
A-FAX LIMITED

UNAUDITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

MONDAY



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25/09/2023
COMPANIES HOUSE

A-FAX LIMITED

COMPANY INFORMATION

| | |
|--------------------------|---|
| Directors | J R Smith L T Smith |
| Registered number | 10654711 |
| Registered office | <i>Habergham Works</i> Ainleys Industrial Estate Elland West Yorkshire HX5 9JP |
| Bankers | The Royal Bank of Scotland 20 Commercial Street Halifax West Yorkshire HX1 1TA HSBC UK Bank PLC 7 Commercial Street Halifax West Yorkshire HX1 1HN |

A-FAX LIMITED

CONTENTS

| | Page |
|--|--------|
| Directors' Report | 1 - 2 |
| Statement of Comprehensive Income | 3 |
| Balance Sheet | 4 - 5 |
| Statement of Changes in Equity | 6 |
| Notes to the Financial Statements | 7 - 19 |

A-FAX LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2022

The directors present their report and the financial statements for the year ended 31 December 2022.

Principal activity

The principal activity of the company is that of a holdings company.

Results and dividends

The profit for the year, after taxation, amounted to £28,239,984 (2021 - £3,413,339).

Directors

The directors who served during the year were:

J R Smith
L T Smith

Post balance sheet events

There have been no significant events affecting the Company since the year end.

Directors' responsibilities statement

The directors are responsible for preparing the Directors' 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 applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. 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 for the Company's financial statements and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- 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 to 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.

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.

A-FAX LIMITED

**DIRECTORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022**

Auditor

For the year ending 31 December 2022 the Company was entitled to exemption from under audit under section 479A of the Companies Act 2006 relating to subsidiary companies.

This report was approved by the board on 26 July 2023 and signed on its behalf.



J R Smith
Director

A-FAX LIMITED

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2022**

| | Note | 2022 £ | 2021 £ |
|--|------|-------------------|------------------|
| Turnover | | 30,367,512 | 3,641,384 |
| Gross profit | | 30,367,512 | 3,641,384 |
| Administrative expenses | | (1,320,505) | 318,217 |
| Operating profit | | 29,047,007 | 3,959,601 |
| Interest payable and expenses | | (1,106,726) | (445,231) |
| Profit before tax | | 27,940,281 | 3,514,370 |
| Tax on profit | 4 | 299,703 | (101,031) |
| Profit for the financial year | | 28,239,984 | 3,413,339 |
| | | | |
| Total comprehensive income for the year | | 28,239,984 | 3,413,339 |

There were no recognised gains and losses for 2022 or 2021 other than those included in the statement of comprehensive income.

The notes on pages 7 to 19 form part of these financial statements.

A-FAX LIMITED
REGISTERED NUMBER: 10654711

BALANCE SHEET
AS AT 31 DECEMBER 2022

| | Note | 2022 £ | 2021 £ |
|---|------|--------------------------|--------------------|
| Fixed assets | | | |
| Tangible assets | | - | 10,611,253 |
| Investments | | 12,014,425 | 12,023,028 |
| Investment property | | - | 5,125,000 |
| | | <u>12,014,425</u> | <u>27,759,281</u> |
| Current assets | | | |
| Debtors: amounts falling due within one year | 9 | 55,341,443 | 45,279,234 |
| Cash at bank and in hand | 10 | 435,197 | 326,091 |
| | | <u>55,776,640</u> | <u>45,605,325</u> |
| Creditors: amounts falling due within one year | 11 | (3,287,861) | (47,087,883) |
| Net current assets/(liabilities) | | <u>52,488,779</u> | <u>(1,482,558)</u> |
| Total assets less current liabilities | | <u>64,503,204</u> | <u>26,276,723</u> |
| Creditors: amounts falling due after more than one year | 12 | (65,247,345) | (25,441,422) |
| Provisions for liabilities | | | |
| Deferred tax | 15 | - | (420,962) |
| | | <u>-</u> | <u>(420,962)</u> |
| Net (liabilities)/assets | | <u>(744,141)</u> | <u>414,339</u> |
| Capital and reserves | | | |
| Called up share capital | | 1,000 | 1,000 |
| Profit and loss account | | (745,141) | 413,339 |
| | | <u>(744,141)</u> | <u>414,339</u> |

The directors considers that the Company is entitled to exemption from the requirement to have an audit under the provisions of section 479A of the Companies Act 2006.

The members have not required the Company to obtain an audit for the year in question in accordance with section 476 of Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on

A-FAX LIMITED
REGISTERED NUMBER: 10654711

BALANCE SHEET (CONTINUED)
AS AT 31 DECEMBER 2022

26 July 2023.



J R Smith
Director

The notes on pages 7 to 19 form part of these financial statements.

A-FAX LIMITED

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2022**

| | Called up share capital £ | Profit and loss account £ | Total equity £ |
|--|---------------------------------|---------------------------------|-------------------|
| At 1 January 2021 | 1,000 | - | 1,000 |
| Comprehensive income for the year | | | |
| Profit for the year | - | 3,413,339 | 3,413,339 |
| Total comprehensive income for the year | - | 3,413,339 | 3,413,339 |
| Dividends: Equity capital | - | (3,000,000) | (3,000,000) |
| At 1 January 2022 | 1,000 | 413,339 | 414,339 |
| Comprehensive income for the year | | | |
| Profit for the year | - | 28,239,984 | 28,239,984 |
| Total comprehensive income for the year | - | 28,239,984 | 28,239,984 |
| Dividends: Equity capital | - | (29,398,464) | (29,398,464) |
| At 31 December 2022 | 1,000 | (745,141) | (744,141) |

The notes on pages 7 to 19 form part of these financial statements.

A-FAX LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

1. General information

A-Fax Limited is a company limited by shares, domiciled and incorporated in England with the registration number 10654711.

The address of the Company's registered office and principle place of business is Habergham Works, Ainley Industrial Estate, Elland, Halifax, HX5 9JP.

The Company's principal activities and the nature of the Company's operations are described in the Directors' Report on page 1 of this report.

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.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgment in applying the Company's accounting policies.

The financial statements are presented in Pound Sterling (£) which is the functional currency of the Company and Group.

The financial statements of the Company are consolidated in the financial statements of Threesmith Group Holdings Limited. The consolidated financial statements of A-SAFE Group Holdings Limited are available from its registered office, Habergham Works, Ainley Industrial Estate, Elland, West Yorkshire, HX5 9JP.

The following principal accounting policies have been applied:

A-FAX LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

2. Accounting policies (continued)

2.2 Financial reporting standard 102 - reduced disclosure exemptions

The company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by the FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland":

- the requirements of Section 7 Statement of Cash Flows;
- the requirements of Section 3 Financial Statement Presentation paragraph 3.17(d);
- the requirements of Section 11 Financial Instruments paragraphs 11.42, 11.44 to 11.45, 11.47, 11.48(a)(iii), 11.48(a)(iv), 11.48(b) and 11.48(c);
- the requirements of Section 12 Other Financial Instruments paragraphs 12.26 to 12.27, 12.29(a), 12.29(b) and 12.29A;
- the requirements of Section 26 Share-based Payment paragraphs 26.18(b), 26.19 to 26.21 and 26.23;
- the requirements of Section 33 Related Party Disclosures paragraph 33.7.

This information is included in the consolidated financial statements of A-SAFE Group Holdings Limited as at 31 December 2022 and these financial statements may be obtained from Habergham Works, Ainley Industrial Estate, Elland, West Yorkshire, HX5 9JP.

2.3 Turnover

Turnover comprises revenue recognised by the company in respect of goods sold during the year, exclusive of Value Added Tax and trade discounts. Sales are recognised at the point at which the company has fulfilled its contractual obligations and the risks and rewards attaching to the product, such as obsolescence, have been transferred to the customer. This is deemed to occur at point of despatch for tangible products or upon completion of services rendered such as installation.

2.4 Finance costs

Finance costs are charged to the Statement of Comprehensive Income over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

2.5 Borrowing costs

All borrowing costs are recognised in the Statement of Comprehensive Income in the year in which they are incurred.

A-FAX LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

2. Accounting policies (continued)

2.6 Current and deferred taxation

The tax expense for the year comprises current and deferred tax. Tax is recognised in the Statement of Comprehensive Income, except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the balance sheet date in the countries where the Company operates and generates income.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Balance Sheet date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

2.7 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

| | |
|-------------------|---|
| Freehold property | - |
|-------------------|---|

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Statement of Comprehensive Income.

2.8 Investment property

Investment property is carried at fair value determined annually by external valuers and derived from the current market rents and investment property yields for comparable real estate, adjusted if necessary for any difference in the nature, location or condition of the specific asset. No depreciation is provided. Changes in fair value are recognised in the Statement of Comprehensive Income.

A-FAX LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

2. Accounting policies (continued)

2.9 Valuation of investments

Investments in subsidiaries are measured at cost less accumulated impairment.

Investments in unlisted Company shares, whose market value can be reliably determined, are remeasured to market value at each balance sheet date. Gains and losses on remeasurement are recognised in the Statement of Comprehensive Income for the period. Where market value cannot be reliably determined, such investments are stated at historic cost less impairment.

Investments in listed company shares are remeasured to market value at each Balance Sheet date. Gains and losses on remeasurement are recognised in profit or loss for the period.

2.10 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.11 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

2.12 Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

2.13 Provisions for liabilities

Provisions are made where an event has taken place that gives the Company a legal or constructive obligation that probably requires settlement by a transfer of economic benefit, and a reliable estimate can be made of the amount of the obligation.

Provisions are charged as an expense to the Statement of Comprehensive Income in the year that the Company becomes aware of the obligation, and are measured at the best estimate at the Balance Sheet date of the expenditure required to settle the obligation, taking into account relevant risks and uncertainties.

When payments are eventually made, they are charged to the provision carried in the Balance Sheet.

2.14 Financial instruments

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in ordinary shares.

Debt instruments (other than those wholly repayable or receivable within one year), including loans and other accounts receivable and payable, are initially measured at present value of the future cash flows and subsequently at amortised cost using the effective interest method. Debt instruments that

A-FAX LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

2. Accounting policies (continued)

2.14 Financial instruments (continued)

are payable or receivable within one year, typically trade debtors and creditors, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received. However, if the arrangements of a short-term instrument constitute a financing transaction, like the payment of a trade debt deferred beyond normal business terms or in case of an out-right short-term loan that is not at market rate, the financial asset or liability is measured, initially at the present value of future cash flows discounted at a market rate of interest for a similar debt instrument and subsequently at amortised cost, unless it qualifies as a loan from a director in the case of a small company, or a public benefit entity concessionary loan.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the Statement of Comprehensive Income.

For financial assets measured at amortised cost, the impairment loss is measured as the difference between an asset's carrying amount and the present value of estimated cash flows discounted at the asset's original effective interest rate. If a financial asset has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate determined under the contract.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between an asset's carrying amount and best estimate of the recoverable amount, which is an approximation of the amount that the Company would receive for the asset if it were to be sold at the balance sheet date.

Financial assets and liabilities are offset and the net amount reported in the Balance Sheet when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

A-FAX LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

2. Accounting policies (continued)

2.15 Critical accounting estimates and areas of judgement

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical accounting estimates:

The Company makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

Provision for stock obsolescence

The stock obsolescence provision is calculated as:

- 25% of the cost for any items with a stock-holding 26-52 weeks
- 75% of the cost for any items with a stock-holding >52 weeks.

Exclusions to the obsolescence policy are made for new stock items that have not started being sold yet.

2.16 Dividends

Equity dividends are recognised when they become legally payable. Interim equity dividends are recognised when paid. Final equity dividends are recognised when approved by the shareholders at an annual general meeting.

3. Interest payable and similar expenses

| | 2022 £ | 2021 £ |
|-----------------------|------------------|----------------|
| Bank interest payable | 1,106,726 | 445,231 |
| | <u>1,106,726</u> | <u>445,231</u> |

A-FAX LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

4. Taxation

| | 2022 £ | 2021 £ |
|---|------------------|----------------|
| Corporation tax | | |
| Adjustments in respect of previous periods | 121,260 | - |
| | <u>121,260</u> | <u>-</u> |
| Total current tax | <u>121,260</u> | <u>-</u> |
| Deferred tax | | |
| Origination and reversal of timing differences | (319,932) | - |
| Effect of changes in tax rates on opening balance | (101,031) | 101,031 |
| Total deferred tax | <u>(420,963)</u> | <u>101,031</u> |
| Taxation on (loss)/profit on ordinary activities | <u>(299,703)</u> | <u>101,031</u> |

Factors affecting tax charge for the year

The tax assessed for the year is lower than (2021 - lower than) the standard rate of corporation tax in the UK of 19% (2021 - 19%). The differences are explained below:

| | 2022 £ | 2021 £ |
|--|-------------------|------------------|
| Profit on ordinary activities before tax | <u>27,940,281</u> | <u>3,514,370</u> |
| Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 19% (2021 - 19%) | 5,308,653 | 667,730 |
| Effects of: | | |
| Expenses not deductible | 142,500 | 12,981 |
| Adjustments to brought forward values | (319,932) | - |
| Differences on fixed assets | 22,700 | 23,530 |
| Adjustments to tax charge in respect of prior periods | 121,260 | - |
| Exempt ABGH distributions | (5,680,662) | (570,000) |
| Remeasurement of deferred tax for changes in tax rates | (101,031) | 101,031 |
| Group relief | 206,809 | (134,241) |
| Total tax charge for the year | <u>(299,703)</u> | <u>101,031</u> |

A-FAX LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

4. Taxation (continued)

Factors that may affect future tax charges

There are no factors that may affect future tax charges.

5. Dividends

| | 2022 £ | 2021 £ |
|---------------------------------|-------------------|------------------|
| Dividends analysis - user input | 29,398,464 | 3,000,000 |
| | <u>29,398,464</u> | <u>3,000,000</u> |

6. Tangible fixed assets

| | Freehold property £ |
|-----------------------|---------------------------|
| At 1 January 2022 | 11,007,360 |
| Additions | 6,583,887 |
| Disposals | (17,591,247) |
| At 31 December 2022 | - |
| At 1 January 2022 | 396,107 |
| Disposals | (396,107) |
| At 31 December 2022 | - |
| Net book value | |
| At 31 December 2022 | - |
| At 31 December 2021 | <u>10,611,253</u> |

A-FAX LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

6. Tangible fixed assets (continued)

The net book value of land and buildings may be further analysed as follows:

| | 2022 | 2021 |
|----------|-------------|-------------------|
| | £ | £ |
| Freehold | - | 10,611,253 |
| | <u>-</u> | <u>10,611,253</u> |
| | <u>-</u> | <u>10,611,253</u> |

7. Fixed asset investments

| | Investments in subsidiary companies £ |
|--------------------------|--|
| Cost or valuation | |
| At 1 January 2022 | 12,023,028 |
| Additions | (8,603) |
| At 31 December 2022 | <u>12,014,425</u> |

A-FAX LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

8. Investment property

| | Freehold investment property £ |
|----------------------------|---|
| At 1 January 2022 | 5,125,000 |
| Disposals | (5,125,000) |
| At 31 December 2022 | - |

The above investment property was last valued in 2019 by Cushman & Wakefield (RICS Certified). The valuation was completed based on market value.

The historical cost of the above property was £2,792,758.

At 31 December 2022

9. Debtors

| | 2022 £ | 2021 £ |
|------------------------------------|-------------------|-------------------|
| Trade debtors | 24,000 | 36,000 |
| Amounts owed by group undertakings | 55,307,478 | 45,264,556 |
| Other debtors | - | (31,286) |
| Prepayments and accrued income | 9,964 | 9,964 |
| Deferred taxation | 1 | - |
| | 55,341,443 | 45,279,234 |

10. Cash and cash equivalents

| | 2022 £ | 2021 £ |
|--------------------------|-------------------|-------------------|
| Cash at bank and in hand | 435,197 | 326,091 |
| | 435,197 | 326,091 |

A-FAX LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

11. Creditors: Amounts falling due within one year

| | 2022 | 2021 |
|------------------------------------|-------------------------|-------------------|
| | £ | £ |
| Amounts owed to group undertakings | 2,351,601 | 46,948,653 |
| Corporation tax | 121,260 | 4,064 |
| Accruals and deferred income | 815,000 | 135,166 |
| | <u>3,287,861</u> | <u>47,087,883</u> |

12. Creditors: Amounts falling due after more than one year

| | 2022 | 2021 |
|------------|--------------------------|-------------------|
| | £ | £ |
| Bank loans | 65,247,345 | 25,441,422 |
| | <u>65,247,345</u> | <u>25,441,422</u> |

Please provide details of the terms of payment or repayment and the rates of any interest payable on the amounts repayable more than five years after the balance sheet date.

13. Loans

Analysis of the maturity of loans is given below:

| | 2022 | 2021 |
|--------------------------------------|--------------------------|-------------------|
| | £ | £ |
| Amounts falling due 1-2 years | | |
| Bank loans | 65,247,345 | 5,000,000 |
| | <u>65,247,345</u> | <u>5,000,000</u> |
| Amounts falling due 2-5 years | | |
| Bank loans | - | 20,441,422 |
| | <u>-</u> | <u>20,441,422</u> |
| | <u>65,247,345</u> | <u>25,441,422</u> |

A-FAX LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

14. Financial instruments

15. Deferred taxation

| | 2022 | 2021 |
|---------------------------|------------------|------------------|
| | £ | £ |
| At beginning of year | (420,962) | (319,931) |
| Charged to profit or loss | 420,963 | (101,031) |
| At end of year | 1 | (420,962) |

The deferred taxation balance is made up as follows:

| | 2022 | 2021 |
|-------------------------------|-------------|------------------|
| | £ | £ |
| Short term timing differences | 1 | (420,962) |
| | 1 | (420,962) |

16. Share capital

| | 2022 | 2021 |
|--|--------------|--------------|
| | £ | £ |
| Allotted, called up and fully paid | | |
| 1,000 (2021 - 1,000) Ordinary Shares shares of £1 each | 1,000 | 1,000 |

17. Reserves

Profit and loss account

Cumulative profit and loss net of distributions to owners.

A-FAX LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

18. Ultimate parent undertaking and controlling party

A-Fax is wholly owned subsidiary of A-SAFE Group Holdings Limited and is the smallest and largest group in which the company is consolidated. The directors consider A-SAFE Group Holdings Limited to be the ultimate parent undertaking and controlling party and the consolidated financial statements of A-SAFE Group Holdings Limited are available from its registered office, Habergham Works, Ainley Industrial Estate, Elland, West Yorkshire, HX5 9JP.