

**CROWD TECHNOLOGIES LIMITED**

**UNAUDITED**

**FINANCIAL STATEMENTS**

**INFORMATION FOR FILING WITH THE REGISTRAR**

**FOR THE YEAR ENDED 31 OCTOBER 2017**

**CROWD TECHNOLOGIES LIMITED**  
**REGISTERED NUMBER: 07055592**

**BALANCE SHEET**  
**AS AT 31 OCTOBER 2017**

	Note	2017 £	2016 £
<b>Fixed assets</b>			
Tangible assets	7	19,845	5,691
		<u>19,845</u>	<u>5,691</u>
<b>Current assets</b>			
Debtors: amounts falling due within one year	8	151,347	180,392
Cash at bank and in hand	9	19,372	49,351
		<u>170,719</u>	<u>229,743</u>
Creditors: amounts falling due within one year	10	(369,460)	(301,801)
<b>Net current liabilities</b>		<u>(198,741)</u>	<u>(72,058)</u>
<b>Total assets less current liabilities</b>		<u>(178,896)</u>	<u>(66,367)</u>
<b>Net liabilities</b>		<u>(178,896)</u>	<u>(66,367)</u>
<b>Capital and reserves</b>			
Called up share capital	11	1,793	1,793
Share premium account		1,348,398	1,348,398
Profit and loss account		(1,529,087)	(1,416,558)
		<u>(178,896)</u>	<u>(66,367)</u>

The directors consider that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the year in question in accordance with section 476 of Companies Act 2006.

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 Company's financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

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

The Company has opted not to file the statement of comprehensive income in accordance with provisions applicable to companies subject to the small companies' regime.

**CROWD TECHNOLOGIES LIMITED**  
**REGISTERED NUMBER: 07055592**

**BALANCE SHEET (CONTINUED)**  
**AS AT 31 OCTOBER 2017**

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:

.....  
**J A Leavesley**  
Director

Date: 31 July 2018

The notes on pages 3 to 8 form part of these financial statements.

## **CROWD TECHNOLOGIES LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 OCTOBER 2017**

#### **1. General information**

Crowd Technologies Limited is a private company, limited by share capital and incorporated in England and Wales.

The registered office is: 3-7 The Fireworks, The Old Firestation, 68 Albion Street, Birmingham, West Midlands, B1 3EA.

#### **2. Accounting policies**

##### **2.1 Basis of preparation of financial statements**

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

Information on the impact of first-time adoption of FRS 102 is given in note 12.

The following principal accounting policies have been applied:

##### **2.2 Going concern**

Having continued to invest in the development of its product the Company continues to be loss-making. However, the directors are confident that the Company's investors will fund the business through to break-even and cash neutrality, and that in the coming financial year new subscription revenues will take the Company into profitability. Accordingly, the directors continue to adopt the going concern basis in preparing the Company's financial statements.

##### **2.3 Revenue**

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

###### **Rendering of services**

Revenue from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

##### **2.4 Operating leases: the Company as lessee**

Rentals paid under operating leases are charged to the Statement of Comprehensive Income on a straight line basis over the lease term.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 OCTOBER 2017**

**2. Accounting policies (continued)**

**2.5 Finance costs**

Finance costs are charged to the Statement of Comprehensive Income over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

**2.6 Taxation**

Tax is recognised in the Statement of Comprehensive Income, except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the balance sheet date in the countries where the Company operates and generates income.

**2.7 Tangible fixed assets**

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the following method.

Depreciation is provided on the following basis:

Fixtures & fittings	- 33% on cost and 25% on cost
Office equipment	- 33% on cost and 25% on cost

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Statement of Comprehensive Income.

**2.8 Debtors**

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

**2.9 Cash and cash equivalents**

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

**CROWD TECHNOLOGIES LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 OCTOBER 2017**

**2. Accounting policies (continued)**

**2.10 Creditors**

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

**2.11 Financial instruments**

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

**3. Operating loss**

The operating loss is stated after charging:

	2017 £	2016 £
Depreciation of tangible fixed assets	5,172	4,451
Other operating lease rentals	<u>13,900</u>	<u>8,732</u>

**4. Employees**

The average monthly number of employees, including the directors, during the year was as follows:

	2017 No.	2016 No.
Employees including directors	<u>15</u>	<u>15</u>

**5. Directors' remuneration**

	2017 £	2016 £
Directors' emoluments	167,635	152,192
	<u>167,635</u>	<u>152,192</u>

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 OCTOBER 2017**

**6. Taxation**

	2017 £	2016 £
<b>Total current tax</b>	<u>-</u>	<u>-</u>
<b>Deferred tax</b>		
	<u>-</u>	<u>-</u>
<b>Total deferred tax</b>	<u>-</u>	<u>-</u>
<b>Taxation on profit on ordinary activities</b>	<u>-</u>	<u>-</u>

**Factors affecting tax charge for the year**

The tax assessed for the year is lower than (2016 - lower than) the standard rate of corporation tax in the UK of 19.41% (2016 - 20%). The differences are explained below:

	2017 £	2016 £
Loss on ordinary activities before tax	<u>(112,529)</u>	<u>(24,469)</u>
Loss on ordinary activities multiplied by standard rate of corporation tax in the UK of 19.41% (2016 - 20%)	<b>(21,846)</b>	(4,894)
<b>Effects of:</b>		
Expenses not deductible for tax purposes, other than goodwill amortisation and impairment	<b>2,038</b>	2,671
Deferred tax not recognised including adjustments to deferred tax	<b>19,785</b>	2,685
Other differences leading to an increase (decrease) in the tax charge	<b>23</b>	(462)
<b>Total tax charge for the year</b>	<u>-</u>	<u>-</u>

**Factors that may affect future tax charges**

There were no factors that may affect future tax charges.

**CROWD TECHNOLOGIES LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 OCTOBER 2017**

**7. Tangible fixed assets**

	Fixtures & fittings £	Office equipment £	Total £
<b>Cost or valuation</b>			
At 1 November 2016	3,037	27,019	30,056
Additions	170	19,156	19,326
At 31 October 2017	<u>3,207</u>	<u>46,175</u>	<u>49,382</u>
<b>Depreciation</b>			
At 1 November 2016	2,808	21,557	24,365
Charge for the year on owned assets	128	5,044	5,172
At 31 October 2017	<u>2,936</u>	<u>26,601</u>	<u>29,537</u>
<b>Net book value</b>			
At 31 October 2017	<u>271</u>	<u>19,574</u>	<u>19,845</u>
<b>At 31 October 2016</b>	<u>229</u>	<u>5,462</u>	<u>5,691</u>

**8. Debtors**

	2017 £	2016 £
Trade debtors	145,173	170,876
Other debtors	6,174	9,516
	<u>151,347</u>	<u>180,392</u>

**9. Cash and cash equivalents**

	2017 £	2016 £
Cash at bank and in hand	19,372	49,351
	<u>19,372</u>	<u>49,351</u>



**CROWD TECHNOLOGIES LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 OCTOBER 2017**

**10. Creditors: Amounts falling due within one year**

	2017 £	2016 £
Trade creditors	35,129	33,958
Other taxation and social security	22,091	19,394
Other creditors	312,240	248,449
	<u>369,460</u>	<u>301,801</u>

**11. Share capital**

	2017 £	2016 £
<b>Allotted, called up and fully paid</b>		
1,035,000 Ordinary shares of £0.001 each	1,035	1,035
757,680 (2016 - 758,000) A Ordinary shares of £0.001 each	758	758
	<u>1,793</u>	<u>1,793</u>

**12. First time adoption of FRS 102**

The policies applied under the entity's previous accounting framework are not materially different to FRS 102 and have not impacted on equity or profit or loss.

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.