

**PRESTON EV LIMITED**

**UNAUDITED**

**FINANCIAL STATEMENTS**

**INFORMATION FOR FILING WITH THE REGISTRAR**

**FOR THE YEAR ENDED 31 MARCH 2022**

**PRESTON EV LIMITED**  
**REGISTERED NUMBER: 10621107**

**BALANCE SHEET**  
**AS AT 31 MARCH 2022**

	Note	2022 £	As restated 2021 £
<b>Fixed assets</b>			
Tangible assets	4	83,540	27,127
Investments	5	4,354	10
		87,894	27,137
<b>Current assets</b>			
Stocks	6	37,470	-
Debtors: amounts falling due within one year	7	1,233,321	295,803
Cash at bank and in hand	8	1,217,097	27,525
		2,487,888	323,328
Creditors: amounts falling due within one year	9	(696,564)	(902,746)
<b>Net current assets/(liabilities)</b>		1,791,324	(579,418)
<b>Total assets less current liabilities</b>		1,879,218	(552,281)
<b>Net assets/(liabilities)</b>		1,879,218	(552,281)
<b>Capital and reserves</b>			
Called up share capital	11	1,655	1,337
Share premium account		4,853,219	1,068,141
Profit and loss account		(2,975,656)	(1,621,759)
		1,879,218	(552,281)

**PRESTON EV LIMITED**  
**REGISTERED NUMBER: 10621107**

**BALANCE SHEET (CONTINUED)**  
**AS AT 31 MARCH 2022**

The Directors consider that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the year in question in accordance with section 476 of the Companies Act 2006.

The Directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The Company's financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

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

The Company has opted not to file the statement of comprehensive income in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:

**M J Potts**

Director

Date: 31 August 2022

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

**1. General information**

Preston EV Limited is a private company, limited by share capital and incorporated in England and Wales. The registered office is Unit 3 Roger House, Osney Mead, Oxford, OX2 0ES.

The principal activity of the business is the design of technology to connect to the autonomous transportation networks.

**2. Accounting policies**

**2.1 Basis of preparation of financial statements**

The financial statements have been prepared under the historical cost 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 financial statements are rounded to the nearest pound Sterling, the functional and presentational currency of the Company.

The following principal accounting policies have been applied:

**2.2 Exemption from preparing consolidated financial statements**

The Company, and the Group headed by it, qualify as small as set out in section 383 of the Companies Act 2006 and the parent and Group are considered eligible for the exemption to prepare consolidated accounts.

**2.3 Going concern**

The Company is continuing with its development of an electric vehicle and extending its relationship with its partnership. Although the Company has seen a decline in revenue for the year ended 31 March 2022 this is due to the focus in the Group on research and development which will support the growth of revenue in the Company in the future. The Directors anticipate the Company's developments to accelerate during 2023.

On 13 June 2021, the Company allotted 82,354 Ordinary shares of £0.001 each for total consideration of £1,050,012.

On 14 June 2021, the Company allotted 235,294 Ordinary shares of £0.001 each for total consideration of £3,000,000.

The Directors believe the Company has sufficient support to enable it to continue trading for the next twelve months. Therefore, the Directors continue to prepare the financial statements on the going concern basis.

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

2. Accounting policies (continued)

2.4 Foreign currency 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 rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

2.5 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. The following criteria must also be met before revenue is recognised:

**Sale of goods**

Revenue from the sale of goods is recognised when all of the following conditions are satisfied:

- the Company has transferred the significant risks and rewards of ownership to the buyer;
- the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the transaction; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

**Rendering of services**

Revenue from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

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

**2. Accounting policies (continued)**

**2.6 Research and development**

In the research phase of an internal project it is not possible to demonstrate that the project will generate future economic benefits and hence all expenditure on research shall be recognised as an expense when it is incurred. Intangible assets are recognised from the development phase of a project if and only if certain specific criteria are met in order to demonstrate the asset will generate probable future economic benefits and that its cost can be reliably measured. The capitalised development costs are subsequently amortised on a straight line basis over their useful economic lives, which range from 3 to 6 years.

If it is not possible to distinguish between the research phase and the development phase of an internal project, the expenditure is treated as if it were all incurred in the research phase only.

**2.7 Government grants**

Grants are accounted under the accruals model as permitted by FRS 102. Grants relating to expenditure on tangible fixed assets are credited to profit or loss at the same rate as the depreciation on the assets to which the grant relates. The deferred element of grants is included in creditors as deferred income.

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

**2.8 Pensions**

**Defined contribution pension plan**

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

The contributions are recognised as an expense in profit or loss when they fall due. Amounts not paid are shown in other taxation and social security as a liability in the Balance Sheet. The assets of the plan are held separately from the Company in independently administered funds.

**2.9 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 operating in the manner intended by management.

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

2. Accounting policies (continued)

2.9 Tangible fixed assets (continued)

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

Depreciation is provided on the following basis:

Plant and machinery	-	25%	Straight line
Leasehold improvements	-	10%	Straight line
Office equipment	-	25%	Reducing balance
Computer equipment	-	33%	Reducing balance

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a 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 profit or loss.

2.10 Valuation of investments

Investments in subsidiaries are measured at cost less accumulated impairment.

2.11 Stocks

Stocks 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. Work in progress and finished goods include labour and attributable overheads.

At each balance sheet date, stocks 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 profit or loss.

2.12 Debtors

Short-term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.13 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.

2.14 Creditors

Short-term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

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

3. Employees

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

	2022 No.	2021 No.
Employees including directors	<u>27</u>	<u>7</u>

4. Tangible fixed assets

	Plant and machinery £	Motor vehicles £	Office equipment £	Computer equipment £	Total £
<b>Cost or valuation</b>					
At 1 April 2021	39,189	-	15,445	28,678	83,312
Additions	6,513	5,990	33,829	34,698	81,030
At 31 March 2022	<u>45,702</u>	<u>5,990</u>	<u>49,274</u>	<u>63,376</u>	<u>164,342</u>
<b>Depreciation</b>					
At 1 April 2021	27,481	-	7,630	21,074	56,185
Charge for the year on owned assets	9,860	332	5,563	8,862	24,617
At 31 March 2022	<u>37,341</u>	<u>332</u>	<u>13,193</u>	<u>29,936</u>	<u>80,802</u>
<b>Net book value</b>					
At 31 March 2022	<u>8,361</u>	<u>5,658</u>	<u>36,081</u>	<u>33,440</u>	<u>83,540</u>
At 31 March 2021	<u>11,708</u>	<u>-</u>	<u>7,815</u>	<u>7,604</u>	<u>27,127</u>

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

5. Fixed asset investments

	Investments in subsidiary companies £
<b>Cost or valuation</b>	
At 1 April 2021	10
Additions	4,344
	<hr/>
At 31 March 2022	<u>4,354</u>

**Subsidiary undertakings**

The following were subsidiary undertakings of the Company:

Name	Registered office	Class of shares	Holding
Streetdrone Limited	Unit 3, Roger House, Osney Mead, Oxford, OX2 0ES	Ordinary	100 %
Streetdrone Unipessoal, Lda	Calçada Bento da Rocha Cabral, 1 1250-047 Lisboa	Ordinary	100 %

6. Stocks

	2022 £	2021 £
Car parts	<u>37,470</u>	<u>-</u>

7. Debtors

	2022 £	2021 £
Trade debtors	65,825	-
Amounts owed by group undertakings	351,624	-
Other debtors	72,443	95,446
Prepayments and accrued income	364,782	92,257
Tax recoverable	378,647	108,100
	<hr/>	<hr/>
	<u>1,233,321</u>	<u>295,803</u>

Amounts owed by group undertakings are unsecured, non-interest bearing and repayable on demand.

PRESTON EV LIMITED

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

8. Cash and cash equivalents

	2022 £	2021 £
Cash at bank and in hand	<u>1,217,097</u>	<u>27,525</u>

9. Creditors: Amounts falling due within one year

	2022 £	2021 £
Bank loans	-	50,000
Other loans	52,000	52,000
Trade creditors	118,484	51,010
Amounts owed to group undertakings	-	461,506
Other taxation and social security	129,686	29,785
Other creditors	248,682	248,683
Accruals and deferred income	147,712	9,762
	<u>696,564</u>	<u>902,746</u>

Amounts owed to group undertakings are unsecured, non-interest bearing and repayable on demand.

Bank loans represent a Bounce Back Loan facility of £50,000. This was secured against the assets of the Company during the year and was interest bearing at a rate of 2.5%. The loan was subject to a repayment and interest holiday of 12 months and was repaid early by the Company on 21 June 2021.

Other loans represent amounts received from a related party. These are unsecured, non-interest bearing and repayable on demand.

10. Loans

Analysis of the maturity of loans is given below:

	2022 £	2021 £
<b>Amounts falling due within one year</b>		
Bank loans	-	50,000
Other loans	52,000	52,000
	<u>52,000</u>	<u>102,000</u>
	<u>52,000</u>	<u>102,000</u>

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

11. Share capital

	2022	As restated 2021
	£	£
<b>Allotted, called up and fully paid</b>		
1,654,666 (2021 (as restated) - 1,337,000) Ordinary shares shares of £0.001 each	<u>1,655</u>	<u>1,337</u>

During the year ended 31 March 2022, 317,648 Ordinary shares of £0.001 each were issued for consideration before expenses of £4,050,012.

12. Prior year adjustment

During the preparation of the financial statements, the Directors reviewed the disclosure of share capital and identified that share capital in the prior year was misstated. To correct this, the Directors have restated the prior year comparatives for share capital and increased share capital at 1 April 2020 by £2 with a corresponding decrease in share premium. There has been no impact to net assets at 1 April 2020 or 31 March 2021 and no impact to loss for the year ended 31 March 2021 from this adjustment.

13. Pension commitments

The Company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the Company in an independently administered fund. The pension cost charge represents contributions payable by the Company to the fund and amounted to £24,484 (2021: £5,484). Contributions totalling £7,556 (2021: £3,605) were payable to the fund at the balance sheet date and are included in creditors.

14. Related party transactions

The Company has opted not to disclose transactions and balances entered into with 100% owned group companies in accordance with Section 33.1A of FRS 102.

Included within other creditors due within one year is £248,682 (2021: £248,682) owed to a Director at the year end.

Included within other loans due within one year is £52,000 (2021: £52,000) owed to a company controlled by a common Director.

Included in other debtors are amounts due from a company controlled by a common director of £28,677 (2021: £28,689).

Included in other debtors are amounts due from a company controlled by a common director of £480 (2021: £Nil).

15. Controlling party

The Company is jointly controlled by the Directors by virtue of their shareholdings.



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.