

AM Networks Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 31 March 2022

Lanham & Francis
Chartered Accountants
77a Cheap Street
Sherborne
Dorset
DT9 3BA

AM Networks Limited

Contents

Company Information	<u>1</u>
Accountants' Report	<u>2</u>
Balance Sheet	<u>3</u> to <u>4</u>
Notes to the Unaudited Financial Statements	<u>5</u> to <u>12</u>

AM Networks Limited

Company Information

Directors	M T Hayward Mrs J H Hayward
Registered office	77a Cheap Street Sherborne Dorset DT9 3BA
Accountants	Lanham & Francis Chartered Accountants 77a Cheap Street Sherborne Dorset DT9 3BA

**Chartered Accountants' Report to the Board of Directors on the Preparation of the Unaudited
Statutory Accounts of
AM Networks Limited
for the Year Ended 31 March 2022**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of AM Networks Limited for the year ended 31 March 2022 as set out on pages 3 to 12 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/regulation>.

This report is made solely to the Board of Directors of AM Networks Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the accounts of AM Networks Limited and state those matters that we have agreed to state to the Board of Directors of AM Networks Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than AM Networks Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that AM Networks Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and loss of AM Networks Limited. You consider that AM Networks Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the accounts of AM Networks Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.

Lanham & Francis
Chartered Accountants
77a Cheap Street
Sherborne
Dorset
DT9 3BA

16 March 2023

AM Networks Limited
(Registration number: 08840304)
Balance Sheet as at 31 March 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	<u>4</u>	39,490	47,400
Investments	<u>5</u>	<u>1</u>	<u>1</u>
		<u>39,491</u>	<u>47,401</u>
Current assets			
Stocks	<u>6</u>	15,550	3,900
Debtors	<u>7</u>	3,054,705	3,105,825
Cash at bank and in hand		<u>34,630</u>	<u>134,382</u>
		3,104,885	3,244,107
Creditors: Amounts falling due within one year	<u>8</u>	<u>(354,493)</u>	<u>(423,830)</u>
Net current assets		<u>2,750,392</u>	<u>2,820,277</u>
Total assets less current liabilities		2,789,883	2,867,678
Provisions for liabilities		<u>(4,886)</u>	<u>(6,333)</u>
Net assets		<u>2,784,997</u>	<u>2,861,345</u>
Capital and reserves			
Called up share capital	<u>9</u>	2	2
Retained earnings		<u>2,784,995</u>	<u>2,861,343</u>
Shareholders' funds		<u>2,784,997</u>	<u>2,861,345</u>

For the financial year ending 31 March 2022 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.

AM Networks Limited

(Registration number: 08840304)

Balance Sheet as at 31 March 2022 (continued)

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 15 March 2023 and signed on its behalf by:

M T Hayward
Director

AM Networks Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2022

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:

77a Cheap Street
Sherborne
Dorset
DT9 3BA

The principal place of business is:

4 Wyvern Close
Yeovil
Somerset
BA20 2HF

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 smaller entities - 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' and the Companies Act 2006 (as applicable to companies subject to the small companies' regime).

Basis of preparation

These financial statements have been prepared using the historical cost convention.

These financial statements are prepared in Sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £1.

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 value added tax, returns, rebates and discounts.

The company recognises revenue when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the entity and specific criteria have been met for each of the company's activities.

Foreign currency transactions and balances

Transactions in foreign currencies are recorded at the exchange rate ruling at the date of the transaction. Exchange differences are included in the profit and loss account.

Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation.

AM Networks Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2022 (continued)

2 Accounting policies (continued)

Depreciation

Depreciation is charged so as to write off the cost of assets over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Other property, plant and equipment	20% reducing balance
Motor vehicles	25% reducing balance
Furniture, fittings and equipment	3 years on cost
Fixtures and fittings	2% on cost

Investments

Investments are in equity shares which are not publicly traded and where the fair value cannot be measured reliably and are measured at cost less impairment.

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 reviewed 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.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

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 at the transaction price.

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

AM Networks Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2022 (continued)

2 Accounting policies (continued)

Financial instruments

Classification

FRS 102 classifies financial instruments as either basic financial instruments or other financial instruments. The accounting treatment varies according to the classification.

Basic financial instruments are defined as one of the following:

- cash
- a debt instrument (such as accounts receivable and payable)
- commitment to receive a loan that satisfy certain criteria
- investments in non-convertible preference shares, and non puttable ordinary shares.

All other financial instruments are classed as other financial instruments and treated accordingly.

Recognition and measurement

The company only has financial assets and liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

AM Networks Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2022 (continued)

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 2 (2021 - 2).

AM Networks Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2022 (continued)

4 Tangible assets

	Furniture, fittings and equipment £	Motor vehicles £	Total £
Cost or valuation			
At 1 April 2021	63,217	39,053	102,270
Additions	21,450	-	21,450
Disposals	-	(9,750)	(9,750)
At 31 March 2022	84,667	29,303	113,970
Depreciation			
At 1 April 2021	31,220	23,650	54,870
Charge for the year	20,024	2,023	22,047
Eliminated on disposal	-	(2,437)	(2,437)
At 31 March 2022	51,244	23,236	74,480
Carrying amount			
At 31 March 2022	33,423	6,067	39,490
At 31 March 2021	31,997	15,403	47,400

5 Investments

	2022 £	2021 £
Investments in subsidiaries	1	1
Subsidiaries		£
Cost or valuation		
At 1 April 2021		1
Provision		
Carrying amount		
At 31 March 2022		1
At 31 March 2021		1

AM Networks Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2022 (continued)

6 Stocks

	2022	2021
	£	£
Other inventories	15,550	3,900

7 Debtors

Current	Note	2022	2021
		£	£
Trade debtors		48,071	23,036
Amounts owed by related parties	<u>10</u>	2,159,218	2,169,863
Prepayments		3,529	5,702
Other debtors		843,887	907,224
		<u>3,054,705</u>	<u>3,105,825</u>

AM Networks Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2022 (continued)

8 Creditors

Creditors: amounts falling due within one year

	2022 £	2021 £
Due within one year		
Trade creditors	3,750	-
Taxation and social security	345,475	414,263
Accruals and deferred income	5,268	9,567
	<u>354,493</u>	<u>423,830</u>

9 Share capital

Allotted, called up and fully paid shares

	2022		2021	
	No.	£	No.	£
Ordinary shares of £1 each	2	2	2	2

10 Related party transactions

Transactions with directors

	At 1 April 2021 £	Advances to director £	Repayments by director £	At 31 March 2022 £
2022				
Interest free loan	641,742	63,824	(148,784)	556,782

	At 1 April 2020 £	Advances to director £	Repayments by director £	At 31 March 2021 £
2021				
Interest free loan	745,197	70,545	(174,000)	641,742

AM Networks Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2022 (continued)

10 Related party transactions (continued)

Loans to related parties

	Subsidiary £	Total £
2022		
At start of period	2,169,863	2,169,863
Advanced	74,355	74,355
Repaid	(85,000)	(85,000)
	<u>2,159,218</u>	<u>2,159,218</u>
At end of period	<u>2,159,218</u>	<u>2,159,218</u>
	Subsidiary £	Total £
2021		
At start of period	1,102,463	1,102,463
Advanced	1,068,000	1,068,000
Repaid	(600)	(600)
	<u>2,169,863</u>	<u>2,169,863</u>
At end of period	<u>2,169,863</u>	<u>2,169,863</u>

Terms of loans to related parties

Interest free loan repayable on demand.

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.