

**BUOYANCY AEROSPACE V1 LIMITED**

**(FORMERLY PENNINE TOOLS AEROSPACE  
LIMITED)**

**ANNUAL REPORT AND FINANCIAL  
STATEMENTS**

**FOR THE YEAR ENDED 31 OCTOBER 2022**

**BUOYANCY AEROSPACE V1 LIMITED  
(FORMERLY PENNINE TOOLS AEROSPACE LIMITED)  
COMPANY INFORMATION**

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<b>Director</b>	Dr M A J Apel	(Appointed 20 December 2022)
<b>Company number</b>	4585472 (England and Wales)	
<b>Registered office</b>	Jackdaw Road Barnoldswick Lancashire BB18 6DX	
<b>Auditor</b>	Ashworth Moulds 11 Nicholas Street Burnley Lancashire BB11 2AL	
<b>Bankers</b>	National Westminster Bank	

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**BUOYANCY AEROSPACE V1 LIMITED  
(FORMERLY PENNINE TOOLS AEROSPACE LIMITED)  
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# **BUOYANCY AEROSPACE V1 LIMITED (FORMERLY PENNINE TOOLS AEROSPACE LIMITED) STRATEGIC REPORT**

**FOR THE YEAR ENDED 31 OCTOBER 2022**

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The director presents the strategic report for the year ended 31 October 2022.

## **Principal activities**

The principal activity of the company in the year under review was that of aerospace engineers.

## **Fair review of the business**

During the year the company's sales decreased to £5,336,464 (2021: £5,877,549) returning a gross profit margin of 27% (2021: 31.2%). The company reported a pre-tax profit of £746,258 (2021: £1,076,557).

The company's financial position remains strong, with £5,220,488 net assets at 31 October 2022 and the directors remain cautiously optimistic for the future.

## **Events after the year-end**

The company was sold by the Meldrum family on 20 December 2022. The company changed its name to Buoyancy Aerospace V1 Limited on 2 June 2023.

## **Financial risk management objectives and policies**

The company finances its operations through a mixture of retained profits, bank and other borrowings, and where necessary to fund capital expenditure programmes through hire purchase financing arrangements. The management's objectives are to:

- retain sufficient funds to enable it to meet its day to day obligations as they fall due, and
- match the repayment schedule of any external finance with the expected future cash flows expected to arise from the company from the company's trading activities.

The company is exposed to price risk in connection with certain sales being denominated in foreign currencies. This exposes the company to the uncertainty of exchange rate movements. The company considers the amounts involved to be insignificant.

The company's credit risk is primarily attributable to its trade debtors. The company mitigates this risk by implementing a robust credit control policy.

## **Key performance indicators**

The directors consider that the key performance indicators are those that communicate the financial performance and strength of the company as a whole, these being turnover and gross margin.

## **Introduction: A Journey of Excellence Begins**

In December 2022, BUOYANCY AEROSPACE V1 Ltd., formerly known as Pennine Tools Aerospace Ltd., proudly integrated into the BUOYANCY Group, under the leadership and ultimate ownership of Dr. Maximilian Apel. As we present our narrative for the year ending 31 October 2022, it's essential to understand that we are on a transformational journey to become the partner of choice for the world's leaders in aerospace, space, and defence.

While our existing order book and participation in prestigious aerospace and defence programmes demonstrate our commitment to excellence, we see this as just the foundation—a launchpad. Our ambitions stretch far beyond what is immediately visible. We have started to meticulously align our internal performance indicators with the specific needs and evaluations of our customers (i.e. customers' KPIs, scorecards, reviews etc.). We have entered discussions with the world's leading OEMs about new partnerships.

## **Differentiating Factors: Our Competitive Edge**

BUOYANCY AEROSPACE thrives as an idea meritocracy. Our operations are underpinned by rigour, ambition, and discipline. We nurture a company culture rooted in radical transparency and the ethos of thoughtful disagreement. The best ideas rise to the top, irrespective of hierarchy. This ethos also ensures we attract and retain the talent that resonates with our brand and our partners.

~~In stark contrast to most industry counterparts, we channel our profits back into the company, fostering innovation, going to root causes. Our vision is boundless, devoid of any exit strategy.~~

**BUOYANCY AEROSPACE V1 LIMITED  
(FORMERLY PENNINE TOOLS AEROSPACE LIMITED)  
STRATEGIC REPORT (CONTINUED)**

**FOR THE YEAR ENDED 31 OCTOBER 2022**

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**Rooted in Core Values**

Our values are the result of collaborative efforts, shaped from the ground up by all team members.

- **Purpose:** We understand that our products contribute to a purpose greater than our own institution. We appreciate this special privilege and we work with pride and gratitude. Many of our team members are also engaged in their local communities.
- **Excellence:** Precision in aerospace, space and defence is compulsory and our processes are aligned accordingly with rigour. We take ownership and responsibility for every single component.
- **Innovation:** We strive to always innovate, challenge the status quo by technology, allowing for solutions to become even more powerful, efficient and affordable. The only constant is change.
- **Team Culture:** We take pride in our unique team culture, a culture of collaboration, enablement, trust and joy.

**Selected Investments: Brains, IT, Smart Machinery, Facilities**

To support our vision of excellence, we are making substantial investments in smart machinery, a state-of-the-art IT infrastructure, facility upgrades and the recruitment of new team members. Our recruitment process is rigorous, encompassing evaluations of academic and practical achievements, multiple interviews, and the BUOYANCY AEROSPACE Problem Solving Test. Every investment decision is made with a long-term perspective.

**ESG Commitment: Decarbonization, Inclusion, Sustainability and more**

Our commitment to Environmental, Social, and Governance (ESG) goals is unwavering. Decarbonization and inclusion are woven into our company fabric, always ensuring product quality remains uncompromised. We have strengthened our bond with Lancashire's local communities, establishing partnerships and supporting initiatives geared toward social upliftment. We are especially proud when our team members spearhead initiatives, such as attending sports events or fundraising for local hospices, unprompted.

**Areas Of Development: Marketing And Automation**

We acknowledge the disparity between our capabilities, quality, and capacity versus our still too modest turnover. Our performance in fifth and sixth-generation combat aircraft involvement underscores our quality and reliability. We are a chosen partner for the most advanced civil aircraft globally. However, we need to improve our marketing efforts, ensuring our reputation reaches a global audience. Another focus area is the automation of our processes, priming us for even greater competitiveness.

At BUOYANCY AEROSPACE, we aspire to be a trusted partner of the world's leading aerospace, space and defence institutions.

On behalf of the board

Dr M A J Apel  
**Director**

31 October 2023

**BUOYANCY AEROSPACE V1 LIMITED  
(FORMERLY PENNINE TOOLS AEROSPACE LIMITED)  
DIRECTOR'S REPORT**

**FOR THE YEAR ENDED 31 OCTOBER 2022**

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The director presents his annual report and financial statements for the year ended 31 October 2022.

**Results and dividends**

The results for the year are set out on page 8.

Ordinary dividends were paid amounting to £678,218. The director does not recommend payment of a final dividend.

**Directors**

The directors who held office during the year and up to the date of signature of the financial statements were as follows:

Mrs J L Hartley	(Resigned 20 December 2022)
A P Meldrum	(Resigned 20 December 2022)
Mrs C Meldrum	(Resigned 20 December 2022)
Mrs A J Fenwick	(Resigned 20 December 2022)
B Meldrum	(Deceased 21 December 2021)
Dr M A J Apel	(Appointed 20 December 2022)

**Auditor**

The auditor, Ashworth Moulds, is deemed to be reappointed under section 487(2) of the Companies Act 2006.

**Statement of director's responsibilities**

The director is responsible for preparing the annual report and the financial statements in accordance with applicable law and regulations.

Company law requires the director to prepare financial statements for each financial year. Under that law the director has 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 director must not approve the financial statements unless he is 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 director is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements 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 director is 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. He is 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.

**Strategic report**

The information required by schedule 7 of the Large and Medium-sized Companies and Groups (Accounts and Reports) Regulations 2008 has been included in the separate Strategic Report in accordance with section 414C (11) of the Companies Act 2006 (Strategic and Directors' Report) Regulations 2013.

**Statement of disclosure to auditor**

So far as each person who was a director at the date of approving this report is aware, there is no relevant audit information of which the company's auditor is unaware. Additionally, the directors individually have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the company's auditor is aware of that information.

**BUOYANCY AEROSPACE V1 LIMITED  
(FORMERLY PENNINE TOOLS AEROSPACE LIMITED)  
DIRECTOR'S REPORT (CONTINUED)**

***FOR THE YEAR ENDED 31 OCTOBER 2022***

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On behalf of the board

Dr M A J Apel  
**Director**  
31 October 2023

**BUOYANCY AEROSPACE V1 LIMITED  
(FORMERLY PENNINE TOOLS AEROSPACE LIMITED)  
INDEPENDENT AUDITOR'S REPORT**

**TO THE MEMBER OF BUOYANCY AEROSPACE V1 LIMITED**

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**Opinion**

We have audited the financial statements of Buoyancy Aerospace V1 Limited (the 'company') for the year ended 31 October 2022 which comprise the statement of comprehensive income, the balance sheet, the statement of changes in equity, the statement of cash flows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 October 2022 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

**Basis for opinion**

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

**Conclusions relating to going concern**

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

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

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

**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 director is responsible for the other information contained within the annual report. 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. 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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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 our audit:

- the information given in the strategic report and the director's report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the strategic report and the director's report have been prepared in accordance with applicable legal requirements.

**BUOYANCY AEROSPACE V1 LIMITED  
(FORMERLY PENNINE TOOLS AEROSPACE LIMITED)  
INDEPENDENT AUDITOR'S REPORT (CONTINUED)**

**TO THE MEMBER OF BUOYANCY AEROSPACE V1 LIMITED**

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

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report or the director's 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, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

**Responsibilities of director**

As explained more fully in the director's responsibilities statement, the director is 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 director determines 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 director is responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the director either intends to liquidate the company or to cease operations, or has 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.

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

**Extent to which the audit was considered capable of detecting irregularities, including fraud**

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations, the team remained alert to instances of non-compliance throughout the audit;
- we identified the laws and regulations applicable to the company through discussions with directors and other management and from our commercial knowledge and experience of the aerospace sector; and
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the company, including the Companies Act 2006, taxation legislation, health and safety legislation and Minimum Wage requirements.

We assessed the susceptibility of the company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud; and
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

**BUOYANCY AEROSPACE V1 LIMITED  
(FORMERLY PENNINE TOOLS AEROSPACE LIMITED)  
INDEPENDENT AUDITOR'S REPORT (CONTINUED)**

**TO THE MEMBER OF BUOYANCY AEROSPACE V1 LIMITED**

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**Audit response to risks identified**

We addressed detecting material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, as follows:

<b>Risks identified</b>	<b>Audit response</b>
Risk of fraud through management bias and override of controls	<ul style="list-style-type: none"><li>• performed analytical procedures to identify any unusual or unexpected relationships;</li><li>• tested journal entries to identify unusual transactions; and</li><li>• assessed whether judgements and assumptions made in determining the accounting estimates set out in note 2 were indicative of potential bias.</li></ul>
Risk of irregularities and non-compliance with laws and regulations	<ul style="list-style-type: none"><li>• agreeing financial statement disclosures to underlying supporting documentation; and</li><li>• enquiring of management as to actual and potential litigation and claims.</li></ul>

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the directors and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

**Use of our report**

This report is made solely to the company's member 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 member those matters we are required to state to the member 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 member, for our audit work, for this report, or for the opinions we have formed.

**Mark Holmes BA FCA (Senior Statutory Auditor)**  
**For and on behalf of Ashworth Moulds**

31 October 2023

**Chartered Accountants**  
**Statutory Auditor**

11 Nicholas Street  
Burnley  
Lancashire  
BB11 2AL

**BUOYANCY AEROSPACE V1 LIMITED**  
**(FORMERLY PENNINE TOOLS AEROSPACE LIMITED)**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 31 OCTOBER 2022**

	Notes	2022 £	2021 £
<b>Turnover</b>	<b>3</b>	5,336,464	5,877,549
Cost of sales		(3,897,144)	(4,041,645)
<b>Gross profit</b>		1,439,320	1,835,904
Administrative expenses		(695,216)	(771,602)
Other operating income		4,500	20,981
<b>Operating profit</b>	<b>4</b>	748,604	1,085,283
Interest receivable and similar income	<b>7</b>	2,456	495
Interest payable and similar expenses	<b>8</b>	(4,802)	(9,221)
<b>Profit before taxation</b>		746,258	1,076,557
Taxation	<b>9</b>	(138,377)	(266,305)
<b>Profit for the financial year</b>		<u>607,881</u>	<u>810,252</u>

The notes on pages 12 - 25 form an integral part of these financial statements.

The profit and loss account has been prepared on the basis that all operations are continuing operations.

**BUOYANCY AEROSPACE V1 LIMITED**  
**(FORMERLY PENNINE TOOLS AEROSPACE LIMITED)**  
**BALANCE SHEET**

**AS AT 31 OCTOBER 2022**

	Notes	2022		2021	
		£	£	£	£
<b>Fixed assets</b>					
Goodwill	11		-		74,338
Other intangible assets	11		46,059		66,352
			<u>46,059</u>		<u>140,690</u>
Total intangible assets			46,059		140,690
Tangible assets	12		1,532,207		1,928,399
			<u>1,578,266</u>		<u>2,069,089</u>
<b>Current assets</b>					
Stocks	13	30,135		96,869	
Debtors	14	1,770,617		2,240,033	
Cash at bank and in hand		3,138,977		2,665,842	
			<u>4,939,729</u>		<u>5,002,744</u>
<b>Creditors: amounts falling due within one year</b>	15	<u>(776,543)</u>		<u>(1,042,155)</u>	
<b>Net current assets</b>			<u>4,163,186</u>		<u>3,960,589</u>
<b>Total assets less current liabilities</b>			<u>5,741,452</u>		<u>6,029,678</u>
<b>Creditors: amounts falling due after more than one year</b>	16		(217,926)		(351,076)
<b>Provisions for liabilities</b>					
Deferred tax liability	18	303,038		387,777	
		<u>303,038</u>	<u>(303,038)</u>	<u>387,777</u>	<u>(387,777)</u>
<b>Net assets</b>			<u>5,220,488</u>		<u>5,290,825</u>
<b>Capital and reserves</b>					
Called up share capital	21		100,000		100,000
Profit and loss reserves			5,120,488		5,190,825
			<u>5,220,488</u>		<u>5,290,825</u>
<b>Total equity</b>			<u>5,220,488</u>		<u>5,290,825</u>

The notes on pages 12 - 25 form an integral part of these financial statements.

The financial statements were approved by the board of directors and authorised for issue on 31 October 2023 and are signed on its behalf by:

Dr M A J Apel  
**Director**

**Company Registration No. 4565472**

**BUOYANCY AEROSPACE V1 LIMITED  
(FORMERLY PENNINE TOOLS AEROSPACE LIMITED)  
STATEMENT OF CHANGES IN EQUITY**

**FOR THE YEAR ENDED 31 OCTOBER 2022**

	Share capital	Profit and loss reserves	Total
	£	£	£
Notes			
<b>Balance at 1 November 2020</b>	100,000	4,765,573	4,865,573
<b>Year ended 31 October 2021:</b>			
Profit and total comprehensive income for the year	-	810,252	810,252
Dividends	<b>10</b>	(385,000)	(385,000)
<b>Balance at 31 October 2021</b>	100,000	5,190,825	5,290,825
<b>Year ended 31 October 2022:</b>			
Profit and total comprehensive income for the year	-	607,881	607,881
Dividends	<b>10</b>	(678,218)	(678,218)
<b>Balance at 31 October 2022</b>	100,000	5,120,488	5,220,488

**BUOYANCY AEROSPACE V1 LIMITED  
(FORMERLY PENNINE TOOLS AEROSPACE LIMITED)  
STATEMENT OF CASH FLOWS**

**FOR THE YEAR ENDED 31 OCTOBER 2022**

		2022		2021	
	Notes	£	£	£	£
<b>Cash flows from operating activities</b>					
Cash generated from operations	27	1,669,475		1,807,842	
Interest paid		(4,802)		(9,221)	
Income taxes paid		(113,644)		(224,692)	
<b>Net cash inflow from operating activities</b>		<b>1,551,029</b>		<b>1,573,929</b>	
<b>Investing activities</b>					
Purchase of intangible assets		-	(59,874)		
Purchase of tangible fixed assets		(29,955)	(430,788)		
Receipts arising from loans made		(256,120)	-		
Interest received		2,456	495		
<b>Net cash used in investing activities</b>		<b>(283,619)</b>		<b>(490,167)</b>	
<b>Financing activities</b>					
Payment of finance leases obligations		(116,057)	(72,100)		
Dividends paid		(678,218)	(385,000)		
<b>Net cash used in financing activities</b>		<b>(794,275)</b>		<b>(457,100)</b>	
<b>Net increase in cash and cash equivalents</b>		<b>473,135</b>		<b>626,662</b>	
Cash and cash equivalents at beginning of year		2,665,842		2,039,180	
<b>Cash and cash equivalents at end of year</b>		<b>3,138,977</b>		<b>2,665,842</b>	

**BUOYANCY AEROSPACE V1 LIMITED  
(FORMERLY PENNINE TOOLS AEROSPACE LIMITED)  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 OCTOBER 2022**

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**1 Accounting policies**

**Company information**

Buoyancy Aerospace V1 Limited is a private company limited by shares incorporated in England and Wales. The registered office is Jackdaw Road, Barnoldswick, Lancashire, BB18 6DX.

**1.1 Accounting convention**

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

**1.2 Going concern**

At the time of approving the financial statements, the director has a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Thus the director continues to adopt the going concern basis of accounting in preparing the financial statements.

**1.3 Turnover**

Turnover represents amounts receivable for goods net of VAT and trade discounts and also includes the value of work performed during the year with respect to services.

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

Revenue from contracts for the provision of services is recognised by reference to the stage of completion when the stage of completion, costs incurred and costs to complete can be estimated reliably. The stage of completion is calculated by comparing costs incurred, mainly in relation to hours worked, as a proportion of total hours. Where the outcome cannot be estimated reliably, revenue is recognised only to the extent of the expenses recognised that it is probable will be recovered.

**1.4 Intangible fixed assets - goodwill**

Goodwill represents the excess of the cost of acquisition of unincorporated businesses over the fair value of net assets acquired. It is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is considered to have a finite useful life and is amortised on a systematic basis over its expected life, which is 20 years.

**1.5 Intangible fixed assets other than goodwill**

Intangible assets acquired separately from a business are recognised at cost and are subsequently measured at cost less accumulated amortisation and accumulated impairment losses.

Intangible assets acquired on business combinations are recognised separately from goodwill at the acquisition date where it is probable that the expected future economic benefits that are attributable to the asset will flow to the entity and the fair value of the asset can be measured reliably; the intangible asset arises from contractual or other legal rights; and the intangible asset is separable from the entity.

**BUOYANCY AEROSPACE V1 LIMITED  
(FORMERLY PENNINE TOOLS AEROSPACE LIMITED)  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**FOR THE YEAR ENDED 31 OCTOBER 2022**

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**1 Accounting policies (Continued)**

Amortisation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Software	20% straight line
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**1.6 Tangible fixed assets**

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Land and buildings Leasehold	8.33% straight line
Plant and machinery	10-20% straight line
Fixtures, fittings & equipment	20% straight line
Motor vehicles	25% straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

**1.7 Impairment of fixed assets**

At each reporting period end date, the company reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

**1.8 Stocks**

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition.

At each reporting date, an assessment is made for impairment. Any excess of the carrying amount of stocks over its estimated selling price less costs to complete and sell is recognised as an impairment loss in profit or loss. Reversals of impairment losses are also recognised in profit or loss.

**BUOYANCY AEROSPACE V1 LIMITED  
(FORMERLY PENNINE TOOLS AEROSPACE LIMITED)  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**FOR THE YEAR ENDED 31 OCTOBER 2022**

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**1 Accounting policies (Continued)**

**1.9 Financial instruments**

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

A financial instrument is a contract giving rise to a financial asset (such as trade and other debtors, cash and bank balances) or a financial liability (such as trade and other creditors, bank and other loans, hire purchase and lease creditors) or an equity instrument (such as ordinary or preference shares).

Financial instruments are recognised in the company's balance sheet when the company becomes a party to the contractual provisions of the instrument.

All the company's financial instruments are basic financial instruments and are recognised at amortised cost using the effective interest method.

**Amortised cost:** the original transaction value, less amounts settled, less any adjustment for impairment.

**Effective interest method:** where a financial instrument falls due more than 12 months after the balance sheet date and is subject to a rate of interest which is below a market rate, the original transaction value is discounted using a market rate of interest to give the net present value of future cash flows.

**Derecognition of financial assets**

Financial assets cease to be recognised only when the contractual rights to the cash flows expire, or when substantially all the risks and rewards of ownership are transferred to another entity.

Financial liabilities cease to be recognised when and only when the company's obligations are discharged, cancelled, or they expire.

**1.10 Taxation**

The tax expense represents the sum of the tax currently payable and deferred tax.

**Current tax**

Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

**Deferred tax**

Deferred tax liabilities are generally recognised for all timing differences and 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 calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the profit and loss account, except when it relates to items charged or credited directly to reserves, in which case the deferred tax is also dealt with in reserves.

**1.11 Employee benefits**

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

**BUOYANCY AEROSPACE V1 LIMITED  
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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**FOR THE YEAR ENDED 31 OCTOBER 2022**

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**1 Accounting policies (Continued)**

**1.12 Retirement benefits**

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

**1.13 Leases**

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessees. All other leases are classified as operating leases.

Assets held under finance leases are recognised as assets at the lower of the assets fair value at the date of inception and the present value of the minimum lease payments. The related liability is included in the balance sheet as a finance lease obligation. Lease payments are treated as consisting of capital and interest elements. The interest is charged to profit or loss so as to produce a constant periodic rate of interest on the remaining balance of the liability.

Rental income from operating leases is recognised on a straight line basis over the term of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised on a straight line basis over the lease term.

**1.14 Government grants**

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

A grant that specifies performance conditions is recognised in income when the performance conditions are met. Where a grant does not specify performance conditions it is recognised in income when the proceeds are received or receivable. A grant received before the recognition criteria are satisfied is recognised as a liability.

Government grants relating to the Coronavirus Job Retention Scheme are recognised as other income in the period to which the employee costs are recognised for the relevant furlough period.

**1.15 Foreign exchange**

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation in the period are included in profit or loss.

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**FOR THE YEAR ENDED 31 OCTOBER 2022**

**2 Judgements and key sources of estimation uncertainty**

In the application of the company's accounting policies, the director is required to make judgements, estimates and assumptions about the carrying amount 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 where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

**Critical judgements**

The following judgements have had the most significant effect on amounts recognised in the financial statements.

**Revenue from contracts for the provision of services**

The company makes estimates in respect of the stage of completion and recovery rates in estimating revenue recognised in respect of the provision of services.

**Recoverability of debtors**

The company makes estimates of the recoverable value of trade debtors. When assessing impairment of trade debtors, management considers the ageing profile of debtors and historical experience.

**3 Turnover and other revenue**

An analysis of the company's turnover is as follows:

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
<b>Turnover</b>		
Aerospace engineering - provision of services	4,999,864	5,578,246
Surface treatments	336,600	299,303
	<u>5,336,464</u>	<u>5,877,549</u>
	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
<b>Other significant revenue</b>		
Interest income	2,456	495
Other government grants received and released	4,500	6,500
Job retention scheme grant income	-	7,627
Coronavirus Business Interruption grant income	-	6,854
	<u>-</u>	<u>14,476</u>

**BUOYANCY AEROSPACE V1 LIMITED**  
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**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**FOR THE YEAR ENDED 31 OCTOBER 2022**

<b>3</b>	<b>Turnover and other revenue</b>	<b>(Continued)</b>	
		<b>2022</b>	<b>2021</b>
		<b>£</b>	<b>£</b>
	<b>Turnover analysed by geographical market</b>		
	United Kingdom	4,829,667	5,433,124
	Canada	381,488	313,147
	Australia	125,098	129,795
	Europe	211	1,483
		<u>5,336,464</u>	<u>5,877,549</u>
		<u><u>5,336,464</u></u>	<u><u>5,877,549</u></u>
<b>4</b>	<b>Operating profit</b>	<b>2022</b>	<b>2021</b>
		<b>£</b>	<b>£</b>
	Operating profit for the year is stated after charging/(crediting):		
	Exchange differences apart from those arising on financial instruments measured at fair value through profit or loss	(13,987)	(9,271)
	Government grants	(4,500)	(20,981)
	Fees payable to the company's auditor for the audit of the company's financial statements	13,000	12,600
	Depreciation of owned tangible fixed assets	377,867	401,792
	Depreciation of tangible fixed assets held under finance leases	48,280	30,005
	Amortisation of intangible assets	94,631	89,535
	Operating lease charges	131,444	156,444
		<u>1,088,032</u>	<u>1,172,100</u>
		<u><u>1,088,032</u></u>	<u><u>1,172,100</u></u>
<b>5</b>	<b>Employees</b>		
	The average monthly number of persons (including directors) employed by the company during the year was:		
		<b>2022</b>	<b>2021</b>
		<b>Number</b>	<b>Number</b>
	Directors	4	5
	Production	44	45
	Administration	4	4
		<u>52</u>	<u>54</u>
		<u><u>52</u></u>	<u><u>54</u></u>
	Their aggregate remuneration comprised:		
		<b>2022</b>	<b>2021</b>
		<b>£</b>	<b>£</b>
	Wages and salaries	1,635,499	1,743,969
	Social security costs	259,368	171,505
	Pension costs	53,818	46,120
		<u>1,948,685</u>	<u>1,961,594</u>
		<u><u>1,948,685</u></u>	<u><u>1,961,594</u></u>

**BUOYANCY AEROSPACE V1 LIMITED**  
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**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**FOR THE YEAR ENDED 31 OCTOBER 2022**

<b>6</b>	<b>Director's remuneration</b>		
		<b>2022</b>	<b>2021</b>
		<b>£</b>	<b>£</b>
	Remuneration for qualifying services	177,677	328,442
	Company pension contributions to defined contribution schemes	3,596	3,654
		<u>181,273</u>	<u>332,096</u>

The number of directors for whom retirement benefits are accruing under defined contribution schemes amounted to 3 (2021 - 3).

Remuneration disclosed above include the following amounts paid to the highest paid director:

		<b>2022</b>	<b>2021</b>
		<b>£</b>	<b>£</b>
	Remuneration for qualifying services	n/a	183,351
		<u>          </u>	<u>          </u>

As total directors' remuneration was less than £200,000 in the current year, no disclosure is provided for that year.

<b>7</b>	<b>Interest receivable and similar income</b>		
		<b>2022</b>	<b>2021</b>
		<b>£</b>	<b>£</b>
	<b>Interest income</b>		
	Other interest income	2,456	495
		<u>          </u>	<u>          </u>

<b>8</b>	<b>Interest payable and similar expenses</b>		
		<b>2022</b>	<b>2021</b>
		<b>£</b>	<b>£</b>
	<b>Other finance costs:</b>		
	Interest on finance leases and hire purchase contracts	4,802	9,221
		<u>          </u>	<u>          </u>

<b>9</b>	<b>Taxation</b>		
		<b>2022</b>	<b>2021</b>
		<b>£</b>	<b>£</b>
	<b>Current tax</b>		
	UK corporation tax on profits for the current period	223,116	113,644
		<u>          </u>	<u>          </u>
	<b>Deferred tax</b>		
	Origination and reversal of timing differences	(84,739)	152,661
		<u>          </u>	<u>          </u>
	Total tax charge	<u>138,377</u>	<u>266,305</u>

**BUOYANCY AEROSPACE V1 LIMITED**  
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**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**FOR THE YEAR ENDED 31 OCTOBER 2022**

**9 Taxation** **(Continued)**

The actual charge for the year can be reconciled to the expected charge for the year based on the profit or loss and the standard rate of tax as follows:

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Profit before taxation	746,258	1,076,557
Expected tax charge based on the standard rate of corporation tax in the UK of 19.00% (2021: 19.00%)	141,789	204,546
Tax effect of expenses that are not deductible in determining taxable profit	2,468	497
Adjustments in respect of prior years	-	(20,689)
Depreciation on assets not qualifying for tax allowances	1,164	103
Amortisation on assets not qualifying for tax allowances	14,125	14,125
Other permanent differences	(832)	(25,344)
Effect of change in deferred tax rate	(20,337)	93,067
Taxation charge for the year	138,377	266,305

**10 Dividends**

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Interim paid	678,218	385,000

**11 Intangible fixed assets**

	<b>Goodwill</b>	<b>Software</b>	<b>Total</b>
	<b>£</b>	<b>£</b>	<b>£</b>
<b>Cost</b>			
At 1 November 2021 and 31 October 2022	1,486,835	111,464	1,598,299
<b>Amortisation and impairment</b>			
At 1 November 2021	1,412,497	45,112	1,457,609
Amortisation charged for the year	74,338	20,293	94,631
At 31 October 2022	1,486,835	65,405	1,552,240
<b>Carrying amount</b>			
At 31 October 2022	-	46,059	46,059
At 31 October 2021	74,338	66,352	140,690

**BUOYANCY AEROSPACE V1 LIMITED  
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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**FOR THE YEAR ENDED 31 OCTOBER 2022**

**12 Tangible fixed assets**

	Land and buildings Leasehold £	Plant and machinery £	Fixtures, fittings & equipment £	Motor vehicles £	Total £
<b>Cost</b>					
At 1 November 2021	12,080	4,510,566	204,215	16,138	4,742,999
Additions	11,673	18,282	-	-	29,955
At 31 October 2022	23,753	4,528,848	204,215	16,138	4,772,954
<b>Depreciation and impairment</b>					
At 1 November 2021	12,080	2,629,290	165,833	7,397	2,814,600
Depreciation charged in the year	6,128	400,590	15,394	4,035	426,147
At 31 October 2022	18,208	3,029,880	181,227	11,432	3,240,747
<b>Carrying amount</b>					
At 31 October 2022	5,545	1,498,968	22,988	4,706	1,532,207
At 31 October 2021	-	1,881,276	38,382	8,741	1,928,399

The net carrying value of tangible fixed assets includes the following in respect of assets held under finance leases or hire purchase contracts.

	2022 £	2021 £
Plant and machinery	286,029	334,309
Depreciation charge for the year in respect of leased assets	48,280	30,005

**13 Stocks**

	2022 £	2021 £
Raw materials and consumables	30,135	96,869

**BUOYANCY AEROSPACE V1 LIMITED**  
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**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**FOR THE YEAR ENDED 31 OCTOBER 2022**

<b>14 Debtors</b>		<b>2022</b>	<b>2021</b>
		<b>£</b>	<b>£</b>
<b>Amounts falling due within one year:</b>			
Trade debtors		785,775	736,347
Gross amounts owed by contract customers		613,764	700,163
Amounts owed by group undertakings		-	678,218
Other debtors		311,505	66,268
Prepayments and accrued income		59,573	59,037
		<u>1,770,617</u>	<u>2,240,033</u>
		<u><u>1,770,617</u></u>	<u><u>2,240,033</u></u>
<b>15 Creditors: amounts falling due within one year</b>		<b>2022</b>	<b>2021</b>
	<b>Notes</b>	<b>£</b>	<b>£</b>
Obligations under finance leases	<b>17</b>	72,600	110,007
Trade creditors		142,304	224,344
Corporation tax		223,116	113,644
Other taxation and social security		36,328	118,843
Other creditors		7,348	24,670
Directors' current accounts		97,239	305,228
Accruals and deferred income		197,608	145,419
		<u>776,543</u>	<u>1,042,155</u>
		<u><u>776,543</u></u>	<u><u>1,042,155</u></u>
<b>16 Creditors: amounts falling due after more than one year</b>		<b>2022</b>	<b>2021</b>
	<b>Notes</b>	<b>£</b>	<b>£</b>
Obligations under finance leases	<b>17</b>	90,750	169,400
Government grants	<b>19</b>	9,937	14,437
Accruals and deferred income		117,239	167,239
		<u>217,926</u>	<u>351,076</u>
		<u><u>217,926</u></u>	<u><u>351,076</u></u>
<b>17 Finance lease obligations</b>		<b>2022</b>	<b>2021</b>
		<b>£</b>	<b>£</b>
Future minimum lease payments due under finance leases:			
Within one year		77,052	114,068
In two to five years		96,315	179,788
		<u>173,367</u>	<u>293,856</u>
Less: future finance charges		(10,017)	(14,449)
		<u>163,350</u>	<u>279,407</u>
		<u><u>163,350</u></u>	<u><u>279,407</u></u>

**BUOYANCY AEROSPACE V1 LIMITED  
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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**FOR THE YEAR ENDED 31 OCTOBER 2022**

**17 Finance lease obligations (Continued)**

The company's obligations under finance leases are secured on the items of plant and machinery they relate to (see note 12).

Finance lease payments represent rentals payable by the company for certain items of plant and machinery. Leases include purchase options at the end of the lease period, and no restrictions are placed on the use of the assets. All leases are on a fixed repayment basis and no arrangements have been entered into for contingent rental payments.

It is the company's policy to lease certain plant and machinery under finance leases. The average lease term is 3 years. Interest rates are fixed at the contract date. All leases are on a fixed repayment basis and arrangements have been entered into for contingent rental payments.

**18 Deferred taxation**

Deferred tax assets and liabilities are offset where the company has a legally enforceable right to do so. The following is the analysis of the deferred tax balances (after offset) for financial reporting purposes:

	<b>Liabilities 2022</b>	<b>Liabilities 2021</b>
	£	£
<b>Balances:</b>		
Accelerated capital allowances	304,809	387,777
Other timing differences	(1,771)	-
	<u>303,038</u>	<u>387,777</u>
		<b>2022</b>
<b>Movements in the year:</b>		£
Liability at 1 November 2021		387,777
Credit to profit or loss		(84,739)
Liability at 31 October 2022		<u>303,038</u>
<b>19 Government grants</b>	<b>2022</b>	<b>2021</b>
	£	£
Arising from government grants	<u>9,937</u>	<u>14,437</u>

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**FOR THE YEAR ENDED 31 OCTOBER 2022**

**19 Government grants (Continued)**

The company has received a grant from the Regional Growth Fund on the basis that new jobs have been created by the purchase of new machinery. This grant relates to capital expenditure included in tangible fixed assets, and has been recognised as deferred income and released over the expected useful life of the assets.

The amount released during the year amounted to £4,500 (2021 - £4,500).

The company has also received an apprenticeship grant of £nil (2021 - £2,000), job retention scheme grant income of £nil (2021 - £7,627) and Coronavirus Business Interruption grant income of £nil (2021 - £6,854).

There are no unfulfilled conditions relating to the grants that have been recognised as income.

**20 Retirement benefit schemes**

	<b>2022</b>	<b>2021</b>
<b>Defined contribution schemes</b>	<b>£</b>	<b>£</b>
Charge to profit or loss in respect of defined contribution schemes	53,818	46,120
	<u>          </u>	<u>          </u>

The company operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the company in an independently administered fund.

**21 Share capital**

	<b>2022</b>	<b>2021</b>	<b>2022</b>	<b>2021</b>
<b>Ordinary share capital Issued and fully paid</b>	<b>Number</b>	<b>Number</b>	<b>£</b>	<b>£</b>
Ordinary shares of £1 each	100,000	100,000	100,000	100,000
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>

**22 Operating lease commitments**

**Lessee**

At the reporting end date the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Within one year	130,000	131,091
Between two and five years	487,500	520,000
In over five years	-	97,500
	<u>          </u>	<u>          </u>
	617,500	748,591
	<u>          </u>	<u>          </u>

**23 Capital commitments**

Amounts contracted for but not provided in the financial statements:

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Acquisition of tangible fixed assets	-	1,860
	<u>          </u>	<u>          </u>

**BUOYANCY AEROSPACE V1 LIMITED  
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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**FOR THE YEAR ENDED 31 OCTOBER 2022**

**24 Related party transactions**

**Remuneration of key management personnel**

The remuneration of key management personnel is as follows.

	2022	2021
	£	£
Aggregate compensation	284,631	446,104
	<u>284,631</u>	<u>446,104</u>

**25 Directors' transactions**

Interest has been charged to the directors at a rate of nil (2021 - 2-2.5%) per annum in respect of any period where the net loan position was such that an amount was owed to the company.

No interest has been paid to the directors by the company in respect of any period where the net loan position was such that the company owed the director.

Advances or credits have been granted by the company to its directors as follows:

Description	% Rate	Opening balance	Amounts advanced	Closing balance
		£	£	£
Loan	-	(19,932)	43,273	23,341
Loan	-	(13,391)	112,223	98,832
Loan	-	(837)	114,794	113,957
Loan	-	(92,334)	112,324	19,990
		<u>(126,494)</u>	<u>382,614</u>	<u>256,120</u>

**26 Ultimate controlling party**

The company's immediate and ultimate parent undertaking is Aerospace Holdings Limited, a company registered in England and Wales, with its registered office address at Jackdaw Road, Barnoldswick, Lancashire.

Aerospace Holdings Limited is the parent of the smallest and largest group in which the company is a member. These financial statements form part of the consolidated financial statements of Aerospace Holdings Limited, copies of which are available from Companies House.

The directors do not consider there to be an ultimate controlling party.

**BUOYANCY AEROSPACE V1 LIMITED  
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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**FOR THE YEAR ENDED 31 OCTOBER 2022**

<b>27</b>	<b>Cash generated from operations</b>	<b>2022</b>	<b>2021</b>
		<b>£</b>	<b>£</b>
	Profit for the year after tax	607,881	810,252
	<b>Adjustments for:</b>		
	Taxation charged	138,377	266,305
	Finance costs	4,802	9,221
	Investment income	(2,456)	(495)
	Amortisation and impairment of intangible assets	94,631	89,535
	Depreciation and impairment of tangible fixed assets	426,147	431,797
	<b>Movements in working capital:</b>		
	Decrease in stocks	66,734	30,462
	Decrease in debtors	725,536	24,591
	(Decrease)/increase in creditors	(387,677)	150,674
	Decrease in deferred income	(4,500)	(4,500)
	<b>Cash generated from operations</b>	<u>1,669,475</u>	<u>1,807,842</u>
<b>28</b>	<b>Analysis of changes in net funds</b>	<b>1 November 2021</b>	<b>Cash flows 31 October 2022</b>
		<b>£</b>	<b>£</b>
	Cash at bank and in hand	2,665,842	473,135
	Obligations under finance leases	(279,407)	(163,350)
		<u>2,386,435</u>	<u>589,192</u>
		<u>2,386,435</u>	<u>2,975,627</u>

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.