

Company Registration No. 06426697 (England and Wales)

INNGOT LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020
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 2020

		2020		2019	
	Notes	£	£	£	£
Fixed assets					
Intangible assets	4		403,564		280,676
Tangible assets	5		-		5,112
			<u>403,564</u>		<u>285,788</u>
Current assets					
Debtors	6	68,751		181,146	
Cash at bank and in hand		-		690	
		<u>68,751</u>		<u>181,836</u>	
Creditors: amounts falling due within one year	7	(360,769)		(190,934)	
Net current liabilities			<u>(292,018)</u>		<u>(9,098)</u>
Total assets less current liabilities			111,546		276,690
Creditors: amounts falling due after more than one year	8		<u>(73,205)</u>		<u>(24,773)</u>
Net assets			<u>38,341</u>		<u>251,917</u>
Capital and reserves					
Called up share capital	9		6,803		6,803
Share premium account			1,416,252		1,416,502
Other reserves			128,000		128,000
Profit and loss reserves			<u>(1,512,714)</u>		<u>(1,299,388)</u>
Total equity			<u>38,341</u>		<u>251,917</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 2020 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.

INNGOT LIMITED

BALANCE SHEET (CONTINUED)

AS AT 31 DECEMBER 2020

The financial statements were approved by the board of directors and authorised for issue on 14 September 2021 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 2020

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, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. 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 2020

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 £232,930 (2019: £186,860) resulting from tax losses of £1,225,947 (2019: £983,473). 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 2020**

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.

	2020	2019
	Number	Number
Total	15	14
	<u> </u>	<u> </u>

3 Taxation

	2020	2019
	£	£
Current tax		
UK corporation tax on profits for the current period	(41,154)	(33,312)
Adjustments in respect of prior periods	803	-
	<u> </u>	<u> </u>
Total current tax	<u>(40,351)</u>	<u>(33,312)</u>

4 Intangible fixed assets

	Intellectual property and licenses £
Cost	
At 1 January 2020	331,933
Additions - internally developed	214,751
	<u> </u>
At 31 December 2020	546,684
	<u> </u>
Amortisation and impairment	
At 1 January 2020	51,257
Amortisation charged for the year	91,863
	<u> </u>
At 31 December 2020	143,120
	<u> </u>
Carrying amount	
At 31 December 2020	403,564
	<u> </u>
At 31 December 2019	<u>280,676</u>

INNGOT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) **FOR THE YEAR ENDED 31 DECEMBER 2020**

5 Tangible fixed assets

	Fixtures and fittings £	Computer equipment £	Total £
Cost			
At 1 January 2020 and 31 December 2020	4,911	31,445	36,356
Depreciation and impairment			
At 1 January 2020	4,626	26,618	31,244
Depreciation charged in the year	285	4,827	5,112
At 31 December 2020	4,911	31,445	36,356
Carrying amount			
At 31 December 2020	-	-	-
At 31 December 2019	285	4,827	5,112

6 Debtors

	2020 £	2019 £
Amounts falling due within one year:		
Trade debtors	13,559	42,297
Other debtors	50,571	135,851
	64,130	178,148
Amounts falling due after more than one year:		
Other debtors	4,621	2,998
Total debtors	68,751	181,146

7 Creditors: amounts falling due within one year

	2020 £	2019 £
Bank loans and overdrafts	50,976	46,185
Trade creditors	59,826	31,354
Taxation and social security	109,902	26,035
Other creditors	80,603	41,558
Accruals and deferred income	59,462	45,802
	360,769	190,934

INNGOT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) **FOR THE YEAR ENDED 31 DECEMBER 2020**

8 Creditors: amounts falling due after more than one year

	Notes	2020 £	2019 £
Bank loans and overdrafts		48,432	-
Other borrowings		24,773	24,773
		<u>73,205</u>	<u>24,773</u>

9 Called up share capital

	2020 Number	2019 Number	2020 £	2019 £
Ordinary share capital Issued and fully paid				
Ordinary of 1p each	680,300	680,300	6,803	6,803
	<u>680,300</u>	<u>680,300</u>	<u>6,803</u>	<u>6,803</u>

After the year end, 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

A total of £496,094 was raised in three tranches from a combination of existing and new private investors in March, April and June 2021. Please see note 9 for further details.

After the year end, Inngot Ltd was awarded an Innovation Continuity Loan by Innovate UK for a total of £435,887 in March 2021. At the time of finalising these accounts two tranches of £100,000 have been drawn down.

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. The option agreement states the option price is £1,000 per share, though this may vary if there is a new equity issue.

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.