

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2022

FOR

GMC-I PROSYS LIMITED

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for the Year Ended 31st December 2022

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GMC-I PROSYS LIMITED

COMPANY INFORMATION

for the Year Ended 31st December 2022

DIRECTORS:

Mr D N Ebenezer
Mr A T Selcuk

SECRETARY:

Mr D N Ebenezer

REGISTERED OFFICE:

1 Potter Place
West Pimbo
Skelmersdale
WN8 9PH

REGISTERED NUMBER:

05116760 (England and Wales)

AUDITORS:

Xeinadin Audit Limited
100 Barbirolli Square
Manchester
M2 3BD

STATEMENT OF FINANCIAL POSITION

31st December 2022

		2022	2021
	Notes	£	£
FIXED ASSETS			
Intangible assets	4	2,045,117	1,946,893
Tangible assets	5	203,022	162,754
		<u>2,248,139</u>	<u>2,109,647</u>
CURRENT ASSETS			
Stocks		668,436	551,193
Debtors	6	713,574	856,647
Cash at bank and in hand		396,066	179,121
		<u>1,778,076</u>	<u>1,586,961</u>
CREDITORS			
Amounts falling due within one year	7	(1,837,162)	(547,225)
NET CURRENT (LIABILITIES)/ASSETS		<u>(59,086)</u>	<u>1,039,736</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>2,189,053</u>	<u>3,149,383</u>
CREDITORS			
Amounts falling due after more than one year	8	-	(928,326)
PROVISIONS FOR LIABILITIES		<u>(421,425)</u>	<u>(467,584)</u>
NET ASSETS		<u>1,767,628</u>	<u>1,753,473</u>
CAPITAL AND RESERVES			
Called up share capital	10	1,300,000	1,300,000
Retained earnings		467,628	453,473
SHAREHOLDERS' FUNDS		<u>1,767,628</u>	<u>1,753,473</u>

The notes form part of these financial statements

STATEMENT OF FINANCIAL POSITION - continued

31st December 2022

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

In accordance with Section 444 of the Companies Act 2006, the Profit and Loss Account has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 6th March 2023 and were signed on its behalf by:

Mr A T Selcuk - Director

Mr D N Ebenezer - Director

STATEMENT OF CHANGES IN EQUITY

for the Year Ended 31st December 2022

	Called up share capital £	Retained earnings £	Total equity £
Balance at 1st January 2021	1,300,000	563,737	1,863,737
Deficit for the year	-	(110,264)	(110,264)
Total comprehensive loss	-	(110,264)	(110,264)
Balance at 31st December 2021	1,300,000	453,473	1,753,473
Profit for the year	-	14,155	14,155
Total comprehensive income	-	14,155	14,155
Balance at 31st December 2022	1,300,000	467,628	1,767,628

The notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS

for the Year Ended 31st December 2022

1. STATUTORY INFORMATION

GMC-I Prosys Limited is a private company limited by share capital, incorporated in England and Wales, registration number 05116760. The address of the registered office and principal place of business is 1 Potter Place, West Pimbo, Skelmersdale, WN8 9PH

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Related party exemption

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

Turnover

Turnover represents amounts recognised by the company in respect of goods supplied, exclusive of Value Added Tax and trade discounts. Turnover principally consists of handheld instruments, which are recognised at the point of which the goods are provide.

Intangible fixed assets

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value over the useful economic life of the asset.

Amortisation is provided at the following rates:

Patents & design rights	- 10% to 20% straight line
Deferred development expenditure	- 20% straight line

Deferred development expenditure is capitalised where there is a clearly defined project, related expenditure is separately identifiable and it has been assessed for technical feasibility and commercial viability. It is amortised from the date that sales of the related product commence.

At each balance sheet date, the company reviews the carrying amounts of its intangible fixed assets by reference to the future associated anticipated cash flows to determine whether there is any indication of impairment loss. If any such condition exists, an impairment loss is recognised as an expense immediately.

NOTES TO THE FINANCIAL STATEMENTS - continued

for the Year Ended 31st December 2022

2. ACCOUNTING POLICIES - continued

Tangible fixed assets

Tangible fixed assets are stated at cost less accumulated depreciation and accumulated impairment losses.

Depreciation on tangible fixed assets is charged to the profit and loss so as to write off their value, over their estimated useful lives, using the following methods:

Plant and machinery	- 20% on cost
Fixtures and fittings	- 10% on cost
Improvement to property	- 20% on cost
Test and development	- 20% on cost
Office equipment	- 20% on cost

At each balance sheet date, the Company reviews the carrying amounts of its fixed assets to determine whether there is any indication that any items have suffered an impairment loss. If any such indication exists, the recoverable amount of an asset is estimated in order to determine the extent of the impairment loss, if any. Where it is not possible to estimate the recoverable amount of the asset, the Company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. Impairment loss is recognised as an expense immediately.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Costs, which comprise direct production costs, are based on the method most appropriate to the type of inventory class, but usually on a first-in-first-out basis. Overheads are charged to profit or loss as incurred.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the profit and loss account, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the statement of financial position date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the statement of financial position date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

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

NOTES TO THE FINANCIAL STATEMENTS - continued

for the Year Ended 31st December 2022

2. ACCOUNTING POLICIES - continued**Foreign currencies**

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the statement of financial position date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

Trade and other debtors

Trade and other debtors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest method, less impairment losses for bad and doubtful debts except where the effect of discounting would be immaterial. In such cases, the receivables are stated at cost less impairment losses for bad and doubtful debts.

Trade and other creditors

Trade and other creditors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest method unless the effect of discounting would be immaterial, in which case they are stated at cost.

Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and in hand.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 40 (2021 - 38) .

4. INTANGIBLE FIXED ASSETS

	Patent and design rights £	Development costs £	Totals £
COST			
At 1st January 2022	99,294	4,730,257	4,829,551
Additions	21,910	433,064	454,974
At 31st December 2022	<u>121,204</u>	<u>5,163,321</u>	<u>5,284,525</u>
AMORTISATION			
At 1st January 2022	54,443	2,828,215	2,882,658
Amortisation for year	8,735	348,015	356,750
At 31st December 2022	<u>63,178</u>	<u>3,176,230</u>	<u>3,239,408</u>
NET BOOK VALUE			
At 31st December 2022	<u>58,026</u>	<u>1,987,091</u>	<u>2,045,117</u>
At 31st December 2021	<u>44,851</u>	<u>1,902,042</u>	<u>1,946,893</u>

NOTES TO THE FINANCIAL STATEMENTS - continued

for the Year Ended 31st December 2022

5. TANGIBLE FIXED ASSETS

	Improvements to property £	Plant and machinery £	Fixtures and fittings £
COST			
At 1st January 2022	74,248	783,773	56,808
Additions	1,672	105,330	-
At 31st December 2022	<u>75,920</u>	<u>889,103</u>	<u>56,808</u>
DEPRECIATION			
At 1st January 2022	63,465	708,561	41,754
Charge for year	7,731	38,733	3,206
At 31st December 2022	<u>71,196</u>	<u>747,294</u>	<u>44,960</u>
NET BOOK VALUE			
At 31st December 2022	<u>4,724</u>	<u>141,809</u>	<u>11,848</u>
At 31st December 2021	<u>10,783</u>	<u>75,212</u>	<u>15,054</u>

	Test and development equipment £	Office equipment £	Totals £
COST			
At 1st January 2022	501,659	133,514	1,550,002
Additions	11,789	3,444	122,235
At 31st December 2022	<u>513,448</u>	<u>136,958</u>	<u>1,672,237</u>
DEPRECIATION			
At 1st January 2022	470,872	102,596	1,387,248
Charge for year	19,169	13,128	81,967
At 31st December 2022	<u>490,041</u>	<u>115,724</u>	<u>1,469,215</u>
NET BOOK VALUE			
At 31st December 2022	<u>23,407</u>	<u>21,234</u>	<u>203,022</u>
At 31st December 2021	<u>30,787</u>	<u>30,918</u>	<u>162,754</u>

NOTES TO THE FINANCIAL STATEMENTS - continued

for the Year Ended 31st December 2022

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Trade debtors	511,664	635,183
Amounts owed by group undertakings	65,159	103,325
Other debtors	136,751	118,139
	<u>713,574</u>	<u>856,647</u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Trade creditors	441,731	272,282
Amounts owed to group undertakings	1,148,974	18,374
Taxation and social security	52,859	50,281
Other creditors	193,598	206,288
	<u>1,837,162</u>	<u>547,225</u>

8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2022	2021
	£	£
Amounts owed to group undertakings	-	928,326

9. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2022	2021
	£	£
Within one year	70,174	102,042
Between one and five years	23,106	53,996
	<u>93,280</u>	<u>156,038</u>

10. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2022	2021
			£	£
1,300,000	Ordinary	£1	<u>1,300,000</u>	<u>1,300,000</u>

11. DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006

The Report of the Auditors was unqualified.

Michael Garrett (Senior Statutory Auditor)
for and on behalf of Xeinadin Audit Limited

NOTES TO THE FINANCIAL STATEMENTS - continued

for the Year Ended 31st December 2022

12. CONTINGENT LIABILITIES

The company participates in a consortium loan agreement with Deutsche Bank AG and others.

As part of the agreement the company acts as a joint guarantor with other members of the group for funds drawn under this facility. At 31 December 2022 of the total €16.5m available there is a balance of €14.4m (2021 - €9.0m) drawn.

The directors do not consider there is any likelihood of a liability arising under this agreement in respect of funds drawn by other members of the group.

13. ULTIMATE CONTROLLING PARTY

The immediate parent company throughout the current and preceding year is Metrawatt International GmbH, a company registered in Germany.

The parent company of the largest and smallest group that includes the Company and for which group financial statements are prepared is Apricum Capital GmbH, registered in Germany. Copies of Apricum Capital GmbH's financial statements can be obtained from the registered office at Nelkenweg 5 Ratingen, 40882 Germany.

The ultimate controlling party is Dr H P Opitz by virtue of his majority shareholding in the ultimate parent company, Apricum Capital GmbH.

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.