

Registration number: 02902353

Rock Compliance Limited

Annual Report and Unaudited Financial Statements

for the Year Ended 31 March 2021

Morris & Young
Chartered Accountants
6 Atholl Crescent
PERTH
PH1 5JN



Rock Compliance Limited

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Rock Compliance Limited

Company Information

Directors Joshua Segal
Mr Shaun Michael Sinclair
William Hazell-Smith
Colin Perry-Davis

Registered office Pure Offices Nottingham
Sherwood Business Park
Lake View Drive
NOTTINGHAM
NG15 0DT

Accountants Morris & Young
Chartered Accountants
6 Atholl Crescent
PERTH
PH1 5JN

Rock Compliance Limited

Strategic Report for the Year Ended 31 March 2021

The directors present their strategic report for the year ended 31 March 2021.

Principal activity

The principal activity of the company is to deliver services to the compliance market, with fundamental principles: in minimising risk, delivering compliance and making it simple for their clients. These services are within the air and water sectors.

Fair review of the business

The company's key financial and other performance indicators during the year were as follows:

	Unit	2021	2020
Sales	£	1,935,828	2,227,388
Profit/(loss) before taxation	£	264,267	(11,456)

Principal risks and uncertainties

Market Awareness

Macroeconomic Market

We closely monitor all activity in the markets in which we operate, keeping watch, in particular, on changes in the macroeconomic environment. Our view of the UK compliance market remains unchanged over the past year: the fundamentals remain strong, and the demand versus supply dynamics provides significant comfort due to compliance being a mandatory requirement.

Brexit

In common with other companies in our industry, and indeed other sectors, a consequence of Brexit has been the availability of labour. The company is no different to our competitors in this regard and is working hard to retain skills and labour, and to attract and train new labour.

Assessment of viability

Our Risk Plan is subject to differing scenarios to assess those risks and quantify their impact on Rock Compliance Limited. The most significant risk is a global pandemic.

The company has a detailed mitigation plan for global pandemic under the following headings;

People

- Sustain flexible and remote working arrangements;
- Provide infection protection for on-site workers;
- Assess sufficiency of latest government policies against specific requirements;
- Issue regular transparent communication that reassures employees.

We recognise the importance of having engaged employees within our business. We support their progress and development through structured careers and training through the School of Rock. During the pandemic we have supported flexible and remote working arrangements and provided infection protection for our on-site workers. We have been keeping people safe and well through a number of measures all of which have been assessed as being sufficient against the latest government policies and we have regularly communicated changes to reassure our employees.

Rock Compliance Limited

Strategic Report for the Year Ended 31 March 2021

Protect Business Continuity

- Keep trading mindset;
- Keep customer apprised of goods and services;
- Stay in contact with suppliers to ensure continuity of supply;
- Review terms and conditions on commercial relationships;
- Develop and test continuity scenarios.

Build And Secure Liquidity

- Bring cash and debt under central control and increased rigour;
- Build portfolio of cash improvement projects;
- Manage liquidity impact of disruption between finance and operations;
- Tighten controls around customer exposure and collections.

Engage Stakeholders

- A cross functional response team to address emerging challenges;
- Understand critical stakeholders priorities.

It should be noted that the compliance services that Rock Compliance Limited provide are mandatory, under a number of regulations concerning air quality and the control of legionella. This acts to mitigate Rock Compliance Limited from revenue reductions.

Going Concern

After due consideration of the impact of Covid-19 and as a result of the work undertaken above to support the Risk Plan, the Directors consider it appropriate to prepare the financial statements on a going concern basis, which is further explained at Note 2.

Section 172(1) statement

This section of the Strategic Report describes how the Directors have had regard to the matters set out in section 172 (1) (a) to (f), and forms the Directors' statement required under section 414CZA of the Companies Act 2006.

The Directors recognise that the long-term success of the company is dependent on having regard to the interests of its stakeholders. The Board has identified and documented its key stakeholders which include its shareholders, investors, employees, clients, suppliers and the wider community and the environment. Stakeholder engagement is considered a part of the decision making process of the Board.

The Board recognises the importance of engaging with stakeholders, understanding their views, and interests in order to run a successful company over the long-term. Dialogue with stakeholders can help the Board to understand significant changes in the landscape, predict future trends, and to develop strategy that is aligned to stakeholder interests.

Employees:

The Board recognises the importance of a strong relationship with its employees. Motivated employees bring success to the company.

Rock Compliance Limited

Strategic Report for the Year Ended 31 March 2021

Clients:

The Board recognises the importance of a strong relationship with its clients by providing the services that they require. Regular contact is maintained with clients through the account manager network.

Suppliers:

The company manufactures its own chemical so the reliance on a third party supply chain is minimal. However, the importance of the role that suppliers play in ensuring a reliable service is delivered is recognised by the Directors.

Community and Environment:

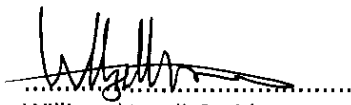
The Directors acknowledge the requirement to consider Community and Environment. It is critical to all involved that the confidence of the investor community is maintained. The environment in which the company operates is one where trust and confidence are essential, and the Board recognise this in all decision making.

Equality and Diversity Statement

The company has an inclusive environment that is based on the selection and retention of its employees on the basis of individual ability and achievement, where all employees can develop their full potential. This positive approach to promoting diversity is a key element of its strategy for success as an inclusive employer.

The company understands the importance of its most valuable assets - its employees, customers and stakeholders and continues to work towards ensuring that equality of opportunity is embedded within policies, practices and procedures. It endeavours to ensure that no employees, customers, contractors and/or visitors suffer any discrimination, nor are they disadvantaged because of age, disability, gender reassignment, marriage and civil partnership, pregnancy and maternity, race, religion or belief, sex, sexual orientation or any other prejudice identified in Statutory Legislation.

Approved by the Board on 9 December 2021 and signed on its behalf by:


.....
William Hazell-Smith
Director

Rock Compliance Limited

Directors' Report for the Year Ended 31 March 2021

The directors present their report and the financial statements for the year ended 31 March 2021.

Directors of the company

The directors who held office during the year were as follows:

Joshua Segal

Mr Shaun Michael Sinclair

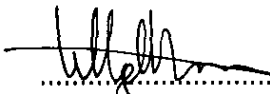
William Hazell-Smith

Colin Perry-Davis (appointed 27 November 2020)

Going concern

After due consideration of the impact of Covid-19 on the company, the directors believe the company is well placed to manage its risks in the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the financial statements.

Approved by the Board on 9 December 2021 and signed on its behalf by:



William Hazell-Smith
Director

**Chartered Accountants' Report to the Board of Directors on the
Preparation of the Unaudited Statutory Accounts of
Rock Compliance Limited
for the Year Ended 31 March 2021**


In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Rock Compliance Limited for the year ended 31 March 2021 as set out on pages 7 to 23 from the company's accounting records and from information and explanations you have given us.

As a member firm of the Institute of Chartered Accountants of Scotland (ICAS), we are subject to its ethical and other professional requirements laid down by the Institute relating to members undertaking the compilation of financial statements.

This report is made solely to the Board of Directors of Rock Compliance Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the accounts of Rock Compliance Limited and state those matters that we have agreed to state to the Board of Directors of Rock Compliance Limited, as a body, and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Rock Compliance Limited and its Board of Directors as a body for our work or for this report.

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

We have not been instructed to carry out an audit or a review of the accounts of Rock Compliance 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 accounts.



Morris & Young
Chartered Accountants
6 Atholl Crescent
PERTH
PH1 5JN

16 December 2021

Rock Compliance Limited

Statement of Income and Retained Earnings for the Year Ended 31 March 2021

	Note	2021 £	2020 £
Turnover	3	1,935,828	2,227,388
Cost of sales		<u>(953,638)</u>	<u>(892,143)</u>
Gross profit		982,190	1,335,245
Exceptional restructuring costs		(27,197)	-
Administrative expenses		(1,533,246)	(1,345,104)
Other operating income	4	<u>844,668</u>	<u>185</u>
Operating profit/(loss)	6	<u>266,415</u>	<u>(9,674)</u>
Other interest receivable and similar income	8	97	147
Interest payable and similar charges	9	<u>(2,245)</u>	<u>(1,929)</u>
		<u>(2,148)</u>	<u>(1,782)</u>
Profit/(loss) before tax		264,267	(11,456)
Taxation	11	<u>2,171</u>	<u>(16,663)</u>
Profit/(loss) for the financial year		266,438	(28,119)
Retained earnings brought forward		<u>780,153</u>	<u>808,272</u>
Retained earnings carried forward		<u><u>1,046,591</u></u>	<u><u>780,153</u></u>

The notes on pages 11 to 23 form an integral part of these financial statements.

Rock Compliance Limited

(Registration number: 02902353)

Statement of Financial Position as at 31 March 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	13	709,657	93,572
Current assets			
Stocks	14	677,078	4,000
Debtors	15	3,884,099	1,044,540
Cash at bank and in hand		<u>665,746</u>	<u>126,296</u>
		5,226,923	1,174,836
Creditors: Amounts falling due within one year	17	<u>(3,888,534)</u>	<u>(238,532)</u>
Net current assets		<u>1,338,389</u>	<u>936,304</u>
Total assets less current liabilities		2,048,046	1,029,876
Creditors: Amounts falling due after more than one year	17	(684,133)	(27,958)
Provisions for liabilities	18	<u>(112,220)</u>	<u>(16,663)</u>
Net assets		<u>1,251,693</u>	<u>985,255</u>
Capital and reserves			
Called up share capital		202	202
Share premium reserve	21	204,900	204,900
Profit and loss account	21	<u>1,046,591</u>	<u>780,153</u>
Shareholders' funds		<u>1,251,693</u>	<u>985,255</u>

The notes on pages 11 to 23 form an integral part of these financial statements.

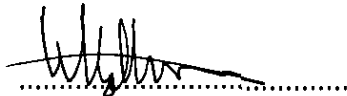
Rock Compliance Limited
(Registration number: 02902353)
Statement of Financial Position as at 31 March 2021

For the financial year ending 31 March 2021 the company was entitled to exemption from audit under section 479A of the Companies Act 2006 relating to subsidiary companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

Approved and authorised by the Board on 9 December 2021 and signed on its behalf by:

A handwritten signature in black ink, appearing to read 'William Hazell-Smith', is written over a horizontal dotted line.

William Hazell-Smith
Director

Rock Compliance Limited

Statement of Cash Flows for the Year Ended 31 March 2021

	Note	2021 £	2020 £
Cash flows from operating activities			
Profit/(loss) for the year		266,438	(28,119)
Adjustments to cash flows from non-cash items			
Depreciation and amortisation	6	25,807	30,377
Loss on disposal of tangible assets	5	1,562	782
Finance income	8	(97)	(147)
Finance costs	9	2,245	1,929
Income tax expense	11	<u>(2,171)</u>	<u>16,663</u>
		293,784	21,485
Working capital adjustments			
Increase in stocks	14	(673,078)	-
(Increase)/decrease in trade debtors	15	(2,839,559)	67,405
Increase/(decrease) in trade creditors	17	<u>3,150,439</u>	<u>(32,008)</u>
Cash generated from operations		(68,414)	56,882
Income taxes received/(paid)	11	<u>249,937</u>	<u>(8,495)</u>
Net cash flow from operating activities		<u>181,523</u>	<u>48,387</u>
Cash flows from investing activities			
Interest received	8	97	147
Acquisitions of tangible assets		(545,092)	(30,982)
Proceeds from sale of tangible assets		299	189
Acquisition of intangible assets	12	<u>(933)</u>	<u>-</u>
Net cash flows from investing activities		<u>(545,629)</u>	<u>(30,646)</u>
Cash flows from financing activities			
Interest paid	9	(2,245)	(1,929)
Proceeds from bank borrowing draw downs		33,875	-
Repayment of other borrowing		599,000	-
Payments to finance lease creditors		<u>272,926</u>	<u>4,791</u>
Net cash flows from financing activities		<u>903,556</u>	<u>2,862</u>
Net increase in cash and cash equivalents		539,450	20,603
Cash and cash equivalents at 1 April		<u>126,296</u>	<u>105,693</u>
Cash and cash equivalents at 31 March		<u><u>665,746</u></u>	<u><u>126,296</u></u>

The notes on pages 11 to 23 form an integral part of these financial statements.

Rock Compliance Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2021

1 General information

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

The company was formerly known as ACP Environmental Limited.

The address of its registered office is:

Pure Offices Nottingham
Sherwood Business Park
Lake View Drive
NOTTINGHAM
NG15 0DT

These financial statements were authorised for issue by the Board on 9 December 2021.

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 were prepared in accordance with Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

The financial statements are presented in sterling (£) and rounded to the nearest £1,

Going concern

The financial statements have been prepared on a going concern basis. In early 2020, the existence of a new coronavirus, Covid-19 was confirmed. This virus has since spread across the globe and is now characterised by the World Health Organisation as a pandemic. Covid-19 has caused disruption to businesses and economic activity which has been reflected in recent fluctuations in UK and global stock markets. The company has conducted additional assessments of its operational resilience, solvency, liquidity and financial position and concluded that these remain sufficient.

Subsequent to the year-end, the company has received an offer of significant debt finance from a financial institution to finance working capital and known future commitments. Given the availability of this finance, the directors consider the going concern basis to be appropriate.

Rock Compliance Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2021

Adjusting events after the financial period

As of Close of Business on 31 March 2021, the following entities ceased to trade and their activities were transferred as a going concern to Rock Compliance Limited:

3C Environmental Technology Limited
Eplus Global Limited
Western Environmental Limited
Aston Consultancy Services Limited

As of Close of Business on 31 August 2021, the following entity ceased to trade and their activities were transferred as a going concern to Rock Compliance Limited:

Chemtech Consultancy Limited

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.

The company recognises revenue when:

The amount of revenue can be reliably measured;
it is probable that future economic benefits will flow to the entity;
and specific criteria have been met for each of the company's activities.

Government grants

Grants towards revenue expenditure are released to the profit and loss account as the related expenditure is incurred.

Tax

The tax expense for the period comprises deferred tax. 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.

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference.

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.

Rock Compliance Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2021

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Furniture, fittings and equipment	15 - 25% reducing balance
Motor vehicles	25% reducing balance

Goodwill

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

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
Goodwill	Over 10 and 20 years

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and bank deposits.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Inventories

Inventories are stated at the lower of cost and estimated selling price less costs to complete and sell. 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.

Rock Compliance Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2021

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

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 Profit and Loss Account 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.

Rock Compliance Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2021

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

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.

Financial instruments

The company only has assets and liabilities of a kind that would qualify as basic financial instruments which are recognised at their transaction value and subsequently remeasured at their settlement value.

3 Revenue

The analysis of the company's revenue for the year from continuing operations is as follows:

	2021	2020
	£	£
Rendering of services	<u>1,935,828</u>	<u>2,227,388</u>

4 Other operating income

The analysis of the company's other operating income for the year is as follows:

	2021	2020
	£	£
Government grants	54,668	-
Management charges received	500,000	-
Research and Development	<u>290,000</u>	<u>185</u>
	<u>844,668</u>	<u>185</u>

5 Other gains and losses

The analysis of the company's other gains and losses for the year is as follows:

	2021	2020
	£	£
Gain (loss) on disposal of property, plant and equipment	<u>(1,562)</u>	<u>(782)</u>

Rock Compliance Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2021

6 Operating profit/(loss)

Arrived at after charging/(crediting)

	2021 £	2020 £
Depreciation expense	25,807	30,377
Operating lease expense - plant and machinery	31,544	6,031
Loss on disposal of property, plant and equipment	<u>1,562</u>	<u>782</u>

7 Government grants

As a result of the Covid-19 pandemic, the company received government grant funding during the year ended 31 March 2021. The amount of grants recognised in the financial statements was £54,668 (2020 - £Nil).

8 Other interest receivable and similar income

	2021 £	2020 £
Interest income on bank deposits	<u>97</u>	<u>147</u>

9 Interest payable and similar expenses

	2021 £	2020 £
Interest on obligations under finance leases and hire purchase contracts	<u>2,245</u>	<u>1,929</u>

10 Directors' remuneration

The directors' remuneration for the year was as follows:

	2021 £	2020 £
Contributions paid to money purchase schemes	<u>2,400</u>	<u>2,400</u>

The directors believe that the remuneration package of the highest paid director is commercially sensitive information and have therefore decided not to disclose this in the financial statements.

Rock Compliance Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2021

11 Taxation

Tax charged/(credited) in the income statement

	2021	2020
	£	£
Deferred taxation		
Arising from origination and reversal of timing differences	<u>(2,171)</u>	<u>16,663</u>

The tax on profit before tax for the year is the same as the standard rate of corporation tax in the UK (2020 - the same as the standard rate of corporation tax in the UK) of 19% (2020 - 19%).

The differences are reconciled below:

	2021	2020
	£	£
Profit/(loss) before tax	<u>264,267</u>	<u>(11,456)</u>
Corporation tax at standard rate	50,211	(2,177)
Effect of revenues exempt from taxation	(55,100)	-
Tax increase from effect of capital allowances and depreciation	<u>2,718</u>	<u>18,840</u>
Total tax (credit)/charge	<u>(2,171)</u>	<u>16,663</u>

Deferred tax

Deferred tax assets and liabilities

	Liability
	£
2021	
Accelerated tax depreciation	<u>112,220</u>
2020	Liability
	£
Accelerated tax depreciation	<u>16,663</u>

Rock Compliance Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2021

12 Intangible assets

	Goodwill £	Total £
Cost or valuation		
Additions acquired separately	933	933
At 31 March 2021	933	933
Amortisation		
Amortisation charge	933	933
At 31 March 2021	933	933
Carrying amount		
At 31 March 2021	-	-

13 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Total £
Cost or valuation				
At 1 April 2020	-	59,973	201,664	261,637
Additions	28,087	667,044	1,424,971	2,120,102
Disposals	-	-	(6,845)	(6,845)
At 31 March 2021	28,087	727,017	1,619,790	2,374,894
Depreciation				
At 1 April 2020	-	52,405	115,660	168,065
Charge for the year	28,087	490,304	983,765	1,502,156
Eliminated on disposal	-	-	(4,984)	(4,984)
At 31 March 2021	28,087	542,709	1,094,441	1,665,237
Carrying amount				
At 31 March 2021	-	184,308	525,349	709,657
At 31 March 2020	-	7,568	86,004	93,572

Included within the net book value of land and buildings above is £Nil (2020 - £Nil) in respect of freehold land and buildings.

Rock Compliance Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2021

14 Stocks

	2021 £	2020 £
Work in progress	184,342	-
Other inventories	492,736	4,000
	<u>677,078</u>	<u>4,000</u>

15 Debtors

	Note	2021 £	2020 £
Trade debtors		3,340,984	569,880
Amounts owed by related parties	24	-	398,906
Other debtors		382,862	408
Prepayments		135,005	75,346
Accrued income		25,248	-
		<u>3,884,099</u>	<u>1,044,540</u>

16 Cash and cash equivalents

	2021 £	2020 £
Cash on hand	222	100
Cash at bank	663,414	114,871
Short-term deposits	2,110	11,325
	<u>665,746</u>	<u>126,296</u>

Rock Compliance Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2021

17 Creditors

	Note	2021 £	2020 £
Due within one year			
Loans and borrowings	22	276,902	27,276
Trade creditors		975,291	101,512
Amounts due to related parties	24	1,215,912	-
Social security and other taxes		1,099,118	102,635
Outstanding defined contribution pension costs		25,252	3,866
Other payables		5,460	50
Accruals		40,662	3,193
Income tax liability	11	<u>249,937</u>	<u>-</u>
		<u>3,888,534</u>	<u>238,532</u>
Due after one year			
Loans and borrowings	22	<u>684,133</u>	<u>27,958</u>

18 Provisions for liabilities

	Deferred tax £	Total £
At 1 April 2020	16,663	16,663
Increase (decrease) in existing provisions	<u>95,557</u>	<u>95,557</u>
At 31 March 2021	<u>112,220</u>	<u>112,220</u>

19 Pension and other schemes

Defined contribution pension scheme

The company operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the company to the scheme and amounted to £2,898 (2020 - £2,400).

Contributions totalling £25,252 (2020 - £3,866) were payable to the scheme at the end of the year and are included in creditors.

Rock Compliance Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2021

20 Share capital

Allotted, called up and fully paid shares

	2021		2020	
	No.	£	No.	£
Ordinary shares of £1 each	<u>202</u>	<u>202</u>	<u>202</u>	<u>202</u>

21 Reserves

Called up share capital

Represents the nominal value of the shares issued.

Share premium reserve

Represents the premium value of the shares issued.

Profit and loss account

Includes current period retained profits and losses.

Rock Compliance Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2021

22 Loans and borrowings

	2021	2020
	£	£
Non-current loans and borrowings		
Bank borrowings	21,039	-
Finance lease liabilities	117,114	27,958
Other borrowings	545,980	-
	<u>684,133</u>	<u>27,958</u>
	2021	2020
	£	£
Current loans and borrowings		
Bank borrowings	12,836	-
Finance lease liabilities	211,046	27,276
Other borrowings	53,020	-
	<u>276,902</u>	<u>27,276</u>

During the year ended 31 March 2021, Rock Compliance Limited received a CBILS loan of £250,000 from Nucleus Cash Flow Finance Limited. The interest rate is 11% per annum with the final repayment due in September 2026. Rock Compliance Limited also received a CBILS loan of £99,000 from Funding Circle during the year ended 31 March 2021. The interest rate is 8.9% per annum with the final repayment due in September 2025.

Finance lease liabilities are secured over the assets to which they relate.

23 Obligations under leases and hire purchase contracts

Operating leases

The total of future minimum lease payments is as follows:

	2021	2020
	£	£
Not later than one year	26,400	26,400

The amount of non-cancellable operating lease payments recognised as an expense during the year was £45,375 (2020 - £45,761).

Rock Compliance Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 March 2021

24 Related party transactions

Summary of transactions with other related parties

The company is exempt from disclosing other related party transactions as they are with other companies that are wholly owned within the group.

25 Parent and ultimate parent undertaking

The ultimate controlling party is Rock Compliance Holdings Limited, a company incorporated in England and Wales.

The most senior parent entity producing publicly available financial statements is Rock Compliance Holdings Limited. These financial statements are available from Registrar of Companies, Crown Way, Cardiff.