

Rorcon Ltd

Annual Report and Unaudited Financial Statements
for the Year Ended 30 June 2021

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Rorcon Ltd

Contents

Balance Sheet	<u>1</u>
Notes to the Unaudited Financial Statements	<u>2 to 7</u>

Rorcon Ltd

(Registration number: 03581715)
Balance Sheet as at 30 June 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	<u>4</u>	100,900	35,530
Current assets			
Stocks	<u>5</u>	457,105	107,578
Debtors	<u>6</u>	481,273	528,675
Investments	<u>7</u>	25,000	25,000
Cash at bank and in hand		551,275	906,473
		<u>1,514,653</u>	<u>1,567,726</u>
Creditors: Amounts falling due within one year	<u>8</u>	<u>(712,946)</u>	<u>(770,996)</u>
Net current assets		<u>801,707</u>	<u>796,730</u>
Net assets		<u>902,607</u>	<u>832,260</u>
Capital and reserves			
Called up share capital	<u>9</u>	100	100
Profit and loss account		<u>902,507</u>	<u>832,160</u>
Shareholders' funds		<u>902,607</u>	<u>832,260</u>

For the financial year ending 30 June 2021 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 22 September 2021 and signed on its behalf by:

.....
T A Grogan
Director

Rorcon Ltd

Notes to the Unaudited Financial Statements for the Year Ended 30 June 2021

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 22 September 2021.

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 - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

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 2021

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 2021

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 65 (2020 - 68).

Rorcon Ltd

Notes to the Unaudited Financial Statements for the Year Ended 30 June 2021

4 Tangible assets

	Furniture, fittings and equipment £	Motor vehicles £	Total £
Cost or valuation			
At 1 July 2020	45,437	15,000	60,437
Additions	85,717	-	85,717
At 30 June 2021	131,154	15,000	146,154
Depreciation			
At 1 July 2020	18,297	6,610	24,907
Charge for the year	18,247	2,100	20,347
At 30 June 2021	36,544	8,710	45,254
Carrying amount			
At 30 June 2021	94,610	6,290	100,900
At 30 June 2020	27,140	8,390	35,530

5 Stocks

	2021 £	2020 £
Work in progress	457,105	107,578

6 Debtors

	2021 £	2020 £
Trade debtors	450,324	454,464
Prepayments	13,449	11,711
Other debtors	17,500	62,500
	481,273	528,675

7 Current asset investments

	2021 £	2020 £
Other investments	25,000	25,000

8 Creditors

Creditors: amounts falling due within one year

Rorcon Ltd

Notes to the Unaudited Financial Statements for the Year Ended 30 June 2021

	2021 £	2020 £
Due within one year		
Trade creditors	56,231	30,415
Taxation and social security	632,027	709,284
Other creditors	24,688	31,297
	<u>712,946</u>	<u>770,996</u>

9 Share capital

Allotted, called up and fully paid shares

	2021		2020	
	No.	£	No.	£
Ordinary of £1 each	100	100	100	100

10 Dividends

	2021 £	2020 £
Interim dividend of £500 (2020 - £1,308) per ordinary share	50,000	130,800

11 Related party transactions

Directors' remuneration

The directors' remuneration for the year was as follows:

	2021 £	2020 £
Remuneration	24,960	24,960
Contributions paid to money purchase schemes	-	60,000
	<u>24,960</u>	<u>84,960</u>

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

	2021 No.	2020 No.
Accruing benefits under money purchase pension scheme	<u>2</u>	<u>2</u>

Rorcon Ltd

Notes to the Unaudited Financial Statements for the Year Ended 30 June 2021

Dividends paid to directors

	2021 £	2020 £
T A Grogan		
Interim dividends	25,500	66,708
L A Grogan		
Interim dividends	24,500	64,092

Summary of transactions with entities with joint control or significant interest

Rorcon International Tunnelling and Mining Limited

Loans to related parties

	Entities with joint control or significant influence £	Total £
2021		
At start of period	50,000	50,000
Repaid	(45,000)	(45,000)
At end of period	5,000	5,000
	Entities with joint control or significant influence £	Total £
2020		
Advanced	50,000	50,000
At end of period	50,000	50,000

Terms of loans to related parties

Interest free loan repayable on demand

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.