

Ripple Energy Limited
Annual Report and Unaudited Financial Statements
Year Ended 31 March 2021

Registration number: 10565718

Ripple Energy Limited

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Ripple Energy Limited

Company Information

Directors	Miss S Merrick Mr W Dodd Mr M Parrag Mr S Peltenburg
Registered office	1st Floor Creative Works 7 Blackhorse Lane London E17 6DS
Accountants	Francis Clark LLP Ground Floor Blackbrook Gate 1 Blackbrook Business Park Taunton Somerset TA1 2PX

Ripple Energy Limited

Balance Sheet

31 March 2021

	Note	2021 £	2020 £
Fixed assets			
Intangible assets	<u>4</u>	4,083	4,730
Tangible assets	<u>5</u>	<u>7,437</u>	<u>9,732</u>
		<u>11,520</u>	<u>14,462</u>
Current assets			
Debtors	<u>6</u>	361,450	197,192
Cash at bank and in hand		<u>129,254</u>	<u>167,261</u>
		490,704	364,453
Creditors: Amounts falling due within one year	<u>7</u>	<u>(90,124)</u>	<u>(96,667)</u>
Net current assets		<u>400,580</u>	<u>267,786</u>
Net assets		<u>412,100</u>	<u>282,248</u>
Capital and reserves			
Called up share capital	<u>9</u>	866	703
Share premium reserve		1,747,731	977,144
Profit and loss account		<u>(1,336,497)</u>	<u>(695,599)</u>
Total equity		<u>412,100</u>	<u>282,248</u>

Ripple Energy Limited

Balance Sheet

31 March 2021

For the financial year ending 31 March 2021 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 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.

These financial statements have been prepared and delivered in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006 and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the Board on 17 December 2021 and signed on its behalf by:

.....
Mr W Dodd
Director

Company Registration Number: 10565718

Ripple Energy Limited

Statement of Changes in Equity

Year Ended 31 March 2021

	Share capital £	Share premium £	Profit and loss account £	Total £
At 1 April 2020	703	977,144	(695,599)	282,248
Loss for the year	-	-	(640,898)	(640,898)
Total comprehensive income	-	-	(640,898)	(640,898)
New share capital subscribed	163	807,356	-	807,519
Other share premium reserve movements	-	(36,769)	-	(36,769)
At 31 March 2021	866	1,747,731	(1,336,497)	412,100

	Share capital £	Share premium £	Profit and loss account £	Total £
At 1 April 2019	500	154,500	(204,913)	(49,913)
Loss for the year	-	-	(490,686)	(490,686)
Total comprehensive income	-	-	(490,686)	(490,686)
New share capital subscribed	203	855,943	-	856,146
Other share premium reserve movements	-	(33,299)	-	(33,299)
At 31 March 2020	703	977,144	(695,599)	282,248

Ripple Energy Limited

Notes to the Unaudited Financial Statements

Year Ended 31 March 2021

1 General information

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

The address of its registered office is:

1st Floor Creative Works

7 Blackhorse Lane

London

E17 6DS

These financial statements were authorised for issue by the Board on 17 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 have been prepared in accordance with Financial Reporting Standard 102 - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' including Section 1A and the Companies Act 2006.

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.

Going concern

The directors' have prepared the financial statements on a going concern basis. In forming this opinion the directors, having made all necessary enquiries and, in particular, note the following key points:

- Management has considered the consequences of COVID-19 and other events and conditions, and it has determined that they do not create a material uncertainty that casts significant doubt upon the entity's ability to continue as a going concern.
- The company continues to meet its liabilities as they fall due and expects to continue to do so for the foreseeable future, being no less than 12 months from the date of approval of these accounts.
- The directors have conducted and implemented a strategic review of the operations of the company, to include a full review of future funding requirements and sources and have scaled growth plans based on current market conditions.

Ripple Energy Limited

Notes to the Unaudited Financial Statements

Year Ended 31 March 2021

Key accounting judgements and sources of estimation uncertainty

In the application of the company's accounting policies, management is required to make judgements, estimates and assumptions about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The key estimates and judgements that have a significant effect on the amounts recognised in the financial statements are described below:

Going concern

As referred to in the policy above, the directors have used their judgement to ascertain that the company is a going concern.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the provision of services in the ordinary course of the company's activities. Turnover is shown net of value added tax, returns, rebates and discounts and after eliminating sales within the company. The company recognises turnover when services have been provided.

Foreign currency transactions and balances

Transactions in foreign currencies are initially recorded at the functional currency rate prevailing at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated into the respective functional currency of the entity at the rates prevailing on the reporting period date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rate on the date when the fair value is re-measured.

Non-monetary items measured in terms of historical cost in a foreign currency are not retranslated.

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.

The current corporation tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Deferred tax is recognised on all timing differences at the balance sheet date unless indicated below. Timing differences are differences between taxable profits and the results as stated in the profit and loss account and other comprehensive income. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

The carrying amount of deferred tax assets are reviewed at each reporting date and a valuation allowance is set up against deferred tax assets so that the net carrying amount equals the highest amount that is more likely than not to be recovered based on current or future taxable profit.

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Notes to the Unaudited Financial Statements

Year Ended 31 March 2021

Tangible assets

Tangible assets are stated in the balance sheet 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.

Depreciation

Depreciation is charged so as to write off the cost of assets over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Office equipment	25% reducing balance

Intangible assets

Separately acquired trademarks and licences are shown at historical cost.

Trademarks, licences and customer-related intangible assets have a finite useful life and are carried at cost less accumulated amortisation and any accumulated impairment losses.

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
Trademarks	10% straight line

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.

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Notes to the Unaudited Financial Statements

Year Ended 31 March 2021

Financial instruments

Classification

The company holds the following financial instruments:

- Short term trade and other debtors and creditors;
- Cash and bank balances;
- Short term convertible loans.

All financial instruments are classified as basic.

Recognition and measurement

The company has chosen to apply the recognition and measurement principles in FRS102.

Financial instruments are recognised when the company becomes party to the contractual provisions of the instrument and derecognised when in the case of assets, the contractual rights to cash flows from the assets expire or substantially all the risks and rewards of ownership are transferred to another party, or in the case of liabilities, when the company's obligations are discharged, expire or are cancelled.

Such instruments are initially measured at transaction price, including transaction costs, and are subsequently carried at the undiscounted amount of the cash or other consideration expected to be paid or received, after taking account of impairment adjustments.

Short term convertible loans are measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument. The residual amount is then recognised as equity. In subsequent periods the movement in the present value will be recognised as an interest expense.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 9 (2020 - 7).

Ripple Energy Limited

Notes to the Unaudited Financial Statements

Year Ended 31 March 2021

4 Intangible assets

	Trademarks £	Total £
Cost or valuation		
At 1 April 2020	6,472	6,472
At 31 March 2021	6,472	6,472
Amortisation		
At 1 April 2020	1,742	1,742
Amortisation charge	647	647
At 31 March 2021	2,389	2,389
Carrying amount		
At 31 March 2021	4,083	4,083
At 31 March 2020	4,730	4,730

5 Tangible assets

	Office equipment £	Total £
Cost or valuation		
At 1 April 2020	14,077	14,077
Additions	186	186
At 31 March 2021	14,263	14,263
Depreciation		
At 1 April 2020	4,345	4,345
Charge for the year	2,481	2,481
At 31 March 2021	6,826	6,826
Carrying amount		
At 31 March 2021	7,437	7,437
At 31 March 2020	9,732	9,732

Ripple Energy Limited

Notes to the Unaudited Financial Statements

Year Ended 31 March 2021

6 Debtors

	2021 £	2020 £
Trade debtors	11,298	-
Prepayments	3,296	10,535
Other debtors	346,856	186,657
	<u>361,450</u>	<u>197,192</u>

7 Creditors

Creditors: amounts falling due within one year

	2021 £	2020 £
Trade creditors	13,594	60,702
Social security and other taxes	59,837	5,530
Outstanding defined contribution pension costs	974	228
Other creditors	2,504	5,537
Accruals and deferred income	13,215	24,670
	<u>90,124</u>	<u>96,667</u>

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Notes to the Unaudited Financial Statements

Year Ended 31 March 2021

8 Share based payments

2019 EMI Scheme

The company has a share option scheme in which two employees participate - the Ripple Energy Limited EMI Share Option Plan ("2019 EMI Scheme") set up in May 2019.

Under the 2019 EMI scheme, the company has granted EMI options over Ordinary shares in the company. The options vest in unequal tranches over the course of a three year period. The directors have granted options over 87,800 shares to two employee each with an exercise price of £0.001 and an expiry date of 24 May 2029.

2020 EMI Scheme

The company has a share option scheme in which four employees participate - the Ripple Energy Limited EMI Share Option Plan ("2020 EMI Scheme") set up in May 2020.

Under the 2020 EMI scheme, the company has granted EMI options over Ordinary shares in the company. The options vest on the fourth anniversary of the grant date. The directors granted options over 64,189 shares to six employees each with an exercise price of £2.65 and an expiry date of 13 May 2030. During the year, two employees left and their options lapsed. As at 31 March 2021, there are options over 63,321 shares granted to four employees.

The directors have assessed the fair value of the share options at 31 March 2021 in accordance with the requirements of FRS 102 and the underlying terms of the options using the Black-Scholes model and concluded that the fair value of the options included in the balance sheet is immaterial.

9 Share capital

Allotted, called up and fully paid shares

	No.	2021 £	No.	2020 £
Ordinary shares of £0.001 each	865,381	865.38	702,978	702.98

New shares allotted

During the year 162,403 Ordinary shares having an aggregate nominal value of £162 were allotted for an aggregate consideration of £807,518. The share issue increased share premium by £807,355. Of this consideration, £330,180 took the form of an interest bearing loan provided to the company in the current year that was converted into share capital.

Other share premium reserve movements

The other movements in share premium of £36,769 (2020- £33,299) have arisen as a result of the costs of issuing shares being offset against share premium.

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Notes to the Unaudited Financial Statements

Year Ended 31 March 2021

10 Related party transactions

Advances to directors

	At 1 April 2020 £	Advances to director £	Repayments by director £	At 31 March 2021 £
2021				
Director				
Interest-free loan repayable on demand	91	-	-	91

	At 1 April 2019 £	Advances to director £	Repayments by director £	At 31 March 2020 £
2020				
Director				
Interest-free loan repayable on demand	97	-	(6)	91

Summary of transactions with other related parties

During the year expenses were paid on behalf of Co-Pilot Wind Project Limited totalling £171,947 giving rise to a debtor of £259,763 (2020:£87,816) at the year end.

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.