

UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022
FOR
PROCESS VISION LIMITED

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FOR THE YEAR ENDED 31 MARCH 2022**

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PROCESS VISION LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 31 MARCH 2022**

DIRECTORS:

P G A Stockwell
J W T Fisher
S J Foale
S J White

SECRETARY:

S J Foale

REGISTERED OFFICE:

5 Beechwood
Lime Tree Way
Chineham Park
Basingstoke
Hampshire
RG24 8WA

REGISTERED NUMBER:

10223848 (England and Wales)

ACCOUNTANTS:

Haines Watts
Advantage
87 Castle Street
Reading
Berkshire
RG1 7SN

BALANCE SHEET
31 MARCH 2022

	Notes	£	2022 £	£	2021 £
FIXED ASSETS					
Intangible assets	4		2,077,792		1,704,073
Tangible assets	5		43,994		68,082
Investments	6		7,218		7,218
			<u>2,129,004</u>		<u>1,779,373</u>
CURRENT ASSETS					
Stocks	7	50,018		-	
Debtors	8	158,509		251,885	
Cash at bank		<u>48,822</u>		<u>143,040</u>	
		257,349		394,925	
CREDITORS					
Amounts falling due within one year	9	<u>371,226</u>		<u>874,452</u>	
NET CURRENT LIABILITIES			<u>(113,877)</u>		<u>(479,527)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>2,015,127</u>		<u>1,299,846</u>
CREDITORS					
Amounts falling due after more than one year	10		<u>144,628</u>		<u>71,646</u>
NET ASSETS			<u>1,870,499</u>		<u>1,228,200</u>
CAPITAL AND RESERVES					
Called up share capital	13		24,306		21,603
Share premium	14		3,316,136		2,555,184
Retained earnings	14		<u>(1,469,943)</u>		<u>(1,348,587)</u>
SHAREHOLDERS' FUNDS			<u>1,870,499</u>		<u>1,228,200</u>

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

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2022 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- 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.

BALANCE SHEET - continued
31 MARCH 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 Income Statement has not been delivered.

The financial statements were approved and authorised for issue by the Board of Directors and authorised for issue on 23 June 2022 and were signed on its behalf by:

P G A Stockwell - Director

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

1. STATUTORY INFORMATION

Process Vision 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.

The financial statements are presented in sterling which is the functional currency of the company and rounded to the nearest £.

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

Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Intangible assets

Subsequent to initial recognition, intangible assets are stated at cost less any accumulated amortisation and accumulated impairment. Intangible assets are amortised on a straight line basis over their estimated useful lives. The carrying value of the intangible assets is reviewed for impairment if events or changes in circumstances indicate the carrying value may not be recoverable.

The useful economic lives of intangible assets are as follows:

Development cost - 10 years
Patents - 10 years
Computer software - 5 years

Amortisation of the assets will begin when development is complete and the assets are available for use.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022

2. ACCOUNTING POLICIES - continued

Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operation the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Leasehold improvements - 20% Straight line basis

Plant and machinery - 20% Straight line basis

Fixtures and fittings - 20% Straight line basis

Office equipment - 25% Straight line basis

Development test rig - 20% Straight line basis

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or there is an indication of significant change since the last reporting date.

Investments in subsidiaries

Investments in subsidiary undertakings are recognised at cost.

Stocks

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

Financial instruments

Financial liabilities and equity are classified according to the substance of the financial instrument's contractual obligations, rather than its legal form.

The Company's cash at bank and in hand, other debtors, trade and other creditors, amounts owed to group undertakings and accruals are measured initially at the transaction price, including transaction cost, and subsequently at amortised cost using the effective interest method. Debt instruments that are payable or receivable within one year are measured at the undiscounted amount of the cash or other consideration expected to be paid or received.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, 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.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022

2. ACCOUNTING POLICIES - continued

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

Research costs are expensed as incurred. Development expenditure on an individual project is recognised as an intangible asset when the Company can demonstrate all of the following:

- The technical feasibility of completing the intangible asset so that the asset will be available for use or sale;
- Its intention to complete and its ability to use or sell the asset;
- How the asset will generate future economic benefits;
- The availability of resources to complete the asset;
- The ability to measure reliably the expenditure during development.

Following initial recognition of the development expenditure as an asset, the asset is carried at cost less any accumulated amortisation and accumulated impairment losses. Amortisation of the asset begins when development is complete and the asset is available for use. It is amortised over the period of expected future benefit. During the period of development, the asset is tested for impairment annually.

Foreign currencies

Foreign currency transactions are translated at rates ruling when they occurred. Foreign currency monetary assets and liabilities are translated at the rates ruling at the balance sheet date. Any differences are taken to profit or loss.

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.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022

2. ACCOUNTING POLICIES - continued

Share based payments

The cost of equity-settled transactions with employees is measured by reference to the fair value at the date at which they are granted and is recognised as expense over the vesting periods, which end on the date on which the relevant employees become fully entitled to the award. In the absence of an independent valuation, fair value is determined based on recent transactions regarding the sale of shares in the company to independent third party investors.

At each balance sheet date before vesting, the cumulative expense is calculated, representing the extent to which the vesting period has expired and management's best estimate of the achievement or otherwise of non-market conditions and the number of equity instruments that will ultimately vest, or in the case of an instrument subject to a market condition be treated as vesting as described above. The movement in cumulative expense since the previous balance sheet date is recognised in profit or loss, with a corresponding entry in equity.

Going concern

The financial statements have been prepared on a going concern basis. The Directors have reviewed and considered relevant information, including the annual budget and future cash flows in making their assessment. Based on these assessments and the current resources available, the Directors have concluded that they can continue to adopt the going concern basis in preparing the annual report and accounts.

This assessment includes the requirement to raise additional funding in future months.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 12 (2021 - 10) .

4. INTANGIBLE FIXED ASSETS

	Patents and licences £	Development costs £	Computer software £	Totals £
COST				
At 1 April 2021	283,105	1,565,323	-	1,848,428
Additions	41,772	382,251	9,945	433,968
At 31 March 2022	324,877	1,947,574	9,945	2,282,396
AMORTISATION				
At 1 April 2021	-	144,355	-	144,355
Amortisation for year	16,244	43,010	995	60,249
At 31 March 2022	16,244	187,365	995	204,604
NET BOOK VALUE				
At 31 March 2022	308,633	1,760,209	8,950	2,077,792
At 31 March 2021	283,105	1,420,968	-	1,704,073

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022

5. TANGIBLE FIXED ASSETS

	Leasehold improvements £	Plant and machinery £	Fixtures and fittings £
COST			
At 1 April 2021	5,012	50,254	4,000
Additions	-	-	-
Disposals	-	-	-
At 31 March 2022	<u>5,012</u>	<u>50,254</u>	<u>4,000</u>
DEPRECIATION			
At 1 April 2021	2,870	17,218	3,200
Charge for year	1,002	10,051	800
Eliminated on disposal	-	-	-
At 31 March 2022	<u>3,872</u>	<u>27,269</u>	<u>4,000</u>
NET BOOK VALUE			
At 31 March 2022	<u>1,140</u>	<u>22,985</u>	<u>-</u>
At 31 March 2021	<u>2,142</u>	<u>33,036</u>	<u>800</u>

	Development testing rig £	Office equipment £	Totals £
COST			
At 1 April 2021	50,000	34,472	143,738
Additions	-	1,742	1,742
Disposals	(800)	-	(800)
At 31 March 2022	<u>49,200</u>	<u>36,214</u>	<u>144,680</u>
DEPRECIATION			
At 1 April 2021	23,200	29,168	75,656
Charge for year	10,000	3,817	25,670
Eliminated on disposal	(640)	-	(640)
At 31 March 2022	<u>32,560</u>	<u>32,985</u>	<u>100,686</u>
NET BOOK VALUE			
At 31 March 2022	<u>16,640</u>	<u>3,229</u>	<u>43,994</u>
At 31 March 2021	<u>26,800</u>	<u>5,304</u>	<u>68,082</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022

6. FIXED ASSET INVESTMENTS

Shares in
group
undertakings
£**COST**At 1 April 2021
and 31 March 20227,218**NET BOOK VALUE**

At 31 March 2022

7,218

At 31 March 2021

7,218

7. STOCKS

2022

2021

£

£

Stocks

50,018-

8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

2022

2021

£

£

Trade debtors

33,840

8,840

Other debtors

27,000

140,588

Tax

70,807

67,987

VAT

3,525

13,379

Prepayments and accrued income

23,337

21,091

158,509251,885

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

2022

2021

£

£

Bank loans and overdrafts

54,139

2,981

Hire purchase contracts (see note 11)

9,851

9,851

Trade creditors

84,853

187,172

Social security and other taxes

6,549

6,198

Other creditors

9,799

62,109

Loans from directors

-

250,000

Accruals and deferred income

198,817

181,394

USA accrued costs

7,218

7,218

Deferred government grants

-

167,529

371,226874,452

Included in trade creditors above is £5,259 (2021: £43,633) payable to a Director of the company, for more detail please see the notes to the accounts.

Also included in trade creditors is £38,689 (2021: £98,212) in relation to deferred rent.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022

10. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2022	2021
	£	£
Bank loans - 1-2 years	62,027	12,111
Bank loans - 2-5 years	67,825	34,908
Hire purchase contracts (see note 11)	14,776	24,627
	<u>144,628</u>	<u>71,646</u>

11. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

	Hire purchase	contracts
	2022	2021
	£	£
Net obligations repayable:		
Within one year	9,851	9,851
Between one and five years	14,776	24,627
	<u>24,627</u>	<u>34,478</u>

	Non-cancellable operating leases	
	2022	2021
	£	£
Within one year	82,225	82,225
Between one and five years	-	82,225
	<u>82,225</u>	<u>164,450</u>

12. SECURED DEBTS

The following secured debts are included within creditors:

	2022	2021
	£	£
Hire purchase contracts	<u>24,627</u>	<u>34,478</u>

Hire purchase amounts due are secured against the underlying assets.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022

13. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2022 £	2021 £
2,430,616	Ordinary	£0.01	<u>24,306</u>	<u>21,603</u>

14. RESERVES

	Retained earnings £	Share premium £	Totals £
At 1 April 2021	(1,348,587)	2,555,184	1,206,597
Deficit for the year	(121,356)		(121,356)
Cash share issue	-	760,952	760,952
At 31 March 2022	<u>(1,469,943)</u>	<u>3,316,136</u>	<u>1,846,193</u>

15. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

At the year-end loans owed to P G A Stockwell totalled £5,259 (2021: £43,633) and are included within creditors. There were no terms and conditions attached to amounts owed to P G A Stockwell.

At the year-end loans owed to a service company under the control of S J Foale totalled £8,509 (2021: £NIL) and are included within creditors. There were no terms and conditions attached to amounts owed to the service company.

At the year-end loans owed to J W T Fisher totalled £NIL (2021: £250,000). Interest payable by the company to J W T Fisher in respect of the loan balance during the year totalled £20,000 (2021: £42,000). At the year-end interest due to J W T Fisher, including the above totalled £76,000 (2021: £56,000). Interest is charged at 1% per month.

At the year-end £142,543 (2020: £42,000) of creditors were personally guaranteed by P G A Stockwell.

16. POST BALANCE SHEET EVENTS

Subsequent to the year end the company has issued a further 5,000 Ordinary shares of £0.01 for £3 each, with total consideration of £15,000.

17. SHARE-BASED PAYMENTS

The company operates an unapproved equity-settled share based payment remuneration scheme and operates an approved EMI scheme.

At the year-end 109,588 share options had been granted of which 60,000 were under the EMI scheme.

At the year-end 57,522 of these share options had been issued to the directors.

The directors have considered the impact of the share based payment charge and do not consider this to be material to the current year's financial statements.

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.