

Company registration number: 02370905

Systems Axis Limited
trading as **Axis First**
Filleted Annual Report and Unaudited Financial Statements
for the Year Ended 30 June 2021

**SYSTEMS AXIS LIMITED
TRADING AS AXIS FIRST**

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SYSTEMS AXIS LIMITED
TRADING AS AXIS FIRST

(Registration number: 02370905)
 Balance Sheet as at 30 June 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	<u>4</u>	181,663	197,711
Current assets			
Stocks	<u>5</u>	59,892	61,458
Debtors	<u>6</u>	218,951	142,070
Cash at bank and in hand		418,491	434,819
		<u>697,334</u>	<u>638,347</u>
Creditors: Amounts falling due within one year	<u>7</u>	<u>(409,244)</u>	<u>(389,576)</u>
Net current assets		<u>288,090</u>	<u>248,771</u>
Total assets less current liabilities		469,753	446,482
Creditors: Amounts falling due after more than one year	<u>7</u>	<u>(13,693)</u>	<u>(32,821)</u>
Provisions for liabilities			
Deferred tax liabilities		<u>(2,651)</u>	<u>(2,159)</u>
Net assets		<u><u>453,409</u></u>	<u><u>411,502</u></u>
Capital and reserves			
Called up share capital		58,824	58,824
Share premium reserve		13,676	13,676
Capital redemption reserve		100,000	100,000
Profit and loss account		<u>280,909</u>	<u>239,002</u>
Total equity		<u><u>453,409</u></u>	<u><u>411,502</u></u>

For the financial year ending 30 June 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.

**SYSTEMS AXIS LIMITED
TRADING AS AXIS FIRST**

**(Registration number: 02370905)
Balance Sheet as at 30 June 2021**

These financial statements have been prepared and delivered in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006. The option not to file the profit and loss account and directors' report has been taken.

Approved and authorised by the Board on 6 October 2021 and signed on its behalf by:

C T Craven
Company secretary and director

D W Pike
Director

**SYSTEMS AXIS LIMITED
TRADING AS AXIS FIRST**

**Notes to the Unaudited Financial Statements
for the Year Ended 30 June 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:
53/55 St Mary Street
Bridgwater
Somerset
TA6 3EQ

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.

These financial statements are presented in Sterling (£).

Turnover recognition

Turnover represents amounts receivable for goods and services net of VAT and trade discounts. Revenue is recognised when goods are despatched or services are provided. Revenue received under annual maintenance contracts is spread evenly across the period covered by those contracts.

Government grants

Government grants are recognised under the accruals model resulting in income being recognised on a systematic basis over the period in which the related costs are incurred for which the grant is compensating. The income from the scheme is recognised as other income in the profit and loss and timing differences presented as other debtors or deferred income within the balance sheet.

**SYSTEMS AXIS LIMITED
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**Notes to the Unaudited Financial Statements
for the Year Ended 30 June 2021**

Foreign currency transactions and balances

Transactions in foreign currencies are initially recorded at the functional currency rate prevailing at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated into the respective functional currency of the entity at the rates prevailing on the reporting period date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rate on the date when the fair value is re-measured.

Non-monetary items measured in terms of historical cost in a foreign currency are not retranslated.

Tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in the profit and loss account, 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 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 on timing 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 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.

Deferred tax liabilities are presented within provisions for liabilities on the balance sheet.

Tangible assets

Tangible assets are stated at cost, less accumulated depreciation and accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation of tangible assets

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 improvements	10% straight line basis
ICT equipment and telephony	33 1/3% straight line basis
Furniture, fittings and equipment	25% straight line basis
Motor vehicles	25% straight line basis

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.

**SYSTEMS AXIS LIMITED
TRADING AS AXIS FIRST**

**Notes to the Unaudited Financial Statements
for the Year Ended 30 June 2021**

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.

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.

Assets held under hire purchase agreements are capitalised as tangible fixed assets with the future obligation being recognised as a liability. Finance costs are recognised in the Profit and Loss Account calculated at a constant periodic rate of interest over the term of the liability.

**SYSTEMS AXIS LIMITED
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**Notes to the Unaudited Financial Statements
for the Year Ended 30 June 2021**

Reserves

Share premium reserve includes any premiums received on the issue of share capital. Transaction costs associated with the issuing of shares are deducted from the share premium.

Capital redemption reserve records the nominal value of shares repurchased by the company.

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

The company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the company pays fixed contributions into a separate entity. Once the contributions have been paid the company has no further payments obligations.

The contributions are recognised as an expense in the profit and loss account when they fall due. Amounts not paid are shown in accruals as a liability in the balance sheet. The assets of the plan are held separately from the company in independently administered funds.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year was 45 (2020 - 45).

SYSTEMS AXIS LIMITED
TRADING AS AXIS FIRST

Notes to the Unaudited Financial Statements
for the Year Ended 30 June 2021

4 Tangible assets

	Land and buildings £	ICT equipment and telephony £	Furniture, fittings and equipment £	Motor vehicles £	Total £
Cost or valuation					
At 1 July 2020	60,580	217,025	40,492	204,920	523,017
Additions	-	37,482	2,499	49,378	89,359
Disposals	-	(33,593)	(315)	(90,327)	(124,235)
At 30 June 2021	60,580	220,914	42,676	163,971	488,141
Depreciation					
At 1 July 2020	24,232	189,414	33,597	78,063	325,306
Charge for the year	6,058	18,957	3,995	40,928	69,938
Eliminated on disposal	-	(33,091)	(315)	(55,360)	(88,766)
At 30 June 2021	30,290	175,280	37,277	63,631	306,478
Carrying amount					
At 30 June 2021	30,290	45,634	5,399	100,340	181,663
At 30 June 2020	36,348	27,611	6,895	126,857	197,711

SYSTEMS AXIS LIMITED
TRADING AS AXIS FIRST

Notes to the Unaudited Financial Statements
for the Year Ended 30 June 2021

5 Stocks

	2021	2020
	£	£
Raw materials and consumables	2,628	2,395
Work in progress	7,952	9,114
Finished goods and goods for resale	49,312	49,949
	<u>59,892</u>	<u>61,458</u>

6 Debtors

	2021	2020
	£	£
Trade debtors	160,709	88,463
Other debtors	58,242	53,607
	<u>218,951</u>	<u>142,070</u>

7 Creditors

Creditors: amounts falling due within one year

	2021	2020
	£	£
Due within one year		
Loans and borrowings	27,318	55,619
Trade creditors	194,022	114,066
Taxation and social security	131,009	196,573
Corporation tax	8,757	7,411
Other creditors	48,138	15,907
	<u>409,244</u>	<u>389,576</u>

Due after one year

Loans and borrowings	<u>13,693</u>	<u>32,821</u>
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Net obligations under finance lease and hire purchase contracts are secured.

SYSTEMS AXIS LIMITED
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Notes to the Unaudited Financial Statements
for the Year Ended 30 June 2021

8 Related party transactions

Transactions with directors

	At 1 July 2020 £	Advances to directors £	Re- payments by director £	At 30 June 2021 £
2021				
N R Dixon				
Director's current account	13,079	282	(1,200)	12,161

	At 1 July 2019 £	Advances to directors £	Re- payments by director £	At 30 June 2020 £
2020				
N R Dixon				
Director's current account	13,654	475	(1,050)	13,079

K J Richards				
Director's current account	1,000	-	(1,000)	-

9 Parent and ultimate parent undertaking

The company's immediate parent is Systems Axis Technologies Limited, incorporated in England and Wales.

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.