

**Financial Statements**  
**for the year ended**  
**31 December 2020**  
**for**  
**The Salford Valve Company Ltd**

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for the year ended 31 December 2020**

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**The Salford Valve Company Ltd**  
**Company Information**  
**for the year ended 31 December 2020**

**DIRECTORS:** T G Goldberg  
Professor G G Ghavami Nasr  
P A Martin  
P M Shaw  
R A Harris

**REGISTERED OFFICE:** Unit 11 Escrick Business Park  
Escrick  
York  
North Yorkshire  
YO19 6FD

**REGISTERED NUMBER:** 03371104 (England and Wales)

**SENIOR STATUTORY AUDITOR:** Robert Whitehead FCCA

**AUDITORS:** Clive Owen LLP  
Chartered Accountants  
Statutory Auditors  
Oak Tree House, Harwood Road  
Northminster Business Park  
Upper Poppleton  
York  
YO26 6QU

**The Salford Valve Company Ltd (Registered number: 03371104)**

**Balance Sheet  
31 December 2020**

	Notes	2020 £	£	2019 £	£
<b>FIXED ASSETS</b>					
Intangible assets	4		460,284		435,170
Tangible assets	5		<u>82,570</u>		<u>26,998</u>
			542,854		462,168
<b>CURRENT ASSETS</b>					
Stocks		389		-	
Debtors	6	181,372		100,046	
Cash at bank		<u>1,188,561</u>		<u>543,343</u>	
		1,370,322		643,389	
<b>CREDITORS</b>					
Amounts falling due within one year	7	<u>147,199</u>		<u>132,268</u>	
<b>NET CURRENT ASSETS</b>			<u>1,223,123</u>		<u>511,121</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>1,765,977</u>		<u>973,289</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	9		1,936		1,578
Share premium			6,399,684		4,900,043
Retained earnings			<u>(4,635,643)</u>		<u>(3,928,332)</u>
<b>SHAREHOLDERS' FUNDS</b>			<u>1,765,977</u>		<u>973,289</u>

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 11 August 2021 and were signed on its behalf by:

P M Shaw - Director

The notes form part of these financial statements

**Notes to the Financial Statements  
for the year ended 31 December 2020**

**1. STATUTORY INFORMATION**

The Salford Valve Company Ltd is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

**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.

There were no material departures from that standard.

The principal accounting policies adopted in the preparation of the financial statements are set out below and have remained unchanged from the previous year, and also have been consistently applied within the same accounts.

**Going concern**

The financial statements are prepared on the going concern basis which assumes that the company will continue to trade. The company has prepared forecasts for the twelve months following the date of the approval of these financial statements. The unexpected impact of Covid has delayed operations resulting in the forecasts showing the company's requirement to source additional funding. There can be no certainty in relation to these matters and this material uncertainty may cast significant doubt on the company's ability to continue as a going concern. The financial statements do not include any adjustments that would result from the failure to secure sufficient investment.

Positive discussions with investors indicate the company will be successful in raising the required finance and the directors are confident the necessary funds to meet the company's financial obligations into the foreseeable future will be secured.

**Turnover**

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

**Intangible assets**

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Patents are being amortised evenly over their estimated useful life of twenty years with patent renewals being amortised evenly over their estimated useful life of one year.

Trade marks are being amortised evenly over their estimated useful life of ten years.

Intellectual property is being amortised evenly over its estimated useful life of twenty years.

**Tangible fixed assets**

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

Depreciation is provided at the following annual rates in order to write off each asset over its expected useful life. The rates applicable are:

Plant and machinery	- 33% straight line
Computer equipment	- 33% straight line

**Notes to the Financial Statements - continued  
for the year ended 31 December 2020**

**2. ACCOUNTING POLICIES - continued**

**Government grants**

Capital based grants are credited to the profit and loss account in equal instalments, over the estimated useful life of the related asset.

Revenue based grants are credited to the profit and loss account on receipt.

**Stocks**

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

**Financial instruments**

Basic financial instruments are recognised at amortised cost with changes recognised in profit or loss.

**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 balance sheet date.

**Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet 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.

**Hire purchase and leasing commitments**

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

**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.

**3. EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 7 (2019 - 6) .

Notes to the Financial Statements - continued  
for the year ended 31 December 2020

4. INTANGIBLE FIXED ASSETS

	Patents & trademarks £	Other intellectual property rights £	Totals £
<b>COST</b>			
At 1 January 2020	426,811	173,309	600,120
Additions	88,350	110	88,460
Disposals	(4,659)	-	(4,659)
At 31 December 2020	<u>510,502</u>	<u>173,419</u>	<u>683,921</u>
<b>AMORTISATION</b>			
At 1 January 2020	114,102	50,848	164,950
Amortisation for year	54,675	8,671	63,346
Eliminated on disposal	(4,659)	-	(4,659)
At 31 December 2020	<u>164,118</u>	<u>59,519</u>	<u>223,637</u>
<b>NET BOOK VALUE</b>			
At 31 December 2020	<u>346,384</u>	<u>113,900</u>	<u>460,284</u>
At 31 December 2019	<u>312,709</u>	<u>122,461</u>	<u>435,170</u>

5. TANGIBLE FIXED ASSETS

	Plant and machinery £	Computer equipment £	Totals £
<b>COST</b>			
At 1 January 2020	82,636	13,425	96,061
Additions	76,006	-	76,006
Disposals	(6,402)	-	(6,402)
At 31 December 2020	<u>152,240</u>	<u>13,425</u>	<u>165,665</u>
<b>DEPRECIATION</b>			
At 1 January 2020	61,082	7,981	69,063
Charge for year	10,896	3,136	14,032
At 31 December 2020	<u>71,978</u>	<u>11,117</u>	<u>83,095</u>
<b>NET BOOK VALUE</b>			
At 31 December 2020	<u>80,262</u>	<u>2,308</u>	<u>82,570</u>
At 31 December 2019	<u>21,554</u>	<u>5,444</u>	<u>26,998</u>

Notes to the Financial Statements - continued  
for the year ended 31 December 2020

6. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2020	2019
	£	£
Trade debtors	17,777	12,210
Other debtors	82,232	35,624
VAT	16,022	31,676
Prepayments and accrued income	65,341	20,536
	<u>181,372</u>	<u>100,046</u>

7. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2020	2019
	£	£
Trade creditors	73,532	57,600
Social security and other taxes	8,993	8,624
Other creditors	2,531	2,523
Accrued expenses	62,143	63,521
	<u>147,199</u>	<u>132,268</u>

8. **LEASING AGREEMENTS**

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

	2020	2019
	£	£
Within one year	13,772	18,668
Between one and five years	26,625	42,896
	<u>40,397</u>	<u>61,564</u>

9. **CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2020	2019
			£	£
193,625	Ordinary	£0.01	<u>1,936</u>	<u>1,578</u>
			<u>1,936</u>	<u>1,578</u>

There has been a share issue during the year of 35,856 £0.01 shares at a premium.



Notes to the Financial Statements - continued  
for the year ended 31 December 2020

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

The Report of the Auditors was unqualified.

**Material uncertainty in relation to going concern**

We draw attention to the Going Concern section within note 2 to the financial statements (page 3) which indicates that the Company requires additional funding to continue its operations, however, additional funding is yet to be agreed. As stated in note 2, these events or conditions, along with the other matters as set forth in note 2 indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern.

Our opinion is not modified in respect of this matter.

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of our report.

Robert Whitehead FCCA (Senior Statutory Auditor)  
for and on behalf of Clive Owen LLP

11. **CAPITAL COMMITMENTS**

	2020	2019
	£	£
Contracted but not provided for in the financial statements	<u>39,750</u>	<u>7,331</u>

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.