

AXI Limited

**Report and Financial Statements
for the year ended 28 February 2023**

Registered number: 05094579

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AXI Limited

Company Information

Directors

Nicola Roy (appointed 10 February 2023)
Nicholas Williams (appointed 10 February 2023)
Lucy Woods (resigned 17 March 2023)
Richard Paul (resigned 1 February 2023)

Company secretary

Irfan Sadiq

Registered office

Unit 605
Fort Dunlop
Fort Parkway
Birmingham
B24 9FD

Registered number

05094579

AXI Limited

Directors' Report for the year ended 28 February 2023

The Directors present their report and the financial statements of AXI Limited ("the Company") for the year ended 28 February 2023.

The results for the year show a profit before taxation of £19,140 (2022: £69,689) and turnover of £753,932 (2022: £507,778).

No dividends were paid or proposed by the Company during the year ended 28 February 2023 (2022: £nil).

The profit for the financial year ended 28 February 2023 amounted to £18,086 (2022: £63,039).

Future outlook

The Company's performance is expected to continue throughout the next financial period and it is anticipated that the current performance levels will be maintained.

Going concern

The Directors consider that the Company has adequate resources to remain in operation for the foreseeable future and have therefore continued to adopt the going concern basis in preparing the financial statements.

Research and development

The Company does not undertake any research and development activities (2022: none).

Directors and their interests

The following Directors served during the year and up to the date of signing the financial statements.

Nicola Roy (appointed 10 February 2023)
Nicholas Williams (appointed 10 February 2023)
Lucy Woods (resigned 17 March 2023)
Richard Paul (resigned 1 February 2023)

None of the Directors had any disclosable interest in the Company during the year (2022: none).

Directors' and officers' insurance

The Company maintains insurance cover for the Directors and officers of the Company against liabilities which may be incurred by them whilst acting as directors or officers. This policy is a qualifying third-party indemnity provision.

Strategic report

The Directors have taken advantage of the exemption provided by section 414B of the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 from preparing a Strategic Report.

AXI Limited

Profit and Loss Account for the year ended 28 February 2023

Statement of Directors' responsibilities in respect of the financial statements

The Directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulation.

Company law requires the Directors to prepare financial statements for each financial year. Under that law the Directors have prepared these financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", 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 judgements and accounting estimates that are reasonable and prudent;
- state whether applicable United Kingdom Accounting Standards, including FRS 102, have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors are responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Directors are also 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.

On behalf of the Board 22 November 2023.



Nicola Jane Catherine Roy

Director

AXI Limited

Registered Number: 05094579

Registered Office: Unit 605, Fort Dunlop, Fort Parkway, Birmingham, B24 9FD

AXI Limited

Profit and Loss Account for the year ended 28 February 2023

		Year ended 28 February 2023	Year ended 28 February 2022
	Note	£	£
Turnover	3	753,932	507,778
Cost of sales		(691,782)	(420,846)
Gross profit		62,150	86,932
Administrative expenses		(43,010)	(17,243)
Operating profit		19,140	69,689
Profit before taxation		19,140	69,689
Tax on profit	5	(1,054)	(6,650)
Profit for the financial year		18,086	63,039

There are no recognised gains or losses other than those shown in the Profit and Loss Account and therefore, no separate statement of comprehensive income is presented.

All results relate to continuing operations.

The notes on pages 8 to 13 form part of these financial statements.

AXI Limited

Statement of Changes in Equity for the year ended 28 February 2023

	Note	2023 £	2022 £
Current assets			
Inventories		-	295,092
Debtors	6	172,731	152,611
Cash at bank and in hand		6,426	38,330
		179,157	486,033
Creditors: amounts falling due within one year	7	(12,436)	(337,398)
Net current assets and Total assets less current liabilities		166,721	148,635
Net assets		166,721	148,635
Capital and reserves			
Called-up share capital	8	1	1
Retained earnings		166,720	148,634
Total equity		166,721	148,635

The notes on pages 8 to 13 form part of these financial statements.

For the year ended 28 February 2023, the Company was entitled to exemption under section 479A of the Companies Act 2006 ("the Act") relating to subsidiary undertakings.

Directors' Responsibilities:

- The members have not required the Company to obtain an audit of its financial statements for the year ended 28 February 2023 in accordance with section 476 of the Act; and
- The Directors acknowledge their responsibilities for complying with the Act with respect to accounting records and the preparation of financial statements.

The financial statements on pages 5 to 13 were approved by the Board of Directors and authorised for issue 22 November 2023 and were signed on its behalf by:



Nicola Jane Catherine Roy
Director

AXI Limited

Registered Number: 05094579

Registered Office: Unit 605, Fort Dunlop, Fort Parkway, Birmingham, B24 9FD

AXI Limited

Statement of Changes in Equity for the year ended 28 February 2023

	Called-up share capital £	Retained earnings £	Total equity £
Balance as at 01 March 2021	1	85,595	85,596
Profit for the year	-	63,039	63,039
Total comprehensive income for the year	-	63,039	63,039
Balance as at 28 February 2022	1	148,634	148,635
Balance as at 01 March 2022	1	148,634	148,635
Profit for the year	-	18,086	18,086
Total comprehensive income for the year	-	18,086	18,086
Balance as at 28 February 2023	1	166,720	166,721

The notes on pages 8 to 13 form part of these financial statements.

AXI Limited

Notes to the Financial Statements for the year ended 28 February 2023

1. Authorisation of financial statements and statement of compliance with FRS 102

The financial statements of AXI Limited ("the Company") for the year ended 28 February 2023 were approved by the board of directors on 22 November 2023 and the balance sheet was signed on the board's behalf by Nicola Jane Catherine Roy. The Company is incorporated and domiciled in the United Kingdom and registered in England and Wales.

The financial statements of the Company have been prepared on the historical cost basis, in accordance with Financial Reporting Standard 102 the Financial Reporting Standard applicable in the UK and Republic of Ireland ("FRS 102"), and those parts of the Companies Act 2006 applicable to companies reporting under United Kingdom Generally Accepted Accounting Practice.

The Company's financial statements are presented in Sterling and all values are rounded to the nearest whole pound (£) except where otherwise indicated.

The principal accounting policies adopted by the Company are set out in note 2 to the financial statements. These policies have been consistently applied to all years presented unless otherwise stated.

2. Accounting policies

Basis of preparation

These financial statements have been prepared in accordance with FRS 102 and the Companies Act 2006. The historical cost convention has been used.

The Company is a qualifying entity for the purposes of FRS 102. Note 10 gives details on the Company's parent and from where its consolidated financial statements prepared in accordance with FRS 102 may be obtained. As such, the Company has taken advantage of the following disclosure exemptions conferred to it by FRS 102:

- i. A reconciliation of the number of shares outstanding at the beginning and end of the period. [4.12(a)(iv)].
- ii. The requirement to prepare a statement of cash flows. [Section 7 of FRS 102 and para 3.17(d)].
- iii. Key management personnel compensation in total. [33.7].

Going concern

The Directors consider that the Company has adequate resources to remain in operation for the foreseeable future and have therefore continued to adopt the going concern basis in preparing the financial statements.

AXI Limited

Notes to the Financial Statements for the year ended 28 February 2023 (continued)

2. Accounting policies (continued)

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported for assets and liabilities as at the balance sheet date and the amounts reported for revenues and expenses during the year. However, the nature of estimation means that actual outcomes could differ from those estimates.

The following judgements and key sources of uncertainty have had the most significant effect on amounts recognised in the financial statements.

Taxation

Management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and level of future taxable profits together with an assessment of the effect of future tax planning strategies. Further details are contained in note 5.

Impairment of trade receivables

The company makes an estimate of the recoverable value of trade and other debtors; when assessing impairment of trade and other receivables, management considers factors including the credit rating of the receivable, the ageing profile of receivables and historical experience.

AXI Limited

Notes to the Financial Statements for the year ended 28 February 2023 (continued)

2. Accounting policies (continued)

Significant accounting policies

Income recognition

Turnover from the sale of telematics units is recognised, net of VAT, when the Company obtains the right to consideration in exchange for its goods. Monthly subscription charges are recognised in the month to which they relate.

Critical accounting estimates and judgments

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

3. Turnover

The Company operates within the business segment of the import and distribution of telematics devices. The Company's turnover and operating profit relate entirely to its principal activities and arise in the United Kingdom and the rest of the world.

4. Directors' remuneration

	Year ended 28 February 2023 £	Year ended 28 February 2022 £
Sums paid to third parties for directors' services	-	4,574

The value of £nil (2022: £4,574) represents recharges from the Company's parent company for work performed by the Directors.

AXI Limited

Notes to the Financial Statements for the year ended 28 February 2023 (continued)

5. Tax on profit

(a) Analysis of tax charge for the financial year

The tax charge is based on the profit for the financial year and represents:

	Year ended 28 February 2023 £	Year ended 28 February 2022 £
Total current tax	1,054	6,650
Total tax expense included in profit and loss account	1,054	6,650

(b) Reconciliation of tax charge for the financial year

The average standard rate of corporation tax applicable to the Company during the financial year was 19% (2022: 19%).

The tax assessed for the year is different to (2022: is different to) that resulting from applying the average standard rate of corporation tax of 19% (2022: 19%) as shown below:

	Year ended 28 February 2023 £	Year ended 28 February 2022 £
Profit before tax	19,140	69,689
Profit multiplied by the standard effective rate of corporation tax in the UK of 19% (for the year ended 28 February 2022: 19%)	3,637	13,241
Effects of:		
Expenses not deductible for tax purposes	1,054	
Adjustments to tax charge in respect of prior years	-	6,650
Current period group relief claimed	(3,637)	(10,420)
Transfer pricing adjustment	-	(2,821)
Tax charge for the year	1,054	6,650

(c) Changes in tax legislation

From 1 April 2017 the UK main rate of corporation tax has been 19%. At Budget 2020, the government announced that the Corporation Tax main rate for the years starting 1 April 2020 and 2021 would remain at 19%.

At Budget 2021, the government confirmed that the Corporation Tax main rate for the year beginning 1 April 2022 would still remain at 19%, but would increase to 25% for the following year starting 1 April 2023, albeit with the introduction of a small profits rate (19% for profits of £50,000 or less) and marginal rate relief for profits between £50,000 and £250,000.

AXI Limited

Notes to the Financial Statements for the year ended 28 February 2023 (continued)

6. Debtors

	2023	2022
	£	£
Trade debtors	29,988	54,458
Amounts owed by group undertakings	110,977	-
Prepayments and accrued income	31,766	98,153
	172,731	152,611

Trade debtors are stated after impairment of £NIL (2022: £4,471).

Amounts owed by group undertakings included above are unsecured, interest free, have no fixed date of repayment and are repayable on demand.

All debtors fall due within one year.

7. Creditors: amounts falling due within one year

	2023	2022
	£	£
Trade creditors	11,382	20,326
Amounts owed to parent undertaking	-	9,026
Amounts owed to group undertakings	-	287,918
Taxation and social security	-	20,128
Corporation tax	1,054	-
Accruals and deferred income	-	-
	12,436	337,398

Amounts owed to parent and group undertakings included above are unsecured, interest free, have no fixed date of repayment and are repayable on demand.

8. Called up share capital

	2023	2022
	£	£
Allotted and fully paid		
1 (2022: 1) Ordinary share of £1	1	1

9. Related party transactions

The Company has taken advantage of the exemption under paragraph 33.1A of FRS 102 not to disclose transactions with fellow wholly owned subsidiaries.

Under paragraph 1.12 of FRS 102 the Company is exempt from the requirement to disclose key management personnel compensation in total.

AXI Limited

Notes to the Financial Statements for the year ended 28 February 2023 (continued)

10. Controlling party and ultimate parent undertaking

As at the 28 February 2023 the Directors consider that:

- the Company's immediate parent undertaking is Accident Exchange Limited, a company incorporated in England and Wales. Accident Exchange Limited is the smallest and largest company to prepare consolidated financial statements;
- the Company's ultimate parent undertaking is Eight Bar Partners HC, Inc. a corporation incorporated in Delaware, United States of America; and
- the Company's ultimate controlling party is Eight Bar Financial Partners I, LP a limited partnership registered in the Cayman Islands by virtue of its shareholding in Eight Bar Financial International S.A.R.L.

The consolidated financial statements of Accident Exchange Limited are available from the Company Secretary, Unit 605, Fort Dunlop, Fort Parkway, Birmingham, B24 9FD.