

# Rorcon Ltd

Annual Report and Unaudited Financial Statements  
for the Year Ended 30 June 2022

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# Rorcon Ltd

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# Rorcon Ltd

(Registration number: 03581715)  
Balance Sheet as at 30 June 2022

|   | Note     | 2022<br>£        | 2021<br>£        |
|---|----------|------------------|------------------|
| <b>Fixed assets</b>                                   |          |                  |                  |
| Tangible assets                                       | <u>4</u> | 83,340           | 100,900          |
| <b>Current assets</b>                                 |          |                  |                  |
| Stocks  | <u>5</u> | 329,722          | 457,105          |
| Debtors   | <u>6</u> | 1,069,357        | 481,273          |
| Investments   | <u>7</u> | 25,000           | 25,000           |
| Cash at bank and in hand                              |          | 631,892          | 551,275          |
|   |          | <u>2,055,971</u> | <u>1,514,653</u> |
| <b>Creditors:</b> Amounts falling due within one year | <u>8</u> | <u>(945,489)</u> | <u>(712,946)</u> |
| <b>Net current assets</b>                             |          | <u>1,110,482</u> | <u>801,707</u>   |
| <b>Net assets</b>                                     |          | <u>1,193,822</u> | <u>902,607</u>   |
| <b>Capital and reserves</b>                           |          |                  |                  |
| Called up share capital                               | <u>9</u> | 100              | 100              |
| Retained earnings                                     |          | <u>1,193,722</u> | <u>902,507</u>   |
| Shareholders' funds                                   |          | <u>1,193,822</u> | <u>902,607</u>   |

For the financial year ending 30 June 2022 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

## Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the Board on 25 November 2022 and signed on its behalf by:

.....  
T A Grogan  
Director

# **Rorcon Ltd**

## **Notes to the Unaudited Financial Statements for the Year Ended 30 June 2022**

### **1 General information**

The company is a private company limited by share capital, incorporated in England.

The address of its registered office is:

1371 Warwick Road  
Knowle  
Solihull  
B93 9LW

These financial statements were authorised for issue by the Board on 25 November 2022.

### **2 Accounting policies**

#### **Summary of significant accounting policies and key accounting estimates**

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

#### **Statement of compliance**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A smaller entities - 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' and the Companies Act 2006 (as applicable to companies subject to the small companies' regime).

#### **Basis of preparation**

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

#### **Revenue recognition**

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

#### **Tax**

The tax expense for the period comprises current tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

## Rorcon Ltd

### Notes to the Unaudited Financial Statements for the Year Ended 30 June 2022

#### Tangible assets

Tangible assets are stated in the balance sheet at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

#### Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

| Asset class                       | Depreciation method and rate |
|-----------------------------------|------------------------------|
| Plant and Equipment               | straight line 10%            |
| Furniture, fittings and equipment | straight line 20% - 33.33%   |
| Motor vehicles                    | straight line 20%            |

#### Investments

Investments in equity shares which are publicly traded or where the fair value can be measured reliably are initially measured at fair value, with changes in fair value recognised in profit or loss. Investments in equity shares which are not publicly traded and where fair value cannot be measured reliably are measured at cost less impairment.

Interest income on debt securities, where applicable, is recognised in income using the effective interest method.

Dividends on equity securities are recognised in income when receivable.

#### Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

#### Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

#### Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

## **Rorcon Ltd**

### **Notes to the Unaudited Financial Statements for the Year Ended 30 June 2022**

#### **Trade creditors**

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

#### **Share capital**

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

#### **Dividends**

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

#### **Defined contribution pension obligation**

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

### **3 Staff numbers**

The average number of persons employed by the company (including directors) during the year, was 76 (2021 - 65).

# Rorcon Ltd

## Notes to the Unaudited Financial Statements for the Year Ended 30 June 2022

### 4 Tangible assets

|                          | Furniture,<br>fittings and<br>equipment<br>£ | Motor vehicles<br>£ | Total<br>£ |
|--------------------------|--|---------------------|------------|
| <b>Cost or valuation</b> |  |                     |            |
| At 1 July 2021           | 131,154                                      | 15,000              | 146,154    |
| Additions                | 3,350  | -                   | 3,350      |
| At 30 June 2022          | 134,504                                      | 15,000              | 149,504    |
| <b>Depreciation</b>      |  |                     |            |
| At 1 July 2021           | 36,544                                       | 8,710               | 45,254     |
| Charge for the year      | 18,810                                       | 2,100               | 20,910     |
| At 30 June 2022          | 55,354                                       | 10,810              | 66,164     |
| <b>Carrying amount</b>   |  |                     |            |
| At 30 June 2022          | 79,150                                       | 4,190               | 83,340     |
| At 30 June 2021          | 94,610                                       | 6,290               | 100,900    |

### 5 Stocks

|                  | 2022<br>£ | 2021<br>£ |
|------------------|-----------|-----------|
| Work in progress | 329,722   | 457,105   |

### 6 Debtors

|                | 2022<br>£ | 2021<br>£ |
|----------------|-----------|-----------|
| <b>Current</b> |           |           |
| Trade debtors  | 980,640   | 450,324   |
| Prepayments    | 7,712     | 13,449    |
| Other debtors  | 81,005    | 17,500    |
|                | 1,069,357 | 481,273   |

### 7 Current asset investments

|                   | 2022<br>£ | 2021<br>£ |
|-------------------|-----------|-----------|
| Other investments | 25,000    | 25,000    |

# Rorcon Ltd

## Notes to the Unaudited Financial Statements for the Year Ended 30 June 2022

### 8 Creditors

Creditors: amounts falling due within one year

|                              | 2022<br>£      | 2021<br>£      |
|------------------------------|----------------|----------------|
| <b>Due within one year</b>   |                |                |
| Trade creditors              | 36,532         | 56,231         |
| Taxation and social security | 865,520        | 632,027        |
| Other creditors              | 43,437         | 24,688         |
|                              | <u>945,489</u> | <u>712,946</u> |

### 9 Share capital

Allotted, called up and fully paid shares

|                     | 2022       |            | 2021       |            |
|---------------------|------------|------------|------------|------------|
|                     | No.        | £          | No.        | £          |
| Ordinary of £1 each | 100        | 100        | 100        | 100        |
|                     | <u>100</u> | <u>100</u> | <u>100</u> | <u>100</u> |

### 10 Dividends

|   | 2022<br>£      | 2021<br>£     |
|---|----------------|---------------|
| Interim dividend of £2,300.00 (2021 - £500.00) per ordinary share | 230,000        | 50,000        |
|   | <u>230,000</u> | <u>50,000</u> |

### 11 Related party transactions



# Rorcon Ltd

## Notes to the Unaudited Financial Statements for the Year Ended 30 June 2022

### Directors' remuneration

The directors' remuneration for the year was as follows:

|  | 2022<br>£      | 2021<br>£     |
|--|----------------|---------------|
| Remuneration                                 | 24,960         | 24,960        |
| Contributions paid to money purchase schemes | 100,000        | -             |
|  | <u>124,960</u> | <u>24,960</u> |

During the year the number of directors who were receiving benefits and share incentives was as follows:

|   | 2022<br>No. | 2021<br>No. |
|---|-------------|-------------|
| Accruing benefits under money purchase pension scheme | <u>2</u>    | <u>2</u>    |

### Dividends paid to directors

|                   | 2022<br>£                   | 2021<br>£                   |
|-------------------|-----------------------------|-----------------------------|
| <b>T A Grogan</b> |                             |                             |
| Interim dividends | 117,300                     | 25,500                      |
|                   | <u>                    </u> | <u>                    </u> |
| <b>L A Grogan</b> |                             |                             |
| Interim dividends | 112,700                     | 24,500                      |
|                   | <u>                    </u> | <u>                    </u> |

### Summary of transactions with entities with joint control or significant interest

Rorcon International Tunnelling and Mining Limited

### Loans to related parties

|                    | Entities with<br>joint control or<br>significant<br>influence<br>£ | Total<br>£    |
|--------------------|--|---------------|
| <b>2022</b>        |  |               |
| At start of period | 5,000  | 5,000         |
| Advanced           | <u>50,005</u>  | <u>50,005</u> |
| At end of period   | <u>55,005</u>  | <u>55,005</u> |

# Rorcon Ltd

## Notes to the Unaudited Financial Statements for the Year Ended 30 June 2022

|                    | Entities with<br>joint control or<br>significant<br>influence | Total    |
|--------------------|---|----------|
|                    | £   | £        |
| <b>2021</b>        |   |          |
| At start of period | 50,000  | 50,000   |
| Repaid             | (45,000)  | (45,000) |
|                    | <hr/>   | <hr/>    |
| At end of period   | 5,000   | 5,000    |
|                    | <hr/>   | <hr/>    |

### Terms of loans to related parties

Interest free loan repayable on demand

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