

COMPANY REGISTRATION NUMBER: 01203531

Panorama Antennas Limited
Financial Statements
31 December 2022



Panorama Antennas Limited

Financial Statements

Year ended 31 December 2022

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Panorama Antennas Limited

Officers and Professional Advisers

The board of directors

A P Jesman
J L Jesman
M E Jesman
R A Jesman
S C Jesman
V L Wilson
T A Jesman

Company secretary

V L Wilson

Registered office

Frogmore
Wandsworth
London
SW18 1HF

Auditor

Shipleys LLP
Chartered accountants & statutory auditor
10 Orange Street
Haymarket
London
WC2H 7DQ

Panorama Antennas Limited

Strategic Report

Year ended 31 December 2022

Principal Activity

Panorama Antennas designs, develops, manufactures and distributes antennas and coaxial cables for radio communications for public and private sector applications.

Business Review

2022 saw the end of remaining COVID related travel restrictions, which allowed the sales and marketing team to refocus on generating new business through exhibitions and face-to-face meetings, ending a previous emphasis on maximising revenue from existing customers. This increased sales activity, along with the recommencement of projects stalled by the pandemic and price increases to help offset inflation resulted in above target turnover growth within the group.

The operations and supply chain team focussed on reducing stock holdings across the group in 2022, increasing manufacturing efficiency, improving purchasing controls and reducing lead times. In these projects they saw significant success with a reduction in inventory by 49 days and an output increase of 11% in UK manufacturing. In all, various operational efficiencies and pricing changes led to an increase of 5% to the group's gross profit margin during the year.

2022 was marked by high inflation and corresponding interest rate rises. The main impact of this on Panorama's financial performance was an increase in salary overhead due to increased pay awards, mostly felt in the UK because of its high headcount and particularly stubborn inflation. This, coupled with a significant increase in travel during the course of the year, led group overhead to rise 32% compared to year-end 2021. The impact on profitability of these increased costs was offset by the aforementioned growth in gross profit margin and a significant increase in profitability of 62% as compared to 2021 was still achieved.

Panorama Antennas SAS completed its move to its new facility at 7 rue Suzanne Bernard, Mérignac, France in September 2022. This building is owned by PA Cedrus SAS, to which the trading company pays rent. Panorama Antennas Inc. completed its move to its new, directly owned, facility at 1500 Heritage Parkway, Mansfield, TX USA in October 2022.

These moves required significant planning by the distribution units and central services as well as extensive activity after the fact, such as stock verification and organising snagging work, which occupied much of Q3 & Q4 2022. Capital expenditure related to these projects saw fixed assets within the group rise by 14% during the year.

Panorama Antennas Limited

Strategic Report *(continued)*

Year ended 31 December 2022

Key Performance Indicators

The principal KPIs adopted for the group were group sales turnover, gross profitability and working capital management.

The turnover for the group saw an increase of 23% on the previous year. This was ahead of target, which was set at 20%, and this was regarded as a success by the board.

Working capital management was considered a key target for the company as sales growth led to increasing volume of receivables and increasing requirements for on hand inventory. Debtor days across the group saw a considerable reduction to 48 days (58 days in 2021). The reason for this reduction was increased performance of credit collection, especially in relation to sales debt owed by suppliers.

Group inventory days also saw a significant reduction to 126 days (175 days in 2021). This was caused by a more efficient allocation of stock amongst distribution and production warehouses, allowing the use of aging stock, and the running down of overstock built up for the semiconductor shortage and as mitigation against possible supply chain disruption during the COVID pandemic.

Group gross profit margin increased to 43% in 2022 (38% in 2021). This was achieved by a combination of improved pricing, more efficient stock turnover leading to lower stock write offs and tumbling international freight prices from Q3 2022 reducing previous negative impact of freight costs on the margin.

Future Developments

We expect that Panorama will experience more modest turnover growth of 10% in 2024 as market uncertainties reduce general demand for antenna solutions but customers continue to shift to more complex 5G LTE antenna systems. In addition to the 5G LTE roll out, turnover will be supported by emergency services, mass transit and enterprise sectors, where we have a strong product portfolio, and relatively stable long term budgets. A major market mapping process is taking place to help identify and prioritise desirable markets to kick-start more robust growth in 2025.

Increases in automation are planned to stabilise and reduce direct and overhead costs as well as logistics mapping to help further rationalise the supply chain and reduce freight costs.

Panorama Antennas Limited

Strategic Report *(continued)*

Year ended 31 December 2022

Principal Risks and Uncertainties

Geopolitical tensions have increased since the Russian invasion of Ukraine in February 2022 and escalation of the conflict or an increase in economic upheavals linked to it obviously present a significant risk to future turnover and profitability, particularly in Central and Eastern European markets. Escalating tensions between the US and China in relation to Taiwan have also highlighted the vulnerability of far eastern supply chains and Panorama is working to improve supply chain resilience in response to these threats.

Section 301 Tariffs continue to negatively impact gross profit in the USA and are expected to be in play for some time. First sale invoice is used to mitigate this impact. A significant future uncertainty is the outcome of the US Presidential Election in November 2024, with Donald Trump's policy platform promising various extensions of protectionism, such as universal tariffs and automatic reciprocal tariffs, which could see US gross profit margin further negatively impacted.

Nearly all major markets are expected to see low growth in the tail end of 2023 and the start of 2024 as high interest rates stifle investment, especially the UK, which is expected to enter recession between Q4 2023 and Q1 2024. The electronics industry, which forms a large section of our customer base, has been shrinking throughout 2022/2023 due to the semi-conductor shortage continuing to stifle output. This is not expected to resolve until Q4 2023. The combination of trouble in the electronics industry for most of the year and a slow down in the wider economy towards the end of the year is expected to negatively impact turnover growth in 2023.

In the UK, recession and market uncertainty is expected to slow inflation and with it, reduce pay demands, however, if inflation proves even more stubborn than expected, or employee pay expectations do not adjust in line with the economic outlook, this could have a negative impact on profitability going forward. Panorama has a medium term automation plan to help mitigate this potential impact.

Interest rates rose significantly in all the markets where we have an established presence in 2022/2023 and are expected to remain high until year-end 2024. The Panorama group currently has a strong cash position, however high interest rates obviously make borrowing for capital expenditure unappealing, which may lead to slower growth than otherwise would be expected.

Panorama Antennas Limited

Strategic Report *(continued)*

Year ended 31 December 2022

25 September 2023

This report was approved by the board of directors on and signed on behalf of the board by:

Sophia Jesman

S C Jesman
Director

Registered office:
Frogmore
Wandsworth
London
SW18 1HF

Panorama Antennas Limited

Directors' Report

Year ended 31 December 2022

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

Directors

The directors who served the company during the year were as follows:

A P Jesman
J L Jesman
M E Jesman
R A Jesman
S C Jesman
V L Wilson
T A Jesman
C E Jesman

(Resigned 6 April 2022)

Dividends

Particulars of recommended dividends are detailed in note 12 to the financial statements.

Panorama Antennas Limited

Directors' Report *(continued)*

Year ended 31 December 2022

Financial risk management objectives and policies

The group's principal financial instruments are bank balances and overdrafts, trade payables, import line facility, loans from its pension scheme and trade receivables.

The group's activities expose it to a number of financial risks including credit risk, cash flow risk and liquidity risk.

Cash flow risk

The Group's activities expose it primarily to the financial risks of changes in foreign currency exchange rates and interest rates. The group has a policy of buying and selling in the same currency with foreign exchange expenditure being matched with income. With the significant level of exports, the weakness of the GB£ plays in favour of the group. On occasion the foreign currency transactions are covered by suitable currency contracts to minimise exposure to exchange rate volatility but the group does not enter into any formal hedging arrangements.

Interest bearing assets and liabilities are held at fixed rate to ensure certainty of cash flows.

Credit risk

The Group's credit risk is primarily attributable to its trade receivables. The amounts presented in the balance sheet are net of allowances for doubtful receivables. All export credit is underwritten and the level of bad debts has been very low.

The Group has no significant concentration of credit risk, with exposure spread over a large number of counterparties and customers.

Liquidity risk

The relationship with the bank is strong reducing liquidity risk and ensuring that sufficient funds are available for ongoing operations and future developments.

Going concern

The directors have a reasonable expectation that the Group has adequate resources to continue in operational existence for the foreseeable future. Thus they continue to adopt the going concern basis in preparing the annual financial statements.

Further details regarding the adoption of the going concern basis can be found in the Statement of accounting policies in the financial statement.

Disclosure of information in the strategic report

In accordance with section 414C(11) of the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013, various matters previously dealt with in the Directors' Report are now included in the Strategic Report, including future developments.

Directors' responsibilities statement

The directors are responsible for preparing the strategic report, directors' report and the financial statements in accordance with applicable law and regulations.

Panorama Antennas Limited

Directors' Report *(continued)*

Year ended 31 December 2022

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 group and the company and the profit or loss of the group for that period.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies 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 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.

Auditor

Each of the persons who is a director at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the group and the company's auditor is unaware; and
- they have taken all steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the group and the company's auditor is aware of that information.

25 September 2023

This report was approved by the board of directors on and signed on behalf of the board by:

Sophia Jesman

S C Jesman
Director

Registered office:
Frogmore
Wandsworth
London
SW18 1HF

Panorama Antennas Limited

Independent Auditor's Report to the Members of Panorama Antennas Limited

Year ended 31 December 2022

Opinion

We have audited the financial statements of Panorama Antennas Limited (the 'parent company') and its subsidiaries (the 'group') for the year ended 31 December 2022 which comprise the consolidated income statement, consolidated statement of comprehensive income, consolidated statement of financial position, company statement of financial position, consolidated statement of changes in equity, company statement of changes in equity, consolidated statement of cash flows and the related notes, 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 FRS 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 group's and of the parent company's affairs as at 31 December 2022 and of the group's profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- 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 group 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 directors' 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 group's or the parent company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are 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.

Panorama Antennas Limited

Independent Auditor's Report to the Members of Panorama Antennas Limited *(continued)*

Year ended 31 December 2022

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The directors are responsible for the other information. 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.

Opinions on other matters 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 strategic report and the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the strategic report and the directors' report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the group and the parent company and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report or the directors' report.

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

- adequate accounting records have not been kept by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company 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.

Panorama Antennas Limited

Independent Auditor's Report to the Members of Panorama Antennas Limited

(continued)

Year ended 31 December 2022

Responsibilities of directors

As explained more fully in the directors' responsibilities statement, 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 group's and the parent 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 group or the parent 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.

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. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

We obtained an understanding of the group's activities, controls and laws and regulations and assessed the susceptibility of the group's financial statements to material misstatement from irregularities, including fraud.

We determined that the laws and regulations that are most significant to the group are those relating to the reporting framework (FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland') and the Companies Act 2006 and relevant tax compliance regulations in which the group operates.

Based on this understanding we designed our audit procedures to detecting irregularities, including fraud. Testing undertaken included making enquiries on the management; journal entry testing; review of bank letters; review of board minutes; review of component auditor's working papers; review of transactions for any undisclosed related party transactions; reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations. These procedures were designed to provide reasonable assurance that the financial statements were free from fraud or error.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Panorama Antennas Limited

Independent Auditor's Report to the Members of Panorama Antennas Limited

(continued)

Year ended 31 December 2022

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the group's or the parent company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the group or the parent company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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.

Tim Hardy

Tim Hardy (Senior Statutory Auditor)

For and on behalf of
Shipleys LLP
Chartered accountants & statutory auditor
10 Orange Street
Haymarket
London
WC2H 7DQ

25 September 2023

Panorama Antennas Limited
Consolidated Income Statement
Year ended 31 December 2022

	Note	2022 £	2021 £
Turnover	4	29,594,439	24,061,069
Cost of sales		(16,814,900)	(14,921,201)
Gross profit		<u>12,779,539</u>	<u>9,139,868</u>
Administrative expenses		(10,245,742)	(7,737,536)
Other operating income	5	<u>65,662</u>	<u>298,732</u>
Operating profit	6	<u>2,599,459</u>	<u>1,701,064</u>
Gain on financial assets at fair value through profit or loss		207,708	–
Interest payable and similar expenses	10	<u>(50,011)</u>	<u>(3,003)</u>
Profit before taxation		<u>2,757,156</u>	<u>1,698,061</u>
Tax on profit	11	<u>(683,106)</u>	<u>(420,909)</u>
Profit for the financial year		<u><u>2,074,050</u></u>	<u><u>1,277,152</u></u>

All the activities of the group are from continuing operations.

The notes on pages 21 to 39 form part of these financial statements.

Panorama Antennas Limited
Consolidated Statement of Comprehensive Income
Year ended 31 December 2022

	2022	2021
	£	£
Profit for the financial year	2,074,050	1,277,152
Revaluation of tangible assets	1,658,947	680,000
Foreign currency retranslation	(126,555)	76,238
Tax relating to components of other comprehensive income	(277,831)	(176,323)
Other comprehensive income for the year	<u>1,254,561</u>	<u>579,915</u>
Total comprehensive income for the year	<u><u>3,328,611</u></u>	<u><u>1,857,067</u></u>

The notes on pages 21 to 39 form part of these financial statements.

Panorama Antennas Limited
Consolidated Statement of Financial Position

31 December 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	13	9,356,738	6,949,200
Current assets			
Stocks	15	5,796,242	7,158,431
Debtors	16	4,888,872	4,673,272
Cash at bank and in hand		3,399,500	2,177,829
		<u>14,084,614</u>	<u>14,009,532</u>
Creditors: amounts falling due within one year	18	(4,261,440)	(5,789,310)
Net current assets		<u>9,823,174</u>	<u>8,220,222</u>
Total assets less current liabilities		19,179,912	15,169,422
Creditors: amounts falling due after more than one year	19	(548,658)	-
Provisions	20	(1,138,602)	(861,701)
Net assets		<u>17,492,652</u>	<u>14,307,721</u>
Capital and reserves			
Called up share capital	24	1,437	1,437
Revaluation reserve	25	4,726,436	3,515,320
Foreign currency translation reserve	25	(24,757)	101,798
Profit and loss account	25	12,789,536	10,689,166
Shareholders funds		<u>17,492,652</u>	<u>14,307,721</u>

These financial statements were approved by the board of directors and authorised for issue on 25 September 2023 and are signed on behalf of the board by:

T A JESMAN
DIRECTOR



Sophia Jesman

S C JESMAN
DIRECTOR

Company registration number: 01203531

The notes on pages 21 to 39 form part of these financial statements.

Panorama Antennas Limited
Company Statement of Financial Position
31 December 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	13	4,599,220	4,764,071
Investments	14	24,069	24,069
		<u>4,623,289</u>	<u>4,788,140</u>
Current assets			
Stocks	15	3,140,224	5,655,640
Debtors	16	7,705,112	5,545,754
Cash at bank and in hand		2,270,863	276,268
		<u>13,116,199</u>	<u>11,477,662</u>
Creditors: amounts falling due within one year	18	<u>(4,105,598)</u>	<u>(4,747,740)</u>
Net current assets		9,010,601	6,729,922
Total assets less current liabilities		13,633,890	11,518,062
Creditors: amounts falling due after more than one year	19	(548,658)	-
Provisions	20	(860,771)	(861,701)
Net assets		<u>12,224,461</u>	<u>10,656,361</u>
Capital and reserves			
Called up share capital	24	1,437	1,437
Revaluation reserve	25	3,345,320	3,515,320
Profit and loss account	25	8,877,704	7,139,604
Shareholders funds		<u>12,224,461</u>	<u>10,656,361</u>

The profit for the financial year of the parent company was £1,711,780 (2021: £17,083 loss).

These financial statements were approved by the board of directors and authorised for issue on and are signed on behalf of the board by:
 25 September 2023

T A JESMAN
 DIRECTOR



Sophia Jesman

S C JESMAN
 DIRECTOR

Company registration number: 01203531

The notes on pages 21 to 39 form part of these financial statements.

Panorama Antennas Limited
Consolidated Statement of Changes in Equity
Year ended 31 December 2022

	Note	Called up share capital £	Revaluation reserve £	Foreign currency translation reserve £	Profit and loss account £	Total £
At 1 January 2021		1,437	3,181,643	25,560	9,356,958	12,565,598
Profit for the year					1,277,152	1,277,152
Other comprehensive income for the year:						
Revaluation of tangible assets	13	–	680,000	–	–	680,000
Foreign currency retranslation		–	–	76,238	–	76,238
Reclassification from revaluation reserve to profit and loss account relating to depreciation		–	(170,000)	–	170,000	–
Tax relating to components of other comprehensive income	11	–	(176,323)	–	–	(176,323)
Total comprehensive income for the year		–	333,677	76,238	1,447,152	1,857,067
Dividends paid and payable	12	–	–	–	(114,944)	(114,944)
Total investments by and distributions to owners		–	–	–	(114,944)	(114,944)
At 31 December 2021		1,437	3,515,320	101,798	10,689,166	14,307,721
Profit for the year					2,074,050	2,074,050
Other comprehensive income for the year:						
Revaluation of tangible assets	13	–	1,658,947	–	–	1,658,947
Foreign currency retranslation		–	–	(126,555)	–	(126,555)
Reclassification from revaluation reserve to profit and loss account relating to depreciation		–	(170,000)	–	170,000	–
Tax relating to components of other comprehensive income	11	–	(277,831)	–	–	(277,831)
Total comprehensive income for the year		–	1,211,116	(126,555)	2,244,050	3,328,611

The consolidated statement of changes in equity
continues on the following page.

The notes on pages 21 to 39 form part of these financial statements.

Panorama Antennas Limited

Consolidated Statement of Changes in Equity *(continued)*

Year ended 31 December 2022

	Note	Called up share capital £	Revaluation reserve £	Foreign currency translation reserve £	Profit and loss account £	Total £
Dividends paid and payable	12	—	—	—	(143,680)	(143,680)
Total investments by and distributions to owners		—	—	—	(143,680)	(143,680)
At 31 December 2022		<u>1,437</u>	<u>4,726,436</u>	<u>(24,757)</u>	<u>12,789,536</u>	<u>17,492,652</u>

The notes on pages 21 to 39 form part of these financial statements.

Panorama Antennas Limited
Company Statement of Changes in Equity
Year ended 31 December 2022

	Note	Called up share capital £	Revaluation reserve £	Profit and loss account £	Total £
At 1 January 2021		1,437	3,181,643	7,101,631	10,284,711
Loss for the year				(17,083)	(17,083)
Other comprehensive income for the year:					
Revaluation of tangible assets	13	–	680,000	–	680,000
Reclassification from revaluation reserve to profit and loss account relating to depreciation		–	(170,000)	170,000	–
Tax relating to components of other comprehensive income	11	–	(176,323)	–	(176,323)
Total comprehensive income for the year		–	333,677	152,917	486,594
Dividends paid and payable	12	–	–	(114,944)	(114,944)
Total investments by and distributions to owners		–	–	(114,944)	(114,944)
At 31 December 2021		1,437	3,515,320	7,139,604	10,656,361
Profit for the year				1,711,780	1,711,780
Other comprehensive income for the year:					
Reclassification from revaluation reserve to profit and loss account relating to depreciation		–	(170,000)	170,000	–
Total comprehensive income for the year		–	(170,000)	1,881,780	1,711,780
Dividends paid and payable	12	–	–	(143,680)	(143,680)
Total investments by and distributions to owners		–	–	(143,680)	(143,680)
At 31 December 2022		<u>1,437</u>	<u>3,345,320</u>	<u>8,877,704</u>	<u>12,224,461</u>

The notes on pages 21 to 39 form part of these financial statements.

Panorama Antennas Limited
Consolidated Statement of Cash Flows
Year ended 31 December 2022

	Note	2022 £	2021 £
Cash flows from operating activities			
Profit for the financial year		2,074,050	1,277,152
<i>Adjustments for:</i>			
Depreciation of tangible assets		484,170	451,275
Government grant income		(1,421)	(181,989)
Interest payable and similar expenses		50,011	3,003
Gains on disposal of tangible assets		(591)	–
Tax on profit		683,106	420,909
Accrued income		(69,318)	(395,083)
Exchange differences on retranslation of net assets of subsidiary undertakings		(126,555)	76,238
<i>Changes in:</i>			
Stocks		1,362,189	(2,216,658)
Trade and other debtors		(215,599)	(520,976)
Trade and other creditors		(1,411,759)	1,400,940
Cash generated from operations		<u>2,828,283</u>	<u>314,811</u>
Interest paid		(50,011)	(3,003)
Tax paid		(827,659)	(410,124)
Net cash from/(used in) operating activities		<u>1,950,613</u>	<u>(98,316)</u>
Cash flows from investing activities			
Purchase of tangible assets		(1,234,020)	(817,871)
Proceeds from sale of tangible assets		1,850	–
Net cash used in investing activities		<u>(1,232,170)</u>	<u>(817,871)</u>
Cash flows from financing activities			
Repayments of borrowings		1,040,018	(74,537)
Government grant income		1,421	181,989
Dividends paid		(114,944)	(74,553)
Net cash from financing activities		<u>926,495</u>	<u>32,899</u>
Net increase/(decrease) in cash and cash equivalents		1,644,938	(883,288)
Cash and cash equivalents at beginning of year		<u>1,754,562</u>	<u>2,637,850</u>
Cash and cash equivalents at end of year	17	<u>3,399,500</u>	<u>1,754,562</u>

The notes on pages 21 to 39 form part of these financial statements.

Panorama Antennas Limited

Notes to the Financial Statements

Year ended 31 December 2022

1. General information

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is Frogmore, Wandsworth, London, SW18 1HF.

The principal activities of the company during the year was the manufacture and distribution of antennas for mobile radio communications for private and public sectors applications.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

The financial statements are prepared in sterling, which is the functional currency of the entity.

The amounts in the financial statements are presented to the nearest £1, unless otherwise stated.

Going concern

In the directors' opinion, based on the current forecasts of the group, its good order books, positive cash balances and its working capital requirements, the group has sufficient funds to meet its liabilities for at least twelve months from approval of these accounts. Therefore, the accounts have been prepared on the going concern basis.

Disclosure exemptions

The parent company satisfies the criteria of being a qualifying entity as defined in FRS 102. As such, advantage has been taken of the following reduced disclosures available under FRS 102, in respect of the parent company's individual accounts:

- (a) Disclosures in respect of each class of share capital have not been presented.
- (b) No cash flow statement has been presented for the company.
- (c) Disclosures in respect of financial instruments have not been presented.
- (d) No disclosure has been given for the aggregate remuneration of key management personnel.

Consolidation

The financial statements consolidate the financial statements of Panorama Antennas Limited and all of its subsidiary undertakings.

The results of subsidiaries acquired or disposed of during the year are included from or to the date that control passes.

The parent company has applied the exemption contained in section 408 of the Companies Act 2006 and has not presented its individual profit and loss account.

Panorama Antennas Limited

Notes to the Financial Statements *(continued)*

Year ended 31 December 2022

3. Accounting policies *(continued)*

Judgements and key sources of estimation uncertainty

In the application of the company's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The key sources of estimation uncertainty that have a significant effect on the amounts recognised in the financial statements are described below:

Stock provision

Provision is made for obsolete or defective items where appropriate. Slow moving stock is provided where the current stock level exceeds the quantity sold during the year. The stock provision for the year was £1,529,947 (2021: £1,418,079).

Property valuation

The properties are stated at fair value based on the valuations performed by independent professional valuers, Vause Cribb Chartered Surveyors (UK) and Paramount Property Analysts (USA), with recent experience in the location and category of property valued. The valuers used observable market prices adjusted as necessary for any difference in the future, location or condition of the specific asset. This involved a degree of judgement in determining the valuation at 31 December 2022.

Revenue recognition

Turnover is measured at the fair value of the consideration received or receivable for goods supplied and services rendered, net of discounts and Value Added Tax.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership have transferred to the buyer (usually on despatch of the goods); the amount of revenue can be measured reliably; it is probable that the associated economic benefits will flow to the entity; and the costs incurred or to be incurred in respect of the transactions can be measured reliably.

Income tax

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, tax is recognised in other comprehensive income or directly in equity, respectively.

Panorama Antennas Limited

Notes to the Financial Statements *(continued)*

Year ended 31 December 2022

3. Accounting policies *(continued)*

Income tax *(continued)*

Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are recognised to the extent that 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 that are expected to apply to the reversal of the timing difference.

Foreign currencies

Foreign currency transactions are initially recorded in the functional currency, by applying the spot exchange rate as at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate ruling at the reporting date, with any gains or losses being taken to the profit and loss account.

The assets and liabilities of foreign operations are translated into sterling at the rates of exchange ruling at the balance sheet date. The turnover and expenses of foreign operations are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are recognised in other comprehensive income.

Operating leases

Lease payments are recognised as an expense over the lease term on a straight-line basis. The aggregate benefit of lease incentives is recognised as a reduction to expense over the lease term, on a straight-line basis.

Rental income from operating leases is recognised on a straight-line basis over the term of the relevant lease.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other comprehensive income and accumulated in equity, except to the extent it reverses a revaluation decrease of the same asset previously recognised in profit or loss. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other comprehensive income to the extent of any previously recognised revaluation increase accumulated in equity in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in equity in respect of that asset, the excess shall be recognised in profit or loss.

Panorama Antennas Limited

Notes to the Financial Statements *(continued)*

Year ended 31 December 2022

3. Accounting policies *(continued)*

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Freehold property	-	4% straight line
Long leasehold property	-	4% straight line
Short leasehold property	-	30% straight line
Plant and machinery	-	20% reducing balance
Motor vehicles	-	25% straight line
Equipment	-	15% reducing balance

Residual value represents the estimated amount which would currently be obtained from disposal of an asset, after deducting estimated costs of disposal, if the asset were already of the age and in the condition expected at the end of its useful life.

Investments

Fixed asset investments are initially recorded at cost, and subsequently stated at cost less any accumulated impairment losses.

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition. The cost of stock is measured using the weighted average cost formula, in accordance with FRS 102.

Government grants

Government grants are recognised at the fair value of the asset received or receivable. Grants are not recognised until there is reasonable assurance that the company will comply with the conditions attaching to them and the grants will be received.

Panorama Antennas Limited

Notes to the Financial Statements *(continued)*

Year ended 31 December 2022

3. Accounting policies *(continued)*

Government grants *(continued)*

Under the accrual model, government grants relating to revenue are recognised on a systematic basis over the periods in which the company recognises the related costs for which the grant is intended to compensate. Grants that are receivable as compensation for expenses or losses already incurred or for the purpose of giving immediate financial support to the entity with no future related costs are recognised in income in the period in which it becomes receivable.

Provisions

Provisions are recognised when the entity has an obligation at the reporting date as a result of a past event, it is probable that the entity will be required to transfer economic benefits in settlement and the amount of the obligation can be estimated reliably. Provisions are recognised as a liability in the statement of financial position and the amount of the provision as an expense.

Provisions are initially measured at the best estimate of the amount required to settle the obligation at the reporting date and subsequently reviewed at each reporting date and adjusted to reflect the current best estimate of the amount that would be required to settle the obligation. Any adjustments to the amounts previously recognised are recognised in profit or loss unless the provision was originally recognised as part of the cost of an asset. When a provision is measured at the present value of the amount expected to be required to settle the obligation, the unwinding of the discount is recognised as a finance cost in profit or loss in the period it arises.

Panorama Antennas Limited

Notes to the Financial Statements *(continued)*

Year ended 31 December 2022

3. Accounting policies *(continued)*

Financial instruments

Financial assets and financial liabilities are recognised when the Group becomes a party to the contractual provisions of the instrument.

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the Group after deducting all of its liabilities.

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the Group intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Equity instruments

Equity instruments issued by the Company are recorded at the fair value of cash or other resources received or receivable, net of direct issue costs.

Trade and other debtors

Trade and other debtors are initially recorded at the transaction price and thereafter stated at amortised cost using the effective interest method, less impairment losses for bad and doubtful debts expect where the effect of discounting would be immaterial. In such cases, receivables and stated at cost less impairment losses for bad and doubtful debts.

Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and on hand, demand deposits with banks and other short-term highly liquid investments with original maturities of three months or less and bank overdrafts.

Trade and other creditors

Trade and other creditors are initially recognised at the transaction price and are thereafter stated at amortised cost using the effective interest method unless the effect of discounting would be immaterial, in which case they are stated at cost.

Derivative financial instruments

The group uses forward foreign contracts to reduce exposure to foreign exchange rates. Derivatives are initially recognised at fair value on the date a derivative contract is entered into and subsequently re-measured at their fair value at the reporting date. Changes in the fair value of derivatives are recognised in profit and loss. The group does not apply hedge accounting for foreign exchange derivatives.

Panorama Antennas Limited

Notes to the Financial Statements *(continued)*

Year ended 31 December 2022

3. Accounting policies *(continued)*

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Differences between contributions payable in the year and the contributions actually paid are shown as either accruals or prepayments on the balance sheet.

4. Turnover

Turnover arises from:

	2022	2021
	£	£
Sale of goods	28,960,979	23,699,437
Freight and carriage	633,460	361,632
	<u>29,594,439</u>	<u>24,061,069</u>

The turnover is attributable to the one principal activity of the group. An analysis of turnover by the geographical markets that substantially differ from each other is given below:

	2022	2021
	£	£
Europe	9,279,537	8,376,525
North America	17,758,619	12,978,856
Africa and Middle East	205,702	145,922
Asia	260,506	640,109
Australasia	1,919,892	1,816,890
South America	170,183	102,767
	<u>29,594,439</u>	<u>24,061,069</u>

5. Other operating income

	2022	2021
	£	£
Government grant income	1,421	181,989
Rental income	64,241	116,743
	<u>65,662</u>	<u>298,732</u>

6. Operating profit

Operating profit or loss is stated after charging/crediting:

	2022	2021
	£	£
Depreciation of tangible assets	484,170	451,275
Gains on disposal of tangible assets	(591)	-
Impairment of trade debtors	1,552	3,449
Foreign exchange differences	(106,406)	37,520
Operating lease rentals	449,672	352,097
Foreign exchange loss / (gain) - (cost of sales)	<u>303,174</u>	<u>296,786</u>

Panorama Antennas Limited

Notes to the Financial Statements *(continued)*

Year ended 31 December 2022

7. Auditor's remuneration

	2022	2021
	£	£
Fees payable for the audit of the financial statements	62,500	65,000
Fees payable to the company's auditor and its associates for other services:		
Other non-audit services	24,202	25,811

8. Staff costs

The average number of persons employed by the group during the year, including the directors, amounted to:

	2022	2021
	No.	No.
Production staff	70	56
Administrative staff	31	24
Management staff	7	8
Sales and marketing staff	17	19
Design staff	10	8
	<u>135</u>	<u>115</u>

The aggregate payroll costs incurred during the year, relating to the above, were:

	2022	2021
	£	£
Wages and salaries	6,075,130	5,199,661
Social security costs	594,396	472,193
Other pension costs	184,632	151,029
	<u>6,854,158</u>	<u>5,822,883</u>

9. Directors' remuneration

The directors' aggregate remuneration in respect of qualifying services was:

	2022	2021
	£	£
Remuneration	971,216	839,854
Company contributions to defined contribution pension plans	25,200	20,700
	<u>996,416</u>	<u>860,554</u>

The number of directors who accrued benefits under company pension plans was as follows:

	2022	2021
	No.	No.
Defined contribution plans	<u>6</u>	<u>6</u>

Panorama Antennas Limited

Notes to the Financial Statements *(continued)*

Year ended 31 December 2022

9. Directors' remuneration *(continued)*

Remuneration of the highest paid director in respect of qualifying services:

	2022 £	2021 £
Aggregate remuneration	147,905	117,855
Company contributions to defined contribution pension plans	4,200	3,450
	<u>152,105</u>	<u>121,305</u>

10. Interest payable and similar expenses

	2022 £	2021 £
Interest on banks loans and overdrafts	20,695	2,869
Interest on other loans	16,596	–
Interest on tax	–	134
Other interest payable and similar charges	12,720	–
	<u>50,011</u>	<u>3,003</u>

11. Tax on profit

Major components of tax expense

	2022 £	2021 £
Current tax:		
UK current tax expense	427,499	14,613
Adjustments in respect of prior periods	2,883	–
Total UK current tax	<u>430,382</u>	<u>14,613</u>
Foreign current tax income	325,051	363,209
Adjustments in respect of prior periods	(71,397)	–
Total foreign tax	<u>253,654</u>	<u>363,209</u>
Total current tax	<u>684,036</u>	<u>377,822</u>
Deferred tax:		
Origination and reversal of timing differences	(707)	12,602
Impact of change in tax rate	(223)	30,485
Total deferred tax	<u>(930)</u>	<u>43,087</u>
Tax on profit	<u>683,106</u>	<u>420,909</u>

Tax recognised as other comprehensive income or equity

The aggregate current and deferred tax relating to items recognised as other comprehensive income or equity for the year was £277,831 (2021: £176,323).

Panorama Antennas Limited

Notes to the Financial Statements *(continued)*

Year ended 31 December 2022

11. Tax on profit *(continued)*

Reconciliation of tax expense

The tax assessed on the profit on ordinary activities for the year is higher than (2021: higher than) the standard rate of corporation tax in the UK of 19% (2021: 19%).

	2022 £	2021 £
Profit on ordinary activities before taxation	2,757,156	1,698,061
Profit on ordinary activities by rate of tax	523,861	322,633
Adjustment to tax charge in respect of prior periods	13,798	–
Effect of expenses not deductible for tax purposes	42,173	34,718
Unused tax losses	3,524	(66,153)
Research & Development tax credit	(17,541)	(11,914)
Impact of change in tax rate	(223)	30,485
Other differences	121,332	64,419
Higher rate of tax on overseas earnings	(3,818)	46,721
Tax on profit	<u>683,106</u>	<u>420,909</u>

12. Dividends

	2022 £	2021 £
Dividends paid during the year (excluding those for which a liability existed at the end of the prior year)	74,553	74,553
Dividends proposed before the year end and recognised as a liability	<u>69,127</u>	<u>40,391</u>

Panorama Antennas Limited

Notes to the Financial Statements (continued)

Year ended 31 December 2022

13. Tangible assets

Group	Land and buildings £	Plant and machinery £	Motor vehicles £	Equipment £	Asset under construction £	Total £
Cost						
At 1 Jan 2022	6,009,819	1,359,391	29,405	531,761	600,720	8,531,096
Additions	864,953	320,586	–	48,481	–	1,234,020
Disposals	–	(41,322)	–	(5,246)	–	(46,568)
Revaluations	1,515,963	–	–	–	–	1,515,963
Transfers	600,720	–	–	–	(600,720)	–
At 31 Dec 2022	8,991,455	1,638,655	29,405	574,996	–	11,234,511
Depreciation						
At 1 Jan 2022	233,463	910,030	11,639	426,764	–	1,581,896
Charge for the year	309,737	145,004	7,351	22,078	–	484,170
Disposals	–	(41,322)	–	(3,987)	–	(45,309)
Revaluations	(142,984)	–	–	–	–	(142,984)
At 31 Dec 2022	400,216	1,013,712	18,990	444,855	–	1,877,773
Carrying amount						
At 31 Dec 2022	8,591,239	624,943	10,415	130,141	–	9,356,738
At 31 Dec 2021	5,776,356	449,361	17,766	104,997	600,720	6,949,200
Company						
		Freehold property £	Plant and machinery £	Motor vehicles £	Equipment £	Total £
Cost						
At 1 January 2022		4,250,000	1,305,771	29,405	464,364	6,049,540
Additions		–	121,135	–	5,440	126,575
Disposals		–	(41,322)	–	–	(41,322)
At 31 December 2022		4,250,000	1,385,584	29,405	469,804	6,134,793
Depreciation						
At 1 January 2022		–	880,353	11,639	393,477	1,285,469
Charge for the year		170,000	101,874	7,351	12,201	291,426
Disposals		–	(41,322)	–	–	(41,322)
At 31 December 2022		170,000	940,905	18,990	405,678	1,535,573
Carrying amount						
At 31 December 2022		4,080,000	444,679	10,415	64,126	4,599,220
At 31 December 2021		4,250,000	425,418	17,766	70,887	4,764,071

Land and buildings includes freehold property of £5,514,609 (2021: £4,250,000), long leasehold property of £3,047,719 (2021: £1,456,011) and short leasehold property of £28,911 (2021: £70,345).

Panorama Antennas Limited

Notes to the Financial Statements *(continued)*

Year ended 31 December 2022

13. Tangible assets *(continued)*

Tangible assets held at valuation

The freehold property was professionally valued on 6 June 2022 by Vause Cribb Chartered Surveyors, an independent valuer, for £4,250,000. In the opinion of the directors, the property did not materially change in value between the year end and the valuation date.

The freehold property has been pledged to secure the borrowings of the company.

The leasehold property was professionally valued on 21 October 2022 by Paramount Property Analysts, an independent valuer, for £3,047,719. In the opinion of the directors, the property did not materially change in value between the year end and the valuation date.

In respect of tangible assets held at valuation, aggregate cost, depreciation and comparable carrying amount that would have been recognised if the assets had been carried under the historical cost model are as follows:

Group	Land and buildings £
At 31 December 2022	
Aggregate cost	2,186,740
Aggregate depreciation	(797,968)
Carrying value	<u><u>1,388,772</u></u>
At 31 December 2021	
Aggregate cost	654,984
Aggregate depreciation	(654,984)
Carrying value	<u><u>–</u></u>
Company	Land and buildings £
At 31 December 2022	
Aggregate cost	654,984
Aggregate depreciation	(654,984)
Carrying value	<u><u>–</u></u>
At 31 December 2021	
Aggregate cost	654,984
Aggregate depreciation	(654,984)
Carrying value	<u><u>–</u></u>

14. Investments

The group has no investments.

Panorama Antennas Limited

Notes to the Financial Statements *(continued)*

Year ended 31 December 2022

14. Investments *(continued)*

Company	Subsidiary undertakings £
Cost	
At 1 January 2022 and 31 December 2022	24,069
Impairment	
At 1 January 2022 and 31 December 2022	—
Carrying amount	
At 1 January 2022 and 31 December 2022	24,069
At 31 December 2021	24,069

Subsidiaries, associates and other investments

Details of the investments in which the parent company has an interest of 20% or more are as follows:

Subsidiary undertakings	Class of share	Percentage of shares held
Panorama Antennas PTY Limited	Ordinary	100
Panorama Antennas Inc	Ordinary	100
Panorama Antennas Limited	Ordinary	100
Panorama Holding SAS	Ordinary	100
Panorama Antennas PTE Limited	Ordinary	100
Panorama Antennas SAS	Ordinary	100
Panorama Cedrus SAS	Ordinary	100

Panorama Antennas Limited

Notes to the Financial Statements *(continued)*

Year ended 31 December 2022

14. Investments *(continued)*

The company owns seven subsidiary companies at 31 December 2022, of which two are held indirectly. The company owns 100% of the ordinary share capital of all subsidiaries. During the year, the company transferred its share in Panorama Antennas SAS to Panorama Holdings SAS. Panorama Holdings SAS owns 100% of Panorama Antennas SAS and Panorama Cedrus SAS.

Panorama Antennas Pty Ltd is incorporated in Australia. The registered office address of Panorama Antennas PTY Limited is Unit 1, 5 Jaggs Way, Kardinya, WA 6163, Australia. The principal activity during the year was the manufacture and distribution of antennas for mobile radio communication.

Panorama Antennas Inc is incorporated in the United States of America. The registered office address of Panorama Antennas Inc is 1500 Heritage Parkway, Mansfield, TX 76063, USA. The principal activity during the year was the manufacture and distribution of antennas for mobile radio communication.

Panorama Antennas Limited is a company incorporated in Ireland. The company has been dormant since incorporation. The registered office of Panorama Antennas Limited is 84 Northumberland Road, Dublin 4, DO4 PY94.

Panorama Antennas SAS is incorporated in France. The registered office of Panorama Antennas SAS is 7 rue Suzanne Bernard, 33700 Mérignac, Bordeaux, France. The principal activity during the year was the manufacture and distribution of antennas for mobile radio communication.

Panorama Antennas PTE Limited is incorporated in Singapore. The registered office of Panorama Antennas PTE Limited is 18 Tampines Industrial Crescent, 528605, Singapore. The principal activity during the year was the manufacture and distribution of antennas for mobile radio communication and logistics centre for Panorama Antennas Limited

Panorama Holdings SAS is incorporated in France. The registered office of Panorama Antennas SAS is 7 rue Suzanne Bernard, 33700 Mérignac, Bordeaux, France. The principal activity of the company was as a holding company.

Panorama Cedrus SAS is incorporated in France. The registered office of Panorama Antennas SAS is 7 rue Suzanne Bernard, 33700 Mérignac, Bordeaux, France. The principal activity of the company was as a property investment company.

15. Stocks

	Group		Company	
	2022	2021	2022	2021
	£	£	£	£
Raw materials and consumables	2,055,581	3,389,471	1,547,211	2,769,353
Finished goods and goods for resale	3,740,661	3,768,960	1,593,013	2,886,287
	<u>5,796,242</u>	<u>7,158,431</u>	<u>3,140,224</u>	<u>5,655,640</u>

Panorama Antennas Limited

Notes to the Financial Statements *(continued)*

Year ended 31 December 2022

16. Debtors

	Group		Company	
	2022	2021	2022	2021
	£	£	£	£
Trade debtors	3,860,926	3,809,705	1,685,258	1,587,343
Amounts owed by group undertakings	–	–	5,170,901	3,337,058
Prepayments and accrued income	289,326	291,610	228,979	279,213
Derivative financial assets	207,708	–	207,708	–
Other debtors	530,912	571,957	412,266	342,140
	<u>4,888,872</u>	<u>4,673,272</u>	<u>7,705,112</u>	<u>5,545,754</u>

The debtors above include the following amounts falling due after more than one year:

	Group		Company	
	2022	2021	2022	2021
	£	£	£	£
Amounts owed by group undertakings	–	–	1,510,785	–
Derivative financial assets	207,708	–	207,708	–
	<u>207,708</u>	<u>–</u>	<u>1,718,493</u>	<u>–</u>

Derivative financial instruments - forward contracts

The company entered into a foreign currency contract to mitigate exchange rate risk. At 31 December 2022, the outstanding contract matures within 14 months of the year end. The company is committed to by €3,000,000 at a fixed rate.

The forward currency contract is measured at fair value using quoted forward exchange rates.

17. Cash and cash equivalents

Cash and cash equivalents comprise the following:

	2022	2021
	£	£
Cash at bank and in hand	3,399,500	2,177,829
Bank overdrafts	–	(423,267)
	<u>3,399,500</u>	<u>1,754,562</u>

Panorama Antennas Limited

Notes to the Financial Statements *(continued)*

Year ended 31 December 2022

18. Creditors: amounts falling due within one year

	Group		Company	
	2022	2021	2022	2021
	£	£	£	£
Bank loans and overdrafts	–	423,267	–	423,267
Trade creditors	2,409,642	3,952,231	2,022,732	3,382,824
Amounts owed to group undertakings	–	–	576,453	11,614
Accruals and deferred income	392,194	432,776	260,500	151,224
Corporation tax	355,937	499,560	342,076	428,125
Social security and other taxes	206,457	190,586	144,340	106,456
Other loans	592,170	100,810	592,170	100,810
Other creditors	305,040	190,080	167,327	143,420
	<u>4,261,440</u>	<u>5,789,310</u>	<u>4,105,598</u>	<u>4,747,740</u>

Other loans are secured by a legal charge over the property of the company.

19. Creditors: amounts falling due after more than one year

	Group		Company	
	2022	2021	2022	2021
	£	£	£	£
Other loans	<u>548,658</u>	<u>–</u>	<u>548,658</u>	<u>–</u>

Other loans are secured by a legal charge over the property of the company.

20. Provisions

Group	Deferred tax (note 21) £
At 1 January 2022	861,701
Charge against provision	276,901
At 31 December 2022	<u>1,138,602</u>
Company	Deferred tax (note 21) £
At 1 January 2022	861,701
Charge against provision	(930)
At 31 December 2022	<u>860,771</u>

Panorama Antennas Limited

Notes to the Financial Statements *(continued)*

Year ended 31 December 2022

21. Deferred tax

The deferred tax included in the statement of financial position is as follows:

	Group		Company	
	2022	2021	2022	2021
	£	£	£	£
Included in provisions (note 20)	<u>1,138,602</u>	<u>861,701</u>	<u>860,771</u>	<u>861,701</u>

The deferred tax account consists of the tax effect of timing differences in respect of:

	Group		Company	
	2022	2021	2022	2021
	£	£	£	£
Accelerated capital allowances	126,091	127,021	126,091	127,021
Revaluation of tangible assets	<u>1,012,511</u>	<u>734,680</u>	<u>734,680</u>	<u>734,680</u>
	<u>1,138,602</u>	<u>861,701</u>	<u>860,771</u>	<u>861,701</u>

22. Employee benefits

Defined contribution plans

The amount recognised in profit or loss as an expense in relation to defined contribution plans was £184,632 (2021: £151,029).

The company has withdrawn loans from the pension scheme. Further details are provided in note 29. No contributions were paid to the Amity Retirement Fund during the year (2021: £nil).

23. Government grants

The amounts recognised in the financial statements for government grants are as follows:

	Group		Company	
	2022	2021	2022	2021
	£	£	£	£
Recognised in other operating income:				
Government grants recognised directly in income	<u>1,421</u>	<u>181,989</u>	<u>—</u>	<u>—</u>

24. Called up share capital

Issued, called up and fully paid

	2022		2021	
	No.	£	No.	£
Ordinary shares of £0.01 each	<u>143,680</u>	<u>1,437</u>	<u>143,680</u>	<u>1,437</u>

The holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at meetings of the company. All ordinary shares rank equally with regard to the company's residual assets.

Panorama Antennas Limited

Notes to the Financial Statements *(continued)*

Year ended 31 December 2022

25. Reserves

The revaluation reserve represents the cumulative effect of revaluations of freehold property which are revalued to fair value, after taking account of depreciation and deferred tax.

The profit and loss reserve includes all current and prior retained profits and losses.

The foreign currency translation reserve has arisen on retranslation of the net assets of the subsidiary undertakings.

26. Analysis of changes in net debt

	At 1 Jan 2022	Cash flows	At 31 Dec 2022
	£	£	£
Cash at bank and in hand	2,177,829	1,221,671	3,399,500
Bank overdrafts	(423,267)	423,267	–
Debt due within one year	(100,810)	(491,360)	(592,170)
Debt due after one year	–	(548,658)	(548,658)
	<u>1,653,752</u>	<u>604,920</u>	<u>2,258,672</u>

27. Capital commitments

Capital expenditure contracted for but not provided for in the financial statements is as follows:

	Group		Company	
	2022	2021	2022	2021
	£	£	£	£
Tangible assets	–	867,707	–	–
	<u>–</u>	<u>867,707</u>	<u>–</u>	<u>–</u>

28. Operating leases

The total future minimum lease payments under non-cancellable operating leases are as follows:

	Group		Company	
	2022	2021	2022	2021
	£	£	£	£
Not later than 1 year	352,432	360,112	268,000	268,000
Later than 1 year and not later than 5 years	467,884	–	268,000	–
	<u>820,316</u>	<u>360,112</u>	<u>536,000</u>	<u>268,000</u>

Panorama Antennas Limited

Notes to the Financial Statements *(continued)*

Year ended 31 December 2022

29. Related party transactions

Group and Company

The group was under the control of the directors throughout the current and previous year.

During the year, the company withdrew loans of £850,000 from its pension fund, Amity Retirement Fund. At 1 January 2022, an amount of £nil (2021: £nil) was owed to the pension fund. During 2022, the company repaid loans of £116,037 (2021: £nil) leaving amounts of £185,305 (2021: £nil) included in creditors falling due within one year, and £548,658 (2021: £nil) included within creditors falling due after one year. Interest paid on the loan during the year was £20,216 (2021: £nil). Interest accrued on the loans during the year amounts to £nil (2021 - £nil).

Rent of £268,000 (2021 - £209,670) was paid by the company to the Amity Retirement Fund.

Dividends paid to the directors in their capacity as shareholders during the period totalled £129,311 (2021: £114,944).

During the year, salaries paid to close family members of directors totalled £79,846 (2021: £43,238).

The total remuneration for directors and other key management personnel during the period was £971,216 (2021: £839,854).

During the year, the company made an advance of £18,300 (2021: £4,059) to a director, R Jesman. Repayments have been made of £16,359 (2021: £nil). An amount of £6,000 (2021: 4,059) was outstanding at the year end. The advance was unsecured and no interest accrued. The amount has been repaid in full post year end.