

REGISTERED NUMBER: 05673888 (England and Wales)

METASPHERE LIMITED

AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 APRIL 2019

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METASPHERE LIMITED
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FOR THE YEAR ENDED 30 APRIL 2019

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METASPHERE LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 30 APRIL 2019

DIRECTORS:

T B O'Brien
C J Fryatt
P D A Tomlinson

REGISTERED OFFICE:

Millfield
Dorking Road
Tadworth
Surrey
KT20 7TD

REGISTERED NUMBER:

05673888 (England and Wales)

AUDITORS:

Wilkins Kennedy Audit Services
Mount Manor House
16 The Mount
Guildford
Surrey
GU2 4HN

METASPHERE LIMITED (REGISTERED NUMBER: 05673888)

**BALANCE SHEET
30 APRIL 2019**

	Notes	2019 £	2018 £
FIXED ASSETS			
Tangible assets	4	41,062	24,501
Investments	5	2,078	2,078
		<u>43,140</u>	<u>26,579</u>
CURRENT ASSETS			
Stocks		559,127	304,196
Debtors	6	2,075,163	2,065,666
Cash at bank and in hand		932,961	259,891
		<u>3,567,251</u>	<u>2,629,753</u>
CREDITORS			
Amounts falling due within one year	7	(1,324,258)	(1,972,248)
NET CURRENT ASSETS		<u>2,242,993</u>	<u>657,505</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>2,286,133</u>	<u>684,084</u>
CAPITAL AND RESERVES			
Called up share capital	8	3,080,219	2,500,154
Share premium	9	1,857,335	437,400
Capital redemption reserve	9	118,490	118,490
Retained earnings	9	(2,769,911)	(2,371,960)
SHAREHOLDERS' FUNDS		<u>2,286,133</u>	<u>684,084</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 on 23-12-19 and were signed on its behalf by:


T B O'Brien - Director

The notes form part of these financial statements

METASPHERE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 APRIL 2019

1. STATUTORY INFORMATION

Metasphere 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.

The financial statements are presented in sterling (£) which is also the functional currency for the company.

Going concern

After reviewing the Company's forecasts and projections and taking into account the economic conditions and possible changes in trading performance, the directors have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. The Company therefore continues to adopt the going concern basis in preparing its financial statements.

Turnover

Turnover represents sale of goods and services to customers at invoiced amounts less value added tax or local tax on sales. Revenue is recognised as follows:

- for product sales, on despatch of goods
- for project costs, on a percentage completion basis
- for support contracts, over the term of the contract on a straight line basis
- for other support services, as and when the service is provided

METASPHERE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 APRIL 2019

2. ACCOUNTING POLICIES - continued

Tangible fixed assets

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

Office Equipment	- 33% on cost
Computer equipment	- 33% on cost

Depreciation is charged to administrative expenses in the Income Statement.

At each reporting date office and computer equipment are reviewed to determine whether there is any indication that those assets have suffered an impairment loss. If there is an indication of possible impairment, the recoverable amount of any affected asset is estimated and compared with its carrying amount. If the estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in the Income Statement.

If an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but not in excess of the amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of impairment is recognised immediately in the Income Statement.

Investments

Investments are recognised initially at fair value, which is normally the transaction price. Subsequently, they are measured at fair value through the Income Statement, except for those investments that are not publicly traded and whose fair value cannot otherwise be measured reliably which are recognised at cost less impairment until a reliable measure of fair value becomes available.

If a reliable measure of fair value is no longer available, the investment's fair value on the last date the investment was reliably measurable is treated as the cost of the investment.

Stocks

Stocks are valued at the lower of cost and net realisable value. Cost is based on the cost of purchase on a first in, first out basis. Net realisable value is based on estimated selling price less additional costs to completion and disposal.

Taxation

Current tax is recognised for the amount of income tax payable in respect of the taxable profit for the current or past reporting periods using tax rates that have been enacted or substantively enacted by the reporting date.

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against future taxable profits or against the reversal of deferred tax liabilities.

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

Research and development

Expenditure on pure and applied research is charged to the Income Statement in the year in which it is incurred. Development costs are also charged to the Income Statement in the year of expenditure.

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.

METASPHERE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 APRIL 2019**

2. ACCOUNTING POLICIES - continued

Pension costs and other post-retirement benefits

Contributions to the company's defined contribution pension scheme are charged to the Income Statement in the year in which they become payable.

Operating leases

Annual rentals on operating leases are charged to the Statement of Comprehensive Income on a straight-line basis over the term of the lease.

Trade and other debtors

Trade and other debtors are measured at transaction price less any impairment unless the arrangement constitutes a financing transaction in which case the transaction is measured at the present value of the future receipts discounted at the prevailing market rate of interest.

Trade and other creditors

Trade and other creditors are measured at their transaction price unless the arrangement constitutes a financing transaction in which case the transaction is measured at present value of future payments discounted at prevailing market rate of interest. Other financial liabilities are initially measured at fair value net of their transaction costs. They are subsequently measured at amortised cost using the effective interest method.

Cash and cash equivalents

Cash and cash equivalents in the balance sheet comprise cash at banks and in hand and short term deposits with an original maturity date of three months or less.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 28 (2018 - 21).

4. TANGIBLE FIXED ASSETS

	Office Equipment £	Computer equipment £	Totals £
COST			
At 1 May 2018	38,270	64,939	103,209
Additions	9,574	30,796	40,370
At 30 April 2019	<u>47,844</u>	<u>95,735</u>	<u>143,579</u>
DEPRECIATION			
At 1 May 2018	25,214	53,494	78,708
Charge for year	7,124	16,685	23,809
At 30 April 2019	<u>32,338</u>	<u>70,179</u>	<u>102,517</u>
NET BOOK VALUE			
At 30 April 2019	<u>15,506</u>	<u>25,556</u>	<u>41,062</u>
At 30 April 2018	<u>13,056</u>	<u>11,445</u>	<u>24,501</u>

METASPHERE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 APRIL 2019**

5. FIXED ASSET INVESTMENTS

	Shares in group undertakings £
COST	
At 1 May 2018 and 30 April 2019	<u>2,078</u>
NET BOOK VALUE	
At 30 April 2019	<u>2,078</u>
At 30 April 2018	<u>2,078</u>

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019 £	2018 £
Trade debtors	904,429	901,853
Amounts owed by group undertakings	956,440	818,538
Other debtors	214,294	345,275
	<u>2,075,163</u>	<u>2,065,666</u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019 £	2018 £
Trade creditors	814,748	894,833
Amounts owed to group undertakings	-	86,840
Taxation and social security	60,249	26,122
Other creditors	449,261	964,453
	<u>1,324,258</u>	<u>1,972,248</u>

8. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:			2019	2018
Number:	Class:	Nominal value:	£	£
30,802,190	Ordinary shares	£0.10	3,080,219	600,798
NIL	Ordinary B shares	£0.10	-	899,356
NIL	Non-redeemable 0.1% preference shares	£1	-	1,000,000
			<u>3,080,219</u>	<u>2,500,154</u>

METASPHERE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 APRIL 2019**

8. CALLED UP SHARE CAPITAL - continued

During the year, the preference shares were subdivided from 1,000,000 £1 shares into 10,000,000 £0.10 shares, and then converted into ordinary shares along with the ordinary B shares.

On 24 April 2019, 5,800,645 ordinary shares of £0.10 each were allotted as fully paid at a premium of 25p per share.

9. RESERVES

	Retained earnings £	Share premium £	Capital redemption reserve £	Totals £
At 1 May 2018	(2,371,960)	437,400	118,490	(1,816,070)
Deficit for the year	(397,951)			(397,951)
Bonus share issue	-	1,419,935	-	1,419,935
At 30 April 2019	<u>(2,769,911)</u>	<u>1,857,335</u>	<u>118,490</u>	<u>(794,086)</u>

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

The Report of the Auditors was unqualified.

Robert Southey (Senior Statutory Auditor)
for and on behalf of Wilkins Kennedy Audit Services

11. RELATED PARTY DISCLOSURES

During the year the company entered into the following transactions, in the ordinary course of business, with the previous parent company.

Management fee expense: £27,130 (2018 - £52,458)
Expenses recharged: £3,593 (2018 - £24,996)
Interest charged on loans: £1,249 (2018 - £4,133)
Loans repaid: £86,840 (2018 - £500,000)
Amounts owed to group undertaking: £nil (2018 - £86,840)

During the year, the company also paid £3,535 (2018 - £nil) to the current parent company, in respect of management recharges.