

Registered number
05698169

SURREY AQUATECHNOLOGY LTD

Annual report and financial statements

31 December 2020

SURREY AQUATECHNOLOGY LTD
Annual report and financial statements
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SURREY AQUATECHNOLOGY LTD

Company Information

Directors

Camillus Glover (appointed 19 April 2021)

Simon Humphrey (resigned 19 April 2021)

Toby Schumacher (resigned 17 April 2020)

Secretary

Fiona Joyce (appointed 19 April 2021)

Bankers

Barclays Bank plc

1 Churchill Place

Canary Wharf

London

E14 5HP

Registered office

York Biotech Campus

Sand Hutton

York

England

YO41 1LZ

Registered number

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SURREY AQUATECHNOLOGY LTD

Registered number: 05698169

Directors' Report

The directors present their report and accounts for the year ended 31 December 2020.

Principal activities

The company's principal activity is the development of technology to purify saltwater and other liquid in an efficient and cost-effective manner.

Review of the business, research and development and future developments

The statement of comprehensive income is set out on page 3. The loss for the financial year was £122,903 (2019: profit £2,090,435). The directors are unable to recommend the payment of a dividend (2019: £nil).

Going concern

The directors have received confirmation that DeepVerge plc will continue to support the company for at least a year following the date of this report and hence believe that the going concern assumption of the basis of preparation of the financial statements remains appropriate, notwithstanding the net current liabilities position of the company.

Directors

The following persons served as directors during the year:

Camillus Glover (appointed 19 April 2021)

Simon Humphrey (resigned 19 April 2021)

Toby Schumacher (resigned 17 April 2020)

Directors' liability insurance

DeepVerge plc has maintained liability insurance for the directors and officers of the company throughout the year and up to the date of approval of the financial statements. This is a qualifying third-party indemnity provision for the purposes of the Companies Act 2006.

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies' exemption.

This report was approved by the board on 28 September 2021 and signed on its behalf.

Camillus Glover

Director

SURREY AQUATECHNOLOGY LTD
Statement of comprehensive income
for the year ended 31 December 2020

	Note	2020	2019
		£	£
Administrative expenses	2	(122,903)	2,090,435
Operating (loss)/profit		<u>(122,903)</u>	<u>2,090,435</u>
(Loss)/profit before taxation		<u>(122,903)</u>	<u>2,090,435</u>
Tax on (loss)/profit	4	-	-
(Loss)/profit for the financial year		<u><u>(122,903)</u></u>	<u><u>2,090,435</u></u>

	2020	2019
	£	£
(Loss)/profit for the financial year	(122,903)	2,090,435
Other comprehensive income		
Gain on revaluation of land and buildings	-	-
Deferred taxation arising on the revaluation of land and buildings	-	-
Total comprehensive income for the year	<u><u>(122,903)</u></u>	<u><u>2,090,435</u></u>

SURREY AQUATECHNOLOGY LTD**Registered number:** 05698169**Statement of financial position****as at 31 December 2020**

	Notes	2020 £	2019 £
Fixed assets			
Intangible assets	6	331,053	363,191
Tangible assets	7	-	-
		<u>331,053</u>	<u>363,191</u>
Current assets			
Debtors	8	1,512	1,512
Creditors: amounts falling due within one year	9	(188,541)	(97,776)
Net current liabilities		<u>(187,029)</u>	<u>(96,264)</u>
Net assets		<u>144,024</u>	<u>266,927</u>
Capital and reserves			
Called up share capital	10	100	100
Share premium	11	1,011,612	1,011,612
Profit and loss account	11	(867,688)	(744,785)
Shareholder's funds		<u>144,024</u>	<u>266,927</u>

The directors are satisfied that the company is not entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006. The Company has claimed exemption from audit under section 479A of the Companies Act 2006 relating to subsidiary companies.

The member has not required the company to obtain an audit in accordance with section 476 of the Act.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

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

The financial statements were approved on 28 September 2021 by the Board of directors and signed on its behalf by:

Camillus Glover
Director

SURREY AQUATECHNOLOGY LTD**Statement of Changes in Equity****for the year ended 31 December 2020**

	Share capital	Share premium	Re- valuation reserve	Profit and loss account	Total
	£	£	£	£	£
At 1 January 2019	100	1,011,612	-	(2,835,220)	(1,823,508)
Profit for the financial year				2,090,435	2,090,435
At 31 December 2019	<u>100</u>	<u>1,011,612</u>	<u>-</u>	<u>(744,785)</u>	<u>266,927</u>
At 1 January 2020	100	1,011,612	-	(744,785)	266,927
Loss for the financial year				(122,903)	(122,903)
At 31 December 2020	<u>100</u>	<u>1,011,612</u>	<u>-</u>	<u>(867,688)</u>	<u>144,024</u>

SURREY AQUATECHNOLOGY LTD

Notes to the financial statements

for the year ended 31 December 2020

Company Information

Surrey Aquatechnology Limited is a private company limited by shares and incorporated in England and Wales. The Registered office is York Biotech Campus, Sand Hutton, York, England, YO41 1LZ.

1 Accounting policies

The principal accounting policies, which have been applied consistently throughout the year, are set out below:

Basis of preparation

These financial statements have been prepared in accordance with FRS101 'Reduced Disclosure Framework'. As permitted by FRS 101, the Company has taken advantage of the disclosure exemptions available under the standard in relation to share-based payments, presentation of a cash flow statement, standards not yet effective, impairment of assets and related party transactions.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

The company meets the definition of a qualifying entity under FRS 101 Reduced Disclosure Framework.

Going concern

The directors have received confirmation that the ultimate parent company, DeepVerge plc, will continue to support the company for at least a year following the date of approving these financial statements and hence believe that the going concern assumption of the basis of preparation of the financial statements remains appropriate, notwithstanding the net current liabilities position of the company.

Intangible fixed assets

Patents: Acquired patents are initially recognised at historical cost. They have a finite useful life and are subsequently carried at cost less accumulated amortisation. Amortisation is calculated using the straight-line method to allocate the cost of patents over their estimated useful economic lives of 20 years from filing date.

Know-how: The ordinary share capital subscribed for by the technology inventors (A Sharif and University of Surrey) has been fair valued based on the subscription price paid by third parties to acquire shares in the company at the same time. The difference between the fair value and the price paid has been recognised as know-how, an intangible fixed asset to be amortised on a straight-line basis over five years

Tangible fixed assets

Tangible fixed assets are measured at cost less accumulative depreciation and any accumulative impairment losses. Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Impairment

Assets that are subject to amortisation are tested for impairment when events or a change in circumstances indicate that the carrying value may not be recoverable. An impairment loss is recognised for the amount by which the carrying value exceeds its recoverable amount. The recoverable amount is the higher of the asset's fair value less costs to sell and the value in use.

Debtors

Short term debtors are measured at transaction price (which is usually the invoice price), less any impairment losses for bad and doubtful debts. Loans and other financial assets are initially recognised at transaction price including any transaction costs and subsequently measured at amortised cost determined using the effective interest method, less any impairment losses for bad and doubtful debts.

Creditors

Short term creditors are measured at transaction price (which is usually the invoice price). Loans and other financial liabilities are initially recognised at transaction price net of any transaction costs and subsequently measured at amortised cost determined using the effective interest method.

Taxation

A current tax liability is recognised for the tax payable on the taxable profit of the current and past periods. A current tax asset is recognised in respect of a tax loss that can be carried back to recover tax paid in a previous period. Deferred tax is recognised in respect of all timing differences between the recognition of income and expenses in the financial statements and their inclusion in tax assessments. 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. 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, except for revalued land and investment property where the tax rate that applies to the sale of the asset is used. Current and deferred tax assets and liabilities are not discounted.

Research and development

Expenditure on research activities is recognised as an expense in the year in which it is incurred.

Any internally generated development intangible fixed asset is recognised only if all of the following criteria are met:

- the related expenditure is clearly identifiable and is part of a defined project
- future economic benefits are reasonably certain to be generated by the project and
- adequate resources exist, or are reasonably expected to exist, to enable the completion of the project.

Where no internally generated intangible fixed asset can be recognised, development expenditure is recognised as an expense in the year in which it is incurred. Internally generated intangible fixed assets are amortised on a straight-line basis over three years.

2 Administrative expenses	2020	2019
	£	£
Administrative expenses	55,609	28,747
Amortisation of intangibles	67,294	55,684
Bad debt write off	-	(2,174,866)
	<u>122,903</u>	<u>(2,090,435)</u>

There are no employees in the company and any directors' remuneration during the period has been borne by other companies within the DeepVerge plc group.

3 Turnover

The Company does not have any turnover for the period.

4 Employees

	2020 Number	2019 Number
Average number of persons employed by the company	<u>0</u>	<u>0</u>

There are no employees in the company and any directors' remuneration during the period has been borne by other companies within the DeepVerge plc group.

5 Tax on profit on ordinary activities

C u r r e n t T a x
The tax currently payable is based on taxable profits for the year. Taxable profit differs from net profit as reported in the income statement because it excludes items of income or expense that are taxable or deductible in other years and it excludes items that are never taxable or deductible. The company's liability for the current tax is calculated using tax rates that have been enacted, or substantively enacted, by the reporting end date.

D e f e r r e d T a x
Deferred tax asset has not been included in the financial statements due to the uncertainty surrounding the availability of sufficient profits to surrender the losses.

6 Intangible fixed assets

£

Cost

At 1 January 2020	1,441,420
Additions	32,119
Disposals	-
At 31 December 2020	<u>1,473,539</u>

Amortisation

At 1 January 2020	1,078,229
Provided during the year	64,257
On disposals	-
At 31 December 2020	<u>1,142,486</u>

Net book value

At 31 December 2020	<u>331,053</u>
At 31 December 2019	<u>363,191</u>

7 Tangible fixed assets

	Plant and machinery £
Cost	
At 1 January 2020	436,504
At 31 December 2020	<u>436,504</u>
Depreciation	
At 1 January 2020	436,504
At 31 December 2020	<u>436,504</u>
Net book value	
At 31 December 2020	-
At 31 December 2019	-

8 Receivables	2020 £	2019 £
Other debtors	<u>1,512</u>	<u>1,512</u>

9 Payables: amounts falling due within one year	2020 £	2019 £
Trade Payables	1,850	105,740
Amounts owed to group undertakings	<u>186,691</u>	<u>(7,964)</u>
	<u>188,541</u>	<u>97,776</u>

Amounts owed to group undertakings are non interest bearing, repayable on demand and have no securities attached to them.

10 Called up share capital	2020 £	2019 £
Authorised Allotted and fully paid		
100,000 (2019: 100,000) Ordinary shares of £0.001 each	<u>100</u>	<u>100</u>
	<u>100</u>	<u>100</u>

11 Reserves	Share premium account £	Retained earnings £
At 1 January 2020	(1,011,612)	(744,785)
Loss for the financial year		(122,903)
	<u> </u>	<u> </u>

12 Related party transactions

The company has taken advantage of the exemption under FRS 101 in not disclosing details of transactions with other companies which are 100% owned by DeepVerge plc

13 Ultimate controlling party

The immediate controlling party is Modern Water plc, a company registered in England and Wales. Modern Water plc holds 100% of the allotted ordinary share capital of the company. The ultimate controlling party is DeepVerge plc, a company registered in England and Wales, which is the parent company of the smallest and largest group to consolidate these financial statements.

The results of the company are included in the consolidated financial statements of DeepVerge plc, copies of which are available on the Company's website at www.deepverge.com.

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.