

# **AERONAUTICAL TRADING LIMITED**

## **REPORT AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED**

**31 DECEMBER 2021**

**(Company Number: 03243525)**



**AERONAUTICAL TRADING LIMITED  
REPORT AND FINANCIAL STATEMENTS  
YEAR ENDED 31 DECEMBER 2021**

---

**CONTENTS**

**Page**

Directors' report

1 - 2

Independent Auditors' report

3 - 5

Profit and loss account

6

Balance sheet

7

Notes to the financial statements

8 - 10

**AERONAUTICAL TRADING LIMITED**  
**DIRECTORS' REPORT**  
**YEAR ENDED 31 DECEMBER 2021**

---

The directors present their annual report together with the audited financial statements for the year ended 31st December 2021.

In accordance with normal commercial practice the Company has purchased insurance to protect directors from claims arising from negligent acts, errors or omissions occurring whilst on Company business. The insurance provides cover up to £5,000,000 on any one claim and the cost for 2021 was £3,432 (2020: £3,929).

## **RESULTS AND DIVIDENDS**

A profit of £27,982 (2020: £7,317) was made during the year. The directors do not recommend the payment of a dividend.

## **REVIEW OF THE BUSINESS AND FUTURE DEVELOPMENTS**

The principal activity of the company is the letting of rooms at No.4 Hamilton Place. The parent undertaking, Royal Aeronautical Society, closed No.4 Hamilton Place since March 2020, due to Covid-19, and remained closed to external clients until August 2021. The overall income was down by 66.1% and finished the year at £59,880. The parent undertaking decided that since there was lack of commercial activities for most of the year, it would wavier all administration charges for the company. The company has received advance bookings for 2022 (£35,130), most of these were carried forward from 2020 and these will be refunded if the parent undertaking is unable to open the building to allow the company to provide services to external clients; the directors still expect the company to trade profitably in the future if the situation (pandemic) improves and that donations under Gift Aid will continue to be made to the parent undertaking, Royal Aeronautical Society.

## **DIRECTORS**

The directors of the company during the year and their shareholdings were:

**Shareholding at 31<sup>st</sup> December  
2020 and 2021**

Sir B Burrige (Resigned October 2021)	-
Mr D Edwards (Appointed October 2021)	-
Ms S Moynihan	-

During the year, the directors had no interest in either the share capital of the company or in the parent undertaking.

## **STATEMENT OF DIRECTORS' RESPONSIBILITIES**

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

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

- select suitable accounting policies and then apply them consistently;
- make judgments 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.

**STATEMENT OF DIRECTORS' RESPONSIBILITIES continued**

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

So far as each of the directors is aware at the time the report is approved:

- there is no relevant audit information of which the company's auditors are unaware; and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

**BY ORDER OF THE BOARD**

  
Sarah Moynihan (MSF 8, 2022 12:41 GMT)

**S Moynihan BSc (Hons) FCA CRAeS**  
**Director**  
**07 March 2022**

## **INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF AERONAUTICAL TRADING LIMITED**

---

### **Opinion**

We have audited the financial statements of Aeronautical Trading Limited (the 'company') for the year-ended 31 December 2021 which comprise the profit and Loss account, balance sheet and statement of changes in equity and the note 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 Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice). In our opinion, the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2021 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- 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 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**

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

### **Other information**

The other information comprises the information included in the annual report, 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 directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report has been prepared in accordance with applicable legal requirements.

## **INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF AERONAUTICAL TRADING 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 financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies' 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 set out on pages 1 and 2, 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

### **Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud.**

Based on our understanding of the company and industry, we identified that the principal risks of non-compliance with laws and regulations related to regulatory requirements for the Investment advisory business and trade regulations, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Companies Act 2006, income tax, payroll tax and sales tax.

We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls) and determined that the principal risks were related to posting inappropriate journal entries to revenue and management bias in accounting estimates. Audit procedures performed by the engagement team included:

**INDEPENDENT AUDITORS' REPORT TO  
THE SHAREHOLDERS OF AERONAUTICAL TRADING LIMITED**

---

- Inspecting correspondence with regulators and tax authorities;
- Discussions with management including consideration of known or suspected instances of non-compliance with laws and regulation and fraud;
- Evaluating management's controls designed to prevent and detect irregularities;
- Identifying and testing journals, in particular journal entries posted with unusual account combinations, postings by unusual users or with unusual descriptions; and
- Challenging assumptions and judgements made by management in their critical accounting estimates

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 auditor's report.

**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 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.



Jeremy R Beard (Senior Statutory Auditor)  
For and on behalf of Haysmacintyre LLP  
Statutory Auditor

10 Queen Street Place  
London  
EC4R 1AG

Date: 8 March 2022

**AERONAUTICAL TRADING LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**YEAR ENDED 31 DECEMBER 2021**

	Note	2021 £	2020 £
Turnover		59,880	176,668
Cost of sales		(31,898)	(169,351)
Gross profit		27,982	7,317
Administrative expenses		-	-
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE PAYMENT OF GIFT AID</b>		<b>27,982</b>	<b>7,317</b>

- All transactions are derived from continuing activities.
- All recognised gains and losses are included in the profit and loss account.

**AERONAUTICAL TRADING LIMITED**  
**BALANCE SHEET**  
**AT 31 DECEMBER 2020**

	Note	2021 £	2020 £
<b>Current Assets</b>			
Debtors	6	144	47,523
Cash at bank and in hand		109,044	1,256
		<u>109,188</u>	<u>48,779</u>
<b>Creditors: Amounts Falling Due Within One Year</b>	7	(81,204)	(41,460)
<b>Net Current Assets</b>		<u>27,984</u>	<u>7,319</u>
<b>NET ASSETS</b>		<u><u>27,984</u></u>	<u><u>7,319</u></u>
<b>Capital and Reserves</b>			
Called up share capital	8	2	2
Profit and loss account		27,982	7,317
<b>SHAREHOLDERS' FUNDS</b>		<u><u>27,984</u></u>	<u><u>7,319</u></u>

The Company's financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

Approved by the board of Directors on 07 March 2022, and signed on their behalf by -

  
Sarah Moynihan (Mar 8, 2022 13:41 GMT)

**S Moynihan BSc(Hons) FCA CRAeS**  
 Director

**AERONAUTICAL TRADING LIMITED**  
**STATEMENT OF CHANGE IN EQUITY**

**For the year ended 31 December 2021**

	<b>Called up Share Capital</b>	<b>Profit and Loss Account</b>	<b>Total Equity</b>
	<b>£</b>	<b>£</b>	<b>£</b>
<b>At 1 January 2021</b>	2	7,317	7,319
Profit for the year	-	27,982	27,982
	-	27,982	27,982
Other comprehensive income	-	-	-
<b>Total comprehensive income for the year</b>	-	27,982	27,982
Gift Aid to the Royal Aeronautical Society	-	(7,317)	(7,317)
<b>Total transaction with owner</b>	-	(7,317)	(7,317)
<b>At 31 December 2021</b>	2	27,982	27,984

**For the year ended 31 December 2020**

	<b>Called up Share Capital</b>	<b>Profit and Loss Account</b>	<b>Total Equity</b>
	<b>£</b>	<b>£</b>	<b>£</b>
<b>At 1 January 2020</b>	2	33,029	33,031
Profit for the year	-	7,317	7,317
	-	7,317	7,317
Other comprehensive income	-	-	-
<b>Total comprehensive income for the year</b>	-	7,317	7,317
Gift Aid to the Royal Aeronautical Society	-	(33,029)	(33,029)
<b>Total transaction with owner</b>	-	(33,029)	(33,029)
<b>At 31 December 2020</b>	2	7,317	7,319

**AERONAUTICAL TRADING LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 31 DECEMBER 2021**

Aeronautical Trading Limited is a company limited by shares, incorporated in England. The registered company number is 03243525. The registered office is 4 Hamilton Place, London, W1J 7BQ.

**1. ACCOUNTING POLICIES**

**(a) Accounting basis**

The financial statements of the Company have been prepared in compliance with United Kingdom Accounting Standards, including Financial Reporting Standard 102, "The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland" ("FRS 102") Section 1A, Small Entities.

**(b) Turnover**

Turnover is wholly attributable to the principal activity of the company and represents amounts invoiced by the company excluding VAT.

**(c) Management charge**

The management charge payable by the company represents an allocation of overheads from the parent undertaking in respect of services provided to the company. Since March 2020, the company was unable to use the parent undertaking's HQ (No.4 Hamilton Place) and it continued to remain closed to external clients until August 2021 (because of the Covid-19 pandemic); the Trustees of the parent undertaking felt that there was insufficient use of the building by the company in 2021 to justify any management charges being levied for the year. The management charge was also waived in 2020.

**2. EMPLOYEES**

There were no employees during the year.

**3. DIRECTORS**

The directors received no remuneration or reimbursed expenses during the year.

**4. PROFIT ON ORDINARY ACTIVITIES BEFORE TAX**

	2021 £	2020 £
This has been stated after charging:		
Management charged payable to the parent undertaking	-	-

**5. TAX ON PROFITS ON ORDINARY ACTIVITIES**

No tax charge is payable as all of the profit is Gift Aided to the parent charity.

**6. DEBTORS**

	2021 £	2020 £
Trade debtors	144	-
Due from parent undertaking	-	47,522
Prepayment	-	-
	<u>144</u>	<u>47,522</u>

**AERONAUTICAL TRADING LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**YEAR ENDED 31 DECEMBER 2021**

<b>7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</b>	<b>2021 £</b>	<b>2020 £</b>
Deferred income	35,130	38,060
Other creditors	11,590	3,400
Due to parent undertaking	34,484	-
	<u>81,204</u>	<u>41,460</u>
<b>8. CALLED UP SHARE CAPITAL</b>		<b>2021 and 2020 £</b>
Authorised: 100 ordinary shares of £1 each		<u>100</u>
Allotted, issued, and fully paid: 100 ordinary shares of £1 each		<u>2</u>
<b>9. PARENT UNDERTAKING AND CONTROLLING PARTY</b>		
The company is controlled by and is a fully owned subsidiary of Royal Aeronautical Society, a Registered Charity (charity registration no 313708) and the parent of the group. The registered office of the parent undertaking is No.4 Hamilton Place, London, W1J 7BQ. The Royal Aeronautical Society heads the smallest and largest group for which consolidated accounts are prepared. These can be obtained from <a href="http://www.charitycommission.gov.uk">www.charitycommission.gov.uk</a> .		
<b>10. RELATED PARTY TRANSACTIONS</b>		
The company has taken advantage of the exemption available to wholly owned subsidiary undertakings under FRS8 not to disclose details of all of its related party transactions with the parent undertaking.		