

**A A W Control Systems Limited**  
Annual Report and Unaudited Financial Statements  
for the Year Ended 31 March 2021

# A A W Control Systems Limited

## Contents

Balance Sheet	<u>1</u> to <u>2</u>
Notes to the Unaudited Financial Statements	<u>3</u> to <u>9</u>

**A A W Control Systems Limited**  
**(Registration number: 03339802)**  
**Balance Sheet as at 31 March 2021**

	Note	2021 £	2020 £
<b>Fixed assets</b>			
Tangible assets	<u>5</u>	13,862	18,304
<b>Current assets</b>			
Stocks	<u>6</u>	20,826	19,365
Debtors	<u>7</u>	55,631	87,339
Cash at bank and in hand		129,255	96,030
		205,712	202,734
<b>Creditors: Amounts falling due within one year</b>	<u>8</u>	(181,599)	(201,110)
<b>Net current assets</b>		24,113	1,624
<b>Total assets less current liabilities</b>		37,975	19,928
<b>Creditors: Amounts falling due after more than one year</b>	<u>8</u>	(44,935)	(82,968)
<b>Provisions for liabilities</b>		(2,634)	(3,690)
<b>Net liabilities</b>		(9,594)	(66,730)
<b>Capital and reserves</b>			
Called up share capital		2	2
Profit and loss account		(9,596)	(66,732)
<b>Shareholders' deficit</b>		(9,594)	(66,730)

**A A W Control Systems Limited**

**(Registration number: 03339802)  
Balance Sheet as at 31 March 2021**

For the financial year ending 31 March 2021 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.

Approved and authorised by the Board on 14 September 2021 and signed on its behalf by:

.....

C B Atkins  
Company secretary and director

**Notes to the Unaudited Financial Statements for the Year Ended 31 March 2021**

**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:

2 Old Bath Road  
Newbury  
Berkshire  
RG14 1QL  
England

**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 financial statements have been prepared on a going concern basis based upon the continued support of the directors, with a significant proportion of the directors loan not being repaid to the directors within 12 months of the signing of the accounts unless the company has sufficient resources to do so.

The directors acknowledge the potential impact of the global coronavirus pandemic and believe that the company can manage its business risks successfully despite the current uncertain economic outlook created by the pandemic such that they believe the continued use of the going concern basis to be appropriate.

**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 sales/value added tax, returns, rebates and discounts.

**Tax**

The tax expense for the period comprises deferred tax.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference.

## A A W Control Systems Limited

### Notes to the Unaudited Financial Statements for the Year Ended 31 March 2021

#### Tangible assets

Tangible assets are stated in the balance sheet 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:

Asset class	Depreciation method and rate
Plant and machinery	25-50% per annum of net book value
Motor vehicles	25% per annum of net book value

#### Goodwill

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

#### Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Goodwill	33.3% per annum of net book value

#### 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.

#### Debtors

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

#### Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell.

#### Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers.

**Notes to the Unaudited Financial Statements for the Year Ended 31 March 2021**

**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.

**Leases**

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

**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.

**Defined contribution pension obligation**

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

**3 Staff numbers**

The average number of persons employed by the company (including directors) during the year, was 7 (2020 - 7).

# A A W Control Systems Limited

## Notes to the Unaudited Financial Statements for the Year Ended 31 March 2021

### 4 Intangible assets

	Goodwill £	Total £
<b>Cost or valuation</b>		
At 1 April 2020	17,000	17,000
At 31 March 2021	17,000	17,000
<b>Amortisation</b>		
At 1 April 2020	17,000	17,000
At 31 March 2021	17,000	17,000
<b>Carrying amount</b>		
At 31 March 2021	-	-

The aggregate amount of research and development expenditure recognised as an expense during the period is £11,544 (2020 - £37,447).

A A W Control Systems Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2021

5 Tangible assets

	Plant and machinery £	Motor vehicles £	Total £
<b>Cost or valuation</b>			
At 1 April 2020	61,197	33,563	94,760
At 31 March 2021	61,197	33,563	94,760
<b>Depreciation</b>			
At 1 April 2020	58,421	18,035	76,456
Charge for the year	560	3,882	4,442
At 31 March 2021	58,981	21,917	80,898
<b>Carrying amount</b>			
At 31 March 2021	2,216	11,646	13,862
At 31 March 2020	2,776	15,528	18,304

6 Stocks

	2021 £	2020 £
Other inventories	20,826	19,365

7 Debtors

	2021 £	2020 £
Trade debtors	48,890	59,936
Prepayments	1,228	3,342
Other debtors	5,513	24,061
	55,631	87,339

**A A W Control Systems Limited**

**Notes to the Unaudited Financial Statements for the Year Ended 31 March 2021**

**8 Creditors**

**Creditors: amounts falling due within one year**

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
<b>Due within one year</b>		
Loans and borrowings	3,982	10,342
Trade creditors	7,513	29,376
Taxation and social security	20,372	30,163
Other creditors	149,732	131,229
	<u>181,599</u>	<u>201,110</u>

**Creditors: amounts falling due after more than one year**

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
<b>Due after one year</b>		
Loans and borrowings	9 44,935	82,968

**9 Loans and borrowings**

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
<b>Current loans and borrowings</b>		
Bank borrowings	1,324	7,684
Hire purchase contracts	2,658	2,658
	<u>3,982</u>	<u>10,342</u>

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
<b>Non-current loans and borrowings</b>		
Bank borrowings	-	1,324
Hire purchase contracts	3,986	6,644
Other borrowings	40,949	75,000
	<u>44,935</u>	<u>82,968</u>

Hire purchase contracts are secured against the assets to which they relate.

**A A W Control Systems Limited**

**Notes to the Unaudited Financial Statements for the Year Ended 31 March 2021**

**10 Related party transactions**

**Other transactions with directors**

At the balance sheet date the amount due to the directors in relation to an interest free loan to the company was £68,949 (2020: £85,949).

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.