

RCV ENGINES LIMITED
Financial Statements
for the Year Ended 31 December 2019

**Contents of the Financial Statements
for the year ended 31 December 2019**

	Page
Company Information	1
Balance Sheet	2
Notes to the Financial Statements	4

RCV ENGINES LIMITED
Company Information
for the year ended 31 December 2019

Directors:

Mr J B Adkins
Mr S Gould
Mr E Hill
Mr K T Lawes
Dr B R Mason

Registered office:

4 Telford Road
Ferndown Industrial Estate
Wimborne
Dorset
BH21 7QL

Registered number:

03338081 (England and Wales)

Accountants:

Haines Watts
New Derwent House
69-73 Theobalds Road
London
WC1X 8TA

RCV ENGINES LIMITED (REGISTERED NUMBER: 03338081)

**Balance Sheet
31 December 2019**

	Notes	£	2019 £	£	2018 £
Fixed assets					
Intangible assets	4		94,283		98,418
Tangible assets	5		4,835		5,823
			99,118		104,241
Current assets					
Stocks		96,068		65,000	
Debtors	6	44,244		35,251	
Cash at bank and in hand		92,381		115,430	
		232,693		215,681	
Creditors					
Amounts falling due within one year	7	63,992		80,794	
Net current assets			168,701		134,887
Total assets less current liabilities			267,819		239,128
Creditors					
Amounts falling due after more than one year	8		789,979		783,979
Net liabilities			(522,160)		(544,851)
Capital and reserves					
Called up share capital	9		879,130		879,130
Share premium			1,579,795		1,579,795
Retained earnings			(2,981,085)		(3,003,776)
Shareholders' funds			(522,160)		(544,851)

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2019.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2019 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.
- (b)

Balance Sheet - continued
31 December 2019

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 Income and Retained Earnings has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 19 June 2020 and were signed on its behalf by:

Mr E Hill - Director

**Notes to the Financial Statements
for the year ended 31 December 2019**

1. Statutory information

RCV Engines 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. Accounting policies

Basis of preparing the financial statements

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

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Patents and licences are being amortised evenly over their estimated useful life of nil years.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery	- 20% on reducing balance
Fixtures and fittings	- 10% on reducing balance

Stocks

Work in progress is valued at the lower of cost and net realisable value.

Cost is calculated using the first-in, first-out method and includes all purchase, transport, and handling costs in bringing stocks to their present location and condition.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Statement of Income and Retained Earnings, 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 balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet 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.

Research and development

Expenditure on research and development is written off in the year in which it is incurred.

Notes to the Financial Statements - continued
for the year ended 31 December 2019

2. Accounting policies - continued**Hire purchase and leasing commitments**

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

Going concern

Following the emergence and spread of the coronavirus (COVID-19) as well as its financial effects on the business's worldwide the directors are considering its effects on the business of the company. Whilst the future business opportunities remain robust the pandemic has delayed the timing of certain programs into productions but there are sufficient funds available for the business to continue.

3. Employees and directors

The average number of employees during the year was 8 (2018 - 5) .

4. Intangible fixed assets

	Patents and licences £
Cost	
At 1 January 2019	
and 31 December 2019	<u>131,980</u>
Amortisation	
At 1 January 2019	33,562
Amortisation for year	4,135
At 31 December 2019	<u>37,697</u>
Net book value	
At 31 December 2019	<u>94,283</u>
At 31 December 2018	<u>98,418</u>

5. Tangible fixed assets

	Plant and machinery £	Fixtures and fittings £	Totals £
Cost			
At 1 January 2019			
and 31 December 2019	<u>80,564</u>	<u>53,207</u>	<u>133,771</u>
Depreciation			
At 1 January 2019	74,741	53,207	127,948
Charge for year	988	-	988
At 31 December 2019	<u>75,729</u>	<u>53,207</u>	<u>128,936</u>
Net book value			
At 31 December 2019	<u>4,835</u>	<u>-</u>	<u>4,835</u>
At 31 December 2018	<u>5,823</u>	<u>-</u>	<u>5,823</u>

Notes to the Financial Statements - continued
for the year ended 31 December 2019

6.	Debtors: amounts falling due within one year		2019	2018
			£	£
	Trade debtors		22,760	19,625
	Other debtors		21,484	15,626
			<u>44,244</u>	<u>35,251</u>
7.	Creditors: amounts falling due within one year		2019	2018
			£	£
	Trade creditors		39,712	36,550
	Taxation and social security		6,087	4,006
	Other creditors		18,193	40,238
			<u>63,992</u>	<u>80,794</u>
8.	Creditors: amounts falling due after more than one year		2019	2018
			£	£
	Other creditors		<u>789,979</u>	<u>783,979</u>
	Other creditors include balance of salary and interest provided for a number of years which will only be paid to employees and directors at such time as the company is cash generative.			
9.	Called up share capital			
	Allotted, issued and fully paid:			
	Number:	Class:	Nominal	2019
			value:	2018
				£
	3,373,832	Ordinary	£0.25	843,458
	654,531	Ordinary	£0.0545	843,458
				35,672
				35,672
				<u>879,130</u>
				<u>879,130</u>

Notes to the Financial Statements - continued
for the year ended 31 December 2019

10. Share-based payment transactions

The company has in place a Share Option Scheme whereby options are granted to directors and employees to acquire ordinary shares of 25p each.

	Number of share options		Weighted average exercise price	
	2019 Number	2018 Number	2019 £	2018 £
Outstanding at 1 January	765,022	160,768	0.40	0.45
Expired during the year		604,254		0.39
Granted during the year				
Outstanding at 31 December	<u>765,022</u>	<u>765,022</u>	<u>0.40</u>	<u>0.40</u>
Exercisable at 31 December	<u>765,022</u>	<u>765,022</u>	<u>0.40</u>	<u>0.40</u>

The options outstanding at 31 December 2019 had an exercise price of £0.40 and a remaining contractual life of up to 3 years.

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.