

COMPANY REGISTRATION NUMBER: 7007633

SCREENREACH INTERACTIVE LIMITED
FILLETED UNAUDITED FINANCIAL STATEMENTS
30 JUNE 2018



JOSEPH MILLER & CO
Chartered Accountants
Newcastle upon Tyne

SCREENREACH INTERACTIVE LIMITED

STATEMENT OF FINANCIAL POSITION

30 JUNE 2018

	Note	2018 £	2017 £
Fixed assets			
Tangible assets	5	53,835	68,478
Investments	6	1	1
		<u>53,836</u>	<u>68,479</u>
Current assets			
Stocks		46,701	66,116
Debtors	7	107,106	131,127
Cash at bank and in hand		17,744	43,403
		<u>171,551</u>	<u>240,646</u>
Creditors: amounts falling due within one year	8	<u>(1,045,833)</u>	<u>(567,237)</u>
Net current liabilities		<u>(874,282)</u>	<u>(326,591)</u>
Total assets less current liabilities		<u>(820,446)</u>	<u>(258,112)</u>
Net liabilities		<u>(820,446)</u>	<u>(258,112)</u>
Capital and reserves			
Called up share capital	9	2,286	2,193
Share premium account		5,469,897	5,369,991
Profit and loss account		<u>(6,292,629)</u>	<u>(5,630,296)</u>
Members deficit		<u>(820,446)</u>	<u>(258,112)</u>

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In accordance with section 444 of the Companies Act 2006, the statement of comprehensive income and directors' report have not been delivered.

For the year ending 30 June 2018 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

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

These financial statements were approved by the board of directors and authorised for issue on 8 March 2019, and are signed on behalf of the board by:

C Alele
Director



Company registration number: 7007633

The notes on pages 3 to 7 form part of these financial statements.

SCREENREACH INTERACTIVE LIMITED

STATEMENT OF CHANGES IN EQUITY

30 JUNE 2018

	Called up share capital £	Share premium account £	Profit and loss account £	Total £
At 1 July 2016	1,240	4,250,967	(4,534,813)	(282,606)
Loss for the year			(1,095,483)	(1,095,483)
Total comprehensive income for the year	—	—	(1,095,483)	(1,095,483)
Issue of shares	—	1,132,587	—	1,132,587
Issue of bonus shares	953	—	—	953
Transaction costs	—	(13,563)	—	(13,563)
Total investments by and distributions to owners	953	1,119,024	—	1,119,977
At 30 June 2017	2,193	5,369,991	(5,630,296)	(258,112)
Loss for the year			(662,333)	(662,333)
Total comprehensive income for the year	—	—	(662,333)	(662,333)
Issue of shares	—	99,906	—	99,906
Issue of bonus shares	93	—	—	93
Total investments by and distributions to owners	93	99,906	—	99,999
At 30 June 2018	<u>2,286</u>	<u>5,469,897</u>	<u>(6,292,629)</u>	<u>(820,446)</u>

The notes on pages 3 to 7 form part of these financial statements.

SCREENREACH INTERACTIVE LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 JUNE 2018

1. General information

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is Studio 25-26, The Kiln, Hoults Yard, Walker Road, Newcastle upon Tyne, NE6 2HL.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through profit or loss.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

The directors are confident that sales in the forthcoming year, together with further funding which has taken place after the accounting date, will provide sufficient resources to enable the company to continue to trade.

Judgements and key sources of estimation uncertainty

In applying the company's accounting policies, the directors are required to make judgements, estimates and assumptions in determining the carrying amounts of assets and liabilities. The directors' judgements, estimates and assumptions are based on the best and most reliable evidence available at the time when the decisions are made, and are based on historical experience and other factors that are considered to be applicable.

Due to the inherent subjectivity involved in making such judgements, estimates and assumptions, the actual results and outcomes may differ. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised, if the revision affects only that period, or in the period of the revision and future periods, if the revision affects both current and future periods.

Revenue recognition

The turnover shown in the profit and loss account represents work done during the year; exclusive of Value Added Tax.

In respect of long-term contracts and contracts for on-going services, turnover represents the value of work done in the year, including estimates of amounts not invoiced. Turnover in respect of long-term contracts and contracts for on-going services is recognised by reference to the stage of completion.

SCREENREACH INTERACTIVE LIMITED
NOTES TO THE FINANCIAL STATEMENTS *(continued)*
YEAR ENDED 30 JUNE 2018

3. Accounting policies *(continued)*

Taxation

Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax.

Foreign currencies

Foreign currency transactions are initially recorded in the functional currency, by applying the spot exchange rate as at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate ruling at the reporting date, with any gains or losses being taken to the profit and loss account.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its residual value, over the useful economic life of that asset as follows:

Fixtures and fittings	-	3 years straight line
Computer equipment	-	3 years straight line
Website/CRM	-	10 years straight line

Investments

Fixed asset investments are initially recorded at cost, and subsequently stated at cost less any accumulated impairment losses.

Listed investments are measured at fair value with changes in fair value being recognised in profit or loss.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Financial instruments

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities.

SCREENREACH INTERACTIVE LIMITED
NOTES TO THE FINANCIAL STATEMENTS *(continued)*
YEAR ENDED 30 JUNE 2018

3. Accounting policies *(continued)*

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

4. Employee numbers

The average number of persons employed by the company during the year amounted to 17 (2017: 24).

5. Tangible assets

	Fixtures and fittings £	Computer equipment £	Website/CRM £	Total £
Cost				
At 1 July 2017	14,383	52,374	55,691	122,448
Additions	1,846	–	–	1,846
Disposals	(1,290)	(14,540)	–	(15,830)
At 30 June 2018	14,939	37,834	55,691	108,464
Depreciation				
At 1 July 2017	10,011	36,868	7,091	53,970
Charge for the year	2,185	8,904	5,400	16,489
Disposals	(1,290)	(14,540)	–	(15,830)
At 30 June 2018	10,906	31,232	12,491	54,629
Carrying amount				
At 30 June 2018	4,033	6,602	43,200	53,835
At 30 June 2017	4,372	15,506	48,600	68,478

SCREENREACH INTERACTIVE LIMITED
NOTES TO THE FINANCIAL STATEMENTS *(continued)*
YEAR ENDED 30 JUNE 2018

6. Investments

	Shares in group undertakings £
Cost	
At 1 July 2017 and 30 June 2018	1
Impairment	
At 1 July 2017 and 30 June 2018	—
Carrying amount	
At 30 June 2018	1
At 30 June 2017	1

On 31 May 2011 the company formed Screenreach Interactive Incorporated in the state of Delaware, USA. The company owns 100 shares of common stock of \$0.001 each and Screenreach Interactive Incorporated is therefore a wholly owned subsidiary.

Aggregate capital and reserves

Screenreach Interactive Incorporated (Dormant) £180 (2017: £180)

Under the provision of section 398 of the Companies Act 2006 the company is exempt from preparing consolidated accounts and has not done so, therefore the accounts show information about the company as an individual entity.

7. Debtors

	2018 £	2017 £
Trade debtors	48,716	65,954
Other debtors	58,390	65,173
	<u>107,106</u>	<u>131,127</u>

8. Creditors: amounts falling due within one year

	2018 £	2017 £
Other loans	708,120	328,120
Trade creditors	151,426	124,370
Social security and other taxes	37,388	29,322
Other creditors	148,899	85,425
	<u>1,045,833</u>	<u>567,237</u>

The other loans comprise of convertible loan notes.

SCREENREACH INTERACTIVE LIMITED
NOTES TO THE FINANCIAL STATEMENTS *(continued)*
YEAR ENDED 30 JUNE 2018

9. Called up share capital

Issued, called up and fully paid

	2018		2017	
	No.	£	No.	£
Ordinary shares of £0.001 each	215,757	216	215,757	216
'A' Ordinary shares of £0.001 each	447,344	447	447,344	447
'B' Ordinary shares of £0.001 each	577,158	577	577,158	577
'C' Ordinary shares of £0.001 each	1,046,011	1,046	952,554	953
	<u>2,286,270</u>	<u>2,286</u>	<u>2,192,813</u>	<u>2,193</u>

On 4 July 2017, the company allotted and issued 93,457 'C' ordinary shares of £1.07 each for a consideration of £100,000.

10. Operating leases

The total future minimum lease payments under non-cancellable operating leases are as follows:

	2018	2017
	£	£
Not later than 1 year	<u>11,055</u>	<u>10,572</u>

11. Related party transactions

The company's wholly owned subsidiary, Screenreach Interactive Incorporated is registered in the United States. No transactions took place between the two companies during the year. The amount owed to Screenreach Incorporated at the year end was £nil (2017: £nil).

No other transactions with related parties were undertaken such as are required to be disclosed under Financial Reporting Standard 102 Section 1A.