

Company registration number 12132531 (England and Wales)

AEC MANUFACTURING LTD
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022
PAGES FOR FILING WITH REGISTRAR

AEC MANUFACTURING LTD

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AEC MANUFACTURING LTD

BALANCE SHEET

AS AT 30 JUNE 2022

| | Notes | 2022 £ | £ | 2021 £ | £ |
|--|-------|-----------|----------|-----------|----------|
| Fixed assets | | | | | |
| Investments | 4 | | 436,754 | | 436,754 |
| Current assets | | | | | |
| Debtors | 5 | 3,743 | | 3,743 | |
| Creditors: amounts falling due within one year | 6 | (30,000) | | (30,000) | |
| Net current liabilities | | | (26,257) | | (26,257) |
| Total assets less current liabilities | | | 410,497 | | 410,497 |
| Creditors: amounts falling due after more than one year | 7 | | (57,944) | | (87,944) |
| Net assets | | | 352,553 | | 322,553 |
| Capital and reserves | | | | | |
| Called up share capital | 8 | | 27,614 | | 27,614 |
| Equity reserve | 9 | | 204,939 | | 204,939 |
| Profit and loss reserves | | | 120,000 | | 90,000 |
| Total equity | | | 352,553 | | 322,553 |

The directors of the company have elected not to include a copy of the profit and loss account within the financial statements.

For the financial year ended 30 June 2022 the company was entitled to exemption from audit under section 480 of the Companies Act 2006 relating to dormant companies.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

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

The financial statements were approved by the board of directors and authorised for issue on 31 March 2023 and are signed on its behalf by:

Mr M Parry
Director

Company Registration No. 12132531

AEC MANUFACTURING LTD

BALANCE SHEET (CONTINUED)

AS AT 30 JUNE 2022

1 Judgements and key sources of estimation uncertainty

In the application of the company's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

2 Accounting policies

Company information

AEC Manufacturing Ltd is a private company limited by shares incorporated in England and Wales. The registered office is Unit 2 - 3, Camphill Industrial Estate, Camphill Road, West Byfleet, Surrey, KT14 6EW.

2.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The 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.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain financial instruments at fair value. The principal accounting policies adopted are set out below.

2.2 Fixed asset investments

Interests in subsidiaries, associates and jointly controlled entities are initially measured at cost and subsequently measured at cost less any accumulated impairment losses. The investments are assessed for impairment at each reporting date and any impairment losses or reversals of impairment losses are recognised immediately in profit or loss.

A subsidiary is an entity controlled by the company. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

An associate is an entity, being neither a subsidiary nor a joint venture, in which the company holds a long-term interest and where the company has significant influence. The company considers that it has significant influence where it has the power to participate in the financial and operating decisions of the associate.

Entities in which the company has a long term interest and shares control under a contractual arrangement are classified as jointly controlled entities.

2.3 Financial instruments

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

AEC MANUFACTURING LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

2 Accounting policies

(Continued)

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

2.4 Foreign exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation in the period are included in profit or loss.

3 Employees

The average monthly number of persons (including directors) employed by the company during the year was:

| | 2022 Number | 2021 Number |
|-------|----------------|----------------|
| Total | 2 | 2 |

4 Fixed asset investments

| | 2022 £ | 2021 £ |
|--|-----------|-----------|
| Shares in group undertakings and participating interests | 436,754 | 436,754 |

AEC MANUFACTURING LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2022

| | | |
|---|--------------|--------------|
| 5 Debtors | 2022 | 2021 |
| | £ | £ |
| Amounts falling due within one year: | | |
| Amounts owed by group undertakings | 1,190 | 1,190 |
| Other debtors | 2,553 | 2,553 |
| | <u>3,743</u> | <u>3,743</u> |

| | | |
|---|---------------|---------------|
| 6 Creditors: amounts falling due within one year | 2022 | 2021 |
| | £ | £ |
| Other creditors | 30,000 | 30,000 |
| | <u>30,000</u> | <u>30,000</u> |

Other creditors comprise loan notes repayable within one year which are unsecured and interest free.

| | | |
|--|---------------|---------------|
| 7 Creditors: amounts falling due after more than one year | 2022 | 2021 |
| | £ | £ |
| | | |
| Other borrowings | 57,944 | 87,944 |
| | <u>57,944</u> | <u>87,944</u> |

Other long term borrowings comprise loan notes which are unsecured and interest free.

| | | | | |
|----------------------------------|---------------|---------------|---------------|---------------|
| 8 Called up share capital | 2022 | 2021 | 2022 | 2021 |
| | Number | Number | £ | £ |
| Ordinary share capital | | | | |
| Issued and fully paid | | | | |
| Ordinary shares of £1 each | 5,104 | 5,104 | 5,104 | 5,104 |
| Ordinary "A" shares of £1 each | 22,510 | 22,510 | 22,510 | 22,510 |
| | <u>27,614</u> | <u>27,614</u> | <u>27,614</u> | <u>27,614</u> |

The Ordinary "A" shares are non-voting and are only entitled to a return of capital on a winding up.

9 Equity reserve

The Equity reserve comprises a "Merger reserve" created under section 612 of the Companies Act 2006 on the revaluation of the investment in Ashted Engineering Company Limited to its fair value (see note 4 to the financial statements).

The "Merger" reserve is only distributable when it becomes realised on the disposal of the subsidiary.

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.