

RCV Engines Limited
Unaudited Financial Statements
for the Year Ended 31 December 2022

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for the year ended 31 December 2022**

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RCV Engines Limited
Company Information
for the year ended 31 December 2022

Directors:

Mr J B Adkins
Mr E Hill
Mr K T Lawes
Mr L J Gould

Registered office:

4 Telford Road
Ferndown Industrial Estate
Wimborne
Dorset
BH21 7QL

Registered number:

03338081 (England and Wales)

Accountants:

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

Balance Sheet
31 December 2022

	Notes	£	2022 £	£	2021 £
Fixed assets					
Intangible assets	4		129,880		122,847
Tangible assets	5		<u>29,791</u>		<u>5,017</u>
			159,671		127,864
Current assets					
Stocks		249,765		215,097	
Debtors	6	98,438		99,868	
Cash at bank and in hand		<u>120,952</u>		<u>37,899</u>	
		469,155		352,864	
Creditors					
Amounts falling due within one year	7	<u>494,086</u>		<u>279,346</u>	
Net current (liabilities)/assets			(24,931)		73,518
Total assets less current liabilities			134,740		201,382
Creditors					
Amounts falling due after more than one year	8		<u>829,752</u>		<u>839,601</u>
Net liabilities			<u>(695,012)</u>		<u>(638,219)</u>
Capital and reserves					
Called up share capital	10		879,130		879,130
Share premium			1,579,795		1,579,795
Retained earnings			<u>(3,153,937)</u>		<u>(3,097,144)</u>
Shareholders' funds			<u>(695,012)</u>		<u>(638,219)</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2022.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2022 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
- (b) 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.

Balance Sheet - continued
31 December 2022

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 8 June 2023 and were signed on its behalf by:

Mr E Hill - Director

**Notes to the Financial Statements
for the year ended 31 December 2022**

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 where certain performance obligations are met, 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 ten and twenty 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	- 33% on cost, 20% on reducing balance and 10% on reducing balance
Fixtures and fittings	- 50% on cost
Computer equipment	- 50% on cost

Government grants

Government grants have been accounted for under the accrual model and have been recognised in profit or loss on a systematic basis over the periods in which the entity recognises the related costs for which the grants are intended to compensate.

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.

Research and development

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

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

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.

Notes to the Financial Statements - continued
for the year ended 31 December 2022

2. Accounting policies - continued**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

The company meets its day to day working capital requirements through the support of the directors and shareholders of the company. On this basis, the directors and shareholders consider it appropriate to prepare the financial statements on the going concern basis.

3. Employees and directors

The average number of employees during the year was 11 (2021 - 9) .

4. Intangible fixed assets

	Patents and licences £
Cost	
At 1 January 2022	179,710
Additions	19,455
At 31 December 2022	<u>199,165</u>
Amortisation	
At 1 January 2022	56,863
Amortisation for year	12,422
At 31 December 2022	<u>69,285</u>
Net book value	
At 31 December 2022	<u>129,880</u>
At 31 December 2021	<u>122,847</u>

5. Tangible fixed assets

	Plant and machinery £	Fixtures and fittings £	Computer equipment £	Totals £
Cost				
At 1 January 2022	80,564	53,207	4,408	138,179
Additions	27,721	11,157	5,820	44,698
At 31 December 2022	<u>108,285</u>	<u>64,364</u>	<u>10,228</u>	<u>182,877</u>
Depreciation				
At 1 January 2022	77,200	53,207	2,755	133,162
Charge for year	9,783	5,578	4,563	19,924
At 31 December 2022	<u>86,983</u>	<u>58,785</u>	<u>7,318</u>	<u>153,086</u>
Net book value				
At 31 December 2022	<u>21,302</u>	<u>5,579</u>	<u>2,910</u>	<u>29,791</u>
At 31 December 2021	<u>3,364</u>	<u>-</u>	<u>1,653</u>	<u>5,017</u>

Notes to the Financial Statements - continued
for the year ended 31 December 2022

6. Debtors: amounts falling due within one year				
		2022	2021	
		£	£	
Trade debtors		37,248	65,438	
Other debtors		61,190	34,430	
		<u>98,438</u>	<u>99,868</u>	
7. Creditors: amounts falling due within one year				
		2022	2021	
		£	£	
Bank loans and overdrafts		9,849	9,606	
Payments on account		287,799	-	
Trade creditors		76,886	88,869	
Taxation and social security		9,120	7,256	
Other creditors		110,432	173,615	
		<u>494,086</u>	<u>279,346</u>	
8. Creditors: amounts falling due after more than one year				
		2022	2021	
		£	£	
Bank loans		26,612	36,461	
Other creditors		803,140	803,140	
		<u>829,752</u>	<u>839,601</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. Leasing agreements				
Minimum lease payments under non-cancellable operating leases fall due as follows:				
		2022	2021	
		£	£	
Within one year		42,000	-	
Between one and five years		136,500	-	
		<u>178,500</u>	<u>-</u>	
10. Called up share capital				
Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	2022	2021
			£	£
3,373,832	Ordinary	£0.25	843,458	843,458
654,531	Ordinary	£0.0545	35,672	35,672
			<u>879,130</u>	<u>879,130</u>

Notes to the Financial Statements - continued
for the year ended 31 December 2022

11. 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	
	2022 Number	2021 Number	2022 £	2021 £
Outstanding at 1 January	563,828	563,828	0.39	0.39
Expired during the year	(137,828)			
Granted during the year				
Outstanding at 31 December	<u>426,000</u>	<u>563,828</u>	<u>0.38</u>	<u>0.38</u>
Exercisable at 31 December	<u>426,000</u>	<u>563,828</u>	<u>0.38</u>	<u>0.38</u>

The options outstanding at 31 December 2022 had an exercise price of £0.39 and a remaining contractual life of up to 6 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.