

Registered number
03684340

Interest number
34340

T G Commodities Limited
Report and Financial Statements
30 November 2018

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T G Commodities Limited
Report and accounts
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T G Commodities Limited
Company Information

Director

Parduman Gupta

Secretary

Surinder Jolly

Auditors

Taparia Consultants Limited
Chartered Accountants & Registered Auditors
Watersmeet
Willow Avenue
New Denham
Uxbridge
UB9 4AF

Bankers

Royal Bank of Scotland
Threadneedle St Branch
P O Box 412, 62-63 Threadneedle Street
London
EC2R 8LA

Bank of Baroda
Southall Branch
86 The Broadway
Southall
UB1 1QD

Registered office

Watersmeet
Willow Avenue
New Denham
Uxbridge
UB9 4AF

Registered number

03684340

T G Commodities Limited

Registered number: 03684340

Director's Report

The director presents his report and financial statements for the year ended 30 November 2018.

Principal activities

The company's principal activity during the year continued to be that of general metal trading. The profit for the period after taxation, amounted to \$335,657 (2017: \$299,661,). The director recommends that no dividend will be paid this year.

Disclosure of information in the Strategic Report

In accordance with the requirements of the Companies Act 2006 (Strategic report and Directors' report) Regulations 2013, the Strategic report has been provided on page 4 of these financial statements.

Director

The following person served as director during the year:

Parduman Gupta

Future Developments

The Company plans to continue with expansion plans over the forthcoming period.

Director's responsibilities

The director is responsible for preparing the report and financial statements in accordance with applicable law and regulations.

Company law requires the director to prepare financial statements for each financial year. Under that law the director has elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (Financial Reporting Standard 102 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 director is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is 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 him to ensure that the financial statements comply with the Companies Act 2006. He is 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.

T G Commodities Limited

Registered number: 03684340

Director's Report

Disclosure of information to auditors

The director confirms that:

- so far as he is aware, there is no relevant audit information of which the company's auditor is unaware; and
- he 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 company's auditor is aware of that information.

Post balance sheet events

No significant events affecting the company have occurred since the year end.

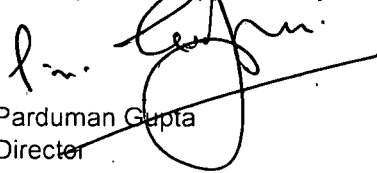
Auditors

The auditors Taparia Consultants Limited will be proposed for re appointment in accordance with section 485 of the Companies Act 2006.

Strategic report

The Company has chosen to include several items in the strategic report which would otherwise be required to be disclosed in the Directors report. This includes information on the exposure to price risk, credit risk, liquidity risk and foreign currency risk.

This report was approved by the board on 30 September 2019 and signed on its behalf.



Parduman Gupta
Director

T G Commodities Limited

Registered number: 03684340

Strategic Report

The results for the year and the financial position of the company are shown in the annexed financial statements.

Review of the Business and Future Developments

The board of directors are satisfied with the performance of the company during the financial period ended 30 November 2018 and considers it an operationally successful year. The company has experienced a modest growth in turnover, which management feels is sustainable.

The company's principal activity during the financial year continued to be that of trading in ferrous and non ferrous metals.

During the year the company achieved a 1.3% increase in turnover compared to previous year. The company's gross profit margin of 0.09% is consistent with the board's expectations.

The board believes that the company has now firmly established itself in the market and expects that it will continue to grow in the future.

Key performance indicators

KPI's	Purpose	2018	2017
Turnover	Measure of the company's success in growing revenue in a process of achieving its objective to improve customer base and global reach.	\$595M	\$588M
Operating profit	Measure used for the assessment of operating performances as it represents the operating profitability of the company excluding interest income and expense.	\$414,699	\$363,904

Principal risks and uncertainties

Liquidity risk

The company manages liquidity risk by maintaining access to a number of sources of funding which are sufficient to meet anticipated funding requirements. The director reviews the company's on-going liquidity risks regularly and constantly keeps a tab on debtors receivable and creditors payable.

Commodity price risk

The company seeks to mitigate its commodity pricing exposure principally through limiting the period in which the Company is exposed to the fluctuation in commodity price. The company also reduces exposure by engaging primarily in back to back deals.

Credit Risk

Credit risk is the risk that a counter party will fail to discharge its obligations and create a financial loss. The Company seeks to mitigate its exposure to Credit risk by undertaking ongoing risk assessment procedures on counterparties.

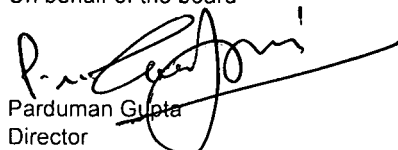
Foreign Currency risk

The company has transactional currency exposures arising from sales and purchases in foreign currencies. The company manages this risk by matching sales and purchases with the same currency, whenever possible. In order to avoid exchange fluctuation distorting the financial results of the company it reports its financial statements in US Dollars which is its main trading currency.

Going concern

The Director, having reviewed the accounts and after making appropriate enquiries, considers that the company has adequate resources to continue in operational existence for the foreseeable future and has therefore continued to adopt the going concern basis in preparing the financial statements.

On behalf of the board



Parduman Gupta
Director
30 September 2019

T G Commodities Limited
Independent auditor's report
to the members of T G Commodities Limited

Opinion

We have audited the financial statements of T G Commodities Limited for the year ended 30 November 2018 which comprise the Income Statement, the Statement of Comprehensive Income, the Statement of Financial Position, the Statement of Changes in Equity, the Statement of Cash Flows and 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 United Kingdom Accounting Standards, including FRS 102 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

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 auditor's 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.

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 30 November 2018 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis of 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 Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the company 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 company'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 other information comprises the information included in the report and financial statements, other than the financial statements and our auditor's report thereon. The directors are responsible for the other information. 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 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 strategic report and the directors' report have been prepared in accordance with applicable legal requirements.

T G Commodities Limited
Independent auditor's report
to the members of T G Commodities Limited

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report or the directors' report.

We have nothing to report in respect of the following matters in relation to which 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;

Responsibilities of directors

As explained more fully in the directors' responsibilities statement, 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 is 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 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 company or to cease operations, or have no realistic alternative but to do so.

Auditor's 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 an auditor's report 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. This description forms part of our auditor's report.



Sudhir Taparia
(Senior Statutory Auditor)
for and on behalf of
Taparia Consultants Limited
Chartered Accountants and Statutory Auditors
30 September 2019

Watersmeet
Willow Avenue
New Denham
Uxbridge
UB9 4AF



T G Commodities Limited
Income Statement
for the year ended 30 November 2018


	Notes	2018 \$	2017 \$
Turnover	2	595,477,951	588,047,799
Cost of sales		(594,946,834)	(587,537,317)
Gross profit		<u>531,117</u>	<u>510,482</u>
Administrative expenses		(116,418)	(146,578)
Operating profit	3	<u>414,699</u>	<u>363,904</u>
Profit on sale of fixed assets		-	1,833,120
Loss on the disposal of investments		-	(1,810,720)
Interest receivable		-	68
Interest payable	4	(308)	(14,992)
Profit on ordinary activities before taxation		<u>414,391</u>	<u>371,380</u>
Tax on profit on ordinary activities	5	(78,734)	(71,719)
Profit for the financial year		<u>335,657</u>	<u>299,661</u>

All the activities of the company are from continuing operations.

T G Commodities Limited
Statement of Financial Position
as at 30 November 2018

	Notes	2018 \$	2017 \$
Current assets			
Debtors	6	28,893,330	24,874,527
Cash at bank and in hand		<u>2,608</u>	<u>3,450</u>
		28,895,938	24,877,977
Creditors: amounts falling due within one year			
	7	(27,244,482)	(23,562,178)
Net current assets		<u>1,651,456</u>	<u>1,315,799</u>
Net assets		<u>1,651,456</u>	<u>1,315,799</u>
Capital and reserves			
Called up share capital	8	500,000	500,000
Profit and loss account	9	1,151,456	815,799
Total equity		<u>1,651,456</u>	<u>1,315,799</u>

These financial statements were approved by the board of directors and authorised for issue on 30 September 2019 and are signed on behalf of the board by:


Parduman Gupta
Director
Company No: 03684340

T G Commodities Limited
Statement of Changes in Equity
for the year ended 30 November 2018

	Share capital	Profit and loss account	Total
	\$	\$	\$
At 1 December 2016	500,000	516,138	1,016,138
Profit for the financial year		299,661	299,661
At 30 November 2017	<u>500,000</u>	<u>815,799</u>	<u>1,315,799</u>
At 1 December 2017	500,000	815,799	1,315,799
Profit for the financial year		335,657	335,657
At 30 November 2018	<u>500,000</u>	<u>1,151,456</u>	<u>1,651,456</u>

T G Commodities Limited
Statement of Cash Flows
for the year ended 30 November 2018

	2018	2017
	\$	\$
Operating activities		
Profit for the financial year	335,657	299,661
Adjustments for:		
Profit on sale of fixed assets	-	(1,833,120)
Loss on the disposal of investments	-	1,810,720
Interest receivable	-	(68)
Interest payable	308	14,992
Tax on profit on ordinary activities	78,734	71,719
Increase in debtors	(4,018,803)	(3,197,656)
Increase/(decrease) in creditors	3,673,775	(579,546)
	<u>69,671</u>	<u>(3,413,298)</u>
Interest received	-	68
Interest paid	(308)	(14,992)
Corporation tax paid	(70,204)	4,675
	<u>(841)</u>	<u>(3,423,547)</u>
Investing activities		
Payments to acquire tangible fixed assets	-	(4,355,900)
Proceeds from sale of tangible fixed assets	-	6,189,020
Proceeds from sale of investments	-	1,589,280
	<u>-</u>	<u>3,422,400</u>
Net cash used		
Cash used in operating activities	(841)	(3,423,547)
Cash generated by investing activities	-	3,422,400
	<u>(841)</u>	<u>(1,147)</u>
Cash and cash equivalents at 1 December	3,449	4,597
Cash and cash equivalents at 30 November	<u>2,608</u>	<u>3,450</u>
Cash and cash equivalents comprise:		
Cash at bank	<u>2,608</u>	<u>3,450</u>

T G Commodities Limited
Notes to the Accounts
for the year ended 30 November 2018

1 Summary of significant accounting policies

Basis of preparation

The financial statements have been prepared under the historical cost convention and in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland.

Turnover

Turnover from metal trading represents amounts receivable, net of value added tax and discounts. Turnover from metal trading is recognised when the risk and rewards of ownership of commodities have transferred to the customer in accordance with the International Commercial Terms 2010 (INCO Terms) and represents the invoice of commodities sold net of VAT.

Taxation

A current tax liability is recognised for the tax payable on the taxable profit of the current and past periods. A current tax asset is recognised in respect of a tax loss that can be carried back to recover tax paid in a previous period. Deferred tax is recognised in respect of all timing differences between the recognition of income and expenses in the financial statements and their inclusion in tax assessments. 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. 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, except for revalued land and investment property where the tax rate that applies to the sale of the asset is used. Current and deferred tax assets and liabilities are not discounted.

Foreign currency translation

Transactions in foreign currencies are initially recognised at the rate of exchange ruling at the date of the transaction.

At the end of each reporting period foreign currency monetary items are translated at the closing rate of exchange. Non-monetary items that are measured at historical cost are translated at the rate ruling at the date of the transaction. All differences are charged to profit or loss.

Judgements and key sources of estimation uncertainty

In the application of the company's accounting policies, the director is required to make judgements; estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

T G Commodities Limited
Notes to the Accounts
for the year ended 30 November 2018

2 Analysis of turnover	2018	2017
	\$	\$
Sale of goods	<u>595,477,951</u>	<u>588,047,799</u>
By geographical market:		
UK	120,619,694	119,114,646
Rest of world	<u>474,858,257</u>	<u>468,933,153</u>
	<u>595,477,951</u>	<u>588,047,799</u>

3 Operating profit	2018	2017
	\$	\$
This is stated after charging:		
Auditors' remuneration for audit services	20,049	17,357
Auditors' remuneration for other services	<u>320</u>	<u>- 345</u>

4 Interest payable	2018	2017
	\$	\$
Bank loans and overdrafts	-	14,992
Other	<u>308</u>	<u>-</u>
	<u>308</u>	<u>14,992</u>

5 Taxation	2018	2017
	\$	\$
Analysis of charge in period		
Current tax:		
UK corporation tax on profits of the period	78,734	71,719
	<u>78,734</u>	<u>71,719</u>
Tax on profit on ordinary activities	<u>78,734</u>	<u>71,719</u>

Factors affecting tax charge for period

The differences between the tax assessed for the period and the standard rate of corporation tax are explained as follows:

	2018	2017
	\$	\$
Profit on ordinary activities before tax	<u>414,391</u>	<u>371,380</u>
Standard rate of corporation tax in the UK	19%	19%
	\$	\$
Profit on ordinary activities multiplied by the standard rate of corporation tax	78,734	70,562
Effects of:		
Expenses not deductible for tax purposes	-	1,157
Current tax charge for period	<u>78,734</u>	<u>71,719</u>

T G Commodities Limited
Notes to the Accounts
for the year ended 30 November 2018

6 Debtors	2018	2017
	\$	\$
Trade debtors	<u>28,893,330</u>	<u>24,874,527</u>

7 Creditors: amounts falling due within one year	2018	2017
	\$	\$
Trade creditors	27,073,380	23,354,710
Corporation tax	150,453	141,923
Other creditors	370	65,545
Accruals and deferred income	<u>20,279</u>	<u>-</u>
	<u>27,244,482</u>	<u>23,562,178</u>

8 Share capital	2018	2017
	\$	\$
Alotted, called up and fully paid:		
Ordinary shares	<u>500,000</u>	<u>500,000</u>

Issued share capital has full voting rights and rights to participate in the distribution of dividends and repayment of capital.

9 Profit and loss account	2018	2017
	\$	\$
At 1 December	815,799	516,138
Profit for the financial year	335,657	299,661
At 30 November	<u>1,151,456</u>	<u>815,799</u>

10 Related party transactions

The company is under the control of Mr S K Gupta throughout the current and previous year. Mr S K Gupta is the ultimate beneficial owner.

For the year to 30 November 2018, the company traded with other companies under common control situated throughout the world, in terms of both sales of \$ Nil (2017: \$6,748,829) and purchases of \$ Nil (2017: \$22,269,450).

11 Ultimate Parent Undertaking and Controlling Party

The immediate parent company is Liberty House UK Limited, a company incorporated in the Isle of Man. The ultimate beneficial owner is Sanjeev Kumar Gupta.

T G Commodities Limited
Notes to the Accounts
for the year ended 30 November 2018

12 Presentation currency

As the company's day-to-day trading operations are conducted in US Dollars, the director is of the opinion that the company's functional currency is the US Dollar, and therefore the appropriate reporting currency.

13 Legal form of entity and country of incorporation

T G Commodities Limited is a private company limited by shares and incorporated in England.

14 Principal place of business

The address of the company's principal place of business and registered office is:
Watersmeet
Willow Avenue
New Denham
Uxbridge
UB9 4AF