

Registered number: 03937213

SMX CORPORATION LIMITED

UNAUDITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022



SMX CORPORATION LIMITED

COMPANY INFORMATION

Director	Sachin Duggal
Company secretary	PKF Littlejohn Corporate Services Limited
Registered number	03937213
Registered office	c/o PKF Littlejohn 15 Westferry Circus Canary Wharf London E14 4HD

SMX CORPORATION LIMITED

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SMX CORPORATION LIMITED
REGISTERED NUMBER:03937213

STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	4	-	2,516
		<u>-</u>	<u>2,516</u>
Current assets			
Debtors: amounts falling due within one year	5	571,413	217,908
Cash at bank and in hand		8,737	-
		<u>580,150</u>	<u>217,908</u>
Creditors: amounts falling due within one year	6	(778,205)	(309,469)
Net current liabilities		<u>(198,055)</u>	<u>(91,561)</u>
Total assets less current liabilities		<u>(198,055)</u>	<u>(89,045)</u>
Net liabilities		<u>(198,055)</u>	<u>(89,045)</u>
Capital and reserves			
Called up share capital		10	10
Profit and loss account		(198,065)	(89,055)
		<u>(198,055)</u>	<u>(89,045)</u>


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

The director acknowledges his responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

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

The Company has opted not to file the director's report and statement of income and retained earnings in accordance with provisions applicable to companies subject to the small companies' regime.

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



.....
Sachin Duggal
 Director

Date: 02/08/2023

The notes on pages 2 to 6 form part of these financial statements.

SMX CORPORATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2022

1. General information

SMX Corporation Limited is a private company limited by shares and is incorporated and domiciled in England and Wales. The company registration number 03937213. The address of its registered office is 15 Westferry Circus, Canary Wharf, London, E14 4HD.

The company has undertaken the following activities during the year :

- Resell of computer hardware and software, and web hosting;
- Construction works in relation to a contract to build a property in London; and
- Consultancy in relation to jeweller business strategy.

2. Accounting policies

2.1 Basis of preparation of financial statements

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

The following principal accounting policies have been applied:

2.2 Going concern

The company is reliant on the continued support of the shareholder and director to be able to continue to operate as a going concern. This support has been pledged for the foreseeable future and the director has no reason to believe that the support will be withdrawn. As a result, the director is satisfied that it is appropriate to prepare the financial statements on a going concern basis.

2.3 Other income

Other income is measured at the fair value of the consideration received or receivable and represents a recharge of expenses incurred to its fellow group companies.

2.4 Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

Rendering of services

Revenue from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

SMX CORPORATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2022

2. Accounting policies (continued)

2.5 Tangible fixed assets

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

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

Depreciation is provided on the following basis:

Computer equipment	- 33.33% Straight Line
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The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Statement of income and retained earnings.

2.6 Debtors

Short-term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.7 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. The company does not hold cash equivalents.

2.8 Financial instruments

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in ordinary shares.

Debt instruments (other than those wholly repayable or receivable within one year), including loans and other accounts receivable and payable, are initially measured at present value of the future cash flows and subsequently at amortised cost using the effective interest method. Debt instruments that are payable or receivable within one year, typically trade debtors and creditors, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received. However, if the arrangements of a short-term instrument constitute a financing transaction, like the payment of a trade debt deferred beyond normal business terms or in case of an out-right short-term loan that is not at market rate, the financial asset or liability is measured, initially at the present value of future cash flows discounted at a market rate of interest for a similar debt instrument and subsequently at amortised cost, unless it qualifies as a loan from a director in the case of a small company, or a public benefit entity concessionary loan.

2.9 Creditors

Short-term creditors are measured at the transaction price. Other financial liabilities, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

SMX CORPORATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2022

2. Accounting policies (continued)

2.10 Foreign currency translation

Functional and presentation currency

The Company's functional and presentational currency is GBP.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

2.11 Taxation

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

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

3. Employees

The average monthly number of employees, including directors, during the year was 1 (2021 - 1).

SMX CORPORATION LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

4. Tangible fixed assets

	Computer equipment £
Cost	
At 1 April 2021	14,754
Disposals	(2,240)
At 31 March 2022	<u>12,514</u>
Depreciation	
At 1 April 2021	12,238
Charge for the year on owned assets	276
At 31 March 2022	<u>12,514</u>
Net book value	
At 31 March 2022	<u><u>-</u></u>
<i>Year ended 31 March 2021</i>	<u><u>2,516</u></u>

5. Debtors

	2022 £	2021 £
Trade debtors	28,808	111,435
Amounts owed by associated undertakings	51,626	37,757
Other debtors	77,869	5,636
Prepayments and accrued income	413,110	63,080
	<u>571,413</u>	<u>217,908</u>

Amounts owed to associated undertakings are repayable on demand and interest is charged at 2%.

SMX CORPORATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2022

6. Creditors: Amounts falling due within one year

	2022 £	2021 £
Trade creditors	200,265	-
Other creditors	570,790	300,002
Accruals and deferred income	7,150	9,467
	<u>778,205</u>	<u>309,469</u>

7. Related party transactions

Sachin Duggal is the director of the company. During the year expenses amounting to £270,789 (2021: £6,601) were paid by Sachin Duggal on behalf of the company. At the balance sheet date Sachin Duggal was owed £570,790 (2021: £300,002). This is included in Other Creditors and is repayable on demand and interest free.

The Company has taken the exemptions in FRS 102 Section 33, Paragraph 33.1A which allows non-disclosure of transactions between two or more members of a group, provided that any subsidiary which is a party to the transaction is wholly owned by such a member.

8. Controlling party

The company's immediate parent undertaking is SD Squared Ventures II Limited, a company incorporated and registered in Mauritius.

The company's ultimate parent undertaking is SDD Viswa Trust Limited, a company incorporated and registered in Mauritius.

The individual controlling party is Mr Sachin Duggal by virtue of exercising majority control over SDD Viswa Trust Limited, Mauritius.