
GILO INDUSTRIES RESEARCH LIMITED

UNAUDITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2021

GILO INDUSTRIES RESEARCH LIMITED
REGISTERED NUMBER:07278024

BALANCE SHEET
AS AT 31 DECEMBER 2021

	Note	2021 £	<i>As restated</i> 2020 £
Fixed assets			
Tangible assets	4	25,426	28,283
		<u>25,426</u>	<u>28,283</u>
Current assets			
Debtors: amounts falling due within one year	5	28,298	61,152
Cash at bank and in hand		41,049	1,643
		<u>69,347</u>	<u>62,795</u>
Creditors: amounts falling due within one year	6	(991,888)	(975,397)
Net current liabilities		<u>(922,541)</u>	<u>(912,602)</u>
Net liabilities		<u>(897,115)</u>	<u>(884,319)</u>
Capital and reserves			
Called up share capital		100	100
Retained earnings		(897,215)	(884,419)
Shareholders' deficit		<u>(897,115)</u>	<u>(884,319)</u>

GILO INDUSTRIES RESEARCH LIMITED
REGISTERED NUMBER:07278024

BALANCE SHEET (CONTINUED)
AS AT 31 DECEMBER 2021

The directors consider that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the year in question in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The Company has opted not to file the Statement of Income and Retained Earnings in accordance with provisions applicable to companies subject to the small companies regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:

G B N Cardozo MBE
Director

Date: 13 December 2022

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

GILO INDUSTRIES RESEARCH LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

1. General information

Gilo Industries Research Limited is a private company, limited by shares, domiciled and incorporated in England and Wales (registered number: 07278024). The registered office address is Lawn Barn Farms, Shaftesbury Road, Gillingham, Dorset, SP8 5QP.

The Company's functional and presentational currency is GBP.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied:

2.2 Going concern

The financial statements have been prepared on a going concern basis.

The Company made a loss of £12,796 and has net liabilities of £897,115 at the year end. The Company relies on the support of its ultimate controlling party to meet its day-to-day trading obligations. The directors have received a letter of support from its ultimate controlling party, indicating continued support. Having considered these factors the directors have a reasonable expectation that the Company will have adequate resources to continue in operational existence, meeting all liabilities as they fall due, for a period of twelve months from the approval of the financial statement and as such the directors have determined that the Company's application of the going concern basis of accounting remains appropriate.

2.3 Government grants

Grants are accounted under the accruals model as permitted by FRS 102. Grants relating to expenditure on tangible fixed assets are credited to profit or loss at the same rate as the depreciation on the assets to which the grant relates. The deferred element of grants is included in creditors as deferred income.

Grants of a revenue nature are recognised in the Statement of Income and Retained Earnings in the same period as the related expenditure.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

2. Accounting policies (continued)

2.4 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following bases:

Plant and machinery	- 15 years
Fixtures and fittings	- 15 years
Office equipment	- 4 years

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in profit or loss.

2.5 Research and development

In the research phase of an internal project it is not possible to demonstrate that the project will generate future economic benefits and hence all expenditure on research shall be recognised as an expense when it is incurred. Intangible assets are recognised from the development phase of a project if and only if certain specific criteria are met in order to demonstrate the asset will generate probable future economic benefits and that its cost can be reliably measured. The capitalised development costs are subsequently amortised on a straight line basis over their useful economic lives, which range from 3 to 6 years.

If it is not possible to distinguish between the research phase and the development phase of an internal project, the expenditure is treated as if it were all incurred in the research phase only.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

2. Accounting policies (continued)

2.6 Financial instruments

Financial assets and financial liabilities are recognised in the Balance Sheet when the Company becomes a party to the contractual provisions of the instrument.

Trade and other debtors and creditors are classified as basic financial instruments and measured at initial recognition at transaction price. Debtors and creditors are subsequently measured at amortised cost using the effective interest rate method. A provision is established when there is objective evidence that the Company will not be able to collect all amounts due.

Cash and cash equivalents are classified as basic financial instruments and comprise cash in hand and at bank, short-term bank deposits with an original maturity of three months or less and bank overdrafts which are an integral part of the Company's cash management.

Financial liabilities and equity instruments issued by the Company are classified in accordance with the substance of the contractual arrangements entered into and the definitions of a financial liability and an equity instrument. An equity instrument is any contract that evidences a residual interest in the assets of the Company after deducting all of its liabilities. Equity instruments issued by the Company are recorded at the proceeds received, net of direct issue costs.

2.7 Taxation

Tax is recognised in profit or loss except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

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

2.8 Dividends

Equity dividends are recognised when they become legally payable. Interim equity dividends are recognised when paid. Final equity dividends are recognised when approved by the shareholders at an annual general meeting

3. Employees

The average monthly number of employees, including directors, during the year was 2 (2020 - 2).

GILO INDUSTRIES RESEARCH LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

4. Tangible fixed assets

	Plant and machinery £	Fixtures and fittings £	Office equipment £	Total £
Cost				
At 1 January 2021	13,230	40,638	5,521	59,389
Additions	372	-	-	372
At 31 December 2021	13,602	40,638	5,521	59,761
Depreciation				
At 1 January 2021	12,347	16,231	2,528	31,106
Charge for the year	255	2,709	265	3,229
At 31 December 2021	12,602	18,940	2,793	34,335
Net book value				
At 31 December 2021	1,000	21,698	2,728	25,426
At 31 December 2020	883	24,407	2,993	28,283

5. Debtors

	2021 £	As restated 2020 £
Other debtors	23,980	57,129
Prepayments and accrued income	-	4,023
Tax recoverable	4,318	-
	28,298	61,152

GILO INDUSTRIES RESEARCH LIMITED

NOTES TO THE FINANCIAL STATEMENTS
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6. Creditors: Amounts falling due within one year

	2021	<i>As restated</i>
	£	2020
		£
Trade creditors	14,606	3,606
Corporation tax	8,498	-
Other creditors	960,834	961,166
Accruals and deferred income	7,950	10,625
	<u>991,888</u>	<u>975,397</u>

7. Prior year adjustment

A prior year adjustment has been recognised in respect of a reclassification of a creditor balance. The effect of this adjustment has been to increase amounts owed to group undertakings in 2020 by £996,702, to reduce other creditors by £966,702. As a result of this adjustment an amount owed by group undertaking previously reported as a debtor has been reclassified as a creditor. There has no been change to the overall profit reported for the period.

8. Related party transactions

As of the balance sheet date Gilo Limited, a company under common control, was owed £926,192 (*as restated 2020 - £956,702*) by Gilo Industries Research Limited.

As of the balance sheet date Rotron Power Limited, a company under common control, was owed £12,082 (*2020 - £Nil*) by Gilo Industries Research Limited.

As of the balance sheet date Mako Boardsports Limited, a company under common control, was owed £4,163 (*2020 - £Nil*) by Gilo Industries Research Limited.

As of the balance sheet date Parajet International Limited, a company under common control, was owed £18,397 (*2020 - £Nil*) by Gilo Industries Research Limited.

A director maintains a loan account with the Company. At the year end the director owed the Company £13,286 (*2020 - £Nil*). This loan was repaid by the director in September 2022.

9. Controlling party

The directors consider the ultimate controlling party to be G B N Cardozo.

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.