

Company registration number 06426697 (England and Wales)

INNGOT LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021
PAGES FOR FILING WITH REGISTRAR

INNGOT LIMITED

COMPANY INFORMATION

Directors	M Brassell Prof I R Davies Dr D Harvey J M Helson D G Hulston S C Thorpe
Secretary	Prof I R Davies
Company number	06426697
Registered office	Urban Village 221 High Street Swansea SA1 1NW
Accountants	Richardsons 30 Upper High Street Thame Oxfordshire OX9 3EZ

INNGOT LIMITED

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INNGOT LIMITED

BALANCE SHEET

AS AT 31 DECEMBER 2021

		2021	2020
	Notes	£	£
Fixed assets			
Intangible assets	4	537,801	403,564
Tangible assets	5	150	-
		<u>537,951</u>	<u>403,564</u>
Current assets			
Debtors	6	94,519	68,751
Cash at bank and in hand		123,071	-
		<u>217,590</u>	<u>68,751</u>
Creditors: amounts falling due within one year	7	<u>(245,738)</u>	<u>(360,769)</u>
Net current liabilities		<u>(28,148)</u>	<u>(292,018)</u>
Total assets less current liabilities		<u>509,803</u>	<u>111,546</u>
Creditors: amounts falling due after more than one year	8	<u>(359,575)</u>	<u>(73,205)</u>
Net assets		<u><u>150,228</u></u>	<u><u>38,341</u></u>
Capital and reserves			
Called up share capital	9	7,095	6,803
Share premium account		1,908,315	1,416,252
Other reserves		128,000	128,000
Profit and loss reserves		<u>(1,893,182)</u>	<u>(1,512,714)</u>
Total equity		<u><u>150,228</u></u>	<u><u>38,341</u></u>

The directors of the company have elected not to include a copy of the profit and loss account within the financial statements.

For the financial year ended 31 December 2021 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

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

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

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

INGGOT LIMITED

BALANCE SHEET (CONTINUED)

AS AT 31 DECEMBER 2021

The financial statements were approved by the board of directors and authorised for issue on 21 October 2022 and are signed on its behalf by:

M Brassell
Director

Company Registration No. 06426697

INNGOT LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

Company information

Inngot Limited is a private company limited by shares incorporated in England and Wales. The registered office is Urban Village, 221 High Street, Swansea, SA1 1NW.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

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 pound.

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

1.2 Turnover

Turnover represents amounts invoiced to third parties, net of VAT and trade discounts.

1.3 Research and development expenditure

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

1.4 Intangible fixed assets other than goodwill

Intangible assets acquired separately from a business are recognised at cost and are subsequently measured at cost less accumulated amortisation and accumulated impairment losses.

Intangible assets acquired on business combinations are recognised separately from goodwill at the acquisition date where it is probable that the expected future economic benefits that are attributable to the asset will flow to the entity and the fair value of the asset can be measured reliably; the intangible asset arises from contractual or other legal rights; and the intangible asset is separable from the entity.

Intangible assets also comprise software development costs. Such intangible assets are stated at cost less amortisation and are reviewed for impairment whenever there is an indication that the carrying value may be impaired.

Amortisation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Intellectual property and licenses	Useful economic life of five years
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1.5 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Fixtures and fittings	25% straight line basis
Computer equipment	33% straight line basis

INNGOT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

(Continued)

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

1.6 Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.7 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

1.8 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

Deferred tax

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

The company has a deferred tax asset of £279,216 (2020: £232,930) resulting from tax losses of £1,469,556 (2020: £1,225,947). The company has not recognised any deferred tax asset in respect of the above due to there being uncertainty of future revenue streams and because the company is committed to significant investment in R&D.

1.9 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.10 Government grants

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

Government grants relating to turnover are recognised as income over the periods when the related costs are incurred. Grants relating to an asset are recognised in income systematically over the asset's expected useful life. If part of such a grant is deferred it is recognised as deferred income rather than being deducted from the asset's carrying amount.

INNGOT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

(Continued)

1.11 Foreign exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation in the period are included in profit or loss.

2 Employees

The average monthly number of persons (including directors) employed by the company during the year.

	2021 Number	2020 Number
Total	16	15

3 Taxation

	2021 £	2020 £
Current tax		
UK corporation tax on profits for the current period	(23,107)	(41,154)
Adjustments in respect of prior periods	-	803
Total current tax	(23,107)	(40,351)

4 Intangible fixed assets

	Intellectual property and licenses £
Cost	
At 1 January 2021	546,684
Additions - internally developed	268,872
At 31 December 2021	815,556
Amortisation and impairment	
At 1 January 2021	143,120
Amortisation charged for the year	134,635
At 31 December 2021	277,755
Carrying amount	
At 31 December 2021	537,801
At 31 December 2020	403,564

INNGOT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) **FOR THE YEAR ENDED 31 DECEMBER 2021**

5 Tangible fixed assets

	Fixtures and fittings £	Computer equipment £	Total £
Cost			
At 1 January 2021	4,911	31,445	36,356
Additions	-	4,977	4,977
	<u>4,911</u>	<u>36,422</u>	<u>41,333</u>
At 31 December 2021	4,911	36,422	41,333
Depreciation and impairment			
At 1 January 2021	4,911	31,445	36,356
Depreciation charged in the year	-	4,827	4,827
	<u>4,911</u>	<u>36,272</u>	<u>41,183</u>
At 31 December 2021	4,911	36,272	41,183
Carrying amount			
At 31 December 2021	-	150	150
	<u>-</u>	<u>150</u>	<u>150</u>
At 31 December 2020	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>

6 Debtors

	2021 £	2020 £
Amounts falling due within one year:		
Trade debtors	37,388	13,559
Other debtors	48,530	50,571
	<u>85,918</u>	<u>64,130</u>
	<u>85,918</u>	<u>64,130</u>
Amounts falling due after more than one year:		
Other debtors	8,601	4,621
	<u>8,601</u>	<u>4,621</u>
Total debtors	<u>94,519</u>	<u>68,751</u>
	<u>94,519</u>	<u>68,751</u>

INNGOT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) **FOR THE YEAR ENDED 31 DECEMBER 2021**

7 Creditors: amounts falling due within one year

	2021	2020
	£	£
Bank loans and overdrafts	9,546	50,976
Trade creditors	38,779	59,826
Taxation and social security	62,328	109,902
Other creditors	65,960	80,603
Accruals and deferred income	69,125	59,462
	<u>245,738</u>	<u>360,769</u>

8 Creditors: amounts falling due after more than one year

	2021	2020
	£	£
Bank loans and overdrafts	38,886	48,432
Other borrowings	320,689	24,773
	<u>359,575</u>	<u>73,205</u>

In March 2021, Inngot Ltd was awarded an Innovation Continuity Loan by Innovate UK to develop its new platform for IP finance, for a total of £435,887. During the year, a total of £315,000 was drawn down, shown above under 'Other borrowings'.

9 Called up share capital

	2021	2020	2021	2020
	Number	Number	£	£
Ordinary share capital				
Issued and fully paid				
Ordinary of 1p each	709,482	680,300	7,095	6,803
	<u>709,482</u>	<u>680,300</u>	<u>7,095</u>	<u>6,803</u>

During the year, Inngot Limited issued a total of 22,984 ordinary shares on 26 March 2021, for which £390,728 was received. A further 4,728 ordinary shares were issued on 16 April 2021, for which £80,376 was received. Another 1,470 ordinary shares for which £24,990 was received were issued on 28 June 2021. All these shares were issued with a nominal value of £0.01 each.

10 Events after the reporting date

After the year end, in January 2022, Inngot Ltd drew down a further £120,887 of its Innovation Continuity Loan.

Subsequently, in October 2022 (prior to finalising these accounts), Inngot Ltd issued a further 21,206 shares at a nominal value of £0.01 to a combination of existing and new private investors, raising a total of £360,502.

INNGOT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

11 Option Agreement

During the financial year ending 31 December 2015 the company first entered into an option agreement with nine existing shareholders who also hold loan notes. This agreement was extended in 2017 and again in 2020.

The agreement gives the grantees the right to subscribe for ordinary shares within five years from the date of the agreement.

The number of shares is dependent on the value of the loan notes held and the option price at the time of exercise.

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.