

Aqua Air Limited

Annual Report and Unaudited Financial Statements

for the Year Ended 31 March 2021

Aqua Air Limited

Contents

Balance Sheet
Notes to the Unaudited Financial Statements

[1 to 2](#)
[3 to 10](#)

Aqua Air Limited
(Registration number: 02920860)
Balance Sheet as at 31 March 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	4	24,004	25,704
Current assets			
Stocks	5	289,920	199,487
Debtors	6	41,278	94,984
Cash at bank and in hand		<u>18,427</u>	<u>815</u>
		349,625	295,286
Creditors: Amounts falling due within one year	7	<u>(233,134)</u>	<u>(246,332)</u>
Net current assets		<u>116,491</u>	<u>48,954</u>
Total assets less current liabilities		140,495	74,658
Creditors: Amounts falling due after more than one year	7	<u>(187,819)</u>	<u>(159,289)</u>
Net liabilities		<u>(47,324)</u>	<u>(84,631)</u>
Capital and reserves			
Called up share capital	9	875	875
Share premium reserve		194,300	194,300
Profit and loss account		<u>(242,499)</u>	<u>(279,806)</u>
Shareholders' deficit		<u>(47,324)</u>	<u>(84,631)</u>

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.

Aqua Air Limited

(Registration number: 02920860)
Balance Sheet as at 31 March 2021

Approved and authorised by the Board on 19 September 2021 and signed on its behalf by:

S D Bladon
Director

The notes on pages [3](#) to [10](#) form an integral part of these financial statements.
Page 2

Aqua Air Limited

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:

Rainbow House
Denfield Smithy
Chester Road
Bucklow Hill
Cheshire
WA16 6RP

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. The directors have reviewed the performance of the company since the year end and confirmed that there are sufficient cashflows to meet on-going liabilities. The directors are satisfied that there are no material uncertainties that may cast doubt about the ability of the company to continue as a going concern.

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.

Aqua Air Limited

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

Government grants

Capital based grants are accounted for using the accruals model and are credited to the profit and loss account in equal instalments, over the estimated useful life of the related asset. Revenue based grants are accounted for using the performance basis and are credited to the profit and loss account on receipt.

Foreign currency transactions and balances

The functional currency of the company is GBP. Transactions in foreign currencies are recorded at the exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated at the closing rates at the balance sheet date. All exchange differences are included in the income statement.

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 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
Property improvements	20% reducing balance
Other tangibles	15% straight line
Fixtures and fittings	15% straight line
Plant and machinery	15% straight line

Aqua Air Limited

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

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.

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.

Aqua Air Limited

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

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 directors) during the year, was 8 (2020 - 6).

Aqua Air Limited

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

4 Tangible assets

	Property Improvements £	Furniture, fittings and equipment £	Other Tangibles £	Other property, plant and equipment £	Total £
Cost or valuation					
At 1 April 2020	33,502	106,774	16,266	-	156,542
Additions	-	3,463	-	2,455	5,918
At 31 March 2021	33,502	110,237	16,266	2,455	162,460
Depreciation					
At 1 April 2020	21,648	92,924	16,266	-	130,838
Charge for the year	2,371	4,928	-	319	7,618
At 31 March 2021	24,019	97,852	16,266	319	138,456
Carrying amount					
At 31 March 2021	9,483	12,385	-	2,136	24,004
At 31 March 2020	11,854	13,850	-	-	25,704

Aqua Air Limited

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

5 Stocks

	2021	2020
	£	£
Work in progress	175,794	102,820
Other inventories	114,126	96,667
	<u>289,920</u>	<u>199,487</u>

6 Debtors

	2021	2020
	£	£
Trade debtors	37,603	92,597
Prepayments	3,675	716
Other debtors	-	1,671
	<u>41,278</u>	<u>94,984</u>

7 Creditors

Creditors: amounts falling due within one year

	2021	2020
Note	£	£
Due within one year		
Loans and borrowings	8 33,159	25,886
Trade creditors	47,309	78,628
Amounts owed to group undertakings and undertakings in which the company has a participating interest	10 -	25,000
Taxation and social security	15,034	3,635
Accruals and deferred income	10,886	17,799
Other creditors	126,746	95,384
	<u>233,134</u>	<u>246,332</u>

Creditors: amounts falling due after more than one year

	2021	2020
Note	£	£
Due after one year		
Loans and borrowings	8 187,819	159,289

Aqua Air Limited

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

	2021	2020
	£	£
8 Loans and borrowings		
Non-current loans and borrowings		
Bank borrowings	187,819	159,289

Creditor amounts falling due after one year includes the above liabilities, on which security has been given by the company.

	2021	2020
	£	£
Current loans and borrowings		
Bank borrowings	33,159	19,654
Bank overdrafts	-	6,232
	<u>33,159</u>	<u>25,886</u>

Creditors amounts falling due within one year includes the above liabilities, on which security has been given by the company.

Bank Borrowings

The bank has a debenture held over all monies due or to become due from the company to the bank on any account whatsoever including invoice financing. It is a fixed and floating charge over the undertaking and all property and assets present and future, including goodwill, uncalled capital, buildings, fixtures, fixed plant & machinery.

Aqua Air Limited

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

9 Share capital

Allotted, called up and fully paid shares

	2021		2020	
	No.	£	No.	£
Ordinary shares of £1 each	525	525	525	525
Ordinary B shares of £1 each	350	350	350	350
	<u>875</u>	<u>875</u>	<u>875</u>	<u>875</u>

10 Related party transactions

Summary of transactions with other related parties

B V Bladon is a director and shareholder of Aqua Air Limited and Barry Baldon (Hale) Limited.

During the year Aqua Air Limited received management charges from Barry Bladon (Hale) Limited of £18,000 (2020 £18,000). The company also received a loan advance of £nil (2020 £25,000). At the balance sheet date, amounts owed to Barry Bladon (Hale) Limited was £nil (2020 £25,000).

The outstanding amount is interest free and repayable upon demand.

11 Parent and ultimate parent undertaking

The ultimate controlling party is S Bladon.

