

DRVN

AUTOMOTIVE GROUP

Annual Report and Consolidated Financial Statements
for the Year Ended 31 July 2024

Morris & Young, Statutory Auditor
Chartered Accountants
6 Atholl Crescent
Perth
PH1 5JN

DRVN Automotive Ltd

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DRVN Automotive Ltd

Company Information

Directors	Mr Darren McDermott Mr James Walker Mr William McDermott Mr Jason McDermott Mr Iain Muir
Registered office	McDermott House Tweed Place Perth Perthshire PH1 1TJ
Auditors	Morris & Young, Statutory Auditor Chartered Accountants 6 Atholl Crescent Perth PH1 5JN

DRVN Automotive Ltd

Strategic Report for the Year Ended 31 July 2024

Welcome to DRVN Automotive Limited, where we are dedicated to crafting the quintessential driving experience. Here at DRVN, we're impassioned by the art of driving, aiming to evoke emotions and forge enduring memories with every vehicle we create. Our commitment to excellence propels us forward, setting the standard for what we term "peak analogue" – an unparalleled blend of tradition and innovation.

The year ended 31st July 2024 has been an exceptional one for DRVN Automotive Group, marking a period of transformation and investment that has positioned the Group uniquely within the global automotive sector. Central to this achievement has been the negotiation and signing of a landmark brand licence agreement with Ford Motor Company, allowing our wholly owned subsidiary, Boreham Motorworks, to remaster and produce continuation series of Ford's most celebrated road, race, and rally icons. The first two models announced under this agreement, the Ford RS200 and the Ford Escort MK1 RS, which have attracted global attention. This response underscores both the strength of Ford's heritage and the market's appetite for highly original, low-volume performance cars built with modern precision.

Alongside Boreham Motorworks, Evoluto Automobili has made significant strides in establishing itself as a leading voice in the high-end restomod sector. In July, we unveiled the 355 by Evoluto® in both the UK and the United States. This car, which reimagines a customer supplied car with extensive use of lightweight carbon technology, an upgraded V8 powertrain, and exterior design refinement led by Ian Callum, was extremely well received by the press. Media outlets such as Top Gear and Hagerty praised the car's craftsmanship and its embodiment of Evoluto's ethos of "Peak Analogue®." Limited to just 55 commissions, the 355 by Evoluto® represents a statement of intent for the brand: uncompromising engineering paired with exclusivity, designed to resonate with collectors and connoisseurs worldwide.

Our retail presence also expanded during the year, with the opening of a new Koenigsegg franchise showroom in London's Kensington High Street. This development strengthens DRVN's position within the global luxury and hypercar market and underscores our commitment to delivering a comprehensive portfolio that spans both heritage-inspired and contemporary performance vehicles. In addition, we have also acquired a controlling interest in Alan Mann Racing, a brand with an incredible history of working with Ford Motor Company as one of its factory race teams, Alan Mann Racing will become the official high performance race team for DRVN.

The Group has invested more than £6 million in product development during the period, which has been capitalised as intangible assets to be amortised over the lifecycle of the vehicles, 2024/25 will see this investment increase in line with the business plan. Following the Ford agreement, a new product cycle plan has been created, supported by the ongoing expansion of our engineering, operations, and delivery teams. As a result, sales of vehicles are expected to begin in Q4 2024, with customer car production scheduled to start in Q4 2025 and first deliveries early in 2026. While these dates represent a refinement of earlier projections, they reflect an expanded and more comprehensive cycle plan resulting from the Brand Licence Agreement with Ford Motor Company that will ensure the long-term growth of the business.

Financially, the Group recorded turnover of £6.4 million for the year, with a net loss of £4 million. This result was anticipated, as both Boreham and Evoluto remain pre-revenue businesses until their respective development programmes reach completion and customer deliveries commence. The significant investment made in product development during this period is reflected on the balance sheet as intangible assets, representing long-term value for the Group. Importantly, DRVN continues to be entirely funded by shareholders and has not sought external investment to date.

DRVN Automotive Ltd

Strategic Report for the Year Ended 31 July 2024

Looking ahead, DRVN Automotive is entering a crucial stage in its development as it moves from concept and brand-building to production and customer delivery. The Group's ethos-anchored in analogue driving purity, authenticity of design, and engineering excellence-has resonated strongly with enthusiasts and collectors around the world. With key partnerships in place, global press recognition secured, and a clear product pipeline defined, DRVN is well positioned to achieve sustainable growth and establish itself as a leading force in the niche luxury automotive market.

The company's key financial and other performance indicators during the year are as follows:

	Unit	2024	2023
Revenue	£	6,436,810	7,132,819
Gross profit/(loss)	%	2,586,376	3,909,403
Profit/(loss) before taxation	£	(4,061,559)	955,937
Total equity	£	23,816,238	27,536,222

Principal risks and uncertainties

The Company designs and manufactures luxury, niche vehicles for a global customer base. While this positioning creates resilience through brand value and customer loyalty, it also exposes the business to specific risks. The Directors consider the following to be the principal risks, together with the mitigating actions being taken:

Market Demand and Economic Conditions

Risk: Luxury vehicles are discretionary purchases and are particularly exposed to shifts in global wealth distribution, consumer confidence, and regional economic cycles. A downturn in high-net-worth markets or wider macroeconomic uncertainty may reduce demand or delay purchases. The Company continues to expand its presence across multiple geographies to reduce dependence on any one market. The business maintains strong relationships with its customer base and invests in bespoke experiences and aftersales services to reinforce brand loyalty.

Supply Chain Dependence

Risk: Specialist materials and components are sourced from a limited number of suppliers. Disruption, cost inflation, or quality issues could delay production. The Company works closely with key suppliers to develop long-term partnerships, dual-sourcing where possible, and holding strategic inventory of critical components. Ongoing investment in supply chain monitoring helps anticipate potential issues early.

Technological Change and Innovation

Risk: Rapid advances in the competitive sphere and technological advances may impact customer expectations in the luxury sector. Failure to keep pace could reduce competitiveness. The Company is actively investing in research and development, with a focus on lightweight materials, ICE/Hydrogen/BEV drivetrains, and bespoke features that enhance the luxury experience. Collaborations with technology partners ensure access to emerging innovations.

DRVN Automotive Ltd

Strategic Report for the Year Ended 31 July 2024

Regulatory and Compliance Risks

Risk: The luxury automotive sector is subject to evolving emissions, safety, and environmental regulations across global markets. Non-compliance could restrict market access or lead to fines and reputational damage. A dedicated compliance function monitors legislative developments globally. New models are engineered to meet or exceed the regulatory standards identified for the product in question for the time window of production, and the Company invests in sustainable materials and processes to future-proof production and long-term product development.

Competition

Risk: Competition is intensifying as established premium brands extend their product ranges and new entrants target the luxury segment. The Company differentiates itself through unique products, ultra-low volume exclusivity, craftsmanship, and personalisation. By offering a bespoke ownership journey and limited production runs, the Company preserves scarcity and brand value.

Operational Risks

Risk: As a small-volume manufacturer, the Company is reliant on highly skilled employees and a small number of facilities. Disruption to operations, talent retention issues, or loss of specialist knowledge could impact performance. The Company invests in workforce development, succession planning to preserve craftsmanship. It also implements rigorous business continuity plans to mitigate operational disruption.

Approved and authorised by the Board on 12 September 2025 and signed on its behalf by:

.....

Mr Darren McDermott

Director

.....

Mr Iain Muir

Director

DRVN Automotive Ltd

Directors' Report for the Year Ended 31 July 2024

The directors present their report and the for the year ended 31 July 2024.

Directors of the group

The directors who held office during the year were as follows:

Mr Darren McDermott

Mr James Walker (appointed 14 September 2023)

Mr William McDermott

Mr Jason McDermott

Mr Iain Muir

Financial instruments

Objectives and policies

The company has adopted the disclosure and presentational requirements of FRS 102. When a financial asset or liability is disclosed initially it is measured at its fair value plus or minus transaction costs. The company regularly monitors its exposure to risks including pricing, credit, liquidity and cash flow.

Our objectives are:

- Meet or exceed net profit targets for each business unit
- Develop our own product series, remastered, collector, ultra and race
- Work in partnership with large volume OEMs to celebrate and remaster their Icons of the past
- Carefully develop primary and ancillary products and services which maximise revenue and raise brand profile
- Create strategic, mutually beneficial partnerships with other leading luxury automotive brands
- Build into our infrastructure and designs, hydrogen, and BEV ready products
- Insource manufacture to de-risk the supply chain, where we outsource develop deep enduring partnerships
- Have a full turnkey capability in product development, manufacture, sales, service, and support
- Provide a best-in-class concierge experience to an ultra-exclusive club of High Net Worth, like minded individuals
- Build a global sales and marketing infrastructure capable of promoting the products to our target audience
- Build a global warranty, service and support infrastructure to provide a concierge service to our clients

DRVN Automotive Ltd

Directors' Report for the Year Ended 31 July 2024

Product Policy: Focus on limited production runs and bespoke design options to protect brand value and exclusivity.

Market Policy: Diversify geographic presence to reduce reliance on any single region, with emphasis on growth in North America, Europe, the Middle East, and Asia-Pacific luxury markets.

Supplier Policy: Develop long-term partnerships with specialist suppliers, embedding quality and innovation in the supply chain while seeking dual sourcing and resilience measures.

People Policy: Attract, retain, and develop highly skilled employees through training, apprenticeships, and succession planning, ensuring the preservation of craftsmanship and innovation.

Sustainability Policy: Commit to minimising environmental impact by where applicable adopting low-emission technologies, increasing recyclability, and working towards net-zero production targets in line with industry expectations.

Financial Policy: Apply disciplined financial management, with regular cash flow forecasting, hedging to manage currency exposure, and prudent capital investment aligned with projected demand.

Price risk, credit risk, liquidity risk and cash flow risk

In addition to the operational and strategic risks identified, the Company is exposed to a number of financial risks. The Directors consider the following to be the principal financial risks, together with the mitigating actions being taken:

Foreign Exchange and Geopolitical Risk

Risk: Sales are made globally. Volatility in exchange rates, or geopolitical instability in key markets, could affect profitability and sales volumes. The Company employs selective hedging to manage currency risk and actively diversifies its sales network to reduce exposure to individual markets.

Liquidity and Funding

Risk: Developing new luxury models is capital-intensive and requires significant upfront investment. Insufficient funding could delay product launches or constrain growth. The Company maintains close relationships with its banking partners and shareholders, actively manages cash flow, and carefully phases capital investment to align with projected demand.

Risk: The business is exposed to fluctuations in the cost of raw materials (such as aluminium, carbon fibre, and leather) and specialist components, as well as potential volatility in the prices customers are willing to pay in different markets. This could adversely affect margins. The Company is working towards implementing long-term supply agreements to stabilise input costs where possible. Limited production runs and bespoke pricing models help preserve pricing power. The brand's positioning in the luxury segment provides resilience against discounting pressures seen in volume markets.

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Directors' Report for the Year Ended 31 July 2024

Credit Risk

Risk: The Company is exposed to the risk of non-payment by dealers, distributors, and individual customers, particularly in international markets. Dealers are carefully selected and monitored for credit risk, KYC checks and prepayment terms are applied for all customers. Exposure is diversified across multiple territories and counterparties to limit concentration risk.

Liquidity Risk

Risk: As a low-volume, high-value manufacturer, the Company requires access to sufficient liquidity to fund working capital, R&D investment, and capital expenditure. A shortage of available funding could constrain operations or delay strategic initiatives. Investment has been secured from the shareholders to deliver on the operational business plans with funding forecasts in place to allow further scaling of the business. Cash flow forecasting is reviewed regularly by management, with scenario modelling to ensure flexibility under different market conditions.

Cash Flow Risk

Risk: Timing differences between customer payments, production schedules, and supplier obligations can create short-term cash flow pressures. Large, lumpy inflows from vehicle deliveries may increase volatility. The Company actively manages payment terms with suppliers and customers to smooth cash flow. Regular forecasting is in place to ensure sufficient short-term liquidity.

Environmental matters

The company is in the process of developing a Corporate and Social Responsibility policy and the directors are fully aware that it not only has a responsibility for all of its employees' wellbeing but also that of the environment and community as a whole.

Social and community issues

The company's policy is to consult and discuss with employees at meetings matters likely to affect employees' interests.

Information or matters of concern to employees are also communicated through email bulletins and team briefings.

Disclosure of information to the auditor

Each director has taken steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information. The directors confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

DRVN Automotive Ltd

Directors' Report for the Year Ended 31 July 2024

Reappointment of auditors

In accordance with section 485 of the Companies Act 2006, a resolution for the re-appointment of Morris & Young, Statutory Auditor as auditors of the company is to be proposed at the forthcoming Annual General Meeting.

Approved and authorised by the Board on 12 September 2025 and signed on its behalf by:

.....
Mr Darren McDermott
Director

.....
Mr Iain Muir
Director

DRVN Automotive Ltd

Statement of Directors' Responsibilities

The directors acknowledge their responsibilities for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the group and the company and of the profit or loss of the group for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the group's and the company's transactions and disclose with reasonable accuracy at any time the financial position of the group and the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the group and the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

DRVN Automotive Ltd

Independent Auditor's Report to the Members of DRVN Automotive Ltd

Opinion

We have audited the financial statements of DRVN Automotive Ltd (the 'parent company') and its subsidiaries (the 'group') for the year ended 31 July 2024, which comprise the Consolidated Income Statement, Consolidated Statement of Comprehensive Income, Consolidated Statement of Financial Position, Statement of Financial Position, Consolidated Statement of Changes in Equity, Statement of Changes in Equity, Consolidated Statement of Cash Flows, Statement of Cash Flows, and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the group's and the parent company's affairs as at 31 July 2024 and of the group's loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor responsibilities for the audit of the financial statements section of our report. We are independent of the group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the group's ability to continue as a going concern for a period of at least twelve months from when the original financial statements were authorised for issue.

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

Other information

The directors are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

DRVN Automotive Ltd

Independent Auditor's Report to the Members of DRVN Automotive Ltd

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Strategic Report and Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and Directors' Report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report and the Directors' Report.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of directors

As explained more fully in the Statement of Directors' Responsibilities [set out on page 9], the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

DRVN Automotive Ltd

Independent Auditor's Report to the Members of DRVN Automotive Ltd

Auditor Responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Extent to which the audit was considered capable of detecting irregularities, including fraud

We identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and then design and perform audit procedures responsive to those risks, including obtaining audit evidence that is sufficient and appropriate to provide a basis for our opinion.

Identifying and assessing potential risks related to irregularities

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- the nature of the industry, control environment and understanding of the entity including, but not restricted to, the prevalence of fraud in the sector especially in the current uncertain economic environment;
- results of our enquiries of directors about their own identification and assessment of the risks of irregularities;
- any matters we identified having obtained and reviewed the company's documentation of their policies and procedures relating to:
 - identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of noncompliance;
 - detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud;
 - the internal controls established to mitigate risks of fraud or non-compliance with laws and regulations;
- the matters discussed among the audit engagement team regarding how and where fraud might occur in the financial statements and any potential indicators of fraud;

As a result of these procedures, we considered the opportunities that may exist within the organisation for fraud and identified the greatest potential for fraud in relation to revenue recognition and overstatement of expenditure. In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override.

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Independent Auditor's Report to the Members of DRVN Automotive Ltd

We also obtained an understanding of the legal and regulatory frameworks that the company operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included the Companies Act 2006 and UK tax legislation.

Our procedures to respond to risks identified included the following:

- reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- enquiring of directors concerning actual and potential litigation and claims;
- performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- tested a sample of income for understatement and other relevant audit procedures while consideration was given to revenue recognition;
- tested a sample of expenditure for overstatement and other relevant audit procedures;
- in addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments; assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business.

We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members and remained alert to any indications of fraud or noncompliance with laws and regulations throughout the audit.

Due to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, as with any audit, there remained a higher risk of non-detection of irregularities, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. We are not responsible for preventing fraud or non-compliance with law and regulations.

A further description of our responsibilities is available on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

DRVN Automotive Ltd

Independent Auditor's Report to the Members of DRVN Automotive Ltd

Use of our report

This report is made solely to the group and parent company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the group and parent company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the group and the parent company's members as a body, for our audit work, for this report, or for the opinions we have formed.

.....
Alexander J Fyfe M.A.A.T., C.A., DChA
Morris & Young, Statutory Auditor
Chartered Accountants
6 Atholl Crescent
Perth
PH1 5JN

12 September 2025

DRVN Automotive Ltd

Consolidated Income Statement for the Year Ended 31 July 2024

	Note	2024 £	2023 £
Turnover	<u>3</u>	6,436,810	7,132,819
Cost of sales		<u>(3,850,434)</u>	<u>(3,223,416)</u>
Gross profit		2,586,376	3,909,403
Distribution costs		(17,968)	(15,185)
Administrative expenses		(5,850,461)	(3,080,981)
Other operating income	<u>4</u>	<u>239,830</u>	<u>256,641</u>
Operating (loss)/profit	<u>6</u>	<u>(3,042,223)</u>	<u>1,069,878</u>
Amounts written off investments		37,522	-
Interest payable and similar expenses	<u>7</u>	<u>(362,546)</u>	<u>(113,941)</u>
		<u>(325,024)</u>	<u>(113,941)</u>
(Loss)/profit before tax		(3,367,247)	955,937
Tax on (loss)/profit	<u>11</u>	<u>(694,312)</u>	<u>(316,083)</u>
(Loss)/profit for the financial year		<u><u>(4,061,559)</u></u>	<u><u>639,854</u></u>
Profit/(loss) attributable to:			
Owners of the company		(3,372,778)	280,525
Minority interests		<u>(688,781)</u>	<u>359,329</u>
		<u><u>(4,061,559)</u></u>	<u><u>639,854</u></u>

DRVN Automotive Ltd

Consolidated Statement of Comprehensive Income for the Year Ended 31 July 2024

	2024 £	2023 £
(Loss)/profit for the year	<u>(4,061,559)</u>	<u>639,854</u>
Surplus on revaluation of other assets	1,012,424	16,293,465
Other comprehensive income	<u>-</u>	<u>213,811</u>
	<u>1,012,424</u>	<u>16,507,276</u>
Total comprehensive income for the year	<u><u>(3,049,135)</u></u>	<u><u>17,147,130</u></u>
Total comprehensive income attributable to:		
Owners of the company	(2,360,354)	16,787,801
Minority interests	<u>(688,781)</u>	<u>359,329</u>
	<u><u>(3,049,135)</u></u>	<u><u>17,147,130</u></u>

DRVN Automotive Ltd

(Registration number: SC652849)

Consolidated Statement of Financial Position as at 31 July 2024

	Note	2024 £	2023 £
Fixed assets			
Intangible assets	<u>12</u>	28,139,582	23,418,210
Tangible assets	<u>13</u>	5,858,516	5,222,741
		33,998,098	28,640,951
Current assets			
Stocks	<u>15</u>	9,029,235	5,966,334
Debtors	<u>16</u>	8,710,312	2,399,382
Other financial assets		-	206,897
Cash at bank and in hand		400,686	306,293
		18,140,233	8,878,906
Creditors: Amounts falling due within one year	<u>18</u>	(25,899,956)	(8,660,454)
Net current (liabilities)/assets		(7,759,723)	218,452
Total assets less current liabilities		26,238,375	28,859,403
Creditors: Amounts falling due after more than one year	<u>18</u>	(1,752,074)	(1,325,375)
Provisions for liabilities	<u>19</u>	(670,063)	2,194
Net assets		23,816,238	27,536,222
Capital and reserves			
Called up share capital	<u>21</u>	1	1
Share premium reserve	<u>22</u>	-	204,561
Revaluation reserve	<u>22</u>	17,300,453	16,293,465
Retained earnings	<u>22</u>	(2,873,256)	493,586
Equity attributable to owners of the company		14,427,198	16,991,613
Minority interests		9,389,040	10,544,609
Shareholders' funds		23,816,238	27,536,222

DRVN Automotive Ltd

(Registration number: SC652849)

Consolidated Statement of Financial Position as at 31 July 2024

Approved and authorised by the Board on 12 September 2025 and signed on its behalf by:

.....
Mr Darren McDermott
Director

.....
Mr Iain Muir
Director

DRVN Automotive Ltd

(Registration number: SC652849) Statement of Financial Position as at 31 July 2024

	Note	2024 £	2023 £
Fixed assets			
Tangible assets	<u>13</u>	74,676	-
Investments	<u>14</u>	17,312,888	17,455,800
		<u>17,387,564</u>	<u>17,455,800</u>
Current assets			
Debtors	<u>16</u>	117,609	-
Cash at bank and in hand		988	1
		118,597	1
Creditors: Amounts falling due within one year	<u>18</u>	(1,956,447)	(634,919)
Net current liabilities		<u>(1,837,850)</u>	<u>(634,918)</u>
Net assets		<u>15,549,714</u>	<u>16,820,882</u>
Capital and reserves			
Called up share capital	<u>21</u>	1	1
Share premium reserve		-	204,563
Revaluation reserve		17,305,888	16,616,318
Retained earnings		(1,756,175)	-
Shareholders' funds		<u>15,549,714</u>	<u>16,820,882</u>

The company made a loss after tax for the financial year of £1,756,175 (2023 - loss of £-).

Approved and authorised by the Board on 12 September 2025 and signed on its behalf by:

.....
Mr Darren McDermott
Director

.....
Mr Iain Muir
Director

DRVN Automotive Ltd

Consolidated Statement of Changes in Equity for the Year Ended 31 July 2024
Equity attributable to the parent company

	Share capital £	Share premium £	Revaluation reserve £	Retained earnings £	Total £	Non-controlling interests - Equity £	Total equity £
At 1 August 2023	1	204,563	16,293,465	494,086	16,992,115	10,544,609	27,536,724
Loss for the year	-	-	-	(3,372,778)	(3,372,778)	(688,781)	(4,061,559)
Other comprehensive income	-	-	1,006,988	5,436	1,012,424	-	1,012,424
Total comprehensive income	-	-	1,006,988	(3,367,342)	(2,360,354)	(688,781)	(3,049,135)
Other share premium reserve movements	-	(204,563)	-	-	(204,563)	-	(204,563)
Decrease in ownership interest in subsidiary	-	-	-	-	-	(466,788)	(466,788)
At 31 July 2024	1	-	17,300,453	(2,873,256)	14,427,198	9,389,040	23,816,238

The notes on pages 25 to 51 form an integral part of these financial statements.
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DRVN Automotive Ltd

Consolidated Statement of Changes in Equity for the Year Ended 31 July 2024
Equity attributable to the parent company

	Share capital £	Share premium £	Revaluation reserve £	Retained earnings £	Total £	Non-controlling interests - Equity £	Total equity £
At 1 May 2023	1	-	-	-	1	-	1
Profit for the year	-	-	-	280,525	280,525	359,329	639,854
Other comprehensive income	-	-	16,293,465	213,811	16,507,276	-	16,507,276
Total comprehensive income	-	-	16,293,465	494,336	16,787,801	359,329	17,147,130
New share capital subscribed	-	204,561	-	-	204,561	-	204,561
Purchase of own share capital	-	-	-	(750)	(750)	-	(750)
Increase in ownership interests in subsidiaries	-	-	-	-	-	10,185,280	10,185,280
At 31 July 2023	1	204,561	16,293,465	493,586	16,991,613	10,544,609	27,536,222

The notes on pages 25 to 51 form an integral part of these financial statements.
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DRVN Automotive Ltd

Statement of Changes in Equity for the Year Ended 31 July 2024

	Share capital £	Share premium £	Revaluation reserve £	Retained earnings £	Total £
At 1 August 2023	1	204,563	16,616,318	-	16,820,882
Loss for the year	-	-	-	(1,756,175)	(1,756,175)
Other comprehensive income	-	-	689,570	-	689,570
Total comprehensive income	-	-	689,570	(1,756,175)	(1,066,605)
Other share premium reserve movements	-	(204,563)	-	-	(204,563)
At 31 July 2024	1	-	17,305,888	(1,756,175)	15,549,714
At 1 May 2023	1	1	-	-	1
Other comprehensive income	-	-	-	16,616,318	16,616,318
New share capital subscribed	-	204,563	-	-	204,563
At 31 July 2023	1	204,563	-	16,616,318	16,820,882

The notes on pages 25 to 51 form an integral part of these financial statements.
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DRVN Automotive Ltd

Consolidated Statement of Cash Flows for the Year Ended 31 July 2024

	Note	2024 £	2023 £
Cash flows from operating activities			
(Loss)/profit for the year		(4,061,559)	639,854
Adjustments to cash flows from non-cash items			
Depreciation and amortisation	<u>6</u>	363,882	297,673
Loss on disposal of tangible assets	<u>5</u>	101,964	-
Finance costs		362,058	112,708
Income tax expense	<u>11</u>	694,312	316,083
		(2,539,343)	1,366,318
Working capital adjustments			
Increase in stocks	<u>15</u>	(3,062,901)	(5,966,334)
Increase in trade debtors	<u>16</u>	(6,310,930)	(2,120,881)
Increase in trade creditors	<u>18</u>	17,061,433	7,211,055
Cash generated from operations		5,148,259	490,158
Income taxes paid	<u>11</u>	(6,711)	(66,570)
Net cash flow from operating activities		5,141,548	423,588
Cash flows from investing activities			
Acquisitions of tangible assets		(1,268,933)	(1,839,010)
Proceeds from sale of tangible assets		295,586	-
Acquisition of intangible assets	<u>12</u>	(6,928,527)	-
Proceeds from sale of intangible assets		2,237,453	-
Net cash flows from investing activities		(5,664,421)	(1,839,010)
Cash flows from financing activities			
Interest paid		(362,058)	(112,708)
Proceeds from issue of ordinary shares, net of issue costs		389,900	-
Payments for purchase of own shares		-	(750)
Proceeds from bank borrowing draw downs		154,443	375,802
Repayment of bank borrowing		-	1,474,815
Proceeds from other borrowing draw downs		(37,522)	37,522
Increase in finance lease creditors		426,647	-
Other adjustments		-	(52,967)
Net cash flows from financing activities		571,410	1,721,714
Net increase in cash and cash equivalents		48,537	306,292
Cash and cash equivalents at 1 August		306,293	1
Cash and cash equivalents at 31 July		354,830	306,293

DRVN Automotive Ltd

Statement of Cash Flows for the Year Ended 31 July 2024

	Note	2024 £	2023 £
Cash flows from operating activities			
Loss for the year		(1,756,175)	-
Adjustments to cash flows from non-cash items			
Depreciation and amortisation	<u>6</u>	13,778	-
Finance costs		100	-
		(1,742,297)	-
Working capital adjustments			
Increase in trade debtors	<u>16</u>	(117,608)	-
Increase in trade creditors	<u>18</u>	1,321,527	634,919
Net cash flow from operating activities		(538,378)	634,919
Cash flows from investing activities			
Acquisition of subsidiaries	<u>14</u>	(389,900)	(839,482)
Acquisitions of tangible assets		(88,453)	-
Proceeds from sale of tangible assets		627,918	-
Net cash flows from investing activities		149,565	(839,482)
Cash flows from financing activities			
Interest paid		(100)	-
Proceeds from issue of ordinary shares, net of issue costs		389,900	204,563
Net cash flows from financing activities		389,800	204,563
Net increase in cash and cash equivalents		987	-
Cash and cash equivalents at 1 August		1	1
Cash and cash equivalents at 31 July		988	1

DRVN Automotive Ltd

Notes to the Financial Statements for the Year Ended 31 July 2024

1 General information

The company is a private company limited by share capital, incorporated in Scotland.

The address of its registered office is:

McDermott House
Tweed Place
Perth
Perthshire
PH1 1TJ

These financial statements were authorised for issue by the Board on 12 September 2025.

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 were prepared in accordance with Financial Reporting Standard 102 - 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland 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.

The financial statements are presented in Sterling (£) and are rounded to the nearest £1.

Basis of consolidation

The consolidated financial statements consolidate the financial statements of the company and its subsidiary undertakings drawn up to 31 July 2024.

No profit and loss account is presented for the company as permitted by Section 408 of the Companies Act 2006.

DRVN Automotive Ltd

Notes to the Financial Statements for the Year Ended 31 July 2024

2 Accounting policies (continued)

A subsidiary is an entity controlled by the company. Control is achieved where the company has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities.

The results of subsidiaries acquired or disposed of during the year are included in the Profit and Loss Account from the effective date of acquisition or up to the effective date of disposal, as appropriate. Where necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the group.

The purchase method of accounting is used to account for business combinations that result in the acquisition of subsidiaries by the group. The cost of a business combination is measured as the fair value of the assets given, equity instruments issued and liabilities incurred or assumed at the date of exchange, plus costs directly attributable to the business combination. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date. Any excess of the cost of the business combination over the acquirer's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities recognised is recorded as goodwill.

Inter-company transactions, balances and unrealised gains on transactions between the company and its subsidiaries, which are related parties, are eliminated in full.

Intra-group losses are also eliminated but may indicate an impairment that requires recognition in the consolidated financial statements.

Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the group. Non-controlling interests in the net assets of consolidated subsidiaries are identified separately from the group's equity therein. Non-controlling interests consist of the amount of those interests at the date of the original business combination and the non-controlling shareholder's share of changes in equity since the date of the combination.

Going concern

The accompanying financial statements have been prepared on a going concern basis. The Directors have made an assessment taking into account current financial resources, operational performance, and anticipated cash flows. The DRVN group have to date invested millions of pounds in several high profile and highly anticipated vehicle programmes and will continue to invest until the planned start of production in 2026, as is standard for the automotive industry this high up-front investment will be amortised over the life cycle of the vehicles. The group has historically relied upon its primary investors to provide funding support for the development of its products and operations and strategic growth initiatives, all of which is in line with the business plan approved by the shareholders and board, the Company has obtained confirmation from its principal investors of their continued financial commitment to support the Company to achieve these objectives.

DRVN Automotive Ltd

Notes to the Financial Statements for the Year Ended 31 July 2024

2 Accounting policies (continued)

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the group's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts and after eliminating sales within the group.

The group recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the group's activities.

Foreign currency transactions and balances

At the end of each year the weighted average exchange rate purchased in the preceding twelve months is calculated. This rate is used to recalculate the standard cost which is then applied to foreign currency transactions. Exchange differences are realised to the Profit & Loss Account at the point of payment during the year. At the year end, individual balances are restated for exchange movements only where the net impact of all restatements would be material.

Tax

The tax expense for the period comprises current and deferred 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 income 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 group operates and generates taxable income.

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the consolidated financial statements.

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

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference.

Tangible assets

Tangible assets are stated in the statement of financial position 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, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Long leasehold	10% on cost

DRVN Automotive Ltd

Notes to the Financial Statements for the Year Ended 31 July 2024

2 Accounting policies (continued)

Plant and machinery	5% and 10% on cost and 25% on reducing balance
Fixtures and fittings	33% on cost and 15% on reducing balance
Computer equipment	33% on cost and 33% on reducing balance
Motor vehicles	ranges from 11% to 33% on reducing balance

Business combinations

Business combinations are accounted for using the purchase method. The consideration for each acquisition is measured at the aggregate of the fair values at acquisition date of assets given, liabilities incurred or assumed, and equity instruments issued by the group in exchange for control of the acquired, plus any costs directly attributable to the business combination. When a business combination agreement provides for an adjustment to the cost of the combination contingent on future events, the group includes the estimated amount of that adjustment in the cost of the combination at the acquisition date if the adjustment is probable and can be measured reliably.

Goodwill

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the group's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

Intangible assets

Intangible assets are initially measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

No amortisation has been applied to development costs as the directors intend to regularly revalue them to give a realistic valuation in the accounts.

Patents & licences are recognised at fair value at the acquisition date.

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
Goodwill	10% straight line
Development costs	Not applied
Patents & licences	Not applied

DRVN Automotive Ltd

Notes to the Financial Statements for the Year Ended 31 July 2024

2 Accounting policies (continued)

Investments

Investments in equity shares which are publicly traded or where the fair value can be measured reliably are initially measured at fair value, with changes in fair value recognised in profit or loss. Investments in equity shares which are not publicly traded and where fair value cannot be measured reliably are measured at cost less impairment.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and on deposit.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Stocks

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 items.

Cost is calculated using the first-in, first-out method and includes all purchase, transport, and handling costs in bringing stocks to their present location and condition.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the group does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the profit and loss account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the group has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

DRVN Automotive Ltd

Notes to the Financial Statements for the Year Ended 31 July 2024

2 Accounting policies (continued)

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the statement of financial position as a finance lease obligation.

Lease payments are apportioned between finance costs in the profit and loss account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the group 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.

Financial instruments

Classification

The group and company only have financial assets and liabilities of a kind that would qualify as basic financial instruments which are recognised at their transaction value and subsequently measured at their settlement value.

DRVN Automotive Ltd

Notes to the Financial Statements for the Year Ended 31 July 2024

3 Turnover

The analysis of the group's Turnover for the year from continuing operations is as follows:

	2024	2023
	£	£
Sale of goods	6,275,828	7,132,819
Rendering of services	70,982	-
Rental income from investment property	90,000	-
	<u>6,436,810</u>	<u>7,132,819</u>

4 Other operating income

The analysis of the group's other operating income for the year is as follows:

	2024	2023
	£	£
Government grants	194,525	254,359
Miscellaneous other operating income	45,305	2,282
	<u>239,830</u>	<u>256,641</u>

5 Other gains and losses

The analysis of the group's other gains and losses for the year is as follows:

	2024	2023
	£	£
Loss on disposal of Tangible assets	<u>(101,964)</u>	<u>-</u>

6 Operating (loss)/profit

Arrived at after charging/(crediting)

	2024	2023
	£	£
Depreciation expense	327,631	291,259
Amortisation expense	42,251	3,213
Operating lease expense - plant and machinery	57,407	29,426
Loss on disposal of property, plant and equipment	<u>101,964</u>	<u>-</u>

DRVN Automotive Ltd

Notes to the Financial Statements for the Year Ended 31 July 2024

7 Interest payable and similar expenses

	2024	2023
	£	£
Interest on bank overdrafts and borrowings	9,814	3,476
Interest on obligations under finance leases and hire purchase contracts	218,918	108,078
Interest expense on other finance liabilities	133,326	1,154
Foreign exchange gains	488	1,233
	<u>362,546</u>	<u>113,941</u>

8 Staff costs

The aggregate payroll costs (including directors' remuneration) were as follows:

	2024	2023
	£	£
Wages and salaries	4,995,937	2,716,831
Social security costs	517,889	372,633
Other short-term employee benefits	4,507	627
Pension costs, defined contribution scheme	234,339	183,698
Other employee expense	23,387	3,214
	<u>5,776,059</u>	<u>3,277,003</u>

The average number of persons employed by the group (including directors) during the year, analysed by category was as follows:

	2024	2023
	No.	No.
Administration and support	<u>151</u>	<u>32</u>
	<u>151</u>	<u>32</u>

DRVN Automotive Ltd

Notes to the Financial Statements for the Year Ended 31 July 2024

9 Directors' remuneration

The directors' remuneration for the year was as follows:

	2024	2023
	£	£
Remuneration	<u>450,178</u>	<u>263,956</u>

10 Auditors' remuneration

	2024	2023
	£	£
Audit of these financial statements	<u>50,300</u>	<u>-</u>

11 Taxation

Tax charged/(credited) in the consolidated income statement

	2024	2023
	£	£
Current taxation		
UK corporation tax	126,194	318,396
UK corporation tax adjustment to prior periods	<u>(104,139)</u>	<u>-</u>
	22,055	318,396
Deferred taxation		
Arising from origination and reversal of timing differences	<u>672,257</u>	<u>(2,313)</u>
Tax expense in the income statement	<u><u>694,312</u></u>	<u><u>316,083</u></u>

DRVN Automotive Ltd

Notes to the Financial Statements for the Year Ended 31 July 2024

11 Taxation (continued)

The tax on profit before tax for the year is the same as the standard rate of corporation tax in the UK (2023 - the same as the standard rate of corporation tax in the UK) of 25% (2023 - 25%).

The differences are reconciled below:

	2024	2023
	£	£
(Loss)/profit before tax	<u>(3,367,247)</u>	<u>955,937</u>
Corporation tax at standard rate	(841,812)	238,984
Decrease in UK and foreign current tax from adjustment for prior periods	(104,440)	-
Tax (decrease)/increase from effect of capital allowances and depreciation	(41,267)	15,358
Decrease from effect of different UK tax rates on some earnings	(2,815)	-
Effect of expense not deductible in determining taxable profit (tax loss)	32,348	101
Effect of tax losses	980,041	63,953
Deferred tax expense/(credit) from unrecognised tax loss or credit	<u>672,257</u>	<u>(2,313)</u>
Total tax charge	<u>694,312</u>	<u>316,083</u>

Deferred tax

Group

Deferred tax assets and liabilities

	Asset	Liability
	£	£
2024		
Capital allowances	-	584,671
	<u>-</u>	<u>584,671</u>
2023		
Capital allowances	2,194	-
	<u>2,194</u>	<u>-</u>

DRVN Automotive Ltd

Notes to the Financial Statements for the Year Ended 31 July 2024

12 Intangible assets

Group

	Goodwill £	Trademarks, patents and licenses £	Other intangible assets £	Total £
Cost or valuation				
At 1 August 2023	40,000	5,631,316	17,867,296	23,538,612
Additions	420,944	-	6,580,132	7,001,076
Disposals	-	-	(2,237,453)	(2,237,453)
At 31 July 2024	460,944	5,631,316	22,209,975	28,302,235
Amortisation				
At 1 August 2023	40,000	6,400	74,002	120,402
Amortisation charge	42,094	-	157	42,251
At 31 July 2024	82,094	6,400	74,159	162,653
Carrying amount				
At 31 July 2024	378,850	5,624,916	22,135,816	28,139,582
At 31 July 2023	-	5,624,916	17,793,294	23,418,210

Intangible assets carried at revalued amounts

The fair value of the group's product development was revalued on 31 July 2023.

Product development costs were revalued by Barker Brettel using Realistic Royalty Rate valuing the project at £15,781,315.

During the year additions to product development costs was £6,580,132. This is for the development of new motor vehicles.

No amortisation has been applied as the directors believe a realistic valuation is included in the Accounts.

Had this class of asset been measured on a historical cost basis, their carrying amount would have been £7,264,800 (2023 - £1,582,310).

DRVN Automotive Ltd

Notes to the Financial Statements for the Year Ended 31 July 2024

12 Intangible assets (continued)

The fair value of the group's patents & licences was revalued on 15 November 2023.

Patents and licenses were valued on an open market basis by Barker Brettell LLP.

The Directors consider this value to still be appropriate at the year end.

Had this class of asset been measured on a historical cost basis, their carrying amount would have been £25,600 (2023 - £25,600).

13 Tangible assets

Group

	Land and buildings £	Furniture, fittings and equipment £	Motor vehicles £	Total £
Cost or valuation				
At 1 August 2023	301,542	4,282,252	2,321,792	6,905,586
Additions	92,762	288,306	887,865	1,268,933
Disposals	-	(272)	(305,309)	(305,581)
At 31 July 2024	<u>394,304</u>	<u>4,570,286</u>	<u>2,904,348</u>	<u>7,868,938</u>
Depreciation				
At 1 August 2023	110,860	1,465,472	106,513	1,682,845
Charge for the year	27,007	232,092	68,532	327,631
Eliminated on disposal	-	(54)	-	(54)
At 31 July 2024	<u>137,867</u>	<u>1,697,510</u>	<u>175,045</u>	<u>2,010,422</u>
Carrying amount				
At 31 July 2024	<u><u>256,437</u></u>	<u><u>2,872,776</u></u>	<u><u>2,729,303</u></u>	<u><u>5,858,516</u></u>
At 31 July 2023	<u><u>190,682</u></u>	<u><u>2,816,780</u></u>	<u><u>2,215,279</u></u>	<u><u>5,222,741</u></u>

DRVN Automotive Ltd

Notes to the Financial Statements for the Year Ended 31 July 2024

13 Tangible assets (continued)

Company

	Land and buildings £	Furniture, fittings and equipment £	Total £
Cost or valuation			
Additions	33,340	55,113	88,453
At 31 July 2024	33,340	55,113	88,453
Depreciation			
Charge for the year	-	13,777	13,777
At 31 July 2024	-	13,777	13,777
Carrying amount			
At 31 July 2024	33,340	41,336	74,676

14 Investments

Company

	2024 £	2023 £
Investments in subsidiaries	17,312,888	17,455,800
Subsidiaries		£
Cost or valuation		
At 1 August 2023		17,455,800
Revaluation		(142,912)
At 31 July 2024		17,312,888
Provision		
Carrying amount		
At 31 July 2024		17,312,888
At 31 July 2023		17,455,800

DRVN Automotive Ltd

Notes to the Financial Statements for the Year Ended 31 July 2024

14 Investments (continued)

Details of undertakings

Details of the investments (including principal place of business of unincorporated entities) in which the company holds 20% or more of the nominal value of any class of share capital are as follows:

Undertaking	Registered office	Holding	Proportion of voting rights and shares held	
			2024	2023
Subsidiary undertakings				
DMD London Limited	The Bunker, Quinn Close, Coventry, CV3 4LH England	Ordinary shares	75%	75%
J E Engineering Ltd	Charles Spencer King House, Sisken Drive, Middlemarch Business Park, Coventry, CV3 4FJ England	Ordinary shares	75%	75%
DRVN West Midlands Limited	13-13a Westwood Way, Westwood Business Park, Coventry, CV4 8HS England	Ordinary shares	75%	75%

DRVN Automotive Ltd

Notes to the Financial Statements for the Year Ended 31 July 2024

14 Investments (continued)

Undertaking	Registered office	Holding	Proportion of voting rights and shares held	
DRVN Advanced Engineering Limited	13-13a Westwood Way, Westwood Business Park, Coventry, CV4 8HS England	Ordinary shares	57%	57%
DRVN Remastered Limited	13-13a Westwood Way, Westwood Business Park, Coventry, CV4 8HS England	Ordinary shares	75%	75%
DRVN Composites Limited	13-13a Westwood Way, Westwood Business Park, Coventry, CV4 8HS England	Ordinary shares	75%	75%
Evoluto Automobili Limited	The Coach House, Ryeford Road, Stonehouse, GL10 3HG England	Ordinary shares	70%	70%
The Production Bunker Ltd	The Bunker, Quinn Close, Coventry, CV3 4LH England	Ordinary shares	50%	50%
Induction Technology Group Limited	Plot 6, Sisken Drive, Coventry, CV3 4FJ England	Ordinary shares	50%	50%

DRVN Automotive Ltd

Notes to the Financial Statements for the Year Ended 31 July 2024

14 Investments (continued)

Undertaking	Registered office	Holding	Proportion of voting rights and shares held	Proportion of voting rights and shares held
Boreham Motorworks Limited	Sovereign House, Millenium Way, Aycliffe Business Park, Newton Aycliffe, DL5 6AR England	Ordinary shares	100%	100%
DRVN Toolroom Ltd	McDermott House, Tweed Crescent, Perth, PH1 1TJ Unit 1, Park 2000 Millenium Way, Aycliffe Business Park, Newton Aycliffe, Co. Durham, DL5 6AR England	ordinary shares	100%	100%
I T G Holdings Limited	Mcdermott House, Tweed Place, Perth, PH1 1TJ Scotland	Ordinary shares	100%	100%
Vulcan Automotive Limited	The Bunker, Quinn Close, Coventry, CV3 4LH England	Ordinary shares	100%	100%
DRVN Capital Ltd	The Bunker, Quinn Close, Coventry, CV3 4LH England	Ordinary shares	100%	100%
DRVN Group Holdings Ltd	The Bunker, Quinn Close, Coventry, CV3 4LH England	Ordinary shares	100%	100%

DRVN Automotive Ltd

Notes to the Financial Statements for the Year Ended 31 July 2024

14 Investments (continued)

Undertaking	Registered office	Holding	Proportion of voting rights and shares held
Mr JWW Ltd	The Bunker, Quinn Close, Coventry, CV3 4LH England	Ordinary shares	50% 50%
	Unit 5a, Threshold Way Faircoaks Airport		
Alan Mann Racing Limited	Chobham WOKING GU24 8HU England	Ordinary shares	50% 0%

Subsidiary undertakings

DMD London Limited

The principal activity of DMD London Limited is sale of new cars and light motor vehicles. The profit for the financial period of DMD London Limited was £297,741 and the aggregate amount of Capital and reserves at the end of the period was £1,011,081.

J E Engineering Ltd

The principal activity of J E Engineering Ltd is maintenance and repair of motor vehicles. The loss for the financial period of J E Engineering Ltd was £418,480 and the aggregate amount of Capital and reserves at the end of the period was £641,714.

DRVN Automotive Ltd

Notes to the Financial Statements for the Year Ended 31 July 2024

14 Investments (continued)

DRVN West Midlands Limited

The principal activity of DRVN West Midlands Limited is design engineering activities. The loss for the financial period of DRVN West Midlands Limited was £190,348 and the aggregate amount of Capital and reserves at the end of the period was £394,839.

DRVN Advanced Engineering Limited

The principal activity of DRVN Advanced Engineering Limited is engineering design activities. The loss for the financial period of DRVN Advanced Engineering Limited was £440,510 and the aggregate amount of Capital and reserves at the end of the period was £4,335,056.

DRVN Remastered Limited

The principal activity of DRVN Remastered Limited is manufacturing. The loss for the financial period of DRVN Remastered Limited was £370,657 and the aggregate amount of Capital and reserves at the end of the period was £291,968.

DRVN Composites Limited

The principal activity of DRVN Composites Limited is engineering design activities. The profit for the financial period of DRVN Composites Limited was £483,434 and the aggregate amount of Capital and reserves at the end of the period was £(697,373).

Evoluto Automobili Limited

The principal activity of Evoluto Automobili Limited is maintenance and repair of motor vehicles. The profit for the financial period of Evoluto Automobili Limited was £813,015 and the aggregate amount of Capital and reserves at the end of the period was £13,415,922.

The Production Bunker Ltd

The principal activity of The Production Bunker Ltd is public relations and communication activities. The loss for the financial period of The Production Bunker Ltd was £206,992 and the aggregate amount of Capital and reserves at the end of the period was £500,542.

DRVN Automotive Ltd

Notes to the Financial Statements for the Year Ended 31 July 2024

14 Investments (continued)

Induction Technology Group Limited

The principal activity of Induction Technology Group Limited is manufacturing. The loss for the financial period of Induction Technology Group Limited was £115,721 and the aggregate amount of Capital and reserves at the end of the period was £3,072,146.

Boreham Motorworks Limited

The principal activity of Boreham Motorworks Limited is classic car restoration. The profit for the financial period of Boreham Motorworks Limited was £4,104 and the aggregate amount of Capital and reserves at the end of the period was £5,104.

DRVN Toolroom Ltd

The principal activity of DRVN Toolroom Ltd is sale of new cars and light motor vehicles. The loss for the financial period of DRVN Toolroom Ltd was £403,796 and the aggregate amount of Capital and reserves at the end of the period was £(402,796).

I T G Holdings Limited

The principal activity of I T G Holdings Limited is as a dormant company. The profit for the financial period of I T G Holdings Limited was £- and the aggregate amount of Capital and reserves at the end of the period was £100.

Vulcan Automotive Limited

The principal activity of Vulcan Automotive Limited is as a dormant company. The profit for the financial period of Vulcan Automotive Limited was £- and the aggregate amount of Capital and reserves at the end of the period was £1,000.

DRVN Capital Ltd

The principal activity of DRVN Capital Ltd is as a dormant company. The profit for the financial period of DRVN Capital Ltd was £- and the aggregate amount of Capital and reserves at the end of the period was £100.

DRVN Automotive Ltd

Notes to the Financial Statements for the Year Ended 31 July 2024

14 Investments (continued)

DRVN Group Holdings Ltd

The principal activity of DRVN Group Holdings Ltd is as a dormant company. The profit for the financial period of DRVN Group Holdings Ltd was £- and the aggregate amount of Capital and reserves at the end of the period was £1,000.

Mr JWW Ltd

The principal activity of Mr JWW Ltd is as a dormant company. The profit for the financial period of Mr JWW Ltd was £- and the aggregate amount of Capital and reserves at the end of the period was £1.

Alan Mann Racing Limited

The principal activity of Alan Mann Racing Limited is sale and repair of used vehicles. The loss for the financial period of Alan Mann Racing Limited was £189,046 and the aggregate amount of Capital and reserves at the end of the period was £(897,835).

DRVN Automotive Ltd

Notes to the Financial Statements for the Year Ended 31 July 2024

15 Stocks

	Group		Company	
	2024	2023	2024	2023
	£	£	£	£
Work in progress	3,216,680	1,664,910	-	-
Other inventories	5,812,555	4,301,424	-	-
	9,029,235	5,966,334	-	-
	9,029,235	5,966,334	-	-

16 Debtors

	Group		Company	
	2024	2023	2024	2023
Current	£	£	£	£
Trade debtors	1,461,126	1,585,346	1,308	-
Other debtors	7,010,387	615,592	116,301	-
Prepayments	238,799	198,444	-	-
	8,710,312	2,399,382	117,609	-
	8,710,312	2,399,382	117,609	-

17 Cash and cash equivalents

	Group		Company	
	2024	2023	2024	2023
	£	£	£	£
Cash on hand	3,802	9,790	1	1
Cash at bank	396,884	296,503	987	-
	400,686	306,293	988	1
Bank overdrafts	(45,856)	-	-	-
Cash and cash equivalents in statement of cash flows	354,830	306,293	988	1

DRVN Automotive Ltd

Notes to the Financial Statements for the Year Ended 31 July 2024

18 Creditors

	Note	Group		Company	
		2024 £	2023 £	2024 £	2023 £
Due within one year					
Loans and borrowings	<u>23</u>	725,489	562,764	-	-
Trade creditors		3,297,453	4,470,620	519,899	-
Amounts due to related parties	<u>25</u>	8,868,778	1,111,206	1,277,752	-
Social security and other taxes		2,459,565	1,448,173	112,092	-
Outstanding defined contribution pension costs		32,045	23,081	9,204	-
Other payables		149,501	636,352	7,000	634,919
Accruals		10,100,074	156,551	30,500	-
Income tax liability	<u>11</u>	267,051	251,707	-	-
		<u>25,899,956</u>	<u>8,660,454</u>	<u>1,956,447</u>	<u>634,919</u>
Due after one year					
Loans and borrowings	<u>23</u>	<u>1,752,074</u>	<u>1,325,375</u>	<u>-</u>	<u>-</u>

19 Provisions for liabilities

Group

	Deferred tax £	Total £
At 1 August 2023	(2,194)	(2,194)
Increase (decrease) in existing provisions	<u>672,257</u>	<u>672,257</u>
At 31 July 2024	<u>670,063</u>	<u>670,063</u>

DRVN Automotive Ltd

Notes to the Financial Statements for the Year Ended 31 July 2024

20 Pension and other schemes

Defined contribution pension scheme

The group operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the group to the scheme and amounted to £234,339 (2023 - £183,698). Contributions totalling £32,045 (2023 - £23,081) were payable to the scheme at the end of the year and are included in creditors.

21 Share capital

Allotted, called up and fully paid shares

	2024		2023	
	No.	£	No.	£
"A" ordinary share of £1 each	1	1	1	1

Rights, preferences and restrictions

Ordinary shares have the following rights, preferences and restrictions:

There is a single class of ordinary shares. There are no restrictions on the distribution of dividends and the repayment of capital.

22 Reserves

Group

Share capital

Represents the nominal value of shares issued.

Revaluation reserve

Represents the changes in value of assets.

Retained earnings

Includes retained profit & losses.

Minority interests

Represents the portion of a subsidiary's share not owned by the parent company.

The changes to each component of equity resulting from items of other comprehensive income for the current year were as follows:

DRVN Automotive Ltd

Notes to the Financial Statements for the Year Ended 31 July 2024

22 Reserves (continued)

	Revaluation reserve	Retained earnings	Total
	£	£	£
Surplus/deficit on property, plant and equipment revaluation	(5,436)	5,436	-
Surplus/deficit on revaluation of other assets	1,012,424	-	1,012,424
	1,006,988	5,436	1,012,424

The changes to each component of equity resulting from items of other comprehensive income for the prior period were as follows:

	Revaluation reserve	Retained earnings	Total
	£	£	£
Surplus/deficit on revaluation of other assets	16,293,465	-	16,293,465
Out of balance to Other comprehensive income category	-	(213,811)	(213,811)

Company

Share capital

Represents the nominal value of shares issued.

Revaluation reserve

Represents the changes in value of assets.

Retained earnings

Includes retained profit & losses.

The changes to each component of equity resulting from items of other comprehensive income for the current year were as follows:

	Revaluation reserve		Total
	£		£
Surplus/deficit on revaluation of other assets	689,570		689,570

The changes to each component of equity resulting from items of other comprehensive income for the prior period were as follows:

	Revaluation reserve		Total
	£		£
Surplus/deficit on revaluation of other assets	16,616,318		16,616,318

DRVN Automotive Ltd

Notes to the Financial Statements for the Year Ended 31 July 2024

23 Loans and borrowings

Non-current loans and borrowings

	Group		Company	
	2024	2023	2024	2023
	£	£	£	£
Bank borrowings	33,333	-	-	-
Hire purchase contracts	1,718,741	1,287,853	-	-
Other borrowings	-	37,522	-	-
	1,752,074	1,325,375	-	-
	1,752,074	1,325,375	-	-

Current loans and borrowings

	Group		Company	
	2024	2023	2024	2023
	£	£	£	£
Bank borrowings	496,912	375,802	-	-
Bank overdrafts	45,856	-	-	-
Hire purchase contracts	182,721	186,962	-	-
	725,489	562,764	-	-
	725,489	562,764	-	-

Hire purchase liabilities are secured against the fixed assets that they relate to.

24 Obligations under leases and hire purchase contracts

Group

Finance leases

The total of future minimum lease payments is as follows:

	2024	2023
	£	£
Not later than one year	232,550	186,962
Later than one year and not later than five years	1,727,266	1,287,853
	1,959,816	1,474,815
	1,959,816	1,474,815

DRVN Automotive Ltd

Notes to the Financial Statements for the Year Ended 31 July 2024

25 Related party transactions

Group

Key management compensation

	2024	2023
	£	£
Salaries and other short term employee benefits	<u>450,179</u>	<u>263,956</u>

Summary of transactions with subsidiaries

During the year loan accounts operated between Companies with common directors and shareholders. There are no fixed repayment terms, no guarantees or terms and conditions. The loans are not secured. The company is exempt from disclosing related party transactions with wholly owned subsidiaries.

During the period J E Engineering Limited borrowed money from Induction Technology Group Limited with a balance due at 31 July 2024 of £357,990 (2023: £348,101).

During the period DRVN Remastered Ltd borrowed money from DRVN Advanced Engineering Ltd with a balance due at 31 July 2024 of £9,825 (2023: £365,734).

During the period DRVN Composites Ltd borrowed money from DRVN Advanced Engineering Ltd with a balance due at 31 July 2024 of £1,342,378 (2023: £1,721,041).

During the period Alan Mann Racing Ltd borrowed money from DRVN Advanced Engineering Ltd with a balance due at 31 July 2024 of £30,000 (2023: £nil).

During the period DRVN West Midlands Ltd borrowed money from DRVN Advanced Engineering Ltd with a balance due at 31 July 2024 of £1,478,530 (2023: £1,103,361).

During the period Evoluto Automobili Ltd borrowed money from DRVN Advanced Engineering Ltd with a balance due at 31 July 2024 of £565,996 (2023: £nil).

During the period J E Engineering Limited borrowed money from DRVN Advanced Engineering Ltd with a balance due at 31 July 2024 of £9,132 (2023: £nil).

During the period The Production Bunker Ltd borrowed money from DMD London Ltd with a balance due at 31 July 2024 of £266,578 (2023: £nil).

During the period Evoluto Automobili Ltd borrowed money from DMD London Ltd with a balance due at 31 July 2024 of £10,000 (2023: £nil).

During the period DRVN Advanced Engineering Ltd borrowed money from DMD London Ltd with a balance due at 31 July 2024 of £265,000 (2023: £nil).

DRVN Automotive Ltd

Notes to the Financial Statements for the Year Ended 31 July 2024

25 Related party transactions (continued)

During the period Easy Heat Systems Ltd borrowed money from DMD London Ltd with a balance due at 31 July 2024 of £1,415,173 (2023: due by £11,000).

Company

Summary of transactions with subsidiaries

During the year loan accounts operated between Companies with common directors and shareholders. There are no fixed repayment terms, no guarantees or terms and conditions. The loans are not secured.

The company is exempt from disclosing related party transactions with wholly owned subsidiaries.

At the year end the balances due from DRVN Automotive Ltd were as follows.

Easy Heat Systems Ltd - £239,484 (2023: £nil).

DMD London Ltd - £23,620 (2023: £nil).

DRVN Advanced Engineering Ltd - £136,131 (2023: £nil).

DRVN West Midlands Ltd - £3,983 (2023: £nil).

Evoluto Automobili Ltd - £47,000 (2023: £nil).

E-Type Fabs Ltd - £35,575 (2023: £nil).

The Recruitment Bunker Ltd - £127,850 (2023: £nil).

At the year end the balances due to DRVN Automotive Ltd were as follows:

Alan Mann Racing Ltd - £62,174 (2023: £nil)

The Production Bunker Ltd - £656,282 (2023: £nil)

26 Parent and ultimate parent undertaking

The company is controlled by the directors who own 100% of the share capital.

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.