

**EVOGRO LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018**

Evogro Limited
Financial Statements
For The Year Ended 31 March 2018

Contents

	Page
Balance Sheet	1—2
Notes to the Financial Statements	3—7

Evogro Limited
Balance Sheet
As at 31 March 2018

Registered number: 7832826

		2018		2017	
	Notes	£	£	£	£
FIXED ASSETS					
Tangible Assets	6		12,875		16,671
			<u>12,875</u>		<u>16,671</u>
CURRENT ASSETS					
Stocks	7	13,910		20,224	
Debtors	8	127,891		180,446	
Cash at bank and in hand		52,138		51,623	
		<u>193,939</u>		<u>252,293</u>	
Creditors: Amounts Falling Due Within One Year	9	(118,175)		(140,411)	
		<u></u>		<u></u>	
NET CURRENT ASSETS (LIABILITIES)			75,764		111,882
			<u>75,764</u>		<u>111,882</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			88,639		128,553
			<u>88,639</u>		<u>128,553</u>
NET ASSETS			88,639		128,553
			<u>88,639</u>		<u>128,553</u>
CAPITAL AND RESERVES					
Called up share capital	10	68,359		62,326	
Share premium account		767,741		672,944	
Profit and Loss Account		(747,461)		(606,717)	
		<u></u>		<u></u>	
SHAREHOLDERS' FUNDS			88,639		128,553
			<u>88,639</u>		<u>128,553</u>

Evogro Limited
Balance Sheet (continued)
As at 31 March 2018

For the year ending 31 March 2018 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.
- These accounts have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime.
- The company has taken advantage of section 444(1) of the Companies Act 2006 and opted not to deliver to the registrar a copy of the company's Profit and Loss Account.

On behalf of the board

Mr Jason Hirst

27/06/2018

The notes on pages 3 to 7 form part of these financial statements.

Evogro Limited
Notes to the Financial Statements
For The Year Ended 31 March 2018

1. Accounting Policies

1.1. Basis of Preparation of Financial Statements

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

1.2. Going Concern Disclosure

Notwithstanding the continuing operating losses incurred, the directors continue to believe that, due to the level of cash balances at the balance sheet date and the completion of further equity fund-raising, the going concern basis remains appropriate.

1.3. Turnover

Turnover represents amounts invoiced during the year, exclusive of Value Added Tax. Where the invoice relates to services to be provided in future periods, revenue is deferred and only recognised on the provision of the service. Amounts invoiced to clients in advance of delivery of service are included in accruals and deferred income.

1.4. Tangible Fixed Assets and Depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of the fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Plant & Machinery	four years
Computer Equipment	three years

1.5. Stocks and Work in Progress

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

1.6. Foreign Currencies

Revenues and costs incurred in currencies other than Sterling are translated into Sterling at the exchange rate prevailing on the date of the transaction. Monetary assets and liabilities are translated at the rate ruling on the balance sheet date. Gains and losses arising on the settlement or re-translation of foreign currency assets and liabilities are included within the profit and loss account for the year.

Evogro Limited
Notes to the Financial Statements (continued)
For The Year Ended 31 March 2018

1.7. Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax.

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the statement of comprehensive income because of items of income or expense that are taxable or deductible in other year and items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax is recognised on timing differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable timing differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible timing differences can be utilised. The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. Deferred tax liabilities are presented within provisions for liabilities and deferred tax assets within debtors. The measurement of deferred tax liabilities and asset reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Current or deferred tax for the year is recognised in profit or loss, except when they related to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax is also recognised in other comprehensive income or directly in equity respectively.

1.8. Pensions

The company operates a defined pension contribution scheme. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

1.9. Research & Development

The costs of research & development, whether undertaken by the company or acquired from third parties, are expensed as incurred.

4. Average Number of Employees

Average number of employees, including directors, during the year was as follows:

	2018	2017
Office and administration	1	1
Sales, marketing and distribution	3	4
Manufacturing	2	2
	<u>6</u>	<u>7</u>

Evogro Limited
Notes to the Financial Statements (continued)
For The Year Ended 31 March 2018

6. Tangible Assets

	Plant & Machinery	Computer Equipment	Total
	£	£	£
Cost			
As at 1 April 2017	33,514	3,759	37,273
Additions	3,466	-	3,466
As at 31 March 2018	<u>36,980</u>	<u>3,759</u>	<u>40,739</u>
Depreciation			
As at 1 April 2017	18,268	2,334	20,602
Provided during the period	6,283	979	7,262
As at 31 March 2018	<u>24,551</u>	<u>3,313</u>	<u>27,864</u>
Net Book Value			
As at 31 March 2018	<u>12,429</u>	<u>446</u>	<u>12,875</u>
As at 1 April 2017	<u>15,246</u>	<u>1,425</u>	<u>16,671</u>

7. Stocks

	2018	2017
	£	£
Stock - materials	13,473	18,642
Stock - finished goods	437	1,582
	<u>13,910</u>	<u>20,224</u>

8. Debtors

	2018	2017
	£	£
Due within one year		
Trade debtors	43,115	18,561
Other debtors	51,500	120,000
Corporation tax recoverable assets	33,276	41,885
	<u>127,891</u>	<u>180,446</u>

Other debtors includes amounts owing to Evogro under share subscription agreements concluded during the year. All of these funds were received by the company prior to the approval date of these financial statements.

Evogro Limited
Notes to the Financial Statements (continued)
For The Year Ended 31 March 2018

9. Creditors: Amounts Falling Due Within One Year

	2018	2017
	£	£
Trade creditors	34,627	63,804
Other taxes and social security	6,103	5,064
VAT	10,814	4,460
Accruals and deferred income	66,631	67,083
	<u>118,175</u>	<u>140,411</u>

10. Share Capital

			2018	2017
Allotted, Called up and fully paid			68,359	62,326
	Value	Number	2018	2017
Allotted, called up and fully paid	£		£	£
Ordinary A shares	0.40	164883	65,953	59,920
Ordinary B shares	0.40	6014	2,406	2,406
		170897	68,359	62,326

	Nominal value	Number	Amount
	£		£
Shares issued during the period:			
Ordinary A shares	0.40	15083	6,033
		<u>15083</u>	<u>6,033</u>

Share Options

During the year ended 31 March 2017, the company granted options over new A Ordinary Shares as part of an approved employee incentive scheme. The options, which expire on 30 June 2026, entitle the holders to subscribe for new A Ordinary Shares at a price of £10 per share. At 31 March 2018, the maximum number of shares that can be issued under this grant is 8,794 shares. When fully vested, a maximum of 11,728 new A Ordinary Shares can be issued under this scheme.

Evogro Limited
Notes to the Financial Statements (continued)
For The Year Ended 31 March 2018

11. Related Party Transactions

Directors

At the balance sheet date, the Board owned shares representing 38.2% of the voting rights of members and exercised, therefore, significant influence over the company. There were no transactions between the directors and the company during the year other than their remuneration as directors (note 2).

Evogro Services Limited ("ESL")

Two of the directors have also served as Directors of ESL during the year. In addition, the majority shareholder of ESL owns shares in the Company representing 6% of the voting capital. The Company sells its cabinets to Evogro Services Limited at arm's length prices, in accordance with the Company's standard price list, to enable ESL to rent such cabinets to end-users. In order to facilitate simpler customer billing, (i) the Company can act as agent for ESL, invoicing and collecting rentals and remitting these to ESL and (ii) ESL can act as agent of the Company, invoicing and collecting service income and consumables revenue on its behalf. Neither company levies an administration charge for these services.

At the balance sheet date, the amounts of rental charges collected by the Company on ESL's behalf, inclusive of VAT, amounted to £17,340 and this is included within Trade Creditors in note 10. In addition, ESL owed the Company £15,826 for cabinets sold to ESL, and this is included within Trade Debtors in note 9.

12. General Information

Evogro Limited Registered number 7832826 is a limited by shares company incorporated in England & Wales. The Registered Office is East Malling Enterprise Centre, New Road, East Malling, Kent, ME19 6BJ.

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.