

Financial Statements for the Year Ended 31 December 2021

for

Sensornet Limited

Contents of the Financial Statements
for the Year Ended 31 December 2021

	Page
Company Information	1
Balance Sheet	2
Notes to the Financial Statements	3

Sensornet Limited

Company Information
for the Year Ended 31 December 2021

DIRECTORS:	T M Burns R Hance M E Weishaar
SECRETARIES:	R Hance Oakwood Corporate Secretary Limited
REGISTERED OFFICE:	3rd Floor 1 Ashley Road Altrincham Cheshire WA14 2DT
REGISTERED NUMBER:	03403261 (England and Wales)
SENIOR STATUTORY AUDITOR:	Matthew Dobbins FCA
AUDITORS:	Dunkley's Statutory Auditor Chartered Accountants Woodlands Grange Woodlands Lane Bradley Stoke Bristol BS32 4JY
BANKERS:	HSBC Bank plc London Bridge 28 Borough High St London SE1 1YB

Balance Sheet
31 December 2021

	Notes	31.12.21 £	£	31.12.20 £	£
FIXED ASSETS					
Intangible assets	4		-		-
Tangible assets	5		<u>7,721</u>		<u>9,389</u>
			7,721		9,389
CURRENT ASSETS					
Stocks	6	111,353		272,097	
Debtors	7	646,864		534,059	
Cash at bank		<u>110,453</u>		<u>113,727</u>	
		868,670		919,883	
CREDITORS					
Amounts falling due within one year	8	<u>4,133,885</u>		<u>3,745,796</u>	
NET CURRENT LIABILITIES			<u>(3,265,215)</u>		<u>(2,825,913)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>(3,257,494)</u>		<u>(2,816,524)</u>
CREDITORS					
Amounts falling due after more than one year	9		<u>12,766</u>		<u>47,085</u>
NET LIABILITIES			<u>(3,270,260)</u>		<u>(2,863,609)</u>
CAPITAL AND RESERVES					
Called up share capital	12		3,264,435		3,264,435
Share premium			7,121,662		7,121,662
Capital reserve			22,204		22,204
Retained earnings			<u>(13,678,561)</u>		<u>(13,271,910)</u>
SHAREHOLDERS' FUNDS			<u>(3,270,260)</u>		<u>(2,863,609)</u>

The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 16 August 2022 and were signed on its behalf by:

T M Burns - Director

**Notes to the Financial Statements
for the Year Ended 31 December 2021**

1. STATUTORY INFORMATION

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

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Turnover

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

Revenue recognition

Revenue will not be recognised unless it is probable that economic benefit will flow to the company and the amount can be measured reliably.

Sale of goods

Revenue is recognised at the point that the significant risks and rewards of ownership are transferred to the buyer.

Rendering of services

Revenue is recognised on a straight line basis over the specified period.

Construction contracts

Revenue and associated costs are recognised using the percentage of completion method.

For contracts not deemed significant, work in progress for construction contracts is deemed to be 0% complete until delivered.

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.

Computer software has been fully amortised.

Tangible fixed assets

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

Leasehold improvements	- Straight line over the life of the lease
Equipment, Fixtures and Fittings	- Straight line over 5 - 10 years
Computer and Optical Equipment	- Straight line over 3 - 7 years

Stocks

Stocks 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.

Work in progress is valued on the basis of direct costs plus attributable overheads based upon a normal level of activity. Provision is made for any foreseeable losses where appropriate. No element of profit is included in the valuation of work in progress.

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2021**

2. ACCOUNTING POLICIES - continued

Taxation

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

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

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

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

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

Research and development

Expenditure on research and development is written off in the year in which it is incurred.

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.

Hire purchase and leasing commitments

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

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 5 (2020 - 10) .

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

4. INTANGIBLE FIXED ASSETS

	Other intangible assets £
COST	
At 1 January 2021	6,451
Disposals	(6,451)
At 31 December 2021	-
AMORTISATION	
At 1 January 2021	6,451
Eliminated on disposal	(6,451)
At 31 December 2021	-
NET BOOK VALUE	
At 31 December 2021	-
At 31 December 2020	-

5. TANGIBLE FIXED ASSETS

	Leasehold improvements £	Equipment, Fixtures and Fittings £	Computer and Optical Equipment £	Totals £
COST				
At 1 January 2021	258,239	212,070	154,771	625,080
Additions	-	8,291	645	8,936
Disposals	(258,239)	(30,166)	(53,983)	(342,388)
At 31 December 2021	-	190,195	101,433	291,628
DEPRECIATION				
At 1 January 2021	253,270	210,233	152,188	615,691
Charge for year	4,970	3,678	1,957	10,605
Eliminated on disposal	(258,240)	(30,166)	(53,983)	(342,389)
At 31 December 2021	-	183,745	100,162	283,907
NET BOOK VALUE				
At 31 December 2021	-	6,450	1,271	7,721
At 31 December 2020	4,969	1,837	2,583	9,389

6. STOCKS

	31.12.21 £	31.12.20 £
Raw materials	78,863	200,228
Finished goods	32,490	71,869
	<u>111,353</u>	<u>272,097</u>

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2021**

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.21	31.12.20
	£	£
Trade debtors	457,610	192,000
Amounts recoverable on contract	112,000	154,406
Other debtors	33,399	108,023
VAT	4,124	8,650
Prepayments and accrued income	39,731	70,980
	<u>646,864</u>	<u>534,059</u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.21	31.12.20
	£	£
Trade creditors	300,604	103,436
Amounts owed to group undertakings	3,648,260	3,502,503
Social security and other taxes	4,590	17,522
Other creditors	164,423	15,846
Accruals and deferred income	16,008	106,489
	<u>4,133,885</u>	<u>3,745,796</u>

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

	31.12.21	31.12.20
	£	£
Accruals and deferred income	<u>12,766</u>	<u>47,085</u>

10. LEASING AGREEMENTS

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

	31.12.21	31.12.20
	£	£
Within one year	50,901	301
Between one and five years	54,817	-
	<u>105,718</u>	<u>301</u>

11. SECURED DEBTS

Bank facilities, although not presently utilised, are secured by a fixed charge on all book debts and a floating charge on all other assets of the company.

12. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	31.12.21	31.12.20
			£	£
326,443,514	Ordinary	1p	<u>3,264,435</u>	<u>3,264,435</u>

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2021**

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

The Report of the Auditors was qualified on the following basis:

Basis for opinion

We were not appointed as auditor of the company until after 31 December 2021 and thus did not observe the counting of physical inventories at the end of the year. We were unable to satisfy ourselves by alternative means concerning the inventory quantities held at 31 December 2021, which are included in the balance sheet at £111,35. Consequently we were unable to determine whether any adjustment to this amount was necessary.

Matthew Dobbins FCA (Senior Statutory Auditor)
for and on behalf of Dunkleys Dunkley's

14. PENSION COMMITMENTS

During the year, the company operated a defined contribution pension scheme through an external provider.

Employer contributions to the scheme for the year totalled £12,336 (2020 - £19,092).

Accrued pension contributions outstanding at the balance sheet date totalled £nil (2020 - £2,918).

15. RELATED PARTY DISCLOSURES

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

The following material transactions with related parties were conducted during the financial period.

These exclude any transactions with members of the group at the balance sheet date, in accordance with the above statement.

Transactions with owners holding a participating interest in the small entity

Nature of the relationship at the time of the transaction, is that of entities under common ownership.

The related parties involved in the following disclosure ceased to be related parties as at 19 February 2021.

Total sales to related parties - £229,110 (2020 - £391,466)

Total sales from related parties - £64,787 (2020 - £354,761)

Loans from related parties - £nil (2020 - £nil). The balance at the date the relationship ended was £198,050.

Loans to related parties - £nil (2020 - £58,642). The balance at the date the relationship ended was £nil.

Transactions with companies in which the small entity has a participating interest and Transactions with the entity's directors

None

The parent of the smallest group for which consolidated financial statements are drawn up of which this company is a member is Resonetics LLC (U.S.) (registered in the United States of America). The registered office is 26 Whipple St Nashua, NH, 03060-3044 United States.

16. FRC ETHICAL STANDARD - PROVISIONS AVAILABLE FOR SMALL ENTITIES

In common with many other businesses of our size and nature we use our auditors to prepare and submit returns to the tax authorities and assist with the preparation of the financial statements.

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.