

REGISTERED NUMBER: 02885223 (England and Wales)

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST OCTOBER 2020

FOR

ALTERNATIVE AIRLINES LIMITED

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST OCTOBER 2020**

	Page
Company Information	1
Balance Sheet	2
Notes to the Financial Statements	3

ALTERNATIVE AIRLINES LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 31ST OCTOBER 2020

DIRECTORS:

P G Argyle
Mrs E B Argyle
S Argyle

REGISTERED OFFICE:

Suite 9A
Gatwick House
Peeks Brook Lane
Horley
Surrey
RH6 9ST

REGISTERED NUMBER:

02885223 (England and Wales)

AUDITORS:

Parkers
Chartered Accountants and Statutory Auditors
178-180 Church Road
Hove, East Sussex
BN3 2DJ

ALTERNATIVE AIRLINES LIMITED (REGISTERED NUMBER: 02885223)

**BALANCE SHEET
31ST OCTOBER 2020**

	Notes	2020 £	£	2019 £	£
FIXED ASSETS					
Tangible assets	4		25,587		36,163
Investments	5		<u>-</u>		<u>-</u>
			25,587		36,163
CURRENT ASSETS					
Debtors	6	673,996		796,848	
Cash at bank		<u>1,176,281</u>		<u>1,338,851</u>	
		1,850,277		2,135,699	
CREDITORS					
Amounts falling due within one year	7	<u>968,434</u>		<u>1,493,309</u>	
NET CURRENT ASSETS			<u>881,843</u>		<u>642,390</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			907,430		678,553
CREDITORS					
Amounts falling due after more than one year	8		<u>204,546</u>		<u>-</u>
NET ASSETS			<u>702,884</u>		<u>678,553</u>
CAPITAL AND RESERVES					
Called up share capital			100,000		100,000
Retained earnings			<u>602,884</u>		<u>578,553</u>
SHAREHOLDERS' FUNDS			<u>702,884</u>		<u>678,553</u>

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 by the Board of Directors and authorised for issue on 22nd February 2021 and were signed on its behalf by:

P G Argyle - Director

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST OCTOBER 2020**

1. STATUTORY INFORMATION

Alternative Airlines 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.

The financial statements have been prepared on a going concern basis which assumes that the company will be able to continue in operational existence for the foreseeable future for a minimum period of at least 12 months from the date of approval of these financial statements.

The validity of this assumption depends on the recoverability of the £464,322 due from its subsidiary company, Flight Directors Scheduled Services Limited. The directors have prepared forecasts indicating that the operating profitability of this company will continue over the next 12 months as a result of a continued focus on balancing operating expenses against core revenue. The forecasts for Flight Directors Scheduled Services Limited indicate that the company will continue to be loss making for the next 12 months due to the Covid-19 pandemic and its effects on the travel industry, but due to a significant reduction in staff costs the loss is expected to be smaller than for the current year. The group expects to have sufficient reserves to cover the losses until travel resumes.

If the company and its subsidiary were unable to continue operating for the foreseeable future, adjustments would have to be made to reduce the balance sheet values of assets to their recoverable amounts, to provide for further liabilities that might arise and reclassify fixed assets and long term liabilities as current assets and liabilities.

Preparation of consolidated financial statements

The financial statements contain information about Alternative Airlines Limited as an individual company and do not contain consolidated financial information as the parent of a group. The company is exempt under Section 399(2A) of the Companies Act 2006 from the requirements to prepare consolidated financial statements.

Significant judgements and estimates

No significant judgements have had to be made by the directors in preparing these financial statements.

Turnover

Turnover comprises gross ticket sales, excluding Value Added Tax. Turnover is recognised when the company obtains the right to consideration.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.
Computer equipment - 33% on cost

Government grants

Government grants are recorded on the accruals basis and are released to the profit and loss account on receipt.

Investments in subsidiaries

Investments in subsidiary undertakings are recognised at cost less any provision for impairment.

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

2. ACCOUNTING POLICIES - continued

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.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in profit or loss.

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

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.

Impairment of non-financial assets

At each reporting date non-financial assets not carried at fair value, like goodwill and plant, property and equipment, are reviewed to determine whether there is an indication that an asset may be impaired. If there is an indication of possible impairment, the recoverable amount of any asset or group of related assets, which is the higher of value in use and the fair value less cost to sell, is estimated and compared with its carrying amount. If the recoverable amount is lower, the carrying amount of the asset is reduced to its recoverable amount and an impairment loss is recognised immediately in profit or loss.

Valuation of investments

Investments held as fixed assets are stated at cost less any provision for impairment.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 34 (2019 - 28) .

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

4. TANGIBLE FIXED ASSETS

	Plant and machinery etc £
COST	
At 1st November 2019	52,845
Additions	2,550
At 31st October 2020	<u>55,395</u>
DEPRECIATION	
At 1st November 2019	16,682
Charge for year	13,126
At 31st October 2020	<u>29,808</u>
NET BOOK VALUE	
At 31st October 2020	<u>25,587</u>
At 31st October 2019	<u>36,163</u>

5. FIXED ASSET INVESTMENTS

	Shares in group undertakings £
COST	
At 1st November 2019 and 31st October 2020	<u>20,000</u>
PROVISIONS	
At 1st November 2019 and 31st October 2020	<u>20,000</u>
NET BOOK VALUE	
At 31st October 2020	<u>-</u>
At 31st October 2019	<u>-</u>

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Trade debtors	44,582	150,974
Amounts owed by group undertakings	464,322	446,162
Other debtors	165,092	199,712
	<u>673,996</u>	<u>796,848</u>

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

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Bank loans and overdrafts	45,455	859
Trade creditors	548,194	1,424,768
Taxation and social security	7,173	1,415
Other creditors	367,612	66,267
	<u>968,434</u>	<u>1,493,309</u>

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

	2020	2019
	£	£
Bank loans	<u>204,546</u>	<u>-</u>
Amounts falling due in more than five years:		
Repayable by instalments		
Bank loans more 5 yr by instal	<u>22,727</u>	<u>-</u>

9. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2020	2019
	£	£
Within one year	44,622	44,622
Between one and five years	<u>29,748</u>	<u>74,370</u>
	<u>74,370</u>	<u>118,992</u>

10. DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006

The Report of the Auditors was unqualified.

Annette Watson PhD BSc FCA (Senior Statutory Auditor)
for and on behalf of Parkers

11. CONTINGENT LIABILITIES

The company has entered into a bank cross guarantee with its subsidiary company Flight Directors Scheduled Services Limited on which the potential liability was £NIL as at the balance sheet date.

12. ULTIMATE CONTROLLING PARTY

The controlling party is P G Argyle.

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.