Company registration number 05350879 (England and Wales)

# AEROCARE INTERNATIONAL LIMITED

## FINANCIAL STATEMENTS
## FOR THE YEAR ENDED 31 MARCH 2021

AEROCARE INTERNATIONAL LIMITED

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

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AEROCARE INTERNATIONAL LIMITED

COMPANY INFORMATON
FOR THE YEAR ENDED 31 MARCH 2021

| | | |
|---|---|---|
| DIRECTORS | - | D HICKSON<br>J HICKSON |
| SECRETARY | - | J HICKSON |
| REGISTERED OFFICE | - | UNIT 1 EASTER COURT<br>EUROPA BOULEVARD<br>GEMINI BUSINESS PARK<br>WARRINGTON<br>CHESHIRE<br>WA5 7ZB |

**AEROCARE INTERNATIONAL LIMITED (REGISTRATION NUMBER 05350879)**

**BALANCE SHEET AT 31 MARCH 2021**

| | Notes | £ | £ | 2020 £ | 2020 £ |
|---|---|---|---|---|---|
| **FIXED ASSETS** | | | | | |
| Tangible assets | 5 | | 71,855 | | 104,851 |
| **CURRENT ASSETS** | | | | | |
| Stocks | | 457,981 | | 468,374 | |
| Debtors | 6 | 1,070,604 | | 1,370,280 | |
| Cash at bank and in hand | | 62,014 | | 99,957 | |
| | | 1,590,599 | | 1,938,611 | |
| **CREDITORS: Amounts falling due within one year** | 7 | (465,890) | | (593,078) | |
| **NET CURRENT ASSETS** | | | 1,124,709 | | 1,345,533 |
| **TOTAL ASSETS LESS CURRENT LIABILITIES** | | | 1,196,564 | | 1,450,384 |
| **CREDITORS: Amounts falling due after one year** | 8 | | (280,590) | | (147,979) |
| **PROVISION FOR LIABILITIES** | | | (16,191) | | (16,191) |
| **NET ASSETS** | | | 899,783 | | 1,286,214 |
| **CAPITAL AND RESERVES** | | | | | |
| Called up share capital | | | 500 | | 500 |
| Profit and loss account | | | 899,283 | | 1,285,714 |
| **SHAREHOLDERS' FUNDS** | | | 899,783 | | 1,286,214 |

For the year ended 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 accordance with section 476,
- the directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts,
- these accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime of the Companies Act 2006,
- as permitted by section 444 of the Companies Act 2006, the directors have not delivered to the Registrar a copy of the company's Directors' Report and Profit and Loss Account.

The financial statements were approved by the board of directors on 25 November 2021 and were signed on its behalf by:

.................................................................................

**D HICKSON – DIRECTOR**

*(The notes on page 3 to 7 form an integral part of these financial statements)*

## AEROCARE INTERNATIONAL LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

### 1. STATUTORY INFORMATION

Aerocare International Ltd is a private company, limited by shares, registered in England and Wales. The company's registered number is 05350879 and its registered office address is Unit 1 Easter Court, Europa Boulevard, Gemini Business Park, Warrington, Cheshire WA5 7ZB.

### 2. ACCOUNTING POLICIES

**Basis of preparing the financial statements**

These financial statements have been prepared in accordance with the provisions of Financial Reporting Standard 102, Section 1A "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

**Revenue**

Revenue comprises the aggregate of the fair value of the sale of goods and services provided, net of value added tax. Sale of goods are recognised when the company has delivered products to the customer, the customer has accepted the products and collectability of the related receivables is fairly certain. Service revenues are recognised as those services are provided to customers.

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life:

| | |
|---|---|
| Plant and machinery | 25% on cost |
| Fixtures, fittings and office equipment | 25% on cost |
| Motor vehicles | 25% on cost |

**Stocks**

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow-moving items. Cost represents actual purchase price.

**Deferred taxation**

Deferred taxation is recognised on all timing differences between the carrying amount of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible timing differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised. The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the periods in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

## 2. ACCOUNTING POLICIES - continued

**Deferred taxation**
Deferred tax for the year is recognised in profit or loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax is also recognised in other comprehensive income or directly in equity respectively.

**Research and development**
Expenditure on research and development is written off in the year in which it is incurred.

**Foreign currencies**
Monetary 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 to the company's pension scheme are charged to profit or loss in the period to which they relate.

**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 and loans to related parties.

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 the income statement.

Basic financial liabilities are initially measured at transaction price and subsequently measured at amortised cost, being the transaction price less any amounts settled.

**Critical accounting estimates and judgements**
In the application of the company's accounting policies, the directors are required to make estimates and judgements. The estimates are based on historical experience and other relevant factors. Actual results may differ from these estimates.

The estimates are continually evaluated. Revisions to accounting estimates are recognised in the period in which the estimate is revised.

The estimates and assumptions which have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities are outlined below.

**AEROCARE INTERNATIONAL LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued**
**FOR THE YEAR ENDED 31 MARCH 2021**

## 2. ACCOUNTING POLICIES - continued

Estimating the useful economic life of an asset and the anticipated residual value are considered key judgement in calculating an appropriate depreciation charge.

In categorising leases as finance or operating leases, the directors make judgements as to whether significant risks and rewards of ownership have transferred to the company as lessee.

Making judgement based on historical experience on the level of provision required for impairment of stock. Further information received after the balance sheet date may impact on the level of provision required.

## 3. EMPLOYEES

The average number of employees during the year was 20 (2020: 20).

## 4. DIVIDENDS

| | 2021 | 2020 |
|---|---|---|
| | £ | £ |
| Ordinary shares of £1 each | | |
| Interim | 140,000 | 140,000 |

## 5. TANGIBLE FIXED ASSETS

| | Plant and machinery etc |
|---|---|
| | £ |
| **COST** | |
| At 1 April 2020 | 614.931 |
| Additions | 3,566 |
| Disposals | (4,000) |
| At 31 March 2021 | 614,497 |
| **DEPRECIATION** | |
| At 1 April 2020 | 510,080 |
| Charge for the year | 32,562 |
| Relating to disposals | - |
| At 31 March 2021 | 542,642 |
| **NET BOOK VALUE** | |
| At 31 March 2021 | 71,855 |
| At 31 March 2020 | 104,851 |

Included in the net book value of tangible fixed assets held at 31 March 2021 was £53,430 (2020: £69,990) in respect of assets held under hire purchase contracts.

**AEROCARE INTERNATIONAL LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued**
**FOR THE YEAR ENDED 31 MARCH 2021**

## 6. DEBTORS

| | 2021 | 2020 |
|---|---|---|
| | £ | £ |
| Trade debtors | 82,988 | 169,955 |
| Amounts owed by group undertakings | 681,402 | 839,694 |
| Corporation tax | 51,513 | 51,506 |
| Social security and other taxes | 15,361 | 12,236 |
| Prepaid expenses and accrued income | 200,230 | 233,614 |
| Directors' loans | - | 24,165 |
| Other debtors | 39,110 | 39,110 |
| | 1,070,604 | 1,370,280 |

## 7. CREDITORS: Amounts falling due within one year

| | 2021 | 2020 |
|---|---|---|
| | £ | £ |
| Trade creditors | 98,233 | 362,978 |
| Amounts owed to group undertakings | 39,247 | 30,777 |
| Accrued expenses and deferred income | 15,164 | 6,133 |
| Other creditors | 125,893 | - |
| Bank invoice discounting (see note 10) | 600 | 80,850 |
| Corporation tax | - | - |
| Social security and other taxes | 51,206 | 40,784 |
| Directors' loans | 18,158 | - |
| Bank loan | 45,833 | - |
| Aerocare International Pension Scheme loans (see note 10) | 60,000 | 60,000 |
| Obligations under hire purchase contracts (see note 10) | 11,556 | 11,556 |
| | 465,890 | 593,078 |

## 8. CREDITORS: Amounts falling due after one year

| | 2021 | 2020 |
|---|---|---|
| | £ | £ |
| Bank loan | 204,167 | - |
| Aerocare International Pension Scheme loans (see note 10) | 30,000 | 90,000 |
| Obligations under hire purchase contracts (see note 10) | 46,423 | 57,979 |
| | 280,590 | 147,979 |

## 9. OTHER COMMITMENTS

At 31 March 2021, the company had total commitments under non-cancellable operating leases over the remaining life of those leases falling due as follows:

| | 2021 | 2020 |
|---|---|---|
| | £ | £ |
| Within one year | 109,300 | 112,510 |
| Between one and five years | 54,650 | 174,468 |
| | 163,950 | 286,978 |

## AEROCARE INTERNATIONAL LIMITED

### NOTES TO THE FINANCIAL STATEMENTS - continued
### FOR THE YEAR ENDED 31 MARCH 2021

### 10. SECURED DEBTS

The following secured debts are included within creditors:

| | 2021 | 2020 |
|---|---|---|
| | £ | £ |
| Bank invoice discounting | 600 | 80,850 |
| Aerocare International Pension Scheme loans | 90,000 | 150,000 |
| Obligations under hire purchase contracts | 57,979 | 69,535 |
| | 148,579 | 300,385 |

The bank invoice discounting is secured by a fixed and floating charge over the company's assets.
The pension scheme loans are secured by a fixed and floating charge over the company's assets.
Obligations under hire purchase contracts are secured on the assets to which they relate.

### 11. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to directors subsisted during the year ended 31 March 2021 and year ended 31 March 2020:

| | 2021 | 2020 |
|---|---|---|
| | £ | £ |
| **Mr D Hickson and Mrs J Hickson** | | |
| Balance outstanding at start of period | 24,165 | (1,009) |
| Amounts advanced | 95,627 | 165,174 |
| Amounts repaid | (119,792) | (140,000) |
| Balance outstanding at end of period | - | 24,165 |

The above advances are unsecured, interest free and repayable on demand. The maximum overdrawn balance during the year ended 31 March 2021 was £24,165.

### 12. RELATED PARTY DISCLOSURES

**Aerocare Aviation Services Limited**
Aerocare Aviation Services Ltd is a fellow subsidiary of Aerocare Group (Warrington) Ltd.

During the year sales of £143,778 (2020: £214,198) were made to Aerocare Aviation Services Ltd. Included within trade debtors is a balance of £13,817 (2020: £76,133) due from Aerocare Aviation Services Ltd.

Included in debtors falling due within one year is an interest-bearing loan of £681,402 (2020: £839,694) due from Aerocare Aviation Services Ltd, the amount is repayable on demand. Interest of £12,996 (2020: £32,487) was charged on this loan to Aerocare Aviation Services Ltd.

### 13. ULTIMATE CONTROLLING PARTY

The controlling party is Aerocare Group (Warrington) Limited, a company registered in the UK. The ultimate controlling parties are Mr D Hickson and Mrs J Hickson.