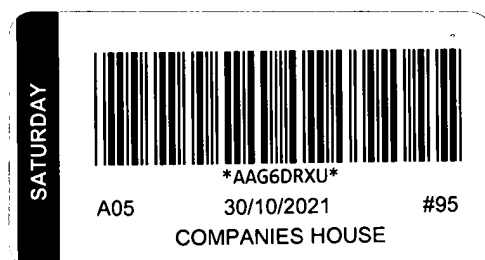


Strategic Report, Report of the Directors and
Financial Statements for the Year Ended 30 April 2021
for
DATAFLEXNET LTD



Contents of the Financial Statements
for the Year Ended 30 April 2021

| | Page |
|-------------------------------------|------|
| Company Information | 1 |
| Strategic Report | 2 |
| Report of the Directors | 3 |
| Report of the Independent Auditors | 5 |
| Statement of Comprehensive Income | 7 |
| Balance Sheet | 8 |
| Statement of Changes in Equity | 9 |
| Cash Flow Statement | 10 |
| Notes to the Cash Flow Statement | 11 |
| Notes to the Financial Statements | 12 |
| Trading and Profit and Loss Account | 20 |

DATAFLEXNET LTD

Company Information
for the Year Ended 30 April 2021

DIRECTORS:

R. Satongar
S Riley
W Drummond
A J Thwaites

SECRETARY:

R. Satongar

REGISTERED OFFICE:

Unit LB
Priestly Court
Staffordshire Technology Park
Stafford
Staffordshire
ST18 0LQ

REGISTERED NUMBER:

03187275 (England and Wales)

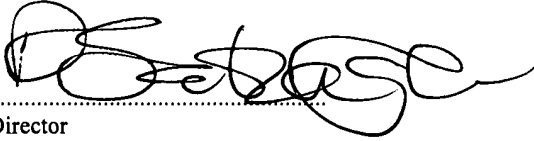
AUDITORS:

Howsons (Audit & Assurance) Ltd, Statutory Auditor
Winton House
Stoke Rd
Stoke-on-Trent
ST4 2RW

Strategic Report
for the Year Ended 30 April 2021

The Company has taken advantage of the strategic report small companies exemption allowed under chapter 4A, section 414B of the Companies Act 2006, which states that a small company can get an exemption if it is entitled to prepare accounts for the year in accordance with the small companies regime.

ON BEHALF OF THE BOARD:



.....
R. Satongar - Director

Date:28/10/21.....

Report of the Directors
for the Year Ended 30 April 2021

The directors present their report with the financial statements of the company for the year ended 30 April 2021.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of the provision of information technology solutions

DIVIDENDS

No dividends will be distributed for the year ended 30 April 2021.

RESEARCH AND DEVELOPMENT

Transactions in travel significantly reduced during the year, the initiative was therefore taken to increase development during the year.

There are three key areas of research and development;

Identity management that is compatible with systems subject to PCI DSS, unique security requirements of businesses across the world, each of varied size and demands, supporting a variety of channels, operating across organisational boundaries, that can be the subject of market and regulation demands including open banking and PSD2+.

Sharing of virtual cards with beneficiaries, as form of payment, one that is PCI DSS compliant, flexible in balancing user experience against levels of authentication assurance and workflow.

Virtual card payment processing with schemes, issuers, merchants, and acquirers on the card payment processing networks.

FUTURE DEVELOPMENTS

We hope to increase turnover due to continuing efforts in product development, more so in this year due to the downturn in travel and our efforts therefore being focused on product development. Also by entering new geographical markets, along with bringing in efficiencies to increase profits.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 May 2020 to the date of this report.

R. Satongar
S Riley
W Drummond

Other changes in directors holding office are as follows:

M Cliffe - deceased 12 December 2020
A J Thwaites - appointed 1 February 2021

W Drummond - resigned 28 May 2021

AUDIT

An audit is required under a members shareholding agreement.

FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The company's operations expose it to a variety of risks that include credit risk and liquidity risk. The company has a management programme in place with regards to its bank balances, trade debtors and trade creditors, which seeks to limit the adverse effects of any such risk on the financial performance of the company.

PRICE RISK, CREDIT RISK, LIQUIDITY RISK AND CASHFLOW RISK

In respect of bank balances, the liquidity risk is managed by maintaining a balance to fund working capital. Bank balances are held in a reputable UK bank account, and funds are exchanged with Global Reach on a short term basis for competitive returns.

Trade debtors are managed by regularly monitoring amounts due from customers. Potential bad debts have been written off accordingly. Slow paying customers are contacted regularly to ensure these debts do not require writing off.

Trade creditor liquidity risk is managed by ensuring there are sufficient funds in the bank to meet creditor obligations.

Report of the Directors
for the Year Ended 30 April 2021

POST BALANCE SHEET EVENT

On 28 February 2020, the UK reported its first person-to-person transmission and based on the experience of other countries, coronavirus became a significant issue for UK businesses/charities etc.

In response to the pandemic, the UK initially entered a full lockdown on 24 March 2020. In June and July lockdown restrictions were eased. However, on 5th November 2020 the UK entered a second full lockdown which ended on 2nd December. The UK entered a third full lockdown between January and April 2021.

At the time of approving these financial statements the nationwide lockdown has ceased but the rate of recovery from the impact of coronavirus cannot be reliably estimated. The company's business is dependent upon worldwide travel but by utilising the government support schemes, particularly the Coronavirus Interruption Loan Scheme, and implementing home working (with a skeleton presence at its business premises) the company has been able to continue trading and maintain resilience.

GOING CONCERN

Transactions in travel significantly reduced during the year due to coronavirus, the initiative was therefore taken to increase development during the year. The rate of recovery from the impact of coronavirus cannot be reliably estimated however at the date of approving these accounts, the directors consider that the company is a going concern as it has sufficient funds to continue trading for the next 12 months.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Strategic Report, the Report of the Directors 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 company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- 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 company's transactions and disclose with reasonable accuracy at any time the financial position of 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 company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

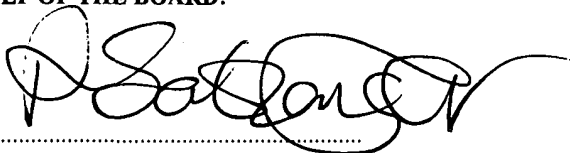
STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

AUDITORS

The auditors, Howsons (Audit & Assurance) Ltd, Statutory Auditor, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:



R. Satongar - Director

Date: 28/10/21

Opinion

We have audited the financial statements of Dataflexnet Ltd (the 'company') for the year ended 30 April 2021 which comprise the Statement of Comprehensive Income, Balance Sheet, Statement of Changes in Equity, Cash Flow Statement and Notes to the Cash Flow Statement, 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 company's affairs as at 30 April 2021 and of its 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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the company 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 directors' 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 company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are 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 in the Strategic Report and the Report of the Directors, but does not include the financial statements and our Report of the Auditors 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.

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 this gives rise to a material misstatement in the financial statements themselves. 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.

Opinions on other matters 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 the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and the Report of the Directors have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the 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 or the Report of the Directors.

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, or returns adequate for our audit have not been received from branches not visited by us; or
- the 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; or
- the directors were not entitled to take advantage of the small companies' exemption from the requirement to prepare a Strategic Report.

Responsibilities of directors

As explained more fully in the Statement of Directors' Responsibilities set out on page four, 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 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.

Auditors' 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 a Report of the Auditors 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.

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:

Analytical review was used to aid understanding of the company's results for the year, adding insight into areas of the financial statements to further concentrate testing, along with initial assessment of laws and regulations that could materially affect the financial statements if non-compliance occurred.

Our audit procedures involved testing of a population sample against available information, observations, and discussions with management to gather the required evidence to substantiate the balance or figure being audited.

Our assessment of those laws and regulations did identify specific laws and regulations, outside the normal generic laws governing entities, that would materially affect the financial statements if non-compliance occurred. However, testing indicated there were no instances of non-compliance with these laws leading to material misstatements in respect of irregularities, including fraud.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Auditors.

Use of our report

This report is made solely to the 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 company's members those matters we are required to state to them in a Report of the Auditors and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.



James Parr (Senior Statutory Auditor)
for and on behalf of Howsons (Audit & Assurance) Ltd, Statutory Auditor
Winton House
Stoke Rd
Stoke-on-Trent
ST4 2RW

Date: 28 October 2021

DATAFLEXNET LTD

Statement of Comprehensive Income
for the Year Ended 30 April 2021

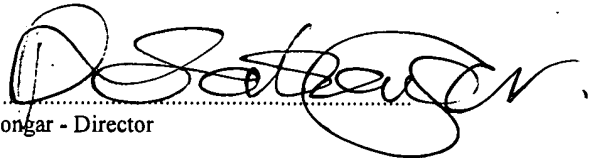
| | Notes | 30.4.21 £ | 30.4.20 £ |
|--|-------|--------------|--------------|
| TURNOVER | 3 | 1,740,915 | 1,909,227 |
| Cost of sales | | 1,328,795 | 1,161,829 |
| GROSS PROFIT | | 412,120 | 747,398 |
| Administrative expenses | | 599,243 | 558,903 |
| | | (187,123) | 188,495 |
| Other operating income | | - | 4,535 |
| OPERATING (LOSS)/PROFIT | 5 | (187,123) | 193,030 |
| Profit/loss on sale of investments | 6 | - | 66,500 |
| | | (187,123) | 259,530 |
| Interest receivable and similar income | | 4,016 | 17,214 |
| | | (183,107) | 276,744 |
| Interest payable and similar expenses | 7 | 126 | (16) |
| (LOSS)/PROFIT BEFORE TAXATION | | (183,233) | 276,760 |
| Tax on (loss)/profit | 8 | (115,127) | (9,158) |
| (LOSS)/PROFIT FOR THE FINANCIAL YEAR | | (68,106) | 285,918 |
| OTHER COMPREHENSIVE INCOME | | - | - |
| TOTAL COMPREHENSIVE INCOME FOR THE YEAR | | (68,106) | 285,918 |

The notes form part of these financial statements

Balance Sheet
30 April 2021

| | Notes | 30.4.21 £ | £ | 30.4.20 £ | £ |
|--|-------|------------------|------------------|------------------|------------------|
| FIXED ASSETS | | | | | |
| Intangible assets | 9 | | - | | - |
| Tangible assets | 10 | | 287,605 | | 286,364 |
| | | | <u>287,605</u> | | <u>286,364</u> |
| CURRENT ASSETS | | | | | |
| Debtors | 11 | 289,222 | | 246,380 | |
| Cash at bank | | 874,718 | | 1,051,684 | |
| | | <u>1,163,940</u> | | <u>1,298,064</u> | |
| CREDITORS | | | | | |
| Amounts falling due within one year | 12 | 181,064 | | 269,526 | |
| NET CURRENT ASSETS | | | <u>982,876</u> | | <u>1,028,538</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | 1,270,481 | | 1,314,902 |
| CREDITORS | | | | | |
| Amounts falling due after more than one year | 13 | | (40,833) | | - |
| PROVISIONS FOR LIABILITIES | 16 | | - | | (17,148) |
| NET ASSETS | | | <u>1,229,648</u> | | <u>1,297,754</u> |
| CAPITAL AND RESERVES | | | | | |
| Called up share capital | 17 | | 2,162 | | 2,162 |
| Retained earnings | 18 | | 1,227,486 | | 1,295,592 |
| SHAREHOLDERS' FUNDS | | | <u>1,229,648</u> | | <u>1,297,754</u> |

The financial statements were approved by the Board of Directors and authorised for issue on 28/10/21 and were signed on its behalf by:


 R. Satongar - Director

DATAFLEXNET LTD

Statement of Changes in Equity
for the Year Ended 30 April 2021

| | Called up share capital £ | Retained earnings £ | Total equity £ |
|---------------------------------|------------------------------------|---------------------------|----------------------|
| Balance at 1 May 2019 | 2,162 | 1,009,674 | 1,011,836 |
| Changes in equity | | | |
| Total comprehensive income | - | 285,918 | 285,918 |
| Balance at 30 April 2020 | 2,162 | 1,295,592 | 1,297,754 |
| Changes in equity | | | |
| Total comprehensive income | - | (68,106) | (68,106) |
| Balance at 30 April 2021 | 2,162 | 1,227,486 | 1,229,648 |

The notes form part of these financial statements

DATAFLEXNET LTD

Cash Flow Statement
for the Year Ended 30 April 2021

| | Notes | 30.4.21 £ | 30.4.20 £ |
|---|----------|------------------|------------------|
| Cash flows from operating activities | | | |
| Cash generated from operations | 1 | (219,115) | 20,638 |
| Interest paid | | (126) | 16 |
| Tax paid | | 8,280 | (39,754) |
| Net cash from operating activities | | (210,961) | (19,100) |
| Cash flows from investing activities | | | |
| Purchase of tangible fixed assets | | (20,406) | (13,585) |
| Sale of fixed asset investments | | - | 500 |
| Interest received | | 4,016 | 17,214 |
| Net cash from investing activities | | (16,390) | 4,129 |
| Cash flows from financing activities | | | |
| New loans in year | | 50,000 | - |
| Amount introduced by directors | | 987 | - |
| Amount withdrawn by directors | | (602) | (367,460) |
| Net cash from financing activities | | 50,385 | (367,460) |
| Decrease in cash and cash equivalents | | (176,966) | (382,431) |
| Cash and cash equivalents at beginning of year | 2 | 1,051,684 | 1,434,115 |
| Cash and cash equivalents at end of year | 2 | 874,718 | 1,051,684 |

The notes form part of these financial statements

Notes to the Cash Flow Statement
for the Year Ended 30 April 2021

1. **RECONCILIATION OF (LOSS)/PROFIT BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS**

| | 30.4.21 | 30.4.20 |
|--|-------------------------|----------------------|
| | £ | £ |
| (Loss)/profit before taxation | (183,233) | 276,760 |
| Depreciation charges | 19,166 | 21,668 |
| Finance costs | 126 | (16) |
| Finance income | (4,016) | (17,214) |
| | <u>(167,957)</u> | <u>281,198</u> |
| Decrease/(increase) in trade and other debtors | 46,856 | (29,334) |
| Decrease in trade and other creditors | <u>(98,014)</u> | <u>(231,226)</u> |
| Cash generated from operations | <u><u>(219,115)</u></u> | <u><u>20,638</u></u> |

2. **CASH AND CASH EQUIVALENTS**

The amounts disclosed on the Cash Flow Statement in respect of cash and cash equivalents are in respect of these Balance Sheet amounts:

Year ended 30 April 2021

| | 30.4.21 | 1.5.20 |
|---------------------------|-----------------------|-------------------------|
| | £ | £ |
| Cash and cash equivalents | <u><u>874,718</u></u> | <u><u>1,051,684</u></u> |

Year ended 30 April 2020

| | 30.4.20 | 1.5.19 |
|---------------------------|-------------------------|-------------------------|
| | £ | £ |
| Cash and cash equivalents | <u><u>1,051,684</u></u> | <u><u>1,434,115</u></u> |

3. **ANALYSIS OF CHANGES IN NET FUNDS**

| | At 1.5.20 £ | Cash flow £ | At 30.4.21 £ |
|---------------------------------|------------------|------------------|-----------------|
| Net cash | | | |
| Cash at bank | <u>1,051,684</u> | <u>(176,966)</u> | <u>874,718</u> |
| | <u>1,051,684</u> | <u>(176,966)</u> | <u>874,718</u> |
| Debt | | | |
| Debts falling due within 1 year | - | (9,167) | (9,167) |
| Debts falling due after 1 year | - | (40,833) | (40,833) |
| | - | <u>(50,000)</u> | <u>(50,000)</u> |
| Total | <u>1,051,684</u> | <u>(226,966)</u> | <u>824,718</u> |

1. STATUTORY INFORMATION

Dataflexnet 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" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Significant judgements and estimates

Preparation of the financial statements requires management to make significant judgements, estimates and assumptions that affect the amounts reported for the assets and liabilities as at the balance sheet date and the amounts reported for revenues and expenses during the year.

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

Turnover

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

Goodwill

Goodwill, being the amount paid in connection with the acquisition of a business in 1996, is being amortised evenly over its estimated useful life of five years.

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.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

| | |
|-----------------------|---|
| Long leasehold | - 2% on cost |
| Plant and machinery | - 33% on cost and 25% on reducing balance |
| Fixtures and fittings | - 25% on reducing balance |

Tangible assets are stated at cost, net of depreciation. Depreciation is provided on all tangible assets at rates as above.

The estimated useful life of plant and machinery is between 5 - 10 years.

The estimated useful life of computer equipment is 3 years.

The estimated life of property is 50 years.

Land is not depreciated.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Statement of Comprehensive Income, 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.

Notes to the Financial Statements - continued
for the Year Ended 30 April 2021

2. **ACCOUNTING POLICIES - continued**

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.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

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.

Financial instruments

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

Financial liabilities and equity instruments are classified accordingly to the substance of the contractual arrangements entered into.

All financial assets and liabilities are initially measured at transaction price. Debt instruments that are classified as payable within one year are initially measured at an undiscounted amount of the cash or other consideration expected to be paid.

Functional currency

The Company's functional currency and presentational currency is the pound sterling. Therefore these financial statements are presented in pounds sterling.

3. **TURNOVER**

The turnover and loss (2020 - profit) before taxation are attributable to the one principal activity of the company.

An analysis of turnover by geographical market is given below:

| | 30.4.21 | 30.4.20 |
|--------------------------|------------------|------------------|
| | £ | £ |
| United Kingdom | 139,737 | 213,824 |
| Europe | 105,422 | 106,088 |
| United States of America | 1,495,756 | 1,589,315 |
| | <u>1,740,915</u> | <u>1,909,227</u> |

4. **EMPLOYEES AND DIRECTORS**

| | 30.4.21 | 30.4.20 |
|-----------------------|------------------|----------------|
| | £ | £ |
| Wages and salaries | 935,332 | 764,311 |
| Social security costs | 93,838 | 76,658 |
| Other pension costs | 15,704 | 11,610 |
| | <u>1,044,874</u> | <u>852,579</u> |

Notes to the Financial Statements - continued
for the Year Ended 30 April 2021

4. **EMPLOYEES AND DIRECTORS - continued**

The average number of employees during the year was as follows:

| | 30.4.21 | 30.4.20 |
|-------------------------|-----------|-----------|
| Administration | 1 | 1 |
| Direct IT Professionals | 22 | 19 |
| Management and Sales | 1 | 1 |
| | <u>24</u> | <u>21</u> |

| | 30.4.21 | 30.4.20 |
|-------------------------|----------------|----------------|
| | £ | £ |
| Directors' remuneration | <u>255,382</u> | <u>257,500</u> |

Information regarding the highest paid director is as follows:

| | 30.4.21 | 30.4.20 |
|----------------|----------------|----------------|
| | £ | £ |
| Emoluments etc | <u>107,328</u> | <u>128,000</u> |

5. **OPERATING (LOSS)/PROFIT**

The operating loss (2020 - operating profit) is stated after charging/(crediting):

| | 30.4.21 | 30.4.20 |
|------------------------------|---------------|-----------------|
| | £ | £ |
| Depreciation - owned assets | 19,165 | 21,670 |
| Foreign exchange differences | <u>92,843</u> | <u>(43,404)</u> |

6. **EXCEPTIONAL ITEMS**

| | 30.4.21 | 30.4.20 |
|------------------------------------|----------|---------------|
| | £ | £ |
| Profit/loss on sale of investments | <u>-</u> | <u>66,500</u> |

7. **INTEREST PAYABLE AND SIMILAR EXPENSES**

| | 30.4.21 | 30.4.20 |
|--------------------|------------|-------------|
| | £ | £ |
| Bank loan interest | - | (16) |
| HMRC interest | <u>126</u> | <u>-</u> |
| | <u>126</u> | <u>(16)</u> |

Notes to the Financial Statements - continued
for the Year Ended 30 April 2021

8. TAXATION

Analysis of the tax credit

The tax credit on the loss for the year was as follows:

| | 30.4.21 £ | 30.4.20 £ |
|----------------------|------------------|----------------|
| Current tax: | | |
| UK corporation tax | (53,262) | (8,280) |
| Deferred tax | (61,865) | (878) |
| Tax on (loss)/profit | <u>(115,127)</u> | <u>(9,158)</u> |

UK corporation tax has been charged at 19% (2020 - 19%).

Reconciliation of total tax credit included in profit and loss

The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below:

| | 30.4.21 £ | 30.4.20 £ |
|--|------------------|----------------|
| (Loss)/profit before tax | <u>(183,233)</u> | <u>276,760</u> |
| (Loss)/profit multiplied by the standard rate of corporation tax in the UK of 19% (2020 - 19%) | (34,814) | 52,584 |
| Effects of: | | |
| Expenses not deductible for tax purposes | - | 314 |
| Income not taxable for tax purposes | - | (12,635) |
| Capital allowances in excess of depreciation | (277) | - |
| Depreciation in excess of capital allowances | - | 1,486 |
| R&D enhanced deduction | (69,668) | (50,029) |
| Deferred tax on timing difference | (10,368) | (878) |
| Total tax credit | <u>(115,127)</u> | <u>(9,158)</u> |

9. INTANGIBLE FIXED ASSETS

COST

At 1 May 2020
and 30 April 2021

Goodwill
£

19,500

AMORTISATION

At 1 May 2020
and 30 April 2021

19,500

NET BOOK VALUE

At 30 April 2021

-

At 30 April 2020

-

Notes to the Financial Statements - continued
for the Year Ended 30 April 2021

10. TANGIBLE FIXED ASSETS

| | Long leasehold £ | Plant and machinery £ | Fixtures and fittings £ | Totals £ |
|-----------------------|------------------------|-----------------------------|----------------------------------|-------------|
| COST | | | | |
| At 1 May 2020 | 259,800 | 74,396 | 9,548 | 343,744 |
| Additions | - | 4,883 | 15,523 | 20,406 |
| At 30 April 2021 | 259,800 | 79,279 | 25,071 | 364,150 |
| DEPRECIATION | | | | |
| At 1 May 2020 | 4,431 | 47,107 | 5,842 | 57,380 |
| Charge for year | 4,431 | 10,278 | 4,456 | 19,165 |
| At 30 April 2021 | 8,862 | 57,385 | 10,298 | 76,545 |
| NET BOOK VALUE | | | | |
| At 30 April 2021 | 250,938 | 21,894 | 14,773 | 287,605 |
| At 30 April 2020 | 255,369 | 27,289 | 3,706 | 286,364 |

The value of land included in leasehold property is £38,250 and is not depreciated.

The property is under a lease of 125 years with 108 years remaining.

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 30.4.21 £ | 30.4.20 £ |
|--------------------|--------------|--------------|
| Trade debtors | 152,358 | 166,135 |
| Mytrainticket | (779) | 36,694 |
| Tax | 53,262 | 8,280 |
| VAT | 19,689 | 3,197 |
| Deferred tax asset | 44,717 | - |
| Prepayments | 19,975 | 32,074 |
| | 289,222 | 246,380 |

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 30.4.21 £ | 30.4.20 £ |
|---|--------------|--------------|
| Bank loans and overdrafts (see note 14) | 9,167 | - |
| Trade creditors | 90,047 | 76,272 |
| Social security and other taxes | 25,297 | 44,660 |
| Pension | 4,273 | 4,393 |
| Credit card | 5,026 | 2,355 |
| C Satongar loan account | 1,901 | 82,901 |
| H Satongar loan account | - | 7,446 |
| Directors' current accounts | 3,005 | 2,620 |
| Deferred income | 42,348 | 48,879 |
| | 181,064 | 269,526 |

13. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

| | 30.4.21 £ | 30.4.20 £ |
|--------------------------|--------------|--------------|
| Bank loans (see note 14) | 40,833 | - |

Notes to the Financial Statements - continued
for the Year Ended 30 April 2021

14. **LOANS**

An analysis of the maturity of loans is given below:

| | 30.4.21 £ | 30.4.20 £ |
|---|---------------|--------------|
| Amounts falling due within one year or on demand: | | |
| Bank loans | <u>9,167</u> | <u>-</u> |
| Amounts falling due between one and two years: | | |
| Bank loans - 1-2 years | <u>10,000</u> | <u>-</u> |
| Amounts falling due between two and five years: | | |
| Bank loans - 2-5 years | <u>30,000</u> | <u>-</u> |
| Amounts falling due in more than five years: | | |
| Repayable by instalments | | |
| Bank loans more 5 yr by instal | <u>833</u> | <u>-</u> |

15. **FINANCIAL INSTRUMENTS**

| | 30.04.21 NIL | 30.04.20 NIL |
|---|-----------------|-----------------|
| Financial assets measured at fair value | | |
| Financial assets not measured at fair value | | |
| Trade and other receivables | 244,505 | 246,380 |
| Cash and cash equivalents | 874,718 | 1,051,684 |
| Financial liabilities measured at fair value | NIL | NIL |
| Financial liabilities not measured at fair value | | |
| Trade and other payables | 221,897 | 269,527 |

16. **PROVISIONS FOR LIABILITIES**

| | 30.4.20 £ |
|---|-----------------|
| Deferred tax | <u>17,148</u> |
| | Deferred tax |
| | £ |
| Balance at 1 May 2020 | 17,148 |
| Credit to Statement of Comprehensive Income during year | <u>(61,865)</u> |
| Balance at 30 April 2021 | <u>(44,717)</u> |

Notes to the Financial Statements - continued
for the Year Ended 30 April 2021

17. **CALLED UP SHARE CAPITAL**

| Allotted, issued and fully paid: | | Nominal value: | 30.4.21 £ | 30.4.20 £ |
|----------------------------------|------------------------|-------------------|-------------------|-------------------|
| Number: | Class: | | | |
| 1,137,775 | Ordinary B | 0.0001 | 114 | 114 |
| | | | <u> </u> | <u> </u> |
| Allotted and issued: | | Nominal value: | 30.4.21 £ | 30.4.20 £ |
| Number: | Class: | | | |
| 20,482,225 | Ordinary share capital | 0.0001 | 2,048 | 2,048 |
| | | | <u> </u> | <u> </u> |

On 21 November 2019, the 2,162 ordinary shares of £1 each were sub divided into 20,539,000 ordinary shares of 0.0001p each and 1,081,000 B ordinary shares of 0.0001p each.

On 17 April 2020 56,775 ordinary shares of 0.0001p each were reclassified as B ordinary shares of 0.0001p each.

18. **RESERVES**

| | Retained earnings £ |
|----------------------|---------------------------|
| At 1 May 2020 | 1,295,592 |
| Deficit for the year | (68,106) |
| | <u> </u> |
| At 30 April 2021 | 1,227,486 |
| | <u> </u> |

19. **PENSION COMMITMENTS**

The Company operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the Company to the scheme for the directors (4) and employees and amounted to £4,482 (2020 £5,016) and £15,704 (2020 £11,610) respectively.

Employer payments to personal pensions during the year amounted to £NIL (2020 £NIL).

The Company operates a salary sacrifice scheme for one director (which ceased during the year) amounting to £7,496 (2020 £12,850).

20. **RELATED PARTY DISCLOSURES**

Other related parties

| | 30.4.21 £ | 30.4.20 £ |
|-------------------------------|-------------------|-------------------|
| Transfers | 7,200 | 74,091 |
| Amount due from related party | - | 36,694 |
| Amount due to related party | 779 | - |
| | <u> </u> | <u> </u> |

The Company recharged expenses to Mytrainticket.co.uk Limited during the year. Mr R Satongar is a director of both Companies and owns the controlling percentage of shares in each Company.

21. **ULTIMATE CONTROLLING PARTY**

The ultimate controlling party is R. Satongar.

22. **SHORT TERM EMPLOYMENT BENEFITS**

A review of holidays not taken at the year end has been conducted and it was concluded that the effect was immaterial and therefore has not been provided for. The review will be carried out annually and a provision made accordingly if the result is considered material to give a true and fair view.

Notes to the Financial Statements - continued
for the Year Ended 30 April 2021

23. POST BALANCE SHEET EVENT

On 28 February 2020, the UK reported its first person-to-person transmission and based on the experience of other countries, coronavirus became a significant issue for UK businesses/charities etc.

In response to the pandemic, the UK initially entered a full lockdown on 24 March 2020. In June and July lockdown restrictions were eased. However, on 5th November 2020 the UK entered a second full lockdown which ended on 2nd December. The UK entered a third full lockdown between January and April 2021.

At the time of approving these financial statements the nationwide lockdown has ceased but the rate of recovery from the impact of coronavirus cannot be reliably estimated. The company's business is dependent upon worldwide travel but by utilising the government support schemes, particularly the Coronavirus Interruption Loan Scheme, and implementing home working (with a skeleton presence at its business premises) the company has been able to continue trading and maintain resilience.

24. GOING CONCERN

Transactions in travel significantly reduced during the year due to coronavirus, the initiative was therefore taken to increase development during the year. The rate of recovery from the impact of coronavirus cannot be reliably estimated however at the date of approving these accounts, the directors consider that the company is a going concern as it has sufficient funds to continue trading for the next 12 months.

DATAFLEXNET LTD

**Trading and Profit and Loss Account
for the Year Ended 30 April 2021**

| | 30.4.21 | | 30.4.20 |
|--------------------------------|---------|-----------|-----------|
| | £ | £ | £ |
| Sales | | 1,740,915 | 1,909,227 |
| Cost of sales | | | |
| Software development costs | 30,160 | | 35,000 |
| Directors' salaries | 255,382 | | 257,500 |
| Directors' social security | 28,141 | | 28,992 |
| Directors' pensions paid | 4,483 | | 5,016 |
| Wages | 675,467 | | 501,795 |
| Social security | 65,697 | | 47,666 |
| Pensions | 15,704 | | 11,610 |
| Sub contractors | 253,632 | | 274,028 |
| Director life insurance | 129 | | 222 |
| | <hr/> | <hr/> | <hr/> |
| | | 1,328,795 | 1,161,829 |
| GROSS PROFIT | | 412,120 | 747,398 |
| Other income | | | |
| Management income | - | | 4,535 |
| Deposit account interest | 3,971 | | 17,214 |
| HMRC interest | 45 | | - |
| | <hr/> | <hr/> | <hr/> |
| | | 4,016 | 21,749 |
| | | <hr/> | <hr/> |
| | | 416,136 | 769,147 |
| Expenditure | | | |
| Use of residence as office | 624 | | - |
| Insurance | 936 | | 913 |
| Light and heat | 6,261 | | 8,966 |
| Office rent and rates | 9,949 | | 9,275 |
| Cleaning | 1,766 | | 5,797 |
| Telephone | 10,638 | | 11,435 |
| Post and stationery | 103 | | 1,646 |
| Advertising | 483 | | 299 |
| Travelling & accommodation | 6 | | 24,340 |
| Motor expenses | 2,475 | | 6,640 |
| Staff training | 1,468 | | 803 |
| Repairs and renewals | 11,539 | | 6,842 |
| Hosting | 275,198 | | 274,924 |
| Recruitment | - | | 24,099 |
| Insurance | 21,512 | | 17,530 |
| Computer and website expenses | 46,250 | | 38,253 |
| Sundry expenses | 1,090 | | 6,305 |
| System testing | 7,929 | | 5,667 |
| Accountancy | 8,650 | | 8,650 |
| Consultancy | 17,446 | | 1,075 |
| PCI compliance check | 11,436 | | 32,464 |
| Subscriptions | 3,295 | | 370 |
| Professional costs | 25,709 | | 42,271 |
| Donations | - | | 300 |
| Foreign exchange losses | 92,843 | | (43,404) |
| Marketing | 8,750 | | 33,835 |
| Client gifts and entertainment | - | | 1,653 |
| Overseas entertainment | - | | 206 |
| | <hr/> | <hr/> | <hr/> |
| | | 566,356 | 521,154 |
| Carried forward | | (150,220) | 247,993 |

This page does not form part of the statutory financial statements

DATAFLEXNET LTD

Trading and Profit and Loss Account
for the Year Ended 30 April 2021

| | 30.4.21 | | 30.4.20 | |
|---|---------------|------------------|---------------|----------------|
| | £ | £ | £ | £ |
| Brought forward | | (150,220) | | 247,993 |
| Finance costs | | | | |
| Bank charges | 13,721 | | 16,081 | |
| Bank loan interest | - | | (16) | |
| HMRC interest | 126 | | - | |
| | <u>13,847</u> | | <u>16,065</u> | |
| | | (164,067) | | 231,928 |
| Depreciation | | | | |
| Long leasehold | 4,431 | | 4,431 | |
| Plant and machinery | 10,279 | | 16,002 | |
| Fixtures and fittings | 4,456 | | 1,235 | |
| | <u>19,166</u> | | <u>21,668</u> | |
| | | (183,233) | | 210,260 |
| Profit/loss on sale of investments | | | | |
| Profit/loss on sale of investments | | - | | 66,500 |
| NET (LOSS)/PROFIT | | <u>(183,233)</u> | | <u>276,760</u> |