

A A W Control Systems Limited
Annual Report and Unaudited Financial Statements
for the Year Ended 31 March 2020

A A W Control Systems Limited

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A A W Control Systems Limited
(Registration number: 03339802)
Balance Sheet as at 31 March 2020

	Note	2020 £	2019 £
Fixed assets			
Intangible assets	<u>4</u>	-	70
Tangible assets	<u>5</u>	18,304	11,853
		<u>18,304</u>	<u>11,923</u>
Current assets			
Stocks	<u>6</u>	19,365	23,200
Debtors	<u>7</u>	87,339	172,498
Cash at bank and in hand		96,030	45,675
		202,734	241,373
Creditors: Amounts falling due within one year	<u>8</u>	(201,110)	(239,305)
Net current assets		<u>1,624</u>	<u>2,068</u>
Total assets less current liabilities		19,928	13,991
Creditors: Amounts falling due after more than one year	<u>8</u>	(82,968)	(54,008)
Provisions for liabilities		<u>(3,690)</u>	-
Net liabilities		<u>(66,730)</u>	<u>(40,017)</u>
Capital and reserves			
Called up share capital		2	2
Profit and loss account		<u>(66,732)</u>	<u>(40,019)</u>
Shareholders' deficit		<u>(66,730)</u>	<u>(40,017)</u>

A A W Control Systems Limited
(Registration number: 03339802)
Balance Sheet as at 31 March 2020

For the financial year ending 31 March 2020 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the Board on 13 November 2020 and signed on its behalf by:

.....

C B Atkins
Company secretary and director

A A W Control Systems Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2020

1 General information

The company is a private company limited by share capital, incorporated in England and Wales.

The address of its registered office is:

2 Old Bath Road
Newbury
Berkshire
RG14 1QL
England

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Going concern

The financial statements have been prepared on a going concern basis based upon the continued support of the directors, with a significant proportion of the directors loan not being repaid to the directors within 12 months of the signing of the accounts unless the company has sufficient resources to do so.

The directors acknowledge the potential impact of the global coronavirus pandemic and believe that the company can manage its business risks successfully despite the current uncertain economic outlook created by the pandemic such that they believe the continued use of the going concern basis to be appropriate.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

Tax

The tax expense for the period comprises current tax payable and deferred tax.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

A A W Control Systems Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2020

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when 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.

Tangible assets

Tangible assets are stated in the balance sheet at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Plant and machinery	25-50% per annum of net book value
Motor vehicles	25% per annum of net book value

Goodwill

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Goodwill	33.3% per annum of net book value

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers.

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2020

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing. Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 7 (2019 - 7).

A A W Control Systems Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2020

4 Intangible assets

	Goodwill £	Total £
Cost or valuation		
At 1 April 2019	17,000	17,000
At 31 March 2020	17,000	17,000
Amortisation		
At 1 April 2019	16,931	16,931
Amortisation charge	69	69
At 31 March 2020	17,000	17,000
Carrying amount		
At 31 March 2020	-	-
At 31 March 2019	70	70

The aggregate amount of research and development expenditure recognised as an expense during the period is £37,447 (2019 - £54,959).

A A W Control Systems Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2020

5 Tangible assets

	Plant and machinery £	Motor vehicles £	Total £
Cost or valuation			
At 1 April 2019	60,372	29,412	89,784
Additions	825	10,828	11,653
Disposals	-	(6,677)	(6,677)
	<hr/>	<hr/>	<hr/>
At 31 March 2020	61,197	33,563	94,760
	<hr/>	<hr/>	<hr/>
Depreciation			
At 1 April 2019	57,636	20,295	77,931
Charge for the year	785	3,502	4,287
Eliminated on disposal	-	(5,762)	(5,762)
	<hr/>	<hr/>	<hr/>
At 31 March 2020	58,421	18,035	76,456
	<hr/>	<hr/>	<hr/>
Carrying amount			
At 31 March 2020	<u>2,776</u>	<u>15,528</u>	<u>18,304</u>
At 31 March 2019	<u>2,736</u>	<u>9,117</u>	<u>11,853</u>

6 Stocks

	2020 £	2019 £
Other inventories	<u>19,365</u>	<u>23,200</u>

7 Debtors

	2020 £	2019 £
Trade debtors	59,936	147,184
Prepayments	3,342	223
Other debtors	<u>24,061</u>	<u>25,091</u>
	<u>87,339</u>	<u>172,498</u>

A A W Control Systems Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2020

8 Creditors

Creditors: amounts falling due within one year

	2020	2019
	£	£
Due within one year		
Loans and borrowings	10,342	7,256
Trade creditors	29,376	34,645
Taxation and social security	30,163	38,644
Other creditors	131,229	158,760
	<u>201,110</u>	<u>239,305</u>

Creditors: amounts falling due after more than one year

	2020	2019
	£	£
Due after one year		
Loans and borrowings	82,968	54,008
	<u>82,968</u>	<u>54,008</u>

Note

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9 Loans and borrowings

	2020	2019
	£	£
Current loans and borrowings		
Bank borrowings	7,684	7,256
Hire purchase contracts	2,658	-
	<u>10,342</u>	<u>7,256</u>

A A W Control Systems Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2020

	2020 £	2019 £
Non-current loans and borrowings		
Bank borrowings	1,324	9,008
Hire purchase contracts	6,644	-
Other borrowings	75,000	45,000
	<u>82,968</u>	<u>54,008</u>

Hire purchase contracts are secured against the assets to which they relate.

10 Related party transactions

Other transactions with directors

At the balance sheet date, the amount due to the directors in relation to an interest free loan to the company was £85,949 (2019: £95,949).

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.