

Ashwoods Innovations Limited

Financial Statements for the Year Ended 31 December 2019

Maxwells  
Chartered Accountants  
and Statutory Auditor  
4 King Square  
Bridgwater  
Somerset  
TA6 3YF

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for the Year Ended 31 December 2019

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**DIRECTORS:**

R L Kress Jr  
A Valencia  
J B Decleer  
A L Bifulco

**REGISTERED OFFICE:**

Innovation Valley  
Harcombe Cross  
Chudleigh  
Devon  
TQ13 0DG

**REGISTERED NUMBER:**

10632700 (England and Wales)

**SENIOR STATUTORY AUDITOR:**

Philip Littler FCA

**AUDITORS:**

Maxwells  
Chartered Accountants  
and Statutory Auditor  
4 King Square  
Bridgwater  
Somerset  
TA6 3YF

**Statement of Financial Position**  
**31 December 2019**

	Notes	31.12.19 £	£	31.12.18 £	£
<b>FIXED ASSETS</b>					
Investments	4		<b>4,830,138</b>		4,830,138
<b>CURRENT ASSETS</b>					
Debtors	5	<b>5,839,868</b>		939,275	
<b>CREDITORS</b>					
Amounts falling due within one year	6	<u><b>1,069,536</b></u>		<u>203,428</u>	
<b>NET CURRENT ASSETS</b>			<u><b>4,770,332</b></u>		<u>735,847</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<b>9,600,470</b>		5,565,985
<b>CREDITORS</b>					
Amounts falling due after more than one year	7		<u><b>4,817,346</b></u>		<u>600,000</u>
<b>NET ASSETS</b>			<u><b>4,783,124</b></u>		<u>4,965,985</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital			<b>1,434,470</b>		1,418,222
Share premium	8		<b>3,623,625</b>		3,623,625
Retained earnings	8		<u><b>(274,971)</b></u>		<u>(75,862)</u>
<b>SHAREHOLDERS' FUNDS</b>			<u><b>4,783,124</b></u>		<u>4,965,985</u>

The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

In accordance with Section 444 of the Companies Act 2006, the Statement of Comprehensive Income has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 27 August 2020 and were signed on its behalf by:

A L Bifulco - Director

Notes to the Financial Statements  
for the Year Ended 31 December 2019

1. **STATUTORY INFORMATION**

Ashwoods Innovations Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

2. **STATEMENT OF COMPLIANCE**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006.

3. **ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

The financial statements have been prepared under the historical cost convention.

The functional and presentation currency of the company is sterling (£).

The financial statements have been prepared on a going concern basis and assumes the support of its ultimate parent company, Dana Incorporated, to provide sufficient financial assistance to enable the company to continue as a going concern.

Accounting standards require the directors to consider the appropriateness of the going concern basis when preparing the financial statements. The directors confirm that they consider the going concern basis remains appropriate. The directors have taken notice of the Financial Reporting Council April 2016 "Guidance on the Going Concern Basis of Accounting and Reporting on Solvency and Liquidity Risks" which requires the reasons for this decision to be explained. The directors regard the going concern basis as remaining appropriate because financial support has been assured from Dana Incorporated for a period of at least 12 months from the date that these financial statements are approved.

**Preparation of consolidated financial statements**

The financial statements contain information about Ashwoods Innovations Limited as an individual company and do not contain consolidated financial information as the parent of a group. The company is exempt under Section 399(2A) of the Companies Act 2006 from the requirements to prepare consolidated financial statements.

**Investments in subsidiaries**

The investment comprises the nominal value of shares issued to acquire a 100% interest in Dana TM4 UK Ltd (formerly Ashwoods Electric Motors Limited) and reclassification of long term loan where there are no interest or repayment terms.

**Taxation**

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the statement of financial position date.

Notes to the Financial Statements - continued  
for the Year Ended 31 December 2019

3. **ACCOUNTING POLICIES - continued**

**Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the statement of financial position date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

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

4. **FIXED ASSET INVESTMENTS**

	Shares in group undertakings £
<b>COST</b>	
At 1 January 2019	
and 31 December 2019	<u>4,830,138</u>
<b>NET BOOK VALUE</b>	
At 31 December 2019	<u>4,830,138</u>
At 31 December 2018	<u>4,830,138</u>

The investment comprises the nominal value of shares issued to acquire a 100% interest in Dana TM4 UK Ltd (formerly Ashwoods Electric Motors Limited) and reclassification of long term loan where they are no interest or repayment terms.

5. **DEBTORS**

	31.12.19 £	31.12.18 £
Amounts falling due within one year:		
Amounts owed by group undertakings	1,387,508	258,768
Other debtors	<u>16,248</u>	<u>-</u>
	<u>1,403,756</u>	<u>258,768</u>
Amounts falling due after more than one year:		
Amounts owed by group undertakings	<u>4,436,112</u>	<u>680,507</u>
Aggregate amounts	<u>5,839,868</u>	<u>939,275</u>

Notes to the Financial Statements - continued  
for the Year Ended 31 December 2019

6. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.12.19	31.12.18
	£	£
Amounts owed to group undertakings	350,845	-
Amounts owed to participating interests	177,455	-
Other loans	533,333	200,000
Social security and other taxes	6,654	3,428
Accruals and deferred income	1,249	-
	<u>1,069,536</u>	<u>203,428</u>

7. **CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	31.12.19	31.12.18
	£	£
Amounts owed to group undertakings	2,619,881	-
Amounts owed to participating interests	1,130,798	-
Other loans	1,066,667	600,000
	<u>4,817,346</u>	<u>600,000</u>

Amounts owed to group undertakings and participating interests comprise £4,278,979 (2018: £Nil) of unsecured loans repayable over five years with interest accruing at 5% per annum. Other loans comprise £600,000 (2018: £800,000) of unsecured loans repayable over five years with interest accruing at 8% per annum and £1,000,000 (2018: £Nil) of unsecured loan repayable over three years with interest accruing at 8% per annum.

8. **RESERVES**

	Retained earnings	Share premium	Totals
	£	£	£
At 1 January 2019	(75,862)	3,623,625	3,547,763
Deficit for the year	<u>(199,109)</u>		<u>(199,109)</u>
At 31 December 2019	<u>(274,971)</u>	<u>3,623,625</u>	<u>3,348,654</u>

9. **DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006**

The Report of the Auditors was unqualified.

We draw attention to note 3 to the financial statements which describes the appropriateness of the going concern assumption, notwithstanding that the company incurred a net loss of £199,109 (2018: £75,862) during the year ended 31 December 2019. Our opinion is not modified in this respect.

Philip Littler FCA (Senior Statutory Auditor)  
for and on behalf of Maxwells

Notes to the Financial Statements - continued  
for the Year Ended 31 December 2019

**10. RELATED PARTY DISCLOSURES**

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose any related party transactions because the company is a small company and parent company of a small group, and all the transactions which the company has entered into have been determined as having been concluded under normal market conditions.

**11. POST BALANCE SHEET EVENTS**

Since the year end, there have been further transfers of shares between existing shareholders and subsequently Dana Incorporated control 100% of the voting shares of the company.

**12. ULTIMATE CONTROLLING PARTY**

The company's ultimate parent company is Dana Incorporated which is incorporated in the State of Delaware, USA.

**13. SHARE PREMIUM**

Share premium represents the amount subscribed for share capital in excess of nominal value less costs directly attributable to the issue of shares.



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