

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

FOR

ALPHA ELECTRONICS (WALES) LIMITED

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FOR THE YEAR ENDED 31 DECEMBER 2020**

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**ALPHA ELECTRONICS (WALES) LIMITED**

**COMPANY INFORMATION  
FOR THE YEAR ENDED 31 DECEMBER 2020**

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**DIRECTOR:** F W Morris

**SECRETARY:** F W Morris

**REGISTERED OFFICE:** Unit 6 Spectrum Business Estate  
Bircholt Road  
Maidstone  
Kent  
ME15 9YP

**REGISTERED NUMBER:** 04544831 (England and Wales)

**ACCOUNTANTS:** Crowe U.K. LLP  
4 Mount Ephraim Road  
Tunbridge Wells  
Kent  
TN1 1EE

**BALANCE SHEET**  
**31 DECEMBER 2020**

		2020		2019	
	Notes	£	£	£	£
<b>FIXED ASSETS</b>					
Intangible assets	4		-		-
Tangible assets	5		<u>9,811</u>		<u>14,427</u>
			9,811		14,427
<b>CURRENT ASSETS</b>					
Stocks		26,916		47,842	
Debtors	6	57,804		37,363	
Cash at bank and in hand		<u>74,664</u>		<u>30,596</u>	
		159,384		115,801	
<b>CREDITORS</b>					
Amounts falling due within one year	7	<u>109,957</u>		<u>90,032</u>	
<b>NET CURRENT ASSETS</b>			<u>49,427</u>		<u>25,769</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			59,238		40,196
<b>CREDITORS</b>					
Amounts falling due after more than one year	8		<u>18,333</u>		-
<b>NET ASSETS</b>			<u>40,905</u>		<u>40,196</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	10		9,000		9,000
Capital redemption reserve			1,000		1,000
Retained earnings			<u>30,905</u>		<u>30,196</u>
<b>SHAREHOLDERS' FUNDS</b>			<u>40,905</u>		<u>40,196</u>

The notes form part of these financial statements

**BALANCE SHEET - continued  
31 DECEMBER 2020**

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The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2020 in accordance with Section 476 of the Companies Act 2006.

The director acknowledges his responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved and authorised for issue by the director and authorised for issue on 6 August 2021 and were signed by:

F W Morris - Director

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2020**

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**1. STATUTORY INFORMATION**

Alpha Electronics (Wales) 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 Company Information page.

**2. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

**Going concern**

Accounting standards require the directors to consider the appropriateness of the going concern basis when preparing the financial statements. The directors confirm that they consider that the going concern basis remains appropriate. The directors believe that the Company has sufficient resources to continue in operational existence for the foreseeable future. The directors believe this to be the case as the Company has positive reserves, cash balances and no significant long term liabilities.

During the Covid 19 pandemic, the company took advantage of the various government schemes available to assist companies with their operations and going concern. Since the easing of lockdown, the company has commenced trading on a more normal basis and is looking forward to a return of normal trading when conditions allow.

Thus they continue to adopt the going concern basis of accounting in preparing the annual financial statements.

**Turnover**

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

**Intangible assets**

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Plant and machinery	- 25% on reducing balance
Fixtures and fittings	- 15% on cost and 15% on reducing balance
Motor vehicles	- 25% on cost
Computer equipment	- 33% on cost

**Stocks**

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

**Taxation**

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 DECEMBER 2020

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2. **ACCOUNTING POLICIES - continued**

**Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

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.

**Foreign currencies**

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet 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.

**Hire purchase and leasing commitments**

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

**Pension costs and other post-retirement benefits**

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

**Debtors**

Short term debtors are measured at transaction price, less any impairment.

**Government grants**

Grants relate to amounts received under the Government Coronavirus Job Retention Scheme and loan scheme, and are accounted for on an accruals basis. These are recognised in the Statement of Comprehensive Income as other income.

**Cash and cash equivalents**

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with no significant risk of change in value.

**Financial instruments**

The company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other accounts receivable and payable, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

**Creditors**

Short term creditors are measured at the transaction price.

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

**2. ACCOUNTING POLICIES - continued****Financial reporting standard 102 - reduced disclosure exemptions**

The company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by the FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland":

- the requirements of Section 7 Statement of Cash Flows;
- the requirements of Section 3 Financial Statement Presentation paragraph 3.17 (d);
- the requirements of Section 11 Financial Instruments paragraphs 11.39 to 11.48A;
- the requirements of Section 12 Other Financial Instruments paragraphs 12.26 to 12.29;
- the requirements of Section 26 Share-based Payment paragraphs 26.18(b), 26.19 to 26.21 and 26.23;
- the requirements of Section 33 Related Party Disclosures paragraph 33.7.

**3. EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 5 (2019 - 4) .

**4. INTANGIBLE FIXED ASSETS**

	<b>Goodwill</b> £
<b>COST</b>	
At 1 January 2020	
and 31 December 2020	<u>10,000</u>
<b>AMORTISATION</b>	
At 1 January 2020	
and 31 December 2020	<u>10,000</u>
<b>NET BOOK VALUE</b>	
At 31 December 2020	<u>-</u>
At 31 December 2019	<u>-</u>

**5. TANGIBLE FIXED ASSETS**

	<b>Plant and machinery</b> £	<b>Fixtures and fittings</b> £	<b>Motor vehicles</b> £	<b>Computer equipment</b> £	<b>Totals</b> £
<b>COST</b>					
At 1 January 2020					
and 31 December 2020	<u>10,901</u>	<u>2,645</u>	<u>14,427</u>	<u>2,946</u>	<u>30,919</u>
<b>DEPRECIATION</b>					
At 1 January 2020	4,405	1,353	7,788	2,946	16,492
Charge for year	<u>727</u>	<u>293</u>	<u>3,596</u>	<u>-</u>	<u>4,616</u>
At 31 December 2020	<u>5,132</u>	<u>1,646</u>	<u>11,384</u>	<u>2,946</u>	<u>21,108</u>
<b>NET BOOK VALUE</b>					
At 31 December 2020	<u>5,769</u>	<u>999</u>	<u>3,043</u>	<u>-</u>	<u>9,811</u>
At 31 December 2019	<u>6,496</u>	<u>1,292</u>	<u>6,639</u>	<u>-</u>	<u>14,427</u>



**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

**5. TANGIBLE FIXED ASSETS - continued**

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	<b>Motor vehicles £</b>
<b>COST</b>	
At 1 January 2020	14,380
Transfer to ownership	(14,380)
At 31 December 2020	-
<b>DEPRECIATION</b>	
At 1 January 2020	11,743
Transfer to ownership	(11,743)
At 31 December 2020	-
<b>NET BOOK VALUE</b>	
At 31 December 2020	-
At 31 December 2019	<u>2,637</u>

**6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<b>2020 £</b>	<b>2019 £</b>
Trade debtors	56,502	34,874
Deferred tax asset	202	1,389
Prepayments	1,100	1,100
	<u>57,804</u>	<u>37,363</u>

**7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<b>2020 £</b>	<b>2019 £</b>
Bank loans and overdrafts	1,667	36,551
Hire purchase contracts (see note 9)	-	3,954
Trade creditors	47,134	15,141
Amounts owed to group undertakings	29,000	11,438
Social security and other taxes	2,235	1,466
VAT	17,270	6,272
Other creditors	8,087	9,683
Accruals	2,818	5,527
Deferred income	1,746	-
	<u>109,957</u>	<u>90,032</u>

**8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	<b>2020 £</b>	<b>2019 £</b>
Bank loans - 1-2 years	4,000	-
Bank loans - 2-5 years	14,333	-
	<u>18,333</u>	<u>-</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

**9. LEASING AGREEMENTS**

Minimum lease payments under hire purchase fall due as follows:

	2020 £	2019 £
Net obligations repayable:		
Within one year	<u>-</u>	<u>3,954</u>

**10. CALLED UP SHARE CAPITAL**

**Allotted, issued and fully paid:**

Number:	Class:	Nominal value:	2020 £	2019 £
9,000	Ordinary	1	<u>9,000</u>	<u>9,000</u>

**11. RELATED PARTY TRANSACTIONS****Alpha Electronics (Southern) Limited**

A company under common control.

During the year, the company purchased goods from Alpha Electronics (Southern) Limited with a value of £44,939 (2019: £40,152) and made sales to that company of £19,638 (2019: £27,447). At the year end, the company owed £26,573 (2019: £11,532) to Alpha Electronics (Southern) Limited.

**Alpha Electronics (Northern) Limited**

A company under common control.

During the year, the company purchased goods from Alpha Electronics (Northern) Limited with a value of £10,479 (2019: £6,662) and made sales to that company of £4,746 (2019: £7,388). At the year end, the company owed £2,427 (2019: £95) to Alpha Electronics (Northern) Limited.

All transactions were made on normal commercial terms.

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.