

Registered number
06869858

FAST ENCASH
MONEY TRANSFER SERVICES LIMITED

Report and Accounts

30 April 2020



FAST ENCASH MONEY TRANSFER SERVICES LIMITED
Report and accounts
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FAST ENCASH MONEY TRANSFER SERVICES LIMITED
Company Information

Directors

Dr V S Gopalan
Mr K H Bimal
Mr H Ambaly
Mr S H Kollara

Secretary

Mr S H Kollara

Independent Auditors

Lall Ondhia Ltd
Chartered Certified Accountants
Charter House
8-10 Station Road
Manor Park
LONDON
E12 5BT

Bankers

Lloyds Bank Plc
King Street, Hammersmith

Federal Bank Ltd, International Banking Division
Kochi, Kerala , India

Union Bank of India (UK) Ltd
Senator House, 85 Queen Victoria Street
London EC4 V4ET

Deutsche HandelsbankBank
Elsenheimerstrabe 41,
80687 Munchen
Germany

Registered office

144 High Street North
East Ham
London
E6 2HT

Registered number

06869858

FCA registration number

519669

FAST ENCASH MONEY TRANSFER SERVICES LIMITED

Registered number: 06869858

Directors' Report

The directors present their report and accounts for the year ended 30 April 2020.

Principal activities

The company is an "Authorised Payment Institution" authorised and regulated by the Financial Conduct Authority under the Payment Services Directive 2(PSD2) of 2017 (Ref No 519669) and is engaged in financial services business including payments, money transfer and money changing.

Business review

Operations of the Company:

During the year under review, the company's operating results were affected adversely on account of competition and reduction in margin and the Covid19 related lockdown during the last 2 Months. Movement of exchange rates also severely affected the company's results. Continued uncertainty in relation to immigration in general and for Indian students in particular also affected the company's overall revenue. The company's plan to expand branch network, implementing online remittance and appointment of agents also could not be taken up in view of the continued Brexit uncertainties. The company's authorisation from Indian regulator was also renewed until 31 March 2021. The company expects to roll out the payments under the MTSS scheme of RBI during the current year. However Covid19 related impact will continue to affect the company's operations in the current year too.

Future developments

The company plans to expand its online remittance facility by revamping its website. Detailed plans are also being devised for promoting the services through digital and social media. As earlier envisaged the company's plans to extend services to EU is still on hold and as the company is waiting for the Brexit details on passporting rights held by the company. We are hopeful of reviving the initiative during the current year.

Position of MTSS operation

The company has received an approval from Indian regulators, Reserve Bank of India for direct pay out to beneficiaries in India under MTSS scheme under the Indian Payment & Settlement System Act of 2007. The company is privileged to be the ninth entity to have the approval along with other names which are mainly MNC service providers. The company has appointed 5 leading players in India as its agents and technological integration is in process. The company will be able launch the service on a full-fledged basis soon.

The company has faced some bottlenecks in activating pay-out locations in India as approved by Reserve Bank of India as the existing software vendors were not able to facilitate API as expected. The new application program acquired from Control Box is undergoing customisation. Besides the company has also acquired a software package from Intellix Technologies UAE to facilitate online and mobile based origination. Both these systems are expected to be operational during the current year.

Risk and Uncertainties

The principal risks and uncertainties facing the company relate to the overall economic scenario affecting businesses in general and also on account of the currency fluctuation risk. The company had sufficient resources to manage its current level of operations and also to support expansion and anticipated growth. The company's currency exposure risk is transactional as a result of day to day customer transactions envisaging pay out in a different currency. The company has been successfully managing the risk through its dealing currency dealing operations on an ongoing basis.

Results and dividend

The company does not propose any dividend for the year.

Directors

The following persons served as directors during the year:

Dr V S Gopalan
Mr K H Bimal
Mr H Ambaly
Mr S H Kollara

FAST ENCASH MONEY TRANSFER SERVICES LIMITED

Registered number: 06869858

Directors' Report

Directors' responsibilities

The directors are responsible for preparing the report and accounts in accordance with applicable law and regulations.

Company law requires the directors to prepare accounts for each financial year. Under that law the directors have elected to prepare the accounts 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 accounts 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 accounts, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the accounts 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 accounts 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.

Statement of disclosure of information to auditor

Each person who was a director at the time this report was approved 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.

Small companies regime

This report has been prepared in accordance with the provisions in Part 15 of the Companies Act 2006 applicable to companies subject to the small companies regime.

This report was approved by the board on 07/08/2020 and signed on its behalf.



Mr S H Kollara
Director

FAST ENCASH MONEY TRANSFER SERVICES LIMITED
Independent auditor's report
to the members of FAST ENCASH MONEY TRANSFER SERVICES LIMITED

Opinion

We have audited the accounts of FAST ENCASH MONEY TRANSFER SERVICES LIMITED for the year ended 30 April 2020 which comprise the Profit and Loss Account, the Balance Sheet, the Statement of Changes in Equity and notes to the accounts, 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).

In our opinion the accounts:

- give a true and fair view of the state of the company's affairs as at 30 April 2020 and of its loss 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 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 Auditor's responsibilities for the audit of the accounts section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the accounts in the UK, including the FRC's Ethical Standard, and the provisions available for small entities, in the circumstances set out below, 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.

In accordance with the exemption provided by FRC's Ethical Standard - Provisions Available for Audits of Small Entities, we have prepared and submitted the company's returns to the tax authorities and assisted with the preparation of the accounts.

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 accounts is not appropriate; or
- the directors have not disclosed in the accounts 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 accounts are authorised for issue.

Other information

The other information comprises the information included in the report and accounts, other than the accounts and our auditor's report thereon. The directors are responsible for the other information. Our opinion on the accounts 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 accounts, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the accounts 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 accounts 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 directors' report for the financial year for which the accounts are prepared is consistent with the accounts; and
- the directors' report has been prepared in accordance with applicable legal requirements.

FAST ENCASH MONEY TRANSFER SERVICES LIMITED
Independent auditor's report
to the members of FAST ENCASH MONEY TRANSFER SERVICES 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 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 accounts 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 accounts in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the directors' report and from the requirement to prepare a strategic report.

Responsibilities of directors

As explained more fully in the directors' responsibilities statement, the directors are responsible for the preparation of the accounts 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 accounts that are free from material misstatement, whether due to fraud or error.

In preparing the accounts, 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 accounts

Our objectives are to obtain reasonable assurance about whether the accounts 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 accounts.

A further description of our responsibilities for the audit of the accounts is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of this 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 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.



Harsh Kantilal Ondhia
(Senior Statutory Auditor)
For and on behalf of
Lall Ondhia Ltd
Accountants and Statutory Auditors

F.S.A.

Charter House
8-10 Station Road
Manor Park
LONDON
E12 5BT

FAST ENCASH MONEY TRANSFER SERVICES LIMITED
Profit and Loss Account
for the year ended 30 April 2020

	2020	2019
	£	£
Turnover	90,284	140,479
Administrative expenses	(169,906)	(164,911)
Other operating income	53,292	25,523
Operating (loss)/profit	<u>(26,330)</u>	<u>1,091</u>
(Loss)/profit on ordinary activities before taxation	<u>(26,330)</u>	<u>1,091</u>
Tax on (loss)/profit on ordinary activities	-	-
(Loss)/profit for the financial year	<u>(26,330)</u>	<u>1,091</u>

The notes on pages 9 to 13 form part of these financial statements.

FAST ENCASH MONEY TRANSFER SERVICES LIMITED

Registered number: 06869858

**Balance Sheet
as at 30 April 2020**

	Notes	2020 £	2019 £
Fixed assets			
Tangible assets	4	7,296	8,619
Current assets			
Debtors	5	649,408	555,140
Cash at bank and in hand		262,833	333,967
		<u>912,241</u>	<u>889,107</u>
Creditors: amounts falling due within one year	6	(9,545)	(11,504)
Net current assets		<u>902,696</u>	<u>877,603</u>
Net assets		<u>909,992</u>	<u>886,222</u>
Capital and reserves			
Called up share capital		1,287,100	1,237,000
Profit and loss account		(377,108)	(350,778)
Shareholders' funds		<u>909,992</u>	<u>886,222</u>

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

The accounts have been prepared and delivered in accordance with the special provisions applicable to companies subject to the small companies regime. The profit and loss account has not been delivered to the Registrar of Companies.



Mr S H Kollara
Director

Approved by the board on 07/08/2020

The notes on pages 9 to 13 form part of these financial statements.

FAST ENCASH MONEY TRANSFER SERVICES LIMITED
Statement of Changes in Equity
for the year ended 30 April 2020

	Share capital £	Profit and loss account £	Total £
At 1 May 2018	1,160,000	(351,869)	808,131
Profit for the financial year		1,091	1,091
Shares issued	77,000		77,000
At 30 April 2019	<u>1,237,000</u>	<u>(350,778)</u>	<u>886,222</u>
At 1 May 2019	1,237,000	(350,778)	886,222
Loss for the financial year		(26,330)	(26,330)
Shares issued	50,100		50,100
At 30 April 2020	<u>1,287,100</u>	<u>(377,108)</u>	<u>909,992</u>

The notes on pages 9 to 13 form part of these financial statements.

FAST ENCASH MONEY TRANSFER SERVICES LIMITED

Notes to the Accounts

for the year ended 30 April 2020

1 Accounting policies

Basis of preparation

The accounts 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 (as applied to small entities by section 1A of the standard).

Going concern

As set out in directors report, the directors believe that with the authorization under PSD2 and MTSS and also with the expanding agents network, the company is well placed to achieve increased sales and profitability in the next 12 Months.

Though the company's operations were impacted by Covid 19, the company has been able to restore and maintain its services with limited disruption. The company is confident of overcoming the difficult times with the continued support of its customers and other stakeholders.

Accordingly, they have a reasonable expectation that the company has resources to continue in operational existence for the foreseeable future. The directors and shareholders have assured their continued support thus, they continue to adopt the going concern basis of accounting in preparing the financial statements.

Turnover

Turnover is the amount derived from ordinary activities, and is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover includes revenue earned from the rendering of services. Turnover from provision of services is recognised when the amount of revenue can be measured reliably, it is probable that the economic benefit from the transaction will flow to the company and stage of completion of the services can be measured reliably at the balance sheet date.

Tangible fixed assets and depreciation

Tangible fixed assets are measured at cost less accumulative depreciation and any accumulative impairment losses. Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Improvements to Land & Building	Over 5 years on a straight line basis
Plant and machinery	20% reducing balance method

Debtors

Short term debtors are measured at transaction price (which is usually the invoice price), less any impairment losses for bad and doubtful debts. Loans and other financial assets are initially recognised at transaction price including any transaction costs and subsequently measured at amortised cost determined using the effective interest method, less any impairment losses for bad and doubtful debts.

Creditors

Short term creditors are measured at transaction price (which is usually the invoice price). Loans and other financial liabilities are initially recognised at transaction price net of any transaction costs and subsequently measured at amortised cost determined using the effective interest method.

FAST ENCASH MONEY TRANSFER SERVICES LIMITED
Notes to the Accounts
for the year ended 30 April 2020

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.

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in assets of the company after deducting all of its liabilities.

Cash and cash equivalents are classified as basic financial instruments and comprise cash in hand and at bank, which are an integral part of the company's cash management.

Operating Lease

Rentals under operating lease are charged to the Profit and Loss Account on a straight line basis over the lease term

2 Audit information

The audit report is unqualified.

Senior statutory auditor: Mr Harsh Ondhia, FCCA
 Firm: Lall Ondhia Ltd
 Date of audit report: 7/8/20

3 Employees

	2020	2019
	Number	Number
Average number of persons employed by the company	<u>9</u>	<u>9</u>

FAST ENCASH MONEY TRANSFER SERVICES LIMITED
Notes to the Accounts
for the year ended 30 April 2020

4 Tangible fixed assets

	Improvements on leased assets	Plant and machinery etc	Total
	£	£	£
Cost			
At 1 May 2019	22,500	45,319	67,819
Additions	-	400	400
At 30 April 2020	<u>22,500</u>	<u>45,719</u>	<u>68,219</u>
Depreciation			
At 1 May 2019	22,500	36,700	59,200
Charge for the year	-	1,723	1,723
At 30 April 2020	<u>22,500</u>	<u>38,423</u>	<u>60,923</u>
Net book value			
At 30 April 2020	<u>-</u>	<u>7,296</u>	<u>7,296</u>
At 30 April 2019	<u>-</u>	<u>8,619</u>	<u>8,619</u>

5 Debtors

	2020	2019
	£	£
Amounts due from related party, related by the virtue of common directorship	233,506	175,443
Other debtors	415,902	379,697
	<u>649,408</u>	<u>555,140</u>

6 Creditors: amounts falling due within one year

	2020	2019
	£	£
Bank loans and overdrafts	978	-
Other taxes and social security costs	-	691
Other creditors	8,567	10,813
	<u>9,545</u>	<u>11,504</u>

FAST ENCASH MONEY TRANSFER SERVICES LIMITED

Notes to the Accounts

for the year ended 30 April 2020

7 Share capital	Nominal value	2020 Number	2020 £	2019 £
Allotted, called up and fully paid:				
Ordinary shares at 1 May	£100 each	11,600	1,237,000	1,160,000
Ordinary shares issued	£100 each	501	50,100	77,000
		<u>12,101</u>	<u>1,287,100</u>	<u>1,237,000</u>
8 Profit and loss account			2020 £	2019 £
At 1 May			(350,778)	(351,869)
(Loss)/profit for the financial year			(26,330)	1,091
At 30 April			<u>(377,108)</u>	<u>(350,778)</u>
9 Other financial commitments			2020 £	2019 £
Total future minimum payments under non-cancellable operating leases			283,800	335,400
10 Related party transactions			2020 £	2019 £
Value Finance Corporation Limited				
Value Finance Corporation Limited is a related party by the virtue of a common directorship.				
As part of its financing activity, Fast Encash Money Transfer Services Limited has extended a revolving credit line of £100,000 @ 50 bps over 6 months LIBOR to Value Finance Corporation Limited. The amount due on account of this as on 30 April 2020 was £147,797. This is shown as part of other debtors.				
Amount due from the related party			149,675	112,695
During the year ended 30th April 2020, Value Finance Corporation Limited was charged an amount of £6,000 towards rent for using part of the premises for conducting its activities in East Ham area. The total amount of £36,000 is due from related party. This is shown as part of other debtors.				
Amount due from the related party			36,000	30,000
During the year ended 30th April 2020, Value Finance Corporation Limited was charged an amount of £7,040 as interest for the credit line provided. The total amount of £32,349 is due from related party. This is shown as part of other debtors.				
Amount due from the related party			32,349	25,309

FAST ENCASH MONEY TRANSFER SERVICES LIMITED
Notes to the Accounts
for the year ended 30 April 2020

Al Ahalia Money Exchange Bureau

Al Ahalia Money Exchange Bureau is a related party by the virtue of common directorships.

In accordance with the arrangement Al Ahalia Money Exchange Bureau and Fast Encash Money Transfer Services Ltd have had transactional relationship for sending money services. The net amount due to Fast Encash Money Transfer Services Ltd during the period was GBP £185,630 from Al Ahalia Money Exchange Bureau. The commission payable of £12,000 is shown as part of the turnover during the period. The amount due is shown as part of amounts due from related parties.

Amount due from the related party	185,630	129,537
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During the year, Al Ahalia Money Exchange Bureau was charged £5,900 for employee deputation expenses. This is shown as part of other debtors.

Amount due from the related party	5,900	5,900
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Ahalia Exchange & Financial Services Ltd India (AFS)

Ahalia Exchange & Financial Services Ltd India is a related party by the virtue of common directorships.

In accordance with the approval of Reserve Bank of India, the company has appointed AFS as a principal agent. As required by the Regulators, the company has funded a deposit in USD and also INR balances to facilitate INR payouts. The amount due from AFS as at 30 April 2020 was £47,876. The amount due is shown as part of amounts due from related parties.

Amount due from the related party	47,876	45,906
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11 Controlling party

The directors control the company by the virtue of holding a controlling interest (directly or indirectly) of 100% in the issued ordinary share capital.

12 Other information

FAST ENCASH MONEY TRANSFER SERVICES LIMITED is a private company limited by shares and incorporated in England. Its registered office is:

144 High Street North
 East Ham
 London
 E6 2HT

FAST ENCASH MONEY TRANSFER SERVICES LIMITED

Detailed profit and loss account

for the year ended 30 April 2020

This schedule does not form part of the statutory accounts

	2020	2019
	£	£
Sales	90,284	140,479
Administrative expenses	(169,906)	(164,911)
Other operating income	53,292	25,523
Operating (loss)/profit	<u>(26,330)</u>	<u>1,091</u>
(Loss)/profit before tax	<u>(26,330)</u>	<u>1,091</u>

FAST ENCASH MONEY TRANSFER SERVICES LIMITED**Detailed profit and loss account****for the year ended 30 April 2020***This schedule does not form part of the statutory accounts*

	2020	2019
	£	£
Sales		
Sales	<u>90,284</u>	<u>140,479</u>
Administrative expenses		
Employee costs:		
Wages and salaries	40,792	51,508
Directors' salaries	33,000	24,000
Employer's NI	<u>2,122</u>	<u>1,704</u>
	<u>75,914</u>	<u>77,212</u>
Premises costs:		
Rent	51,600	51,600
Rates	22,095	16,391
Light and heat	<u>2,811</u>	<u>3,144</u>
	<u>76,506</u>	<u>71,135</u>
General administrative expenses:		
Telephone and fax	1,290	1,171
Postage	17	73
Stationery and printing	786	222
Bank charges	4,001	3,522
Insurance	363	740
Repairs and maintenance	1,640	1,635
Depreciation	1,723	2,154
Sundry expenses	<u>2,902</u>	<u>2,039</u>
	<u>12,722</u>	<u>11,556</u>
Legal and professional costs:		
Audit fees	4,758	4,758
Other legal and professional	<u>6</u>	<u>250</u>
	<u>4,764</u>	<u>5,008</u>
	<u>169,906</u>	<u>164,911</u>
Other operating income		
Other operating income	<u>53,292</u>	<u>25,523</u>

