

REGISTERED NUMBER: 03681995 (England and Wales)

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2018

FOR

PHOENIX PRODUCT DEVELOPMENT LIMITED

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for the year ended 31 December 2018

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PHOENIX PRODUCT DEVELOPMENT LIMITED

COMPANY INFORMATION
for the year ended 31 December 2018

DIRECTORS: Mr R S Smith
Mr D P Phillips

SECRETARY: Mr A R Jones

REGISTERED OFFICE: Unit 1 West Point
11 Durham Road
Basildon
Essex
SS15 6PH

REGISTERED NUMBER: 03681995 (England and Wales)

ACCOUNTANTS: Raffingers LLP
Chartered Certified Accountants
19-20 Bourne Court
Southend Road
Woodford Green
Essex
IG8 8HD

ABRIDGED BALANCE SHEET
31 December 2018

	Notes	2018 £	£	2017 £	£
FIXED ASSETS					
Intangible assets	4		209,073		188,354
Tangible assets	5		<u>48,163</u>		<u>59,385</u>
			<u>257,236</u>		<u>247,739</u>
CURRENT ASSETS					
Stocks		987,424		206,713	
Debtors		399,874		164,282	
Cash at bank and in hand		<u>397,638</u>		<u>2,531,458</u>	
		1,784,936		2,902,453	
CREDITORS					
Amounts falling due within one year		<u>1,460,327</u>		<u>572,302</u>	
NET CURRENT ASSETS			<u>324,609</u>		<u>2,330,151</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>581,845</u>		<u>2,577,890</u>
CAPITAL AND RESERVES					
Called up share capital			69,835		69,835
Share premium			10,123,241		10,123,241
Retained earnings			<u>(9,611,231)</u>		<u>(7,615,186)</u>
SHAREHOLDERS' FUNDS			<u>581,845</u>		<u>2,577,890</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2018.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2018 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)

ABRIDGED BALANCE SHEET - continued
31 December 2018

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

All the members have consented to the preparation of an abridged Income Statement and an abridged Balance Sheet for the year ended 31 December 2018 in accordance with Section 444(2A) of the Companies Act 2006.

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

The financial statements were approved by the Board of Directors on 30 September 2019 and were signed on its behalf by:

Mr R S Smith - Director

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2018

1. STATUTORY INFORMATION

Phoenix Product Development 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.

The presentation currency of the financial statements is the Pound Sterling (£).

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.

The company secured investment of £5m in May 2017 and additionally almost £2.6m during Q1 2019 for the company to pay secured creditors and continue its operations. The company's operations and prospects have been improving. At the time of approving the financial statements, the directors have a reasonable expectation that the company has adequate resources, augmented by further equity funding, to continue in operational existence for the foreseeable future. Thus the directors continue to adopt the going concern basis of accounting in preparing the financial statements.

Turnover

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

Sale of goods:

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer, usually on dispatch of the goods, the amount of revenue can be measured reliably, it is probable that the economic benefits associated with the transaction will flow to the entity and the costs incurred or to be incurred in respect of the transaction can be measured reliably.

Rendering of services:

Revenue from the installation of Propelair system is recognised by reference to labour hours incurred.

Interest income:

Revenue is recognised as interest accrues using the effective interest method.

Intangible fixed assets and amortisation

Patents are valued at cost less accumulated amortisation. Amortisation is calculated to write off the cost in equal annual instalments over their estimated useful lives.

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 cost
Fixtures, fittings and computer equipment	- 33% on cost

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

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 2018

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.

Grant incomes

All grant incomes are recognised once the company has entitlement to the resources, it is certain that the resources will be received and the monetary value of the incoming grants can be measured with sufficient reliability.

Financial instruments

Financial instruments are recognised when the company becomes party to the contractual provisions of the instrument and derecognised when in the case of assets, the contractual rights to cash flows from the assets expire or substantially the risks and rewards of ownership are transferred to another party, or in the case of liabilities, when the company's obligations are discharged, expire or cancelled.

The company holds the following financial instruments, all of which meet the conditions to be classified as basic instruments:

- Cash, short term trade debtors and creditors

Such instruments are initially measured at transaction price, transaction costs, and are subsequently carried at the undiscounted amount of cash or other consideration expected to be paid or received, after taking account of impairment adjustment.

Short term debtors and creditors

Short term debtors and creditors with no stated interest rate are recorded at transaction price. Any losses arising from impairment are recognised in the profit and loss account.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 17 (2017 - 12) .

4. INTANGIBLE FIXED ASSETS

	Totals £
COST	
At 1 January 2018	295,920
Additions	42,352
Impairments	(277)
At 31 December 2018	<u>337,995</u>
AMORTISATION	
At 1 January 2018	107,566
Amortisation for year	21,633
Reversal of impairments	(277)
At 31 December 2018	<u>128,922</u>
NET BOOK VALUE	
At 31 December 2018	<u>209,073</u>
At 31 December 2017	<u>188,354</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2018

5. **TANGIBLE FIXED ASSETS**

	Totals £
COST	
At 1 January 2018	169,096
Additions	<u>20,521</u>
At 31 December 2018	<u>189,617</u>
DEPRECIATION	
At 1 January 2018	109,711
Charge for year	31,473
Impairments	<u>270</u>
At 31 December 2018	<u>141,454</u>
NET BOOK VALUE	
At 31 December 2018	<u>48,163</u>
At 31 December 2017	<u>59,385</u>

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.