

AXenic Limited

Unaudited Filleted Financial Statements
for the Year Ended 30 April 2024

Melrose Accountants
Accountants
62 Florence Road
Brighton
East Sussex
BN1 6DJ

AXenic Limited

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AXenic Limited

Company Information

Director	Mr Stephen Clements
Registered office	Netpark Incubator Thomas Wright Way Sedgefield Co Durham Cleveland TS21 3FD
Accountants	Melrose Accountants Accountants 62 Florence Road Brighton East Sussex BN1 6DJ

AXenic Limited

(Registration number: 06905793)

Balance Sheet as at 30 April 2024

	Note	2024 £	2023 £
Fixed assets			
Intangible assets	<u>4</u>	72,868	66,357
Tangible assets	<u>5</u>	23,178	16,326
		<u>96,046</u>	<u>82,683</u>
Current assets			
Stocks	<u>6</u>	443,683	357,064
Debtors	<u>7</u>	233,179	270,430
Cash at bank and in hand		49,915	195,190
		<u>726,777</u>	<u>822,684</u>
Creditors: Amounts falling due within one year	<u>8</u>	<u>(369,598)</u>	<u>(488,055)</u>
Net current assets		<u>357,179</u>	<u>334,629</u>
Total assets less current liabilities		453,225	417,312
Creditors: Amounts falling due after more than one year	<u>8</u>	<u>(112,500)</u>	<u>(162,500)</u>
Net assets		<u>340,725</u>	<u>254,812</u>
Capital and reserves			
Called up share capital	<u>9</u>	481,000	481,000
Retained earnings		<u>(140,275)</u>	<u>(226,188)</u>
Shareholders' funds		<u>340,725</u>	<u>254,812</u>

For the financial year ending 30 April 2024 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 director has not delivered to the registrar a copy of the Profit and Loss Account.

Approved and authorised by the director on 21 January 2025

AXenic Limited

(Registration number: 06905793)

Balance Sheet as at 30 April 2024

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Mr Stephen Clements
Director

AXenic Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 April 2024

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:
Netpark Incubator Thomas Wright Way
Sedgefield
Co Durham
Cleveland
TS21 3FD

These financial statements were authorised for issue by the director on 21 January 2025.

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.

Going concern

The financial statements have been prepared on a going concern basis. The principle factors in this consideration are:

- the current order book is now the largest in the company's history with demand expected to provide for the full year.
- the company has a balance of production orders from multiple customers combined with funded development contracts that meets the growth plans for increasing turnover and maintaining continuous improvement of products
- the company has secured a loan of £250,000 for which payments have been completed on 3 years of a 6 loan period. This remains sufficient to provide working capital for the immediate requirements and as further growth occurs additional working capital loans can be secured.

Such steps will not only bring financial stability to the business but enable a significant increase in turnover. The director is therefore of the opinion that the Company will continue to operate for the foreseeable future and therefore the financial statements have been prepared on the assumption that the Going Concern basis of preparation is appropriate.

Should this not prove to be appropriate, adjustments will have to be made to reduce the balance sheet assets to their recoverable value and to provide for any further liabilities that might arise

AXenic Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 April 2024

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.

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 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.

The Company recognises deferred income tax assets on carried forward tax losses to the extent there are sufficient estimated future taxable profits and/or taxable.

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
Plant and machinery	3-5 years straight line
Furniture and fittings	3-5 years straight line
Office equipment	3-5 years straight line

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Notes to the Unaudited Financial Statements for the Year Ended 30 April 2024

Intangible assets

Separately acquired trademarks and licences are shown at historical cost.

Trademarks, licences (including software) and customer-related intangible assets acquired in a business combination are recognised at fair value at the acquisition date.

Trademarks, licences and customer-related intangible assets have a finite useful life and are carried at cost less accumulated amortisation and any accumulated impairment losses.

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Patents	7 years straight line

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

AXenic Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 April 2024

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 12 (2023 - 8).

AXenic Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 April 2024

4 Intangible assets

	Trademarks, patents and licenses £	Total £
Cost or valuation		
At 1 May 2023	455,205	455,205
Additions acquired separately	21,050	21,050
	476,255	476,255
At 30 April 2024	476,255	476,255
Amortisation		
At 1 May 2023	388,848	388,848
Amortisation charge	14,539	14,539
	403,387	403,387
At 30 April 2024	403,387	403,387
Carrying amount		
At 30 April 2024	72,868	72,868
At 30 April 2023	66,357	66,357

5 Tangible assets

	Furniture, fittings and equipment £	Total £
Cost or valuation		
At 1 May 2023	66,898	66,898
Additions	16,615	16,615
	83,513	83,513
At 30 April 2024	83,513	83,513
Depreciation		
At 1 May 2023	50,572	50,572
Charge for the year	9,763	9,763
	60,335	60,335
At 30 April 2024	60,335	60,335
Carrying amount		
At 30 April 2024	23,178	23,178
At 30 April 2023	16,326	16,326

AXenic Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 April 2024

6 Stocks

	2024	2023
	£	£
Work in progress	106,020	202,675
Other inventories	337,663	154,389
	443,683	357,064
	443,683	357,064

7 Debtors

	2024	2023
	£	£
Current		
Trade debtors	199,019	257,655
Prepayments	18,295	12,775
Other debtors	15,865	-
	233,179	270,430
	233,179	270,430

8 Creditors

Creditors: amounts falling due within one year

	Note	2024	2023
		£	£
Due within one year			
Loans and borrowings	<u>10</u>	50,000	50,000
Trade creditors		151,492	178,925
Taxation and social security		11,385	13,381
Accruals and deferred income		36,845	13,301
Other creditors		119,876	232,448
		369,598	488,055
		369,598	488,055

Creditors include bank loans and overdrafts and net obligations under finance lease and hire purchase contracts which are secured of £50,000 (2023 - £50,000).

Creditors: amounts falling due after more than one year

	Note	2024	2023
		£	£
Due after one year			
Loans and borrowings	<u>10</u>	112,500	162,500
		112,500	162,500

Creditors include bank loans and overdrafts and net obligations under finance lease and hire purchase contracts which are secured of £87,500 (2023 - £137,500).

9 Share capital

Allotted, called up and fully paid shares

AXenic Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 April 2024

	2024		2023	
	No.	£	No.	£
Ordinary of £1 each	481,000	481,000	481,000	481,000

10 Loans and borrowings

Non-current loans and borrowings

	2024	2023
	£	£
Bank borrowings	87,500	137,500
Other borrowings	25,000	25,000
	112,500	162,500

Current loans and borrowings

	2024	2023
	£	£
Bank borrowings	50,000	50,000

Bank borrowings

The Bank Loan is denominated in £ with a nominal interest rate of 3.99%, and the final instalment is due on 31 December 2026. The carrying amount at year end is £137,500 (2023 - £187,500).

The bank has a fixed and floating charge over the assets of the Company

11 Obligations under leases and hire purchase contracts

Operating leases

The total of future minimum lease payments is as follows:

	2024	2023
	£	£
Later than one year and not later than five years	26,930	37,458

The amount of non-cancellable operating lease payments recognised as an expense during the year was £21,539 (2023 - £20,392).

AXenic Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 April 2024

12 Parent and ultimate parent undertaking

The company's immediate parent is aXenic Holdings Limited, incorporated in England and Wales.

The most senior parent entity producing publicly available financial statements is aXenic Holdings Limited. These financial statements are available upon request from Companies House, Crown Way Cardiff CF14 3UZ. The registered office of aXenic Holdings Limited is the same as that for aXenic Limited

The ultimate controlling party is Mr Stephen Clements.

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.