

SAE Systems Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 30 April 2018

SAE Systems Limited

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SAE Systems Limited

Company Information

Directors S R Peck
A L Peck

Company secretary A L Peck

Registered office Staithe House, The Staithe
Thurne
Great Yarmouth
Norfolk
NR29 3BU

Bankers Lloyds Bank Plc
Ely Branch
Minister Place
Ely
Cambridgeshire
CB7 4EN

Accountants Ashgates Corporate Services Limited
5 Prospect Place
Millennium Way
Pride Park
Derby
DE24 8HG

**Chartered Certified Accountants' Report to the Board of Directors on the Preparation of
the Unaudited Statutory Accounts of
SAE Systems Limited
for the Year Ended 30 April 2018**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of SAE Systems Limited for the year ended 30 April 2018 as set out on pages 3 to 8 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Association of Chartered Certified Accountants, we are subject to its ethical and other professional requirements which are detailed at <http://www.accaglobal.com/en/member/professional-standards/rules-standards/acca-rulebook.html>.

This report is made solely to the Board of Directors of SAE Systems 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 SAE Systems Limited and state those matters that we have agreed to state to the Board of Directors of SAE Systems Limited, as a body, in this report in accordance with the requirements of the Association of Chartered Certified Accountants as detailed at

http://www.accaglobal.com/content/dam/ACCA_Global/Technical/fact/technical-factsheet-163.pdf. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than SAE Systems Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that SAE Systems 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 profit of SAE Systems Limited. You consider that SAE Systems 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 SAE Systems 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.

.....
Ashgates Corporate Services Limited
5 Prospect Place
Millennium Way
Pride Park
Derby
DE24 8HG

Date:.....

SAE Systems Limited
(Registration number: 05420366)
Balance Sheet as at 30 April 2018

| | Note | 2018 £ | 2017 £ |
|---|----------|----------------------|----------------------|
| Fixed assets | | | |
| Tangible assets | <u>4</u> | 61,731 | 68,114 |
| Current assets | | | |
| Stocks | | 45,000 | 13,500 |
| Debtors | <u>5</u> | 55,024 | 31,693 |
| Cash at bank and in hand | | <u>141,690</u> | <u>151,008</u> |
| | | 241,714 | 196,201 |
| Creditors: Amounts falling due within one year | <u>6</u> | <u>(229,141)</u> | <u>(155,319)</u> |
| Net current assets | | <u>12,573</u> | <u>40,882</u> |
| Total assets less current liabilities | | 74,304 | 108,996 |
| Provisions for liabilities | | <u>(11,316)</u> | <u>(12,446)</u> |
| Net assets | | <u><u>62,988</u></u> | <u><u>96,550</u></u> |
| Capital and reserves | | | |
| Called up share capital | <u>7</u> | 200 | 200 |
| Profit and loss account | | <u>62,788</u> | <u>96,350</u> |
| Total equity | | <u><u>62,988</u></u> | <u><u>96,550</u></u> |

For the financial year ending 30 April 2018 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 and 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 24 January 2019 and signed on its behalf by:

.....

S R Peck

Director

The notes on pages 4 to 8 form an integral part of these financial statements.
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SAE Systems Limited

Notes to the Financial Statements for the Year Ended 30 April 2018

1 General information

The company is a private company limited by share capital incorporated in England and Wales.

The address of the registered office is given in the company information on page 1 of the financial statements.

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.

The financial statements are presented in Sterling (£) and rounded to the nearest £1.

Going concern

The financial statements have been prepared on a going concern basis.

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

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange prevailing at the accounting date. Transactions in foreign currencies are recorded at the date of the transactions. All differences are taken to the Profit and Loss account.

SAE Systems Limited

Notes to the Financial Statements for the Year Ended 30 April 2018

Tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

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 income tax is recognised on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements and on unused tax losses or tax credits in the company. Deferred income tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

The carrying amount of deferred tax assets are reviewed at each reporting date and a valuation allowance is set up against deferred tax assets so that the net carrying amount equals the highest amount that is more likely than not to be recovered based on current or future taxable profit.

Tangible assets

Tangible assets are stated in the statement of financial position 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 |
|------------------------------------|--|
| Furnitures, fittings and equipment | 25% reducing balance or 33.33% straight line basis |
| Motor vehicles | 25% reducing balance basis |
| Plant and machinery | 25% reducing balance basis |
| Aircraft | 15% reducing balance basis |

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.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

SAE Systems Limited

Notes to the Financial Statements for the Year Ended 30 April 2018

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 4 (2017 - 4).

SAE Systems Limited

Notes to the Financial Statements for the Year Ended 30 April 2018

4 Tangible assets

| | Furniture, fittings and equipment £ | Motor vehicles £ | Aircraft £ | Plant and machinery £ | Total £ |
|--------------------------|--|-----------------------------|-----------------------|--------------------------------------|--------------------|
| Cost or valuation | | | | | |
| At 1 May 2017 | 11,605 | 16,775 | 52,926 | 8,833 | 90,139 |
| Additions | 2,383 | - | - | 5,500 | 7,883 |
| At 30 April 2018 | 13,988 | 16,775 | 52,926 | 14,333 | 98,022 |
| Depreciation | | | | | |
| At 1 May 2017 | 9,043 | 3,880 | 3,308 | 5,794 | 22,025 |
| Charge for the year | 1,464 | 3,224 | 7,443 | 2,135 | 14,266 |
| At 30 April 2018 | 10,507 | 7,104 | 10,751 | 7,929 | 36,291 |
| Carrying amount | | | | | |
| At 30 April 2018 | 3,481 | 9,671 | 42,175 | 6,404 | 61,731 |
| At 30 April 2017 | 2,562 | 12,895 | 49,618 | 3,039 | 68,114 |

SAE Systems Limited

Notes to the Financial Statements for the Year Ended 30 April 2018

5 Debtors

| | 2018 £ | 2017 £ |
|---------------|---------------|---------------|
| Trade debtors | 53,905 | 27,972 |
| Other debtors | 1,119 | 3,721 |
| | <u>55,024</u> | <u>31,693</u> |

6 Creditors

| | Note | 2018 £ | 2017 £ |
|------------------------------------|------|----------------|----------------|
| Due within one year | | | |
| Trade creditors | | 13,449 | - |
| Amounts owed to group undertakings | 8 | 172,561 | 111,684 |
| Taxation and social security | | 39,733 | 37,373 |
| Other creditors | | 3,398 | 6,262 |
| | | <u>229,141</u> | <u>155,319</u> |

7 Share capital

Allotted, called up and fully paid shares

| | 2018 | | 2017 | |
|------------------------------|------------|------------|------------|------------|
| | No. | £ | No. | £ |
| Ordinary shares of £1 each | 98 | 98 | 98 | 98 |
| Ordinary A shares of £1 each | 2 | 2 | 2 | 2 |
| Ordinary B shares of £1 each | 98 | 98 | 98 | 98 |
| Ordinary C shares of £1 each | 2 | 2 | 2 | 2 |
| | <u>200</u> | <u>200</u> | <u>200</u> | <u>200</u> |

8 Related party transactions

Summary of transactions with parent

The company has taken advantage of the exemption under FRS102 Section 1A in respect of disclosing transactions with other members of the group.