

Registered number: 04532030

Risegreen Motor Company Limited

Unaudited

Financial statements

Information for filing with the registrar

For the Year Ended 31 December 2021

Chartered Accountants' Report to the Board of Directors on the preparation of the Unaudited Statutory Financial Statements of Risegreen Motor Company Limited for the Year Ended 31 December 2021

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Risegreen Motor Company Limited for the year ended 31 December 2021 which comprise the Balance Sheet and the related notes from the Company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <https://www.icaew.com/regulation>.

This report is made solely to the Board of Directors of Risegreen Motor Company Limited, as a body, in accordance with the terms of our engagement letter dated 29 June 2020. Our work has been undertaken solely to prepare for your approval the financial statements of Risegreen Motor Company Limited and state those matters that we have agreed to state to the Board of Directors of Risegreen Motor Company Limited, as a body, in this report in accordance with ICAEW Technical Release TECH07/16AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Risegreen Motor Company Limited and its Board of Directors, as a body, for our work or for this report.

It is your duty to ensure that Risegreen Motor Company Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of Risegreen Motor Company Limited. You consider that Risegreen Motor Company Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or review of the financial statements of Risegreen Motor Company Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

Kreston Reeves LLP
Chartered Accountants
Springfield House
Springfield Road
Horsham
West Sussex
RH12 2RG
27 September 2022

Balance Sheet
As at 31 December 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	3	<u>2,422</u>	<u>3,073</u>
		2,422	3,073
Current assets			
Stocks		371,960	300,066
Debtors: amounts falling due within one year	4	<u>2,729</u>	<u>2,618</u>
		374,689	302,684
Creditors: amounts falling due within one year	5	<u>(254,076)</u>	<u>(225,053)</u>
Net current assets		<u>120,613</u>	<u>77,631</u>
Total assets less current liabilities		<u>123,035</u>	<u>80,704</u>
Creditors: amounts falling due after more than one year	6	(34,166)	(44,167)
Provisions for liabilities			
Deferred tax	8	<u>(606)</u>	<u>(584)</u>
		<u>(606)</u>	<u>(584)</u>
Net assets		<u><u>88,263</u></u>	<u><u>35,953</u></u>
Capital and reserves			
Called up share capital	9	2	2
Profit and loss account		<u>88,261</u>	<u>35,951</u>
		<u><u>88,263</u></u>	<u><u>35,953</u></u>

Balance Sheet (continued)
As at 31 December 2021

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 financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

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 income and retained earnings 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:

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Mr M A Palmer
Director
Date: 22 September 2022

The notes on pages 4 to 9 form part of these financial statements.

**Notes to the Financial Statements
For the Year Ended 31 December 2021**

1. General information

Risegreen Motor Company Limited is a private company, limited by share capital, and incorporated in England and Wales. The registered office address is Springfield House, Springfield Road, Horsham, West Sussex, RH12 2RG.

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 Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The presentation currency is £ sterling.

The figures in the financial statements have been rounded to the nearest £1.

The following principal accounting policies have been applied:

2.2 Going concern

The financial statements have been prepared on a going concern basis. While the impact of the Covid-19 virus has been assessed by the directors, so far as reasonably possible, due to its unprecedented impact on the wider economy, it is difficult to evaluate with any certainty the potential outcomes on the company's trade, its customers and suppliers. However, taking into consideration the UK Government's response and the company's planning, the directors have a reasonable expectation that the company will continue in operational existence for the foreseeable future.

2.3 Revenue

Turnover is recognised to the extent that it is probable that the economic benefits will flow to the Company and the turnover can be reliably measured. Turnover 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 turnover is recognised:

Sale of goods

Turnover 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 turnover 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.

2.4 Government grants

Grants are accounted under the accruals model as permitted by FRS 102. Grants of a revenue nature are recognised in the Statement of Income and Retained Earnings in the same period as the related expenditure.

**Notes to the Financial Statements
For the Year Ended 31 December 2021**

2. Accounting policies (continued)

2.5 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.

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

Depreciation is provided on the following basis:

Plant and machinery	-	15%	straight line
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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.

2.6 Stocks

Stocks are stated at the lower of cost and net realisable value, being the estimated selling price less costs to sell. Cost is based on the cost of purchase of each vehicle.

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 sell. The impairment loss is recognised immediately in profit or loss.

2.7 Debtors

Short term debtors are measured at transaction price, less any impairment.

2.8 Financial instruments

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

2.9 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.

2.10 Finance costs

Finance costs are charged to profit or loss over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

Notes to the Financial Statements
For the Year Ended 31 December 2021

2. Accounting policies (continued)

2.11 Dividends

Equity dividends are recognised when they become legally payable. Interim equity dividends are recognised when paid. Final equity dividends are recognised when approved by the shareholders at an annual general meeting.

3. Tangible fixed assets

	Plant and machinery £
Cost or valuation	
At 1 January 2021	20,269
At 31 December 2021	<u>20,269</u>
Depreciation	
At 1 January 2021	17,196
Charge for the year on owned assets	651
At 31 December 2021	<u>17,847</u>
Net book value	
At 31 December 2021	<u><u>2,422</u></u>
At 31 December 2020	<u><u>3,073</u></u>

Notes to the Financial Statements
For the Year Ended 31 December 2021

4. Debtors

	2021 £	2020 £
Prepayments and accrued income	2,729	2,618
	<u>2,729</u>	<u>2,618</u>

5. Creditors: Amounts falling due within one year

	2021 £	2020 £
Bank overdrafts	49,468	70,438
Bank loans	10,000	10,733
Trade creditors	12,540	1,834
Corporation tax	14,830	8,014
Other taxation and social security	2,443	10,500
Other creditors	161,660	120,359
Accruals and deferred income	3,135	3,175
	<u>254,076</u>	<u>225,053</u>

6. Creditors: Amounts falling due after more than one year

	2021 £	2020 £
Bank loans	34,166	44,167
	<u>34,166</u>	<u>44,167</u>

**Notes to the Financial Statements
For the Year Ended 31 December 2021**

7. Loans

Analysis of the maturity of loans is given below:

	2021 £	2020 £
Amounts falling due within one year		
Bank loans	10,000	10,733
	<u>10,000</u>	<u>10,733</u>
Amounts falling due 1-2 years		
Bank loans	10,000	10,000
	<u>10,000</u>	<u>10,000</u>
Amounts falling due 2-5 years		
Bank loans	24,166	30,000
	<u>24,166</u>	<u>30,000</u>
Amounts falling due after more than 5 years		
Bank loans	-	4,167
	<u>-</u>	<u>4,167</u>
	<u>44,166</u>	<u>54,900</u>

8. Deferred taxation

	2021 £	2020 £
At beginning of year		(584)
Charged to the profit or loss		(22)
At end of year		<u>(606)</u>
	2021 £	2020 £
Accelerated capital allowances	(606)	(584)
	<u>(606)</u>	<u>(584)</u>

Notes to the Financial Statements
For the Year Ended 31 December 2021

9. Share capital

	2021	2020
	£	£
Allotted, called up and fully paid		
2 (2020 - 2) Ordinary shares shares of £1.00 each	<u>2</u>	<u>2</u>

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.