

# Air Extreme Ltd

Annual Report and Unaudited Financial Statements  
for the Year Ended 31 May 2022

PGD Accountants  
Certified Accountants  
26 Spinney Close  
Roundswell  
Barnstaple  
Devon  
EX31 3RT

# Air Extreme Ltd

## Contents

Company Information	<u>1</u>
Balance Sheet	<u>2</u>
Notes to the Unaudited Financial Statements	<u>3</u> to <u>10</u>

# **Air Extreme Ltd**

## **Company Information**

**Director** Mr C Milton

**Registered office** Unit 1  
Centurion Court  
Lauder Lane  
Barnstaple  
Devon  
EX31 3TA

**Accountants** PGD Accountants  
Certified Accountants  
26 Spinney Close  
Roundswell  
Barnstaple  
Devon  
EX31 3RT

# Air Extreme Ltd

(Registration number: 10017829)

## Balance Sheet as at 31 May 2022

	Note	2022 £	2021 £
<b>Fixed assets</b>			
Tangible assets	<u>4</u>	49,091	56,599
<b>Current assets</b>			
Stocks	<u>5</u>	10,250	7,950
Debtors	<u>6</u>	236	1,440
Cash at bank and in hand		204,987	89,710
		215,473	99,100
<b>Creditors: Amounts falling due within one year</b>	<u>7</u>	(146,539)	(194,129)
<b>Net current assets/(liabilities)</b>		68,934	(95,029)
<b>Total assets less current liabilities</b>		118,025	(38,430)
<b>Creditors: Amounts falling due after more than one year</b>	<u>7</u>	(69,568)	(114,419)
<b>Net assets/(liabilities)</b>		48,457	(152,849)
<b>Capital and reserves</b>			
Called up share capital	<u>8</u>	10	10
Retained earnings		48,447	(152,859)
<b>Shareholders' funds/(deficit)</b>		48,457	(152,849)

For the financial year ending 31 May 2022 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's 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 director acknowledges his 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. As permitted by section 444 (5A) of the Companies Act 2006, the directors have not delivered to the registrar a copy of the Profit and Loss Account.

Approved and authorised by the director on 28 February 2023

.....  
Mr C Milton  
Director

# **Air Extreme Ltd**

## **Notes to the Unaudited Financial Statements for the Year Ended 31 May 2022**

### **1 General information**

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

The address of its registered office is:

Unit 1  
Centurion Court  
Lauder Lane  
Barnstaple  
Devon  
EX31 3TA

The principal place of business is:

Unit 1  
Centurion Court  
Lauder Lane  
Barnstaple  
Devon  
EX31 3TA

These financial statements were authorised for issue by the director on 28 February 2023.

### **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 smaller entities - 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' and the Companies Act 2006 (as applicable to companies subject to the small companies' regime).

#### **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.

#### **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.

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.

#### **Government grants**

In the year the company received CJRS and SBGF grants, the grants have been accounted for using the accruals model.

# Air Extreme Ltd

## Notes to the Unaudited Financial Statements for the Year Ended 31 May 2022

### Tax

The tax expense for the period comprises current 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.

### 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
Short leasehold property	10 years straight line
Plant and machinery	25% reducing balance or life of lease

### 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.

### Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business. Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

### 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.

## **Air Extreme Ltd**

### **Notes to the Unaudited Financial Statements for the Year Ended 31 May 2022**

#### **Trade creditors**

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

#### **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 in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

#### **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 the director) during the year, was 15 (2021 - 26).

# Air Extreme Ltd

## Notes to the Unaudited Financial Statements for the Year Ended 31 May 2022

### 4 Tangible assets

	Land and buildings £	Other tangible assets £	Total £
<b>Cost or valuation</b>			
At 1 June 2021	90,546	337,314	427,860
Additions	-	6,162	6,162
At 31 May 2022	90,546	343,476	434,022
<b>Depreciation</b>			
At 1 June 2021	46,247	325,014	371,261
Charge for the year	9,055	4,615	13,670
At 31 May 2022	55,302	329,629	384,931
<b>Carrying amount</b>			
At 31 May 2022	35,244	13,847	49,091
At 31 May 2021	44,299	12,300	56,599

Included within the net book value of land and buildings above is £35,244 (2021 - £44,299) in respect of short leasehold land and buildings.

The obligations under finance leases are secured against the items of plant and machinery to which they relate that have a carrying amount of £15,746 (2018 - £145,177).

### 5 Stocks

	2022 £	2021 £
Other inventories	10,250	7,950

### 6 Debtors

	2022 £	2021 £
<b>Current</b>		
Trade debtors	236	1,440



# Air Extreme Ltd

## Notes to the Unaudited Financial Statements for the Year Ended 31 May 2022

### 7 Creditors

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

	Note	2022 £	2021 £
<b>Due within one year</b>			
Loans and borrowings	9	42,777	85,581
Trade creditors		38	9,956
Taxation and social security		102,301	92,029
Accruals and deferred income		1,213	-
Other creditors		210	6,563
		<u>146,539</u>	<u>194,129</u>

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

	Note	2022 £	2021 £
<b>Due after one year</b>			
Loans and borrowings	9	<u>69,568</u>	<u>114,419</u>

### 8 Share capital

#### Allotted, called up and fully paid shares

	2022		2021	
	No.	£	No.	£
Ordinary shares of £1 each	10	10	10	10
	<u>10</u>	<u>10</u>	<u>10</u>	<u>10</u>

### 9 Loans and borrowings

	2022 £	2021 £
<b>Non-current loans and borrowings</b>		
Bank borrowings	30,346	50,000
Other borrowings	<u>39,222</u>	<u>64,419</u>
	<u>69,568</u>	<u>114,419</u>

## Air Extreme Ltd

### Notes to the Unaudited Financial Statements for the Year Ended 31 May 2022

	2022 £	2021 £
<b>Current loans and borrowings</b>		
Bank borrowings	9,747	-
Other borrowings	33,030	85,581
	<u>42,777</u>	<u>85,581</u>

#### Other borrowings

Other loan is denominated in £ with a nominal interest rate of 6%, and the final instalment is due on 4 August 2024. The carrying amount at year end is £58,803 (2021 - £84,000).

#### 10 Related party transactions

# Air Extreme Ltd

## Notes to the Unaudited Financial Statements for the Year Ended 31 May 2022

### Transactions with the director

	At 1 June 2021	Advances to director	At 31 May 2022
	£	£	£
<b>2022</b>			
<b>Mr C Milton</b>			
Loan made to company interest free repayable on demand	(66,000)	52,551	(13,449)

	At 1 March 2020	Advances to director	At 31 May 2021
	£	£	£
<b>2021</b>			
<b>Mr C Milton</b>			
Loan made to company interest free repayable on demand	-	(66,000)	(66,000)

## Air Extreme Ltd

### Notes to the Unaudited Financial Statements for the Year Ended 31 May 2022

#### Director's remuneration

The director's remuneration for the year was as follows:

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Remuneration	36,388	123,700
Contributions paid to money purchase schemes	803	2,715
	<u>37,191</u>	<u>126,415</u>

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.