

Weight Reduction and Aerospace Security Products Ltd

Annual Report and Unaudited Financial Statements
for the Year Ended 13 December 2017

DTL Advisory Limited
Chartered Certified Accountants
5th Floor, North Side
7/10 Chandos Street
London
W1G 9DQ

Weight Reduction and Aerospace Security Products Ltd

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Weight Reduction and Aerospace Security Products Ltd

Company Information

Directors	Mr W G Seddon-Brown Mr I P R Winter Mr S A K Anderson Mr J G Brogan Mr L E Williams
Registered office	C/O Act, Unit 54, Clywedog Road South, Wrexham Industrial Estate Wrexham Wales LL13 9XS
Accountants	DTL Advisory Limited Chartered Certified Accountants 5th Floor, North Side 7/10 Chandos Street London W1G 9DQ

Weight Reduction and Aerospace Security Products Ltd

(Registration number: 08570595)
Balance Sheet as at 13 December 2017

	Note	2017 £	(As restated) 2016 £
Fixed assets			
Intangible assets	<u>4</u>	637,803	729,885
Tangible assets	<u>5</u>	63,996	80,515
		<u>701,799</u>	<u>810,400</u>
Current assets			
Debtors	<u>6</u>	2,722,140	2,057,369
Cash at bank and in hand		2,555	27,537
		2,724,695	2,084,906
Creditors: Amounts falling due within one year	<u>7</u>	(341,236)	(369,636)
Net current assets		<u>2,383,459</u>	<u>1,715,270</u>
Total assets less current liabilities		3,085,258	2,525,670
Creditors: Amounts falling due after more than one year	<u>7</u>	(2,697,605)	(1,829,090)
Provisions for liabilities		<u>(20,583)</u>	<u>(20,583)</u>
Net assets		<u>367,070</u>	<u>675,997</u>
Capital and reserves			
Called up share capital		143	143
Share premium reserve		1,834,045	1,834,045
Profit and loss account		<u>(1,467,118)</u>	<u>(1,158,191)</u>
Total equity		<u>367,070</u>	<u>675,997</u>

For the financial year ending 13 December 2017 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.

The notes on pages 4 to 9 form an integral part of these financial statements.

Weight Reduction and Aerospace Security Products Ltd

(Registration number: 08570595)

Balance Sheet as at 13 December 2017

Approved and authorised by the Board on 21 December 2018 and signed on its behalf by:

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Mr J G Brogan

Director

The notes on pages 4 to 9 form an integral part of these financial statements.
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Weight Reduction and Aerospace Security Products Ltd

Notes to the Financial Statements for the Year Ended 13 December 2017

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:

C/O Act, Unit 54, Clywedog Road South, Wrexham Industrial Estate
Wrexham
Wales
LL13 9XS
United Kingdom

These financial statements were authorised for issue by the Board on 21 December 2018.

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 objective for the year was to continue to design innovative security products for the Airline, Logistics, Forensics and Pharmaceutical industries. The company's directors and investors are confident of future sales and growth and will continued to support the company in the future.

As such, the directors feel that the business will operate a solvent entity and will continue as a going concern.

Foreign currency transactions and balances

Transactions in foreign currencies are initially recorded at the functional currency rate prevailing at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated into the respective functional currency of the entity at the rates prevailing on the reporting period date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing on the initial transaction dates.

Non-monetary items measured in terms of historical cost in a foreign currency are not retranslated.

Tangible assets

Tangible assets are stated in the statement of financial position 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:

Weight Reduction and Aerospace Security Products Ltd

Notes to the Financial Statements for the Year Ended 13 December 2017

Asset class	Depreciation method and rate
Plant and machinery	20% on reducing balance
Fixtures and fittings	15% on cost and 15% on reducing balance
Computer equipment	33% on cost

Intangible assets

Separately acquired trademarks and licences are shown at historical cost.

Trademarks, licences (including software) and customer-related intangible assets acquired in a business combination are recognised at fair value at the acquisition date.

Trademarks, licences and customer-related intangible assets have a finite useful life and are carried at cost less accumulated amortisation and any accumulated impairment losses.

Development costs

Development costs, being the amount paid in connection with products of the business in 2013 is being amortised evenly over its estimated useful life of ten years.

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.

Trade debtors

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

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Weight Reduction and Aerospace Security Products Ltd

Notes to the Financial Statements for the Year Ended 13 December 2017

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.

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.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 0 (2016 - 0).

4 Intangible assets

	Trademarks, patents and licenses £	Internally generated software development costs £	Total £
Cost or valuation			
At 14 December 2016	10,767	920,826	931,593
At 13 December 2017	10,767	920,826	931,593
Amortisation			
At 14 December 2016	-	201,708	201,708
Amortisation charge	-	92,082	92,082
At 13 December 2017	-	293,790	293,790
Carrying amount			
At 13 December 2017	10,767	627,036	637,803
At 13 December 2016	10,767	719,118	729,885

The aggregate amount of research and development expenditure recognised as an expense during the period is £Nil (2016 - £Nil).

Revalued assets for the year ended 13 December 2017

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Notes to the Financial Statements for the Year Ended 13 December 2017

Revalued assets for the year ended 13 December 2016

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Notes to the Financial Statements for the Year Ended 13 December 2017

5 Tangible assets

	Fixtures and fittings £	Plant and machinery £	Office equipment £	Total £
Cost or valuation				
At 14 December 2016	6,290	148,662	9,681	164,633
At 13 December 2017	6,290	148,662	9,681	164,633
Depreciation				
At 14 December 2016	2,575	74,601	6,942	84,118
Charge for the year	557	14,812	1,150	16,519
At 13 December 2017	3,132	89,413	8,092	100,637
Carrying amount				
At 13 December 2017	3,158	59,249	1,589	63,996
At 13 December 2016	3,715	74,061	2,739	80,515

6 Debtors

	Note	2017 £	(As restated) 2016 £
Amounts owed by group undertakings and undertakings in which the company has a participating interest		2,640,806	1,965,420
Prepayments		-	9,192
Other debtors		81,334	82,757
		<u>2,722,140</u>	<u>2,057,369</u>

7 Creditors

Creditors: amounts falling due within one year

	2017 £	2016 £
Due within one year		
Trade creditors	97,137	113,479
Accruals and deferred income	121,597	121,597
Other creditors	122,502	134,560
	<u>341,236</u>	<u>369,636</u>

Creditors: amounts falling due after more than one year

Weight Reduction and Aerospace Security Products Ltd

Notes to the Financial Statements for the Year Ended 13 December 2017

	Note	2017 £	2016 £
Due after one year			
Loans and borrowings	9	<u>2,697,605</u>	<u>1,829,090</u>

8 Share capital

Allotted, called up and fully paid shares

	2017		2016	
	No.	£	No.	£
A of £0.01 each	1,720	17.20	1,720	17.20
B of £0.01 each	2,085	20.85	2,085	20.85
C of £0.01 each	285	2.85	285	2.85
	<u>4,090</u>	<u>41</u>	<u>4,090</u>	<u>41</u>

9 Loans and borrowings

	2017 £	2016 £
Non-current loans and borrowings		
Other borrowings	<u>2,697,605</u>	<u>1,829,090</u>

10 Prior year adjustment

Included in the statement of changes in equity is a prior year adjustment of £597,326.25.

The prior year adjustment refers to a reclassification of expense paid during the ended 13.12.2016 into a debit of the intercompany account (flight weight Ltd).

The net effect of this adjustment on the retained earnings is that of +£597326.25

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