

ULEMCo Ltd
Filleed Financial Statements
for the Year Ended 30 September 2023

Beever and Struthers
Chartered Accountants and Registered Auditors
One Express
1 George Leigh Street
Manchester
M4 5DL

ULEMCo Ltd

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ULEMCo Ltd

(Registration number: 9010597)

Statement of Financial Position as at 30 September 2023

	Note	2023 £	(As restated) 2022 £
Fixed assets			
Intangible assets	<u>4</u>	47,547	50,344
Tangible assets	<u>5</u>	62,645	69,884
		110,192	120,228
Current assets			
Stocks	<u>6</u>	408,523	-
Debtors	<u>7</u>	578,437	483,198
Cash at bank and in hand		395,445	356,543
		1,382,405	839,741
Creditors: Amounts falling due within one year	<u>8</u>	(1,341,588)	(424,883)
Net current assets		40,817	414,858
Total assets less current liabilities		151,009	535,086
Creditors: Amounts falling due after more than one year	<u>8</u>	(7,959)	(15,588)
Net assets		143,050	519,498
Capital and reserves			
Called up share capital		2,092	2,092
Share premium reserve		455,858	455,858
Retained earnings		(314,900)	61,548
Shareholders' funds		143,050	519,498

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. As permitted by section 444 (5A) of the Companies Act 2006, the directors have not delivered to the registrar a copy of the Income Statement.

Approved and authorised by the Board on 25 June 2024 and signed on its behalf by:

.....
Mrs A Lyne
Director

ULEMCo Ltd

Notes to the Financial Statements for the Year Ended 30 September 2023

1 General information

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

The address of its registered office is:

Unit 7F Aintree Racecourse Retail and Business Park
Topham Drive
Aintree
Liverpool
L9 5AL

The principal activity of the company is engineering services to convert diesel engines to run on hydrogen.

These financial statements were authorised for issue by the Board on 25 June 2024.

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.
The financial statements are prepared in sterling which is the functional currency of the entity.

Going concern

The Directors have prepared the accounts on a going concern basis after due consideration of forecast results and cashflow requirements. As described in the post balance sheet events note, the company has benefited from substantial cash injections from shareholders post year end which will enable the company to continue in operational existence for the foreseeable future. In making this assessment the directors have considered a period of at least 12 months from the date of approval of the financial statements.

ULEMCo Ltd

Notes to the Financial Statements for the Year Ended 30 September 2023

Audit report

The Independent Auditor's Report was unqualified. . The name of the Senior Statutory Auditor who signed the audit report on 25 June 2024 was Zoe Fitchett BSc FCA, who signed for and on behalf of Beaver and Struthers.

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Prior period errors

The prior period adjustment reflects sales and purchase invoices arising in the year ended 30 September 2022 which were omitted from the results for the year. Additionally, income on a service contract had not been recognised in agreement with the accounting policy.

The impact on the prior period numbers has been to increase turnover by £153,585 and cost of sales by £66,692 (reducing the overall loss for the year by £86,846). The correction of the errors has also increased the recorded debtors by £158,038 and recorded liabilities by £71,192 (increasing the net assets by £86,846).

Judgements

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Management have made the following judgements in applying the accounting policies:

- A specific provision is made against certain trade debtors where in the opinion of management, the debt is not fully recoverable.
- A specific provision is made against stock where in the opinion of management, the stock may not be saleable at a value in excess of cost.

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.

Turnover is recognised on despatch of goods and completion of conversions.

Revenue on service contracts is accrued as contract activity progresses by reference to the value of the work performed.

Government grants

Grants of a revenue nature are credited to income so as to match them with the expenditure to which they relate.

Tax

The tax expense for the period comprises current tax. Current 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.

ULEMCo Ltd

Notes to the Financial Statements for the Year Ended 30 September 2023

Tangible assets

Tangible assets are stated in the statement of financial position 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 less its residual value over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Fixtures and fittings	15% straight line
Office equipment/Computers	33% straight line
Motor Vehicles	25% straight line
Plant and Machinery	33% straight line

Intangible assets

Intangible assets have a finite useful life and are carried at cost less accumulated amortisation and any accumulated impairment losses.

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Patent costs	20 years straight line

Development costs

Research and development expenditure is written off to the income statement as incurred.

Impairment of Fixed Assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

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.

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Notes to the Financial Statements for the Year Ended 30 September 2023

Provisions

Provisions are recognised when the entity has an obligation at the reporting date as a result of a past event, it is probable that the entity will be required to transfer economic benefits in settlement and the amount of the obligation can be estimated reliably. Provisions are recognised as a liability in the statement of financial position and the amount of the provision as an expense. Provisions are initially measured at the best estimate of the amount required to settle the obligation at the reporting date and subsequently reviewed at each reporting date and adjusted to reflect the current best estimate of the amount that would be required to settle the obligation. Any adjustments to the amounts previously recognised are recognised in profit or loss unless the provision was originally recognised as part of the cost of an asset. When a provision is measured at the present value of the amount expected to be required to settle the obligation, the unwinding of the discount is recognised as a finance cost in profit or loss in the period it arises.

Financial instruments

The company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities such as trade and other accounts receivable and payable.

Trade and other debtors

Debtors are measured at transaction price less any impairment.

Cash and Cash Equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

Trade & Other Creditors

All payables are measured at transaction price. Any payments under deferred payment terms are recorded at amortised cost and assessed for the existence of objective evidence of impairment.

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the statement of financial position as a finance lease obligation.

Lease payments are apportioned between finance costs in the income statement and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

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.

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Notes to the Financial Statements for the Year Ended 30 September 2023

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 20 (2022 - 18).

4 Intangible assets

	Patents £	Total £
Cost or valuation		
At 1 October 2022	55,938	55,938
At 30 September 2023	55,938	55,938
Amortisation		
At 1 October 2022	5,594	5,594
Amortisation charge	2,797	2,797
At 30 September 2023	8,391	8,391
Carrying amount		
At 30 September 2023	47,547	47,547
At 30 September 2022	50,344	50,344

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Notes to the Financial Statements for the Year Ended 30 September 2023

5 Tangible assets

	Fixtures and fittings £	Plant and machinery £	Office equipment £	Motor vehicles £	Total £
Cost or valuation					
At 1 October 2022	33,118	18,759	25,130	55,098	132,105
Additions	8,164	5,146	10,447	-	23,757
Disposals	-	-	-	(19,615)	(19,615)
At 30 September 2023	<u>41,282</u>	<u>23,905</u>	<u>35,577</u>	<u>35,483</u>	<u>136,247</u>
Depreciation					
At 1 October 2022	10,337	6,406	14,035	31,443	62,221
Charge for the year	5,297	7,094	9,735	8,870	30,996
Eliminated on disposal	-	-	-	(19,615)	(19,615)
At 30 September 2023	<u>15,634</u>	<u>13,500</u>	<u>23,770</u>	<u>20,698</u>	<u>73,602</u>
Carrying amount					
At 30 September 2023	<u><u>25,648</u></u>	<u><u>10,405</u></u>	<u><u>11,807</u></u>	<u><u>14,785</u></u>	<u><u>62,645</u></u>
At 30 September 2022	<u><u>22,781</u></u>	<u><u>12,353</u></u>	<u><u>11,095</u></u>	<u><u>23,655</u></u>	<u><u>69,884</u></u>

Included within tangible fixed assets is a motor vehicle on a finance lease with a net book value of £14,785 (2022: £23,655).

6 Stocks

	2023 £	2022 £
Stock	<u><u>408,523</u></u>	<u><u>-</u></u>

7 Debtors

	2023 £	(As restated) 2022 £
Current		
Trade debtors	192,578	96,429
Prepayments	41,707	29,591
Other debtors	<u>344,152</u>	<u>357,178</u>
	<u><u>578,437</u></u>	<u><u>483,198</u></u>

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Notes to the Financial Statements for the Year Ended 30 September 2023

8 Creditors

Creditors: amounts falling due within one year

	2023	(As restated) 2022
	£	£
Due within one year		
Trade creditors	249,201	369,361
Taxation and social security	79,201	23,703
Accruals and deferred income	998,816	18,047
Other creditors	14,370	13,772
	<u>1,341,588</u>	<u>424,883</u>

Creditors: amounts falling due after more than one year

	Note	2023	2022
		£	£
Due after one year			
Other creditors		7,959	15,588
		<u>7,959</u>	<u>15,588</u>

Included within other creditors due within one year is a hire purchase £8,583 (2022: £8,583). Included within other creditors falling due after more than one year is a connected amount of £7,959 (2022: £15,588). These creditors are secured on the asset to which the finance relates.

9 Obligations under leases and hire purchase contracts

Operating leases

The total of future minimum lease payments is as follows:

	2023	2022
	£	£
Not later than one year	60,737	42,201
Later than one year and not later than five years	116,039	122,517
	<u>176,776</u>	<u>164,718</u>

10 Reserves

Profit and loss account - This reserve records retained earnings and accumulated losses.

11 Post balance sheet events

Following a fundraising round, in exchange for equity share capital, an amount of £1,700,000 was received on 29 February 2024 and £1,165,607 received on 22 May 2024. Further shares are expected to be issued in September 2024.

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.