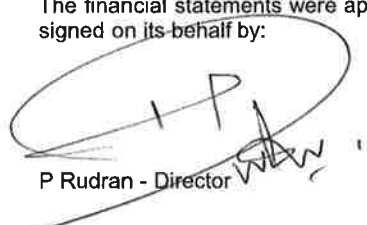
	£
<b>Profit for the year</b>	1,587,729
<b>Other comprehensive income</b>	-
<b>Total comprehensive income for the year</b>	<u>1,587,729</u>
Total comprehensive income attributable to: Owners of the parent	<u>1,587,729</u>

The notes form part of these financial statements

**Consolidated Statement of Financial Position**  
**31 March 2021**

	Notes	£
<b>Assets</b>		
<b>Non-current assets</b>		
Intangible assets	10	-
Property, plant and equipment	11	295,712
Investments	12	-
		<hr/>
		295,712
<b>Current assets</b>		
Inventories	13	5,359,173
Trade and other receivables	14	5,744,303
Cash and cash equivalents	15	2,548,206
		<hr/>
		13,651,682
		<hr/>
<b>Total assets</b>		<b>13,947,394</b>
<b>Equity</b>		
<b>Shareholders' equity</b>		
Called up share capital	16	50,000
Share premium	17	4,557
Retained earnings	17	6,301,143
		<hr/>
<b>Total equity</b>		<b>6,355,700</b>
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
Deferred tax	19	37,085
		<hr/>
<b>Current liabilities</b>		
Trade and other payables	18	7,382,429
Tax payable		172,180
		<hr/>
		7,554,609
		<hr/>
<b>Total liabilities</b>		<b>7,591,694</b>
		<hr/>
<b>Total equity and liabilities</b>		<b>13,947,394</b>
		<hr/>

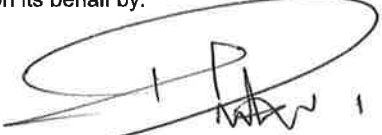
The financial statements were approved by the Board of Directors and authorised for issue on 22 June 2021 and were signed on its behalf by:

  
P Rudran - Director

**Company Statement of Financial Position**  
**31 March 2021**

	Notes	£
<b>Assets</b>		
<b>Non-current assets</b>		
Intangible assets	10	-
Property, plant and equipment	11	295,712
Investments	12	21,347
		<u>317,059</u>
<b>Current assets</b>		
Inventories	13	4,851,782
Trade and other receivables	14	5,967,181
Cash and cash equivalents	15	2,537,292
		<u>13,356,255</u>
<b>Total assets</b>		<u><u>13,673,314</u></u>
<b>Equity</b>		
<b>Shareholders' equity</b>		
Called up share capital	16	50,000
Share premium	17	4,557
Retained earnings	17	6,327,325
		<u>6,381,882</u>
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
Deferred tax	19	37,085
<b>Current liabilities</b>		
Trade and other payables	18	7,082,167
Tax payable		172,180
		<u>7,254,347</u>
<b>Total liabilities</b>		<u>7,291,432</u>
<b>Total equity and liabilities</b>		<u><u>13,673,314</u></u>

The financial statements were approved by the Board of Directors and authorised for issue on 22 June 2021 and were signed on its behalf by:

  
P Rudran - Director

The notes form part of these financial statements

**BB (UK) Limited**

**Consolidated Statement of Changes in Equity  
for the Year Ended 31 March 2021**

	<b>Called up share capital £</b>	<b>Retained earnings £</b>	<b>Share premium £</b>	<b>Total equity £</b>
<b>Changes in equity</b>				
Issue of share capital	50,000	-	-	50,000
Dividends	-	(550,000)	-	(550,000)
Total comprehensive income	-	1,587,729	-	1,587,729
<b>Balance at 31 March 2021</b>	<b>50,000</b>	<b>1,037,729</b>	<b>-</b>	<b>1,087,729</b>

The notes form part of these financial statements

**BB (UK) Limited**

**Company Statement of Changes in Equity**  
**for the Year Ended 31 March 2021**

	<b>Called up share capital £</b>	<b>Retained earnings £</b>	<b>Share premium £</b>	<b>Total equity £</b>
<b>Changes in equity</b>				
Issue of share capital	50,000	-	-	50,000
Dividends	-	(550,000)	-	(550,000)
Total comprehensive income	-	1,613,911	-	1,613,911
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Balance at 31 March 2021</b>	<b>50,000</b>	<b>1,063,911</b>	<b>-</b>	<b>1,113,911</b>
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

The notes form part of these financial statements

**BB (UK) Limited**

**Consolidated Statement of Cash Flows  
for the Year Ended 31 March 2021**

		£
<b>Cash flows from operating activities</b>		
Cash generated from operations	1	3,023,196
Interest paid		(9,210)
Tax paid		131,198
		<hr/>
Net cash from operating activities		3,145,184
		<hr/>
<b>Cash flows from investing activities</b>		
Purchase of tangible fixed assets		(97,228)
Sale of tangible fixed assets		250
		<hr/>
Net cash from investing activities		(96,978)
		<hr/>
<b>Cash flows from financing activities</b>		
Share issue		50,000
Equity dividends paid		(550,000)
		<hr/>
Net cash from financing activities		(500,000)
		<hr/>
<b>Increase in cash and cash equivalents</b>		<b>2,548,206</b>
<b>Cash and cash equivalents at beginning of year</b>	<b>2</b>	<b>-</b>
		<hr/>
<b>Cash and cash equivalents at end of year</b>	<b>2</b>	<b>2,548,206</b>
		<hr/> <hr/>

The notes form part of these financial statements

**BB (UK) Limited**

**Notes to the Consolidated Statement of Cash Flows**  
**for the Year Ended 31 March 2021**

1. **Reconciliation of profit before income tax to cash generated from operations**

	<b>£</b>
Profit before income tax	1,628,711
Depreciation charges	196,221
Profit on disposal of fixed assets	(250)
Government grants	(454,849)
Finance costs	9,210
	<hr/>
	1,379,043
Increase in inventories	(5,359,173)
Increase in trade and other receivables	(379,103)
Increase in trade and other payables	7,382,429
	<hr/>
<b>Cash generated from operations</b>	<b>3,023,196</b>
	<hr/> <hr/>

2. **Cash and cash equivalents**

The amounts disclosed on the Statement of Cash Flows in respect of cash and cash equivalents are in respect of these Statement of Financial Position amounts:

**Year ended 31 March 2021**

	31.3.21	1.4.20
	£	£
Cash and cash equivalents	2,548,206	-
	<hr/> <hr/>	<hr/> <hr/>

The notes form part of these financial statements



**Notes to the Consolidated Financial Statements**  
**for the Year Ended 31 March 2021**

**1. Statutory information**

BB (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 General Information page.

The presentation currency of the financial statements is in Pound Sterling (GB£).

**2. Accounting policies**

**Basis of preparation**

These financial statements have been prepared in accordance with International Financial Reporting Standards and IFRIC interpretations and with those parts of the Companies Act 2006 applicable to companies reporting under IFRS. The financial statements have been prepared under the historical cost convention.

**Revenue recognition**

Turnover is measured at the fair value of the consideration received or receivable for goods supplied and services rendered, net of discounts and Value Added Tax.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership have transferred to the buyer, usually on despatch of the goods; the amount of revenue can be measured reliably; it is probable that the associated economic benefits will flow to the entity and the costs incurred or to be incurred in respect of the transactions can be measured reliably.

Revenue from the rendering of services is measured by reference to the stage of completion of the service transaction at the end of the reporting period provided that the outcome can be reliably estimated. When the outcome cannot be reliably estimated, revenue is recognised only to the extent that expenses recognised are recoverable

**Property, plant and equipment**

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

Fixtures and fittings - at varying rates on cost

**Financial instruments**

Financial instruments carried on the statement of financial position include cash and cash equivalents and accruals. The particular recognition methods adopted are disclosed in the individual policy statements associated with each item.

The company enters into foreign currency contracts to mitigate the exchange rate risks.

The forward currency contracts are measured at fair value using forward exchange rates.

**Inventories**

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

**Taxation**

Current taxes are based on the results shown in the financial statements and are calculated according to local tax rules, using tax rates enacted or substantially enacted by the statement of financial position date.

**Research and development**

Research expenditure is written off in the year in which it is incurred.

Development expenditure incurred is capitalised as an intangible asset only when all of the following criteria are met:

It is technically feasible to complete the intangible asset so that it will be available for use or sale;

There is the intention to complete the intangible asset and use or sell it;

There is the ability to use or sell the intangible asset;

The use or sale of the intangible asset will generate probable future economic benefits;

There are adequate technical, financial and other resources available to complete the development and to use or sell the intangible asset; and

The expenditure attributable to the intangible asset during its development can be measured reliably.

Expenditure that does not meet the above criteria is expensed as incurred

**Notes to the Consolidated Financial Statements - continued  
for the Year Ended 31 March 2021**

**2. Accounting policies - continued**

**Foreign currencies**

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the statement of financial position date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

**Employee benefit costs**

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme is charged to the income statement in the period to which they relate

**3. Employees and directors**

	<b>£</b>
Wages and salaries	3,348,690
Social security costs	315,408
Other pension costs	127,890
	3,791,988

The average number of employees during the year was as follows:

Production Staff	5
Distribution Staff	13
Administrative Staff	12
Design and Development	27
	57

The salary paid to the highest paid director for the period is £1,002,646

**4. Net finance costs**

	<b>£</b>
Finance costs:	
Bank interest	9,210
	9,210

**5. Profit before income tax**

The profit before income tax is stated after charging/(crediting):

	<b>£</b>
Cost of inventories recognised as expense	29,493,369
Depreciation - owned assets	196,220
Profit on disposal of fixed assets	(250)
Auditors' remuneration	22,624
	29,711,963

**6. Income tax**

**Analysis of tax expense**

	<b>£</b>
Current tax:	
Tax	360,114
Corporation Tax Adjust re p/y	(319,132)
	40,982
Total tax expense in consolidated statement of profit or loss	40,982

**7. Profit of parent company**

As permitted by Section 408 of the Companies Act 2006, the income statement of the parent company is not presented as part of these financial statements. The parent company's profit for the financial year was £1,613,911.

**BB (UK) Limited**

**Notes to the Consolidated Financial Statements - continued  
for the Year Ended 31 March 2021**

8. **Dividends**

Final	£ 550,000
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9. **Going concern**

In preparing the financial statements the directors have taken into account all the information that could reasonably be expected to be available together with their continued support

The company is dependent on the availability of orders and the continuous conditions of Covid 19 around the world are having significant impact upon the orders and the conditions remain challenging.

Based on the results of the company the board consider that the company has sufficient confirmed future orders to maintain its profitability. The directors have reasonable expectations and adequate resources that the company will be able to continue in operations and meet its liabilities as they fall due.

On this basis the financial statements have been prepared by using the going concern basis of accounting because there are no material uncertainties related to events and conditions that may cast significant doubt about the ability of the company to continue as a going concern.

10. **Intangible assets**

**Group**

	<b>Computer software £</b>
<b>Cost</b>	
At 1 April 2020 and 31 March 2021	<u>24,727</u>
<b>Amortisation</b>	
At 1 April 2020 and 31 March 2021	<u>24,727</u>
<b>Net book value</b>	
At 31 March 2021	<u>-</u>
At 31 March 2020	<u>-</u>

**Company**

	<b>Computer software £</b>
<b>Cost</b>	
At 1 April 2020 and 31 March 2021	<u>24,727</u>
<b>Amortisation</b>	
At 1 April 2020 and 31 March 2021	<u>24,727</u>
<b>Net book value</b>	
At 31 March 2021	<u>-</u>

**BB (UK) Limited**

**Notes to the Consolidated Financial Statements - continued  
for the Year Ended 31 March 2021**

**11. Property, plant and equipment**

**Group**

	<b>Fixtures and fittings £</b>	<b>Motor vehicles £</b>	<b>Totals £</b>
<b>Cost</b>			
At 1 April 2020	719,143	5,950	725,093
Additions	89,998	7,230	97,228
Disposals	-	(5,950)	(5,950)
	<hr/>	<hr/>	<hr/>
At 31 March 2021	809,141	7,230	816,371
<b>Depreciation</b>			
At 1 April 2020	325,100	5,289	330,389
Charge for year	194,744	1,476	196,220
Eliminated on disposal	-	(5,950)	(5,950)
	<hr/>	<hr/>	<hr/>
At 31 March 2021	519,844	815	520,659
<b>Net book value</b>			
At 31 March 2021	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
At 31 March 2020	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

**12. Investments**

**Company**

	<b>Shares in group undertaking £</b>
<b>Cost</b>	
Additions	21,347
	<hr/>
At 31 March 2021	21,347
<b>Net book value</b>	
At 31 March 2021	<hr/> <hr/>

**13. Inventories**

	<b>Group £</b>	<b>Company £</b>
Finished goods	5,359,173	4,851,782
	<hr/>	<hr/>

**14. Trade and other receivables**

	<b>Group £</b>	<b>Company £</b>
<b>Current:</b>		
Trade debtors	4,714,580	4,702,843
Credit Note Provisions	(100,714)	(100,714)
Bad Debt Provision	(137,224)	(137,224)
Other debtors	518,748	493,921
Amounts Owed by 1 Connected Co	-	259,442
VAT	392,313	392,313
Prepayments	356,600	356,600
	<hr/>	<hr/>
	5,744,303	5,967,181
	<hr/> <hr/>	<hr/> <hr/>

**BB (UK) Limited**

**Notes to the Consolidated Financial Statements - continued  
for the Year Ended 31 March 2021**

**15. Cash and cash equivalents**

	<b>Group</b>	<b>Company</b>
	£	£
Cash in hand	120	120
Bank deposit account	2,548,086	2,537,172
	<u>2,548,206</u>	<u>2,537,292</u>

**16. Called up share capital**

<b>Allotted, issued and fully paid:</b>			
<b>Number:</b>	<b>Class:</b>	<b>Nominal value:</b>	<b>£</b>
50,000	Ordinary	£1	<u>50,000</u>

The shares have full rights with regards to voting, participation and dividends.

**17. Reserves**

<b>Group</b>	<b>Retained earnings</b>	<b>Share premium</b>	<b>Totals</b>
	£	£	£
At 1 April 2020	5,263,414	4,557	5,267,971
Profit for the year	1,587,729		1,587,729
Dividends	(550,000)		(550,000)
At 31 March 2021	<u>6,301,143</u>	<u>4,557</u>	<u>6,305,700</u>
<b>Company</b>	<b>Retained earnings</b>	<b>Share premium</b>	<b>Totals</b>
	£	£	£
At 1 April 2020	5,263,414	4,557	5,267,971
Profit for the year	1,613,911		1,613,911
Dividends	(550,000)		(550,000)
At 31 March 2021	<u>6,327,325</u>	<u>4,557</u>	<u>6,331,882</u>

The share premium, profit and loss reserves include all current and prior retained period profits and losses.

**18. Trade and other payables**

	<b>Group</b>	<b>Company</b>
	£	£
Current:		
Trade creditors	4,981,494	4,700,180
Social security and other taxes	528,491	528,491
Other creditors	1,060,184	1,060,184
Accruals and deferred income	812,260	793,312
	<u>7,382,429</u>	<u>7,082,167</u>

**19. Deferred tax**

The deferred tax as at the year end was £37,085

**BB (UK) Limited**

**Notes to the Consolidated Financial Statements - continued**  
**for the Year Ended 31 March 2021**

**20. Ultimate parent company**

The company is a wholly owned subsidiary of Cravatex Limited which is a listed company in the Bombay Stock Exchange.

**21. Related party disclosures**

During the year the company paid fees, expenses and subsistence of £150,396 (31 March 2020 £150,000) to Rudy & Sons Ltd, a company in which P Rudran is also a director.

All transactions have been carried out on an arms length basis and ordinary course of business

**22. Events after the reporting period**

There are no material adjusting post balance sheet events after the year end

**23. Ultimate controlling party**

The ultimate controlling interest is held by Cravatex Limited.