

**A L H Systems Limited**  
Annual Report and Financial Statements  
for the Year Ended 31 December 2020

# A L H Systems Limited

## Contents

Company Information	<u>1</u>
Directors' Report	<u>2</u>
Statement of Directors' Responsibilities	<u>3</u>
Independent Auditor's Report	<u>4 to 6</u>
Profit and Loss Account	<u>7</u>
Statement of Comprehensive Income	<u>8</u>
Balance Sheet	<u>9</u>
Statement of Changes in Equity	<u>10</u>
Notes to the Financial Statements	<u>11 to 22</u>

**A L H Systems Limited**

**Company Information**

<b>Directors</b>	J O Jillestam D J Lyes P I Rowlands M L Jenkins
<b>Registered office</b>	1 Kingdom Avenue Northacre Industrial Park Westbury Wiltshire BA13 4WE
<b>Auditors</b>	UHY Ross Brooke 2 Old Bath Road Newbury Berkshire RG14 1QL

**A L H Systems Limited**

**Directors' Report for the Year Ended 31 December 2020**

The directors present their report and the financial statements for the year ended 31 December 2020.

**Principal activity**

The principal activity of the company is manufacture of paints, varnishes and similar coatings, mastics and sealants

**Directors of the company**

The directors who held office during the year were as follows:

J O Jillestam

D J Lyes

P I Rowlands

M L Jenkins

**Disclosure of information to the auditors**

Each director has taken steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information. The directors confirm that there is no relevant information that they know of and of which they know the auditors are unaware.

**Strategic report**

The company is a member of an ineligible group so is not permitted to prepare accounts under the small companies regime but has taken advantage of the exemption available under section 414B of the Companies Act 2006 from the requirement to prepare a strategic report.

Approved by the Board on 30 September 2021 and signed on its behalf by:

.....  
D J Lyes  
Director

## A L H Systems Limited

### Statement of Directors' Responsibilities

The directors acknowledge their responsibilities for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

## A L H Systems Limited

### Independent Auditor's Report to the Members of A L H Systems Limited

#### Opinion

We have audited the financial statements of A L H Systems Limited (the 'company') for the year ended 31 December 2020, which comprise the Profit and Loss Account, Statement of Comprehensive Income, Balance Sheet, Statement of Changes in Equity, and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2020 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

#### Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### Conclusions relating to going concern

In auditing the financial statements, we have concluded that the director's use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the original financial statements were authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

#### Other information

The directors are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

## A L H Systems Limited

### Independent Auditor's Report to the Members of A L H Systems Limited

#### Matters on which we are required to report by exception

In the light of our knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors' Report.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

#### Responsibilities of directors

As explained more fully in the Statement of Directors' Responsibilities [set out on page 3], the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

#### Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

#### Detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. As such, we have considered:

A L H Systems Limited

Independent Auditor's Report to the Members of A L H Systems Limited

- the nature of the industry and sector, control environment and business performance including the company's remuneration policy, bonus levels, and performance targets;
- the company's own assessment, including assessments made by key management, of the risks that irregularities may occur either as a result of fraud or error;
- any matters we identified having reviewed the company's policies and procedures relating to:
  - identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance;
  - detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud; and
  - the internal controls established to mitigate risks of fraud or non-compliance with laws and regulations; the matters discussed amongst the audit engagement team.

As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud and identified the greatest potential for fraud in the areas in which management is required to exercise significant judgement, such as the disclosure of adjusting items. In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override.

We also obtained an understanding of the legal and regulatory framework that the company operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context were the Companies Act, tax legislation and regulations concerning importing and exporting to and from the UK.

**Opinion on other matter prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' Report has been prepared in accordance with applicable legal requirements.

**Use of our report**

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

.....  
Emily Ness ACA (Senior Statutory Auditor)  
For and on behalf of UHY Ross Brooke, Statutory Auditor  
2 Old Bath Road  
Newbury  
Berkshire  
RG14 1QL

30 September 2021

A L H Systems Limited

Profit and Loss Account for the Year Ended 31 December 2020

	Note	2020 £	2019 £
Turnover	<u>3</u>	4,234,670	4,928,977
Cost of sales		<u>(2,498,403)</u>	<u>(2,869,110)</u>
Gross profit		1,736,267	2,059,867
Administrative expenses		<u>(1,554,663)</u>	<u>(1,770,667)</u>
Operating profit	<u>4</u>	181,604	289,200
Interest payable and similar expenses	<u>5</u>	<u>(16,204)</u>	<u>(9,000)</u>
Profit before tax		165,400	280,200
Tax on profit	<u>9</u>	<u>(37,374)</u>	<u>(3,685)</u>
Profit for the financial year		<u><u>128,026</u></u>	<u><u>276,515</u></u>

The above results were derived from continuing operations.

A L H Systems Limited

Statement of Comprehensive Income for the Year Ended 31 December 2020

	2020 £	2019 £
Profit for the year	128,026	276,515
Remeasurement gain/loss on defined benefit pension schemes	48,420	(329,670)
Total comprehensive income for the year	<u>176,446</u>	<u>(53,155)</u>

**A L H Systems Limited**  
**(Registration number: 01255492)**  
**Balance Sheet as at 31 December 2020**

	Note	2020 £	2019 £
<b>Fixed assets</b>			
Tangible assets	<u>10</u>	335,113	239,206
<b>Current assets</b>			
Stocks	<u>11</u>	1,224,067	1,527,575
Debtors	<u>12</u>	912,565	846,208
Cash at bank and in hand		76,547	52,984
		<u>2,213,179</u>	<u>2,426,767</u>
<b>Creditors: Amounts falling due within one year</b>	<u>14</u>	<u>(467,586)</u>	<u>(434,406)</u>
<b>Net current assets</b>		<u>1,745,593</u>	<u>1,992,361</u>
<b>Total assets less current liabilities</b>		2,080,706	2,231,567
<b>Creditors: Amounts falling due after more than one year</b>	<u>14</u>	<u>(15,192)</u>	-
<b>Net assets excluding pension asset/(liability)</b>		2,065,514	2,231,567
Net pension liability	<u>15</u>	<u>(691,501)</u>	<u>(734,000)</u>
<b>Net assets</b>		<u><u>1,374,013</u></u>	<u><u>1,497,567</u></u>
<b>Capital and reserves</b>			
Called up share capital	<u>16</u>	1,000	1,000
Profit and loss account		<u>1,373,013</u>	<u>1,496,567</u>
<b>Total equity</b>		<u><u>1,374,013</u></u>	<u><u>1,497,567</u></u>

Approved and authorised by the Board on 30 September 2021 and signed on its behalf by:

.....

D J Lyes  
Director

A L H Systems Limited

Statement of Changes in Equity for the Year Ended 31 December 2020

	Share capital £	Profit and loss account £	Total £
At 1 January 2019	1,000	1,799,722	1,800,722
Profit for the year	-	276,515	276,515
Other comprehensive income	-	(329,670)	(329,670)
Dividends	-	(250,000)	(250,000)
	<hr/>	<hr/>	<hr/>
At 31 December 2019	1,000	1,496,567	1,497,567
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
	Share capital £	Profit and loss account £	Total £
At 1 January 2020	1,000	1,496,567	1,497,567
Profit for the year	-	128,026	128,026
Other comprehensive income	-	48,420	48,420
Dividends	-	(300,000)	(300,000)
	<hr/>	<hr/>	<hr/>
At 31 December 2020	1,000	1,373,013	1,374,013
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

## A L H Systems Limited

### Notes to the Financial Statements for the Year Ended 31 December 2020

#### 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:

1 Kingdom Avenue  
Northacre Industrial Park Westbury  
Wiltshire  
BA13 4WE  
England

#### 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 were prepared in accordance with Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

##### 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.

Revenue from the sales of goods is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer (usually on dispatch of the goods), the amount of revenue can be measured reliably, it is probable that the economic benefits associated with the transaction will flow to the entity and the costs incurred or to be incurred in respect of the transaction can be measured reliably.

Revenue from development contracts is recognised by reference to the stage of completion when the stage of completion, costs incurred and costs to complete can be estimated reliably.

##### 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 rates prevailing on the initial transaction dates. 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 payable.

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.

## A L H Systems Limited

### Notes to the Financial Statements for the Year Ended 31 December 2020

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference.

#### 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
Leasehold improvements	Over the period of the lease
Plant and machinery	Straight line over 5 years

#### 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.

#### Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell.

#### Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers.

#### 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.

## A L H Systems Limited

### Notes to the Financial Statements for the Year Ended 31 December 2020

#### 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.

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.

#### Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

#### 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 Revenue

The analysis of the company's revenue for the year from continuing operations is as follows:

	2020 £	2019 £
Supply and manufacture of systems and equipment	<u>4,234,670</u>	<u>4,928,977</u>

The analysis of the company's turnover for the year by market is as follows:

	2020 £	2019 £
UK	2,816,271	3,487,794
Rest of world	<u>1,418,399</u>	<u>1,441,183</u>
	<u>4,234,670</u>	<u>4,928,977</u>

A L H Systems Limited

Notes to the Financial Statements for the Year Ended 31 December 2020

4 Operating profit

Arrived at after charging/(crediting)

	2020	2019
	£	£
Depreciation expense	95,624	86,943
Research and development cost	43,568	612
Operating lease expense - property	240,699	248,736
	240,699	248,736

5 Interest payable and similar expenses

	2020	2019
	£	£
Interest on bank overdrafts and borrowings	2,204	-
Interest expense on other finance liabilities	14,000	9,000
	16,204	9,000

6 Staff costs

The aggregate payroll costs (including directors' remuneration) were as follows:

	2020	2019
	£	£
Wages and salaries	735,006	813,999
Social security costs	84,913	91,293
Pension costs, defined contribution scheme	6,794	20,556
Other employee expense	19,086	29,797
	845,799	955,645

The average number of persons employed by the company (including directors) during the year, analysed by category was as follows:

	2020	2019
	No.	No.
Production	25	27
Administration and support	6	6
Research and development	7	7
Management	3	3
	41	43

A L H Systems Limited

Notes to the Financial Statements for the Year Ended 31 December 2020

**7 Directors' remuneration**

The directors' remuneration for the year was as follows:

	2020 £	2019 £
Remuneration	112,432	120,987

**8 Auditors' remuneration**

	2020 £	2019 £
Audit of the financial statements	13,285	12,939
<b>Other fees to auditors</b>		
Taxation compliance services	2,750	2,750
All other non-audit services	1,500	1,500
	4,250	4,250

**9 Taxation**

Tax charged/(credited) in the income statement

	2020 £	2019 £
<b>Current taxation</b>		
UK corporation tax	37,374	118,547
UK corporation tax adjustment to prior periods	-	(114,862)
	37,374	3,685

**A L H Systems Limited**

**Notes to the Financial Statements for the Year Ended 31 December 2020**

The tax on profit before tax for the year is higher than the standard rate of corporation tax in the UK (2019 - higher than the standard rate of corporation tax in the UK) of 19% (2019 - 19%).

The differences are reconciled below:

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Profit before tax	<u>165,400</u>	<u>280,200</u>
Corporation tax at standard rate	31,426	53,238
Decrease in UK and foreign current tax from adjustment for prior periods	-	(55,615)
Tax increase from effect of capital allowances and depreciation	2,870	5,849
Other tax effects for reconciliation between accounting profit and tax expense (income)	<u>3,078</u>	<u>213</u>
Total tax charge	<u>37,374</u>	<u>3,685</u>
<b>Tax relating to items recognised in other comprehensive income or equity</b>		
	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Deferred tax related to items recognised as items of other comprehensive income	<u>10,735</u>	<u>77,330</u>

A L H Systems Limited

Notes to the Financial Statements for the Year Ended 31 December 2020

10 Tangible assets

	Short leasehold land and buildings £	Plant and machinery £	Total £
<b>Cost or valuation</b>			
At 1 January 2020	47,414	966,295	1,013,709
Additions	106,803	84,728	191,531
At 31 December 2020	154,217	1,051,023	1,205,240
<b>Depreciation</b>			
At 1 January 2020	11,748	762,755	774,503
Charge for the year	-	95,624	95,624
At 31 December 2020	11,748	858,379	870,127
<b>Carrying amount</b>			
At 31 December 2020	142,469	192,644	335,113
At 31 December 2019	35,666	203,540	239,206

Included within the net book value of land and buildings above is £142,469 (2019 - £35,666) in respect of short leasehold land and buildings.

**Assets held under finance leases and hire purchase contracts**

The net carrying amount of tangible assets includes the following amounts in respect of assets held under finance leases and hire purchase contracts:

	2020 £	2019 £
Plant and machinery	19,000	-

11 Stocks

	2020 £	2019 £
Other inventories	1,224,067	1,527,575

A L H Systems Limited

Notes to the Financial Statements for the Year Ended 31 December 2020

12 Debtors

	Note	2020 £	2019 £
Trade debtors		683,457	669,059
Amounts owed by related parties		2,167	4,623
Other debtors		66,338	12,335
Prepayments		53,195	44,704
Deferred tax assets	9	107,408	115,487
		<u>912,565</u>	<u>846,208</u>
Less non-current portion		<u>(107,408)</u>	<u>(115,487)</u>
		<u>805,157</u>	<u>730,721</u>

Details of non-current trade and other debtors

£107,408 (2019 -£115,487) of Deferred tax asset is classified as non current.

13 Cash and cash equivalents

	2020 £	2019 £
Cash on hand	300	-
Cash at bank	<u>76,247</u>	<u>52,984</u>
	76,547	52,984
Bank overdrafts	<u>(19,476)</u>	<u>(12,966)</u>
Cash and cash equivalents in statement of cash flows	<u>57,071</u>	<u>40,018</u>

A L H Systems Limited

Notes to the Financial Statements for the Year Ended 31 December 2020

14 Creditors

	Note	2020 £	2019 £
<b>Due within one year</b>			
Loans and borrowings	<u>17</u>	24,032	12,966
Trade creditors		269,282	250,122
Amounts due to related parties		63,518	73,233
Social security and other taxes		29,941	50,976
Outstanding defined contribution pension costs		-	5,920
Accruals		57,220	30,619
Income tax liability	<u>9</u>	23,593	10,570
		<u>467,586</u>	<u>434,406</u>
<b>Due after one year</b>			
Loans and borrowings	<u>17</u>	15,192	-

15 Pension and other schemes

**Defined contribution pension scheme**

The company operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the company to the scheme and amounted to £6,794 (2019 - £20,556). Contributions totalling £Nil (2019 - £5,920) were payable to the scheme at the end of the year and are included in creditors.

**Defined benefit pension schemes**

**ALH Holdings Limited**

Retirement and Death Benefits Scheme

The date of the most recent comprehensive actuarial valuation was 31 December 2020. Nordic Actuary AB.

***Reconciliation of scheme assets and liabilities to assets and liabilities recognised***

The amounts recognised in the statement of financial position are as follows:

	2020 £	2019 £
Fair value of scheme assets	5,888,001	5,549,000
Present value of defined benefit obligation	<u>(6,579,502)</u>	<u>(6,283,000)</u>
Defined benefit pension scheme deficit	<u>(691,501)</u>	<u>(734,000)</u>

***Defined benefit obligation***

Changes in the defined benefit obligation are as follows:

A L H Systems Limited

Notes to the Financial Statements for the Year Ended 31 December 2020

	2020 £
Present value at start of year	6,283,000
Interest cost	117,000
Actuarial gains and losses	420,219
Benefits paid	<u>(240,717)</u>
Present value at end of year	<u><u>6,579,502</u></u>

***Fair value of scheme assets***

Changes in the fair value of scheme assets are as follows:

	2020 £
Fair value at start of year	5,549,000
Interest income	103,000
Return on plan assets, excluding amounts included in interest income/(expense)	476,718
Benefits paid	<u>(240,717)</u>
Fair value at end of year	<u><u>5,888,001</u></u>

***Analysis of assets***

The major categories of scheme assets are as follows:

	2020 £	2019 £
Cash and cash equivalents	551,129	604,300
Equity instruments	2,416,573	2,378,800
Bonds	1,273,375	581,000
Infrastructure	-	356,500
Gilts	-	558,300
Other	<u>1,646,924</u>	<u>1,070,100</u>
	<u><u>5,888,001</u></u>	<u><u>5,549,000</u></u>

The pension scheme has not invested in any of the company's own financial instruments or in properties or other assets used by the company.

***Principal actuarial assumptions***

The principal actuarial assumptions at the statement of financial position date are as follows:

A L H Systems Limited

Notes to the Financial Statements for the Year Ended 31 December 2020

	2020	2019
	%	%
Discount rate	1.10	1.90
Future pension increases	2.30	2.30
Inflation	2.30	3.30

**16 Share capital**

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

	2020		2019	
	No.	£	No.	£
Ordinary shares of £1 each	1,000	1,000	1,000	1,000

**17 Loans and borrowings**

	2020	2019
	£	£
<b>Non-current loans and borrowings</b>		
Hire purchase contracts	15,192	-

	2020	2019
	£	£
<b>Current loans and borrowings</b>		
Bank overdrafts	19,476	12,966
Hire purchase contracts	4,556	-
	24,032	12,966

**18 Obligations under leases and hire purchase contracts**

**Finance leases**

The total of future minimum lease payments is as follows:

	2020	2019
	£	£
Not later than one year	4,556	-
Later than one year and not later than five years	15,192	-
	19,748	-

Hire purchase liabilities are secured against the assets to which they relate.

A L H Systems Limited

Notes to the Financial Statements for the Year Ended 31 December 2020

**Operating leases**

The total of future minimum lease payments is as follows:

	2020	2019
	£	£
Not later than one year	171,600	171,600
Later than one year and not later than five years	686,400	686,400
Later than five years	1,244,100	1,415,700
	<u>2,102,100</u>	<u>2,273,700</u>

**19 Dividends**

	2020	2019
	£	£
Interim dividend of £300 (2019 - £250) per ordinary share	300,000	250,000
	<u>300,000</u>	<u>250,000</u>

**20 Parent and ultimate parent undertaking**

The company's immediate parent is Indutrade UK Limited, incorporated in United Kingdom.

The ultimate parent is Indutrade AB, incorporated in Sweden.

The most senior parent entity producing publicly available financial statements is Indutrade AB. These financial statements are available upon request from Indutrade AB, Box6044, SE-164 06 Kista, Sweden.

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.