

Company Registration Number: 11569951

**Gordon Murray Group Limited**  
**Annual report and financial statements**

**Year Ended**

**31 March 2022**



## **Gordon Murray Group Limited**

### **Company Information**

**Directors** I G Murray  
J Feiber  
C-P E M Forster  
J A McLaren  
P Lee (Appointed 21 July 2022)

**Company secretary** SM Lewis (Appointed 21 July 2022)

**Registered Number** 11569951

**Registered Office** Wharfside  
Broadford Park  
Shalford  
Guildford  
Surrey  
GU4 8EP

**Independent Auditors** Mazars LLP  
2 Chamberlain Square  
Birmingham  
B3 3AX

## **Gordon Murray Group Limited**

### **Contents**

	<b>Page</b>
<b>Group Strategic Report</b>	<b>Page 1-2</b>
<b>Directors' report</b>	<b>Page 3-4</b>
<b>Independent Auditor's report</b>	<b>Page 5-7</b>
<b>Consolidated Statement of Comprehensive Income</b>	<b>Page 8</b>
<b>Consolidated Statement of Financial Position</b>	<b>Page 9</b>
<b>Company Statement of Financial Position</b>	<b>Page 10</b>
<b>Consolidated Statement of Changes in Equity</b>	<b>Page 11</b>
<b>Company Statement of Changes in Equity</b>	<b>Page 12</b>
<b>Consolidated Statement of cash flow</b>	<b>Page 13</b>
<b>Analysis of Net debt</b>	<b>Page 14</b>
<b>Notes to the Financial Statements</b>	<b>Page 15 - 29</b>

## **Gordon Murray Group Limited**

### **Strategic Report For the Year Ended 31 March 2022**

#### **Principal activities and review of business**

The principal activity of the group during the year continued to be that of automotive design, engineering and manufacturing, focusing on our Innovate iStream manufacturing process and the Gordon Murray Automotive T.50, T.50s and T.33 supercar programme.

The strategy of the group is focused on maintaining our reputation as being one of the finest automotive design teams in the world and providing our customers with market opportunities that are enabled by the iStream manufacturing process.

During the year the group continued the development of the T.50. Through-out the year the development vehicles were put through their paces in order to meet the group's ethos of 'Driving perfection'. With the pinnacle being the T.50's public debut at the 78th Goodwood members meeting.

In addition to this, the Gordon Murray Design team were busy with the continued development of the T.50s program and the T.33. With the T.33 selling out within 48 hours following Gordon Murray Automotive launch in April 2022, at the Group's new headquarters in Windlesham.

The success of the T.50, T.50s and T.33 both in design and on the track has reaffirmed to the world the Group's ability to design and manufacture world leading supercars. On the back of this success the group has been approached to by a number of third parties to design high-end electric vehicles' on their behalf. With the work kicking off on those during the 2023 financial year.

In addition to the success of the car programs, the construction of the Group's worldwide headquarters in Windlesham, Surrey, began, with the completion of the state of the art manufacturing centre due to be completed in 2023. With the design office due to be completed the following year.

The director view turnover, and cashflow as essential indicators to monitor operations and performance of the business.

Turnover has decreased from £235,562 to £20,400, which is as a result of the completion of a Innovate UK Grants, and the shift over the last couple of years on delivering the T.50 project. Despite this the Groups future earnings have increased through the success of the T.50 car program deposits have being received on the external third party vehicles programs, which will result in revenue in 2023.

The Group increased its cash position from £35.2m to £44m, the growth in cashflow demonstrates the attractiveness of the Gordon Murray Brand. This increase is despite the continued development investment in the T.50, T.50s and T.33 car programs (2022 spend £63m). As well as the investment into building the new Gordon Murray Group Headquarters (2022 spend £3m).

#### **Principal Risk and Uncertainties**

The board has always has a positive approach to risk management and they aim to protect, its employees, customers and stakeholders, along with safeguarding the interest of the group. The Group continually reviews its policies to ensure they are appropriately evaluating the risk of the business.

The group has been affected by the current economic crisis and the crisis in Ukraine but the Group has taken safeguards to protect the Group's supply chain and employee welfare.

#### **Financial Risk Management**

The Group uses various financial instruments including cash equity, trade receivables and trade payables in the course of its operations.

The use of these instruments gives rise to risk associated with liquidity and credit risk. The directors review and agree policies to deal with each of these risk as summarised below.

##### ***Price risk***

The Group continues to regularly review the market and monitor any change in risk.

##### ***Liquidity risk***

The Group seeks to manage financial risk of liquidity by ensuring it has sufficient cash resources available to meet foreseeable needs at all times.

##### ***Credit risk***

The Group's credit risk is primarily attributable to its trade debtors. Credit risk is managed by insuring against bad debts, credit scoring new customers and monitoring payments against contractual agreements.

##### ***Competitive risk***

The iStream manufacturing process is in the public domain, however in order to mitigate the risk of patent infringement, the group employs innovative individuals capable of pushing the boundaries of design and engineering. The Group has also designed several iterations of the technology which have so far not been made public.

## **Gordon Murray Group Limited**

**Strategic Report (Continued)**  
**For the Year Ended 31 March 2022**

### **Employment of disable persons**

The group is an equal opportunities employers and is committed to creating and monitoring the working environment to ensure opportunities are available to all individuals.

### **Employment involvement**

The group activity promotes an inclusive and collaborative culture and workplace for its employees.

### **Employee training**

The Group is committed to offer training and support to ensure our employees have best in class skills to perform their duties.

### **Employee development**

The Group proactively works with our employees to create a culture to nurture employee development.

### **Future development**

The Group continues to invest and develop our core iStream technology and its iterations.

As outlined in the principal activities and review of business, Gordon Murray Design has successfully signed contracts with two third parties to design electric vehicles on their behalf.



**I G Murray**  
Director

Date: 22 DECEMBER 2022

## **Gordon Murray Group Limited**

### **Directors' Report For the Year Ended 31 March 2022**

The directors present their report and audited financial statements for the year ended 31 March 2022.

#### **Directors**

The directors who served during the year were:

I G Murray  
J Feiber  
C-P E M Forster  
J A McLaren  
P Lee (Appointed 22 July 2021)

#### **Results and Dividends**

The profit for the year, after taxation, amounted to £22,600 (2021: Profit £5,213,814).

The directors did not recommend a payment of a dividend for the year (2021: £Nil).

#### **Matters covered in the Strategic report**

The Group has chosen in accordance with Section 414C (11) of the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 to set out within the Group's Strategic report the Company's Strategic Report Information Required by Schedule 7 of the Large and Medium Sized Companies (Accounts and Reports) Regulation 2008. This includes information that would have been included in the business review, details of the principal risks and uncertainties and a review of future development.

#### **Going concern**

The directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. For this reason the directors continue to adopt the going concern basis of accounting.

#### **Disclosure of information to auditor**

Each of the persons who are directors at the time when this Directors' Report is approved has confirmed that:

- So far as the director is aware, there is no relevant audit information of which the Company and the Group's auditor is unaware and
- the director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the Company and the Group's auditor is aware of that information.

#### **Directors' responsibilities statement**

The directors are responsible for preparing the Strategic report, the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the Group and Company financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Group and Company and of the profit or loss of the Company for that period.

## **Gordon Murray Group Limited**

### **Directors' Report For the Year Ended 31 March 2022**

In preparing these financial statements, the directors are required to:

- Select suitable accounting policies and then apply them consistently
- Make judgements and accounting estimates that are reasonable and prudent; and
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

#### **Post balance sheet events**

On the 8 July 2022, Gordon Murray Automotive Limited, a 100% subsidiary of Gordon Murray Group Limited incorporated a wholly owned subsidiary called Gordon Murray North America Inc, in the United States of America. Whose registered office is 115 North Calhoun Street, Suite 4, Tallahassee FL 32301.

On the 21 July 2022 the Group appointed P Lee as a director of Gordon Murray Group Limited, along with S M Lewis being appointed as Group secretary.

#### **Auditor**

Mazars LLP were appointed as auditors in the year in accordance with section 485 of the Companies Act 2006

This report was approved by the board on 22/12/2022 and signed on its behalf.

  
I G Murray  
Director

Date: 22 DECEMBER 2022

## **Gordon Murray Group Limited**

### **Independent Auditor's Report to the Members of Gordon Murray Design Limited**

#### **Opinion**

We have audited the financial statements of Gordon Murray Group Limited (the 'parent company') and its subsidiaries (the 'group') for the year ended 31 March 2022 which comprise of Consolidated Statement of Comprehensive Income, Consolidated Statement of Financial Position, Company Statement of Financial Position, Consolidated Statement of Changes in Equity, Company Statement of Changes in Equity, Consolidated Statement of cash flow, Analysis of Net debt and notes to the financial statements, including a summary of significant accounting policies.

The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the group's and of the parent company's affairs as at 31 March 2022 and of the group's loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

#### **Basis of Opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the "Auditor's responsibilities for the audit of the financial statements" section of our report. We are independent of the group and the parent company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Conclusion relating to going concern**

In auditing the financial statements, we have concluded that the director's use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the group's and the parent company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

#### **Other Information**

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The directors are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

#### **Opinions on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the strategic report and the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the strategic report and the directors' report have been prepared in accordance with applicable legal requirements.

#### **Matters on which we are required to report by exception**

In light of the knowledge and understanding of the group and the parent company and their environment obtained in the course of the audit, we have not identified material misstatements in the strategic report or the directors' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:



## **Gordon Murray Group Limited**

### **Independent Auditor's Report to the Members of Gordon Murray Design Limited**

- adequate accounting records have not been kept by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

#### **Responsibilities of Directors**

As explained more fully in the directors' responsibilities statement set out on page 4 & 5, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the group's and the parent company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the group or the parent company or to cease operations, or have no realistic alternative but to do so.

#### **Auditor's responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud.

Based on our understanding of the group and the parent company and their industry, we considered that non-compliance with the following laws and regulations might have a material effect on the financial statements: employment regulation, health and safety regulation and anti-money laundering regulation.

To help us identify instances of non-compliance with these laws and regulations, and in identifying and assessing the risks of material misstatement in respect to non-compliance, our procedures included, but were not limited to:

- Making enquiries of the directors and management on whether they had knowledge of any actual, suspected or alleged fraud;
- Gaining an understanding of the internal controls established to mitigate risks related to fraud;
- Discussing amongst the engagement team the risks of fraud; and
- Addressing the risks of fraud through management override of controls by performing journal entry testing

There are inherent limitations in the audit procedures described above and the primary responsibility for the prevention and detection of irregularities including fraud rests with management. As with any audit, there remained a risk of non-detection of irregularities, as these may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal controls.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditor's report.

## **Gordon Murray Group Limited**

### **Independent Auditor's Report to the Members of Gordon Murray Design Limited**

#### **Use of the audit report**

This report is made solely to the company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body for our audit work, for this report, or for the opinions we have formed.

Elisa Howe

Elisa Howe (Dec 22, 2022 19:19 GMT)

Elisa Howe (Senior Statutory Auditor)

for and on behalf of Mazars LLP

Chartered Accountants and Statutory Auditor

Mazars LLP

2 Chamberlain Square

Birmingham

B3 3AX

**Gordon Murray Group Limited**  
**Consolidated Statement of Comprehensive Income For the Year Ended 31 March 2022**

	Note	2022 £	2021 £
Turnover	4.	20,399	235,562
Cost of sales		(668,117)	(328,199)
<b>Gross Loss</b>		<u>(647,718)</u>	<u>(92,637)</u>
Administrative expenses		(2,865,542)	(2,525,821)
Other operating income	5.	2,175,957	674,983
<b>Operating Loss</b>		<u>(1,337,302)</u>	<u>(1,943,475)</u>
Interest receivable and similar income		(29,610)	(25,645)
Interest payable and similar expenses		26,234	5,289
<b>Loss before tax</b>		<u>(1,340,678)</u>	<u>(1,963,831)</u>
Tax credit on loss	10.	1,363,278	7,177,645
<b>(Loss)/Profit for the financial year</b>		<u>22,600</u>	<u>5,213,814</u>
<b>(Loss)/profit for the year attributable to Owners of the parent company</b>		<u>22,600</u>	<u>5,213,814</u>
		<u>22,600</u>	<u>5,213,814</u>
<b>Other Comprehensive Income</b>			
Gain on revaluation of land and buildings	12.	6,160,943	-
<b>Total Comprehensive Income for the year</b>		<u>6,183,543</u>	<u>5,213,814</u>
<b>Owners of the parent company</b>		<u>6,183,543</u>	<u>5,213,814</u>

All amounts relate to continuing operations.

The notes on pages 16 to 30 form part of these financial statements.

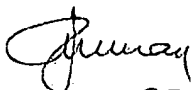
# Gordon Murray Group Limited

Registered number: 11569951

## Consolidated Statement of Financial Position As at 31 March 2022

	Note	2022	2021
		£	£
<b>Fixed assets</b>			
Intangible assets	11.	143,166,482	79,530,617
Tangible assets	12.	<u>29,862,138</u>	<u>12,258,667</u>
		<b>173,028,620</b>	<b>91,789,284</b>
<b>Non current Assets</b>			
Deferred tax	18.	266,331	-
<b>Current Assets</b>			
Stock	14.	21,000	21,000
Debtors: amounts falling due within one year	15.	26,935,233	16,662,351
Cash and cash equivalents		<u>43,989,683</u>	<u>35,179,221</u>
		<b>70,945,917</b>	<b>51,862,572</b>
Creditors: amounts falling due within one year	16.	<u>(50,055,308)</u>	<u>(13,973,261)</u>
<b>Net current assets</b>		<b>20,890,609</b>	<b>37,889,311</b>
<b>Total assets less current liabilities</b>		<u><b>194,185,560</b></u>	<u><b>129,678,595</b></u>
Creditors: amount falling due after more than one year	17.	(179,534,068)	(120,846,645)
<b>Net assets</b>		<u><u><b>14,651,492</b></u></u>	<u><u><b>8,831,950</b></u></u>
<b>Capital and Reserves</b>			
Called up share capital	20.	558	546
Share premium	21.	95,988	-
Capital redemption reserve	21.	1	1
Merger reserve	21.	(84,761)	(84,761)
Revaluation Reserve	21.	6,160,943	-
Profit and loss account	21.	<u>8,478,763</u>	<u>8,916,164</u>
		<u><b>14,651,492</b></u>	<u><b>8,831,950</b></u>

The financial statement were approved and authorised for issue by the board and were signed on its behalf on 22/12/2022



I G Murray. 22 DECEMBER 2022  
Director

The notes on pages 15 to 29 form part of these financial statements

# Gordon Murray Group Limited

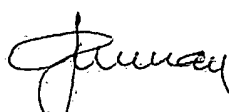
Registered number: 11569951

## Company Statement of Financial Position As at 31 March 2022

	Note	2022 £	2021 £
<b>Fixed assets</b>			
Fixed asset investments	13.	<u>859</u>	<u>759</u>
		859	759
<b>Current Assets</b>			
Debtors: amounts falling due within one year	15.	211,136	595
Cash and cash equivalents		<u>152,739</u>	<u>17,009</u>
		363,875	17,604
Creditors: amounts falling due within one year	16.	<u>(414,942)</u>	<u>(28,205)</u>
<b>Net current liabilities</b>		(51,067)	(10,601)
<b>Total assets less current liabilities</b>		<u>(50,208)</u>	<u>(9,842)</u>
Creditors: amount falling due after more than one year	17.	(210)	(210)
<b>Net liabilities</b>		<u>(50,418)</u>	<u>(10,052)</u>
<b>Capital and Reserves</b>			
Called up share capital	20.	558	546
Share premium	21.	95,988	-
Capital redemption reserve	21.	1	1
Profit and loss account	21.	<u>(146,965)</u>	<u>(10,599)</u>
		<u>(50,418)</u>	<u>(10,052)</u>

The company has elected to take advantage of the exemption under section 408 of the Companies Act 2006 from presenting the Parent Company Statement of Comprehensive Income. The company loss for the financial year is £136,366 (2021: 13,190).

The financial statement were approved and authorised for issue by the board and were signed on its behalf on 22/12/2022



G Murray  
Director

22 DECEMBER 2022

The notes on pages 15 to 29 form part of these financial statements

**Gordon Murray Group Limited**

**Consolidated Statement of Changes in Equity For the Year Ended 31 March 2022**

	Called up share capital	Share premium	Capital Redemption reserve	Merger reserve	Profit and loss account	Revaluation Reserve
At 1 April 2020	546	-	1	(84,761)	3,702,350	-
Comprehensive Profit/(Loss) for the year						
Profit for the year	-	-	-	-	5,213,814	-
<b>Total Comprehensive Profit for the year</b>					<b>5,213,814</b>	
<b>At 31 March 2021</b>	<b>546</b>	<b>-</b>	<b>1</b>	<b>(84,761)</b>	<b>8,916,164</b>	<b>-</b>
At 1 April 2021	546	-	1	(84,761)	8,916,164	-
Issue of shares	12	95,988	-	-	-	-
Comprehensive Profit/(Loss) for the year						
Loss for the year	-	-	-	-	22,599	-
Revaluation of tangible fixed assets	-	-	-	-	-	6,160,943
<b>Total Comprehensive Profit for the year</b>					<b>22,599</b>	<b>6,160,943</b>
<b>At March 2022</b>	<b>558</b>	<b>95,988</b>	<b>1</b>	<b>(84,761)</b>	<b>8,938,763</b>	<b>6,160,943</b>

**Total Equity**

At 1 April 2020	3,618,136
Comprehensive Profit/(Loss) for the year	-
Profit for the year	5,213,814
<b>Total Comprehensive Profit for the year</b>	<b>5,213,814</b>
<b>At 31 March 2021</b>	<b>8,831,950</b>
At 1 April 2021	8,831,950
Issue of shares	96,000
Comprehensive Profit/(Loss) for the year	-
Loss for the year	22,599
Revaluation of tangible fixed assets	6,160,943
<b>Total Comprehensive Profit for the year</b>	<b>6,183,542</b>
<b>At March 2022</b>	<b>15,111,492</b>

# Gordon Murray Group Limited

## Company Statement of Changes in Equity For the Year Ended 31 March 2022

	Called up share capital	Share Premium	Capital Redemption reserve	Profit and loss account	Total Equity
At 1 April 2020	546	-	1	2,591	3,138
Comprehensive Profit/(Loss) for the year					
Loss for the year	-	-	-	(13,190)	(13,190)
Total Comprehensive Profit/(Loss) for the year	-	-	-	(13,190)	(13,190)
At 31 March 2021	546	-	1	(10,599)	(10,052)
At 1 April 2021	546	-	1	(10,599)	(10,052)
Issue of shares	12	95,988	-	-	96,000
Comprehensive Profit/(Loss) for the year					
Loss for the year	-	-	-	(136,366)	(136,366)
Total Comprehensive Profit/ (Loss) for the year	-	-	-	(136,366)	(136,366)
At March 2022	558	95,988	1	(146,965)	(50,418)

# Gordon Murray Group Limited

## Consolidated Statement of Cash Flows For the Year Ended 31 March 2022

	2022 £	2021 £
<b>Cash flow from Operating activities</b>		
(Loss)/Profit for the financial year	22,600	5,213,814
<b>Adjustment for:</b>		
Depreciation of tangible assets	824,674	239,230
Loss on disposal of tangible assets	465	-
Interest paid	147,966	197,268
Interest received	(26,234)	(5,289)
Taxation charge	(1,363,278)	(7,177,645)
(Increase)/decrease in debtors	(3,474,713)	(855,547)
Increase/(decrease) in creditors	16,442,279	2,566,007
Corporation tax received	(2,054,854)	621,174
<b>Net cash generated from/(used in) operating activities</b>	<b>10,518,904</b>	<b>799,012</b>
<b>Cash from Investing Activities</b>		
Purchase of intangible fixed assets	(63,635,865)	(47,628,418)
Purchase of tangible fixed assets	(12,267,652)	(2,263,967)
Disposal of tangible fixed assets	-	-
Interest Received	26,234	5,289
Payments received on account - deferred revenue	74,292,302	65,811,237
<b>Net cash from Investing activities</b>	<b>(1,584,982)</b>	<b>15,924,141</b>
<b>Cash flow from financing activities</b>		
Interest paid	(99,199)	(197,268)
Proceeds from the issue of ordinary share capital	96,000	-
<b>Net cash used in financing activities</b>	<b>(3,199)</b>	<b>(197,268)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>8,930,723</b>	<b>16,525,885</b>
Cash and cash equivalents at beginning of year	35,058,960	18,533,075
<b>Cash and Cash equivalents at the end of the year</b>	<b>43,989,683</b>	<b>35,058,960</b>
<b>Cash and cash Equivalents at the end of year comprise:</b>		
Cash at bank and in hand	43,989,683	35,179,221
Bank overdrafts	-	(120,261)
	<b>43,989,683</b>	<b>35,058,961</b>

The notes on pages 15 to 29 form part of these financial statements.



# **Gordon Murray Group Limited**

## **Consolidated analysis of Net Debt for the year Ended 31 March 2022**

	At 1 April 2021	Cash flow	At 31 March 2022
	£	£	£
Cash at bank and in Hand	35,179,221	8,810,462	43,989,683
Bank overdrafts	(120,261)	120,261	-
Debt due after 1 year	(4,036,435)	(48,767)	(4,085,202)
	<u>31,022,525</u>	<u>8,881,956</u>	<u>39,904,481</u>

## Gordon Murray Group Limited

### Notes to the Financial Statements for the Year Ended 31 March 2022

#### 1. General Information

Gordon Murray Group Limited is a private company limited by shares and incorporated in England and Wales under the Companies Act 2006. The address of the registered office and principal place of business can be found on the Company Information page. The nature of the Group and Company's operations and principal activities are detailed in the Group Strategic report.

#### 2. Accounting policies

##### 2.1 Basis of Preparation of financial statements

The financial statements have been prepared under the historic costs convention unless otherwise specified within these accounting policies and in accordance with Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The preparation of financial statements are prepared compliance with FRS 102. FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgement in apply the Company's accounting policies (See note 3).

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

The financial statements have been prepared on a going concern basis.

The following principal accounting policies have been applied

##### 2.2 Basis of consolidation

The consolidated financial statements presents the result of the Company and its own subsidiaries ("the Group") as if they form a single entity. Intercompany transactions and balances between group companies are therefore eliminated in full.

##### Parent Company disclosures exemptions

In preparing the separate financial statements of the Parent company, the company has taken advantage of the following disclosure exemptions available to qualifying entities:

- Only one reconciliation of the number shares in issue at the beginning and end of the financial year has been prepared as the reconciliation for both the Group and the Parent entity would be identical.
- The parent company has taken advantage of the disclosure exemption available not to present a cash flow statement and reconciliation of net debt.

The financial statements incorporate the results of business combination using the merger accounting method. The results and cashflow of all combining entities has been brought into the financial statements of the Group.

##### 2.3 Going concern

The Group relies on its subsidiaries trade performance and cash to meet its day to day working capital requirements. The Group generated a profit/loss of (£801,475) (2021: £1,668,751) and had a net assets of £14,287,418 (2021: £2,885,427).

The groups continued work on the new external third party design and consultancy contracts entered into during the final quarter of financial year 2022.

## **Gordon Murray Group Limited**

### **Notes to the Financial Statements for the Year Ended 31 March 2022**

#### **2. Accounting policies (continued)**

##### **2.4 Turnover**

The turnover shown in the Statement of Comprehensive Income represents amount receivable for services provided during the year in the normal course of business, net of trade discounts, VAT and other sales related taxes.

Turnover generated from rendering of services is recognised based on the stage of completion of the service transaction, where the outcomes can be reliably estimated. When the outcomes cannot be estimated reliably, revenue is recognised only to the extent of the expenses recognised as recoverable.

Turnover generated from government grants is recognised upon completion and submission of quarterly returns, with an accrual made for quarterly submission submitted after the year-end.

##### **2.5 Research and Development**

In the research phase of a project where it is not possible to demonstrate that the project will generate future economic benefit and hence all expenditure on research shall be recognised as an expense in the Statement of Comprehensive Income where it is incurred.

In the development phase an intangible fixed asset is recognised if certain recognition criteria are met, that demonstrate the future economic benefit is probable and the costs can be measured.

Development assets are amortised at the point in which the asset is deemed ready for use, with the intangible asset amortised on a straight line basis.

If it is not possible to distinguish between the research and development phases, the expenditure is treated as if it was the research phase and therefore expenses through the Statement of Comprehensive Income when the expenditure is incurred.

##### **2.6 Operating leases: as a lessee**

Rental paid under operating leases are charged to Statement of Comprehensive Income on a straight line basis.

##### **2.7 Foreign current translation**

###### **Functional and presentation currency**

The Company's functional and presentational currency is GBP.

###### **Transactions and balances**

Foreign currency transactions are translated into the functional currency using the spot exchange rate at the date of the transaction.

At each period end foreign currency monetary balances are translated using the closing rate. Non-monetary balances measured at historic cost are translated using the exchange rate at the date of the transaction.

All foreign exchange gains and losses are presented in the Statement of Comprehensive Income within administrative expenses.

## Gordon Murray Group Limited

### Notes to the Financial Statements for the Year Ended 31 March 2022

#### 2. Accounting policies (continued)

##### 2.8 Pensions

###### Defined contribution pension plan

The Company operate a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contribution into a separate entity. Once the contributions have been paid the company has no further payment obligation.

The contribution are recognised as an expense in the Statement of Comprehensive Income when they fall due. Amount not paid are shown as a liability in the Statement of Financial Position. The assets of the plan are held separately from the Company in an independently administered fund.

##### 2.9 Government grants

Grants are accounted under the accrual model as permitted by FR5102.

Grants of a revenue nature are recognised in the Statement of Comprehensive Income in the same period as the related expenditure.

##### 2.10 Current and deferred taxation

The tax expense for the year comprises current and deferred tax. Tax is recognised in the Statement of Comprehensive Income except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

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 and the Group operate and generate income.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Statement of Financial Position date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowance have been met.

Deferred tax balances are not recognised in respect of permanent differences. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

##### 2.11 Intangible assets

Intangible assets, comprising capitalised development of supercar programs. Costs are initially recognised at cost. After recognition, under the cost model, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

At each reporting date the company assesses whether there is any indication of impairment. If such indication exists, the recoverable amount of the assets is determined which is the higher of its fair value less costs to sell and its value in use. An impairment loss is recognised where the carrying amount exceeds the recoverable amount.

All intangible assets are considered to have a finite useful life.

Amortisation is provided on the following bases:

Development costs	--	On a car by car basis once sold
-------------------	----	---------------------------------

## Gordon Murray Group Limited

### Notes to the Financial Statements for the Year Ended 31 March 2022

#### 2. Accounting policies (continued)

##### 2.11 Intangible assets (Continued)

Development expenditure is amortised on a car by car basis once the production car has been collected by the customer. This is deemed to be an appropriate amortisation basis as it matches the costs incurred with developing the production cars with the income recognised.

##### 2.12 Tangible fixed assets

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

At each reporting date the Company assesses whether there is any indication of impairment. If such indication exists, the recoverable amount of the asset is determined which is the higher of its fair value less costs to sell and its value in use. An impairment loss is recognised where the carrying amount exceeds the recoverable amount.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives as below

Depreciation is provided on the following bases

Land	-	Not depreciated
Building and building improvements	-	50 years straight line
Short-term leasehold property	-	Over the life of the lease
Plant and Machinery	-	33% reducing balance
Motor Vehicles	-	25% reducing balance
Fixtures and fittings	-	20% reducing balance
Office equipment	-	25% reducing balance
Computer equipment	-	33% straight line
Display assets	-	33% straight line
Display Vehicles	-	Measures at fair value
Assets under construction	-	Not depreciated
Supplier Tooling	-	Not depreciated

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

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Statement of Comprehensive Income.

Assets under construction are not depreciated until they are in the a state that is ready to use.

##### 2.13 Stock

Stock are stated at the lower of cost and net realisable value, being the estimated selling price less costs to complete and sell. Cost is based on the cost of purchase on a first in, first out basis.

At each reporting date, stock are assessed for impairment. If stock is impaired, the carrying amount is reduced to its selling price less costs to complete and sell. The Impairment loss is recognised immediately in the Statement of Comprehensive Income.

## **Gordon Murray Group Limited**

### **Notes to the Financial Statements for the Year Ended 31 March 2022**

#### **2. Accounting policies (continued)**

##### **2.14 Financial Instruments**

The company only enters into basic financial instruments transaction that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loan from banks and other third parties, loans to related parties and investments in ordinary shares.

##### **2.15 Subsidiary audit exemption**

A number of the group's subsidiary companies, Gordon Murray Electronics Limited (Registration number 06667723) and Gordon Murray iTechnologies Limited (Registration number 11572396) are exempt pursuant of Section 479A of the Companies Act 2006 from requirements of the UK Companies Act 2006 relating to audit of individual accounts if the following requirements are met.

- The legal representatives of Gordon Murray Electronics Limited and Gordon Murray iTechnologies Limited have agreed to the exemption in respects of the year ending 31 March 2022.
- Gordon Murray Group Limited has given guarantee regarding the liabilities of Gordon Murray Electronics Limited and Gordon Murray iTechnologies Limited.
- Gordon Murray Electronics Limited and Gordon Murray iTechnologies are included in the consolidated financial statements of Gordon Murray Group Limited drawn up as at the 31 March 2022 in accordance with the provisions of the Companies Act 2006.

#### **3. Judgements in applying accounting policies and estimation uncertainty**

In preparing the financial statements, the directors have had to make the following judgements in applying the above accounting policies

- Determine whether there are indicators of impairment of the Company's tangible assets and intergroup debtors. Factors taken into consideration in reaching such decision include the economic viability and expected future financial performance of the assets and underlying group entity.
- The directors have exercised judgement when assessing whether there has been an indicator of impairment in connection with the Company's development assets. Factors taken into consideration in reaching such a decision include economic viability and expected future performance of the project.
- The directors have exercised an element of judgement in the capitalisation of labour and overhead costs associated with development of the intangible asset. Through-out the year the directors review the expenditure incurred to determine if the recognition criteria under FRS 102 has been met.
- The directors have exercised judgement in concluding on the appropriate valuation of the owned land following the valuation report provided to the Company.
- Management estimation is required to determine the appropriateness of the recognition of the deferred tax assets based on the level of future taxable profits.
- The residual value of display vehicles, which are collectable cars, requires estimation by management with periodic input from qualified external valuers.

## Gordon Murray Group Limited

### Notes to the Financial Statements for the Year Ended 31 March 2022

#### 4. Turnover

An analysis of turnover by class of business is as follows:

	2022	2021
	£	£
Rendering of services	-	2,059
Grant income	20,399	233,503
	<u>20,399</u>	<u>235,563</u>

All turnover arose within the United Kingdom.

#### 5. Other operating income

	2022	2021
	£	£
Research and development tax credit	2,119,292	507,289
Rental Income	-	56,311
Other Income	54,136	-
CJRS Government grant income	-	111,383
	<u>2,173,428</u>	<u>674,983</u>

#### 6. Operating Loss

The operating loss is stated after charging/(crediting):

	Group 2022	Group 2021
	£	£
Research & development charged as an expense	422,036	323,704
Profit and loss on disposal of tangible fixed assets	450	-
Depreciation of tangible fixed assets	824,673	239,230
Exchange rate differences	(947)	1,504
Other operating lease rentals	690,365	721,604
Defined contribution pension costs	491,494	117,202

#### 7. Auditors remuneration

Fees payable to the Company's auditors and its associates in respects of:

	Group 2022	Group 2021
	£	£
Audit-related assurance services	36,700	43,341
All other services	9,000	8,260
	<u>45,700</u>	<u>51,601</u>

## Gordon Murray Group Limited

### Notes to the Financial Statements for the Year Ended 31 March 2022

#### 8. Employees

Staff costs, including directors' remuneration, were as follows

	Group 2022 £	Group 2021 £	Company 2022 £	Company 2021 £
Wages and salaries	10,568,608	6,256,134	507,798	-
Social security costs	1,179,126	707,591	65,678	-
Cost of defined contribution scheme	491,494	177,202	11,236	-
	<u>12,239,229</u>	<u>7,140,927</u>	<u>584,713</u>	<u>-</u>

The company has no employees, other than the directors, who did not receive any remunerations (2021 - £Nil).

The average monthly number of employees, including directors, during the year was as follows:

	Group 2022 No.	Group 2021 No.	Company 2022 No.	Company 2021 No.
Management	8	8	2	-
Design & Engineering	110	81	-	-
Manufacturing & logistics	37	-	-	-
Administration staff	27	20	1	-
	<u>182</u>	<u>109</u>	<u>3</u>	<u>-</u>

#### 9. Directors' remuneration

Group	2022 £	2021 £
Directors' emoluments	582,841	553,097
Social security	72,312	67,305
Benefits in kind	7,309	7,700
	<u>662,462</u>	<u>628,102</u>

During the current and prior year there were no retirement benefits accruing to any directors.

The highest paid director received remuneration of £482,841 (2021: £465,597).

The value of the company's contribution paid to a defined contribution pension scheme in respect of the highest paid director amounted to £nil (2021: £Nil).



# Gordon Murray Group Limited

## Notes to the Financial Statements for the Year Ended 31 March 2022

### 10. Taxation

	2022 £	2021 £
<b>Corporation tax</b>		
Current tax on losses for the year	(1,812,448)	(4,605,496)
Adjustment in respect of previous periods	(136,964)	(2,486,193)
<b>Total current tax</b>	<b>(1,949,412)</b>	<b>(7,091,689)</b>
<b>Deferred tax</b>		
Origination and reversal of timing differences	804,134	(392,027)
Changes to tax rates	(278,954)	-
Adjustments in respect of previous periods	60,954	306,071
<b>Total deferred tax</b>	<b>586,134</b>	<b>(85,956)</b>
<b>Tax on loss</b>	<b>(1,363,278)</b>	<b>(7,177,645)</b>

#### Factors affecting tax credit for the year

The tax assessed for the year differs from the standard rate of corporation tax in the UK of 19% (2021: 19%).

The differences are explained below:

	2022 £	2021 £
Loss on ordinary activities before tax	22,600	(1,963,831)
Loss on ordinary activities multiplied by standard rate of Corporation tax in the UK of 19% (2021: 19%)	4,294	(373,128)
<b>Effect of</b>		
Expenses not deductible	7,089	1,311
Capital allowances for the year in excess of depreciation	(528,867)	17,477
Changes in tax rate	(225,936)	-
Additional deduction for R&D expenditure	(1,790,199)	(12,346)
Surrender of tax losses for R&D tax credit refund	686,813	2,924
R&D expenditure credits	649,109	6,761
Adjustment to prior year corporation tax return	60,954	(2,486,193)
Adjustments to prior year deferred tax	-	306,071
<b>Total tax credit for the year</b>	<b>(1,136,743)</b>	<b>(2,537,123)</b>

## Gordon Murray Group Limited

### Notes to the Financial Statements for the Year Ended 31 March 2022

#### 11. Intangible fixed assets

Group	Development Expenditure £
Cost	
At 1 April 2021	79,530,617
Additions	63,635,865
At 31 March 2022	<u>143,166,482</u>
Net Book Value	
At 31 March 2022	<u>143,166,482</u>
At 31 March 2021	<u>79,530,617</u>

# Gordon Murray Group Limited

## Notes to the Financial Statements for the Year Ended 31 March 2022

### 12. Tangible fixed asset

#### Group

	Freehold Property £	Assets Under Construction £	Leasehold Improvements £	Plant & Machinery £	Computer Equipment £	Motor Vehicles £
<b>Cost</b>						
At 1 April 2021	9,063,604	-	2,870,450	578,785	40,468	66,213
Additions	1,912,996	1,115,820	146,240	356,104	203,654	-
Revaluation	6,160,943	-	-	-	-	-
Disposal	-	-	-	(9,473)	-	-
At 31 March 2022	17,137,543	1,115,820	3,016,690	925,416	244,122	66,213
<b>Depreciation</b>						
At 1 April 2021	-	-	623,228	465,134	5,007	48,073
Charge for the year	2,737	-	295,007	72,221	45,030	4,535
Disposal	-	-	-	(9,022)	-	-
At 31 March 2021	2,737	-	918,235	528,333	50,037	52,608
<b>Net book value</b>						
At 31 March 2022	17,134,806	1,115,820	2,098,455	397,083	194,086	13,605
At 31 March 2021	9,063,604	-	2,247,222	113,651	35,461	18,140
	Office Equipment £	Fixtures & Fittings £	Display Assets £	Display Vehicles £	Supplier Tooling £	Total £
<b>Cost</b>						
At 1 April 2021	199,810	1,611,441	-	332,000	-	14,762,771
Additions	17,737	1,676,175	388,732	-	6,450,195	12,267,652
Revaluation	-	-	-	-	-	6,160,943
Disposal	-	-	-	-	-	(9,473)
At 31 March 2022	217,547	3,287,616	388,732	332,000	6,450,195	33,181,893
<b>Depreciation</b>						
At 1 April 2021	191,567	1,171,095	-	-	-	2,504,104
Charge for the year	8,004	363,616	33,524	-	-	824,674
Disposal	-	-	-	-	-	(9,022)
At 31 March 2021	199,571	1,534,711	33,524	-	-	3,319,755
<b>Net book value</b>						
At 31 March 2022	17,976	1,752,905	355,208	332,000	6,450,195	29,862,138
At 31 March 2021	8,243	440,346	-	332,000	-	12,258,667

The company has no tangible fixed assets.

The display vehicles comprise a 1968 Lotus Elan S.3 which was used as a benchmark vehicle during the McLaren F1 road car project and prototype Mercedes-Benz SLR McLaren vehicle. These are valued at their fair value, which is based on their open market value.

Freehold property comprises land which is not depreciated.

The land included within freehold property is not depreciated.

## Gordon Murray Group Limited

Notes to the Financial Statements for the Year Ended 31 March 2022

### 12. Tangible fixed asset (Continued)

Included within Land and Freehold property is land owned by the company. During the year, a revaluation of the land owned by the company was carried out by BNP Paribas Real Estate Advisory & Property Management UK Limited.

Assets held under construction and supplier tooling are not depreciated until they become ready for their intended use.

### 13. Fixed asset investments

Company	Investments in subsidiary companies	£
	Cost	
	At 1 April 2021	759
	Additions	100
	At 31 March 2022	859
<b>Subsidiary undertakings</b>		

The following were subsidiary undertakings of the Company:

Name	Principal activity	Class of shares	Holding
Gordon Murray Design Limited	Automotive design and engineering	Ordinary	100%
Gordon Murray Automotive Limited	Development and production of supercars	Ordinary	100%
Gordon Murray Electronics Limited	Automotive design and engineering	Ordinary	100%
Gordon Murray Technologies Limited	Dormant	Ordinary	100%
Gordon Murray Heritage Limited	Dormant	Ordinary	100%
Gordon Murray Marketing Limited	Dormant	Ordinary	100%
Gordon Murray Racing Limited	Dormant	Ordinary	100%
Gordon Murray Property Limited	Dormant	Ordinary	100%
Gordon Murray Systems Limited	Dormant	Ordinary	100%
Gordon Murray Advanced Power Systems Limited	Dormant	Ordinary	100%
Gordon Murray Development Limited	Dormant	Ordinary	100%

All of the Company's subsidiary undertakings which are dormant and have generated no profit or loss in the period have been excluded from the consolidation as their inclusion is not material to the group.

All of the above subsidiaries have the same registered address as Gordon Murray Group Limited, which is Wharfedale Broadford Park, Shafton, Guildford, GU4 8EP.

## Gordon Murray Group Limited

### Notes to the Financial Statements for the Year Ended 31 March 2022

#### 13. Fixed asset Investments (Continued)

The subsidiaries listed below, all incorporated in England and Wales, are exempt from the requirements of the Companies Act 2006 relating to the audit of the individual accounts by virtue of section 479A of the Companies Act 2006. In order to comply with Section 479A, the Company has issued a guarantee under section 479C of Companies Act 2006 in respect of the liabilities of those subsidiaries.

Name of Subsidiary	Country of Incorporation	Registered Number
Gordon Murray Electronics Limited	United Kingdom	06667723
Gordon Murray ITechologies Limited	United Kingdom	11572396

#### 14. Stock

	Group 2022 £	Group 2021 £	Company 2022 £	Company 2021 £
Raw materials and consumables	21,000	21,000	-	-

There is no material difference between the replacement cost of stock and its carrying amount

#### 15. Debtors

	Group 2022 £	Group 2021 £	Company 2022 £	Company 2021 £
<b>Current</b>				
Trade debtors	4,169,148	4,664,122	-	-
Other debtors	2,348,598	2,071,597	5,071	595
Prepayment and accrued income	8,810,180	1,471,126	15,619	-
Tax recoverable	11,607,307	7,603,041	-	-
Deferred taxation (See note 18)	-	852,465	-	-
<b>Total current Debtors</b>	<b>26,935,233</b>	<b>16,662,351</b>	<b>20,690</b>	<b>595</b>
<b>Non Current</b>				
Deferred Tax	266,331	-	-	-
<b>Total debtor balances</b>	<b>27,201,564</b>	<b>16,662,351</b>	<b>20,690</b>	<b>595</b>

Amount owed by group undertakings are unsecured, interest free and repayable on demand.

#### 16. Creditors: amount falling due within one year

	Group 2022 £	Group 2021 £	Company 2022 £	Company 2021 £
Bank overdraft	-	120,261	-	-
Trade creditors	16,948,454	11,008,703	374	3,567
Amounts owed to group undertakings	-	-	274,717	7,093
Other taxation and social security	519,368	240,613	128,702	-
Other creditors	-	2,399,900	-	-
Accruals and deferred income	32,368,785	203,784	11,149	17,545
	<b>49,836,607</b>	<b>13,973,261</b>	<b>414,942</b>	<b>28,205</b>

In 2019, the company received an unsecured loan of £4,000,000 from a director of the company. The loan is repayable in Jan 2024 and bears interest at a fixed rate of 1.5% on the principal amount and 5% on the loan utilised.

## Gordon Murray Group Limited

### Notes to the Financial Statements for the Year Ended 31 March 2022

#### 16. Creditors: amount falling due within one year (continued)

Amount owed by group undertakings are unsecured, interest free and repayable on demand.

There is chattel mortgage in place in connection with a tangible fixed assets the company owns. In addition there is a rent deposit deed in place in connection with a rent deposit.

#### 17. Creditors: amounts falling due after more than one year

	Group 2022	Group 2021	Company 2022	Company 2021
	£	£	£	£
Director's loan	4,085,202	4,036,435	-	-
Payments received on account - deferred revenue	175,448,656	116,810,000	-	-
Share capital treated as debt	210	210	210	210
	<u>179,534,068</u>	<u>120,846,645</u>	<u>210</u>	<u>210</u>

In 2019, the company received an unsecured loan of £4,000,000 from a director of the company. The loan is repayable in January 2024 and bears interest at a fixed rate of 1.5% on the principal amount and 5% on the loan utilised.

Disclosure of the terms and conditions attached to the non-equity shares is made in note 20.

#### 18. Deferred taxation

	2022 £	2021 £
<b>Group</b>		
At beginning of year	852,465	766,509
Charge to profit or loss	(586,134)	85,956
<b>At end of year</b>	<u>266,331</u>	<u>852,465</u>

The deferred taxation balance is made up as follows:

	Group 2022	Group 2021	Company 2022	Company 2021
	£	£	£	£
Accelerated capital allowances	(28,328,863)	(11,742,643)	-	-
Tax losses carried forward	28,589,944	3,990	54,655	-
Short term timing difference	5,250	12,591,118	-	-
	<u>266,331</u>	<u>852,465</u>	<u>54,655</u>	<u>-</u>

#### 19. Financial Instruments

During the current and prior year neither the group or the company held financial assets or financial liabilities at fair value through profit or loss.

#### 20. Share capital

	2022 £	2021 £
<b>Shares classified as Equity</b>		
Allotted, called up and fully paid		
55,800 (2021: 54,600) Ordinary shares of £0.01 each	<u>558</u>	<u>546</u>

On the 15 March 2022, Gordon Murray Group issued 1,200 shares at £80 per share.

## Gordon Murray Group Limited

### Notes to the Financial Statements for the Year Ended 31 March 2022

#### 20. Share capital (Continued)

	2022	2021
	£	£
Shares classified as debt		
Allotted, called up and fully paid		
21,000 (2021: 21,000) 'B' Redeemable preferred shares of £0.01 each	<u>210</u>	<u>210</u>

The 'B' redeemable shares rank *pari passu* to the ordinary shares in terms of dividend and voting rights. Upon liquidation or winding up, the 'B' redeemable shares shall receive an amount equal to the subscription price and then any remaining surplus shall be distributed to the holder of 'B' redeemable shares and ordinary shares in proportion to the number of shares held by them respectively (*Pari passu* as if they were all shares of the same class).

The 'B' redeemable shares may be redeemed at the option of the shareholder at any point from 7 years after the date of issue. Redemption is at subscription price plus any dividend arrears.

#### 21. Reserves

The company's reserves are as follows:

##### Capital Redemption Reserve

This reserve records the nominal value of shares repurchased by the Company.

##### Profit and loss account

The profit and loss account represents cumulative profits or losses, net of dividends paid and other adjustments.

##### Merger Reserve

This reserve records the consolidation adjustments required to restate the comparative figures to include the results for all the combining entities for the previous reporting period and their Statement of Financial Position for the previous reporting date.

##### Share premium

This reserve records the amount paid of ordinary shares in excess of the par value.

##### Revaluation Reserve

This reserve records the cumulative gains in respect of land and buildings.

## Gordon Murray Group Limited

### Notes to the Financial Statements for the Year Ended 31 March 2022

#### 22. Pension commitments

The Company operate a defined contribution pension scheme. The assets of the scheme are held separately from those of the Company in an independently administered fund. The pension costs charge represents contribution payable by the company to the fund and amounted to £491,494 (2021: £177,202). Contributions totalling £Nil (2021: £Nil) were payable to the fund at the reporting date.

#### 23. Commitments under operating leases

At 31 March 2022 the Company had future minimum lease payments due under non-cancellable operating leases as follows:

	2022	2021
	£	£
Not later than 1 year	598,250	658,024
Later than 1 year and not later than 5 years	1,043,639	504,195
Greater than 5 years	90,696	
	<u>1,732,585</u>	<u>1,162,219</u>

#### 24. Capital commitments

At the 31 March 2022, the company had the following capital expenditure commitments which have not been recognised in these financial statements.

	2022	2021
	£	£
Development Property	<u>18,132,402</u>	

#### 25. Related party transactions and controlling party

The Group has taken advantage of the exemption available under paragraph 33.1A of the Financial Reporting Standards 102 not to disclose related party transactions with other wholly owned members of the Gordon Murray Group Limited, group.

During 2019, the Group received an unsecured loan of £4,000,000 from a director of the Group. The loan is repayable in January 2024 and bears interest at a fixed rate of 1.5% on the principal amount and 5% on the loan utilised. Interest of £147,966 (2021: £197,268) was charged to Statement of Comprehensive during the year. At the 31 March 2022 the balance outstanding on the loan was £4,085,202 (2021: £4,036,435) and is included within creditors: amounts falling due greater than a year (2021 creditors: amount falling due after more than one year).

Consultancy fees were paid to a company, in which a director of the company is also a director, the total amount of the payments made were £nil (2021: £276,318). And the year-end £nil (£69,372) was owed to the consultancy company.

The Group is under the control of I G Murray throughout the year and previous year by virtue of his shareholding.