

**PRESTON EV LIMITED**

**UNAUDITED**

**FINANCIAL STATEMENTS**

**INFORMATION FOR FILING WITH THE REGISTRAR**

**FOR THE YEAR ENDED 31 MARCH 2023**

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

**BALANCE SHEET**  
**AS AT 31 MARCH 2023**

	Note	2023 £	2022 £
<b>Fixed assets</b>			
Tangible assets	4	67,879	83,540
Investments	5	4,354	4,354
		72,233	87,894
<b>Current assets</b>			
Stocks	6	115,218	37,470
Debtors: amounts falling due within one year	7	710,020	1,233,321
Cash at bank and in hand	8	26,840	1,217,097
		852,078	2,487,888
Creditors: amounts falling due within one year	9	(473,131)	(395,882)
		378,947	2,092,006
<b>Net current assets</b>			
		451,180	2,179,900
<b>Total assets less current liabilities</b>			
Creditors: amounts falling due after more than one year	10	(300,682)	(300,682)
		150,498	1,879,218
<b>Net assets</b>			
<b>Capital and reserves</b>			
Called up share capital	11	1,655	1,655
Share premium account		4,853,219	4,853,219
Other reserves		454,000	-
Profit and loss account		(5,158,376)	(2,975,656)
		150,498	1,879,218

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.

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

**BALANCE SHEET (CONTINUED)**  
**AS AT 31 MARCH 2023**

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

**M J Potts**  
Director

Date: 12 July 2023

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2023**

**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 continues with the development of a full stack of autonomous technology for terminal tractors (also known as yard trucks).

The bulk of the company's activity is still focused 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 the 2023/24 financial year and post year end the company has already signed contracts to support this thesis.

In May 2023, post year end, the Company secured £300K in debt.

Post year end, the company has also had significant traction in generating interest from new investors. The company has raised further funds through an Advanced Subscription Agreement and is currently in the market raising a priced investment round.

Post year end, the company has started to receive grant payments from V-CAL, a grant funded project that was due to start prior to the year-end but was delayed.

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 2023

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 2023

**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 2023**

**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
Motor vehicles	-	33%	Straight line
Office equipment	-	25%	Reducing balance
Computer equipment	-	33%	Straight line

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.

PRESTON EV LIMITED

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2023

3. Employees

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

	2023 No.	2022 No.
Employees including directors	<u>35</u>	<u>27</u>

4. Tangible fixed assets

	Plant and machinery £	Motor vehicles £	Office equipment £	Computer equipment £	Total £
<b>Cost or valuation</b>					
At 1 April 2022	45,702	5,990	49,274	63,376	164,342
Additions	599	-	13,792	1,176	15,567
At 31 March 2023	<u>46,301</u>	<u>5,990</u>	<u>63,066</u>	<u>64,552</u>	<u>179,909</u>
<b>Depreciation</b>					
At 1 April 2022	37,341	332	13,193	29,936	80,802
Charge for the year on owned assets	3,720	1,992	11,137	14,379	31,228
At 31 March 2023	<u>41,061</u>	<u>2,324</u>	<u>24,330</u>	<u>44,315</u>	<u>112,030</u>
<b>Net book value</b>					
At 31 March 2023	<u>5,240</u>	<u>3,666</u>	<u>38,736</u>	<u>20,237</u>	<u>67,879</u>
At 31 March 2022	<u>8,361</u>	<u>5,658</u>	<u>36,081</u>	<u>33,440</u>	<u>83,540</u>

5. Fixed asset investments

	Investments in subsidiary companies £
<b>Cost or valuation</b>	
At 1 April 2022	<u>4,354</u>
At 31 March 2023	<u>4,354</u>

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2023

**Subsidiary undertakings**

The following were subsidiary undertakings of the Company:

<b>Name</b>	<b>Registered office</b>	<b>Class of shares</b>	<b>Holding</b>
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**

	<b>2023</b>	<b>2022</b>
	£	£
Car parts	<u>115,218</u>	<u>37,470</u>

**7. Debtors**

	<b>2023</b>	<b>2022</b>
	£	£
Trade debtors	-	65,825
Amounts owed by group undertakings	<b>82,567</b>	351,624
Other debtors	<b>143,154</b>	72,443
Prepayments and accrued income	<b>34,032</b>	364,782
Tax recoverable	<b>450,267</b>	378,647
	<u><b>710,020</b></u>	<u>1,233,321</u>

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

**8. Cash and cash equivalents**

	<b>2023</b>	<b>2022</b>
	£	£
Cash at bank and in hand	<u><b>26,840</b></u>	<u>1,217,097</u>

PRESTON EV LIMITED

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2023

9. Creditors: Amounts falling due within one year

	2023	2022
	£	£
Trade creditors	34,199	118,484
Amounts owed to group undertakings	152,426	-
Other taxation and social security	275,201	129,686
Accruals and deferred income	11,305	147,712
	<u>473,131</u>	<u>395,882</u>

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

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

	2023	2022
	£	£
Other creditors	300,682	300,682
	<u>300,682</u>	<u>300,682</u>

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

11. Share capital

	2023	2022
	£	£
<b>Allotted, called up and fully paid</b>		
1,654,666 (2022 - 1,654,666) Ordinary shares shares of £0.001 each	<u>1,655</u>	<u>1,655</u>

12. Reserves

**Share premium account**

Share premium account includes any premiums received on issue of share capital. Any transaction costs associated with the issuing of shares are deducted from share premium.

**Other reserves**

Other reserves comprise consideration received for the advanced subscription of shares.

**Profit and loss account**

Profit and loss account includes all current and prior period retained profits and losses.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2023

**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 £32,149 (2022: £24,484). Contributions totalling £7,773 (2022: £7,556) 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 after more than one year is £300,682 (2022: £300,682) owed to a Director at the year end.

Included in other debtors are amounts due from a company controlled by a common director of £38,067 (2022: £28,677).

Included in other debtors are amounts due from a company controlled by a common director of £480 (2022: £480).

**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.