

**FAILBETTER GAMES LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

Failbetter Games Limited
Unaudited Financial Statements
For The Year Ended 31 December 2021

Contents

	Page
Balance Sheet	1—2
Statement of Changes in Equity	3
Notes to the Financial Statements	4—6

Failbetter Games Limited
Balance Sheet
As at 31 December 2021

Registered number: 07121579

		2021		2020	
	Notes	£	£	£	£
FIXED ASSETS					
Tangible Assets	3		55		546
			55		546
CURRENT ASSETS					
Debtors	4	132,762		195,731	
Cash at bank and in hand		2,422,513		1,962,213	
		2,555,275		2,157,944	
Creditors: Amounts Falling Due Within One Year	5	(20,572)		(42,152)	
NET CURRENT ASSETS (LIABILITIES)			2,534,703		2,115,792
TOTAL ASSETS LESS CURRENT LIABILITIES			2,534,758		2,116,338
PROVISIONS FOR LIABILITIES					
Deferred Taxation			(11)		(104)
NET ASSETS			2,534,747		2,116,234
CAPITAL AND RESERVES					
Called up share capital	6		400		176
Share premium account			52,535		52,535
Profit and Loss Account			2,481,812		2,063,523
SHAREHOLDERS' FUNDS			2,534,747		2,116,234

Failbetter Games Limited
Balance Sheet (continued)
As at 31 December 2021

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

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

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

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

The company has taken advantage of section 444(1) of the Companies Act 2006 and opted not to deliver to the registrar a copy of the company's Profit and Loss Account.

On behalf of the board

Mr Adam Myers

Director

24 November 2022

The notes on pages 4 to 6 form part of these financial statements.

Failbetter Games Limited
Statement of Changes in Equity
For The Year Ended 31 December 2021

	Share Capital	Share Premium	Profit and Loss Account	Total
	£	£	£	£
As at 1 January 2020	176	52,535	1,726,943	1,779,654
Profit for the year and total comprehensive income	-	-	336,580	336,580
As at 31 December 2020 and 1 January 2021	176	52,535	2,063,523	2,116,234
Profit for the year and total comprehensive income	-	-	418,513	418,513
As at 31 December 2021	400	52,535	2,481,812	2,534,747

A share buyback was undertaken in 2016 of 224 shares. The shares have been reinstated in the accounts due to ongoing litigation, claim BL-2022-001155. If the claim is successful the share buyback will stand and the shares will be reduced to 176.

Failbetter Games Limited
Notes to the Financial Statements
For The Year Ended 31 December 2021

1. Accounting Policies

1.1. Basis of Preparation of Financial Statements

The financial statements are prepared under the historical cost convention and in accordance with the FRS 102 Section 1A Small Entities - The Financial Reporting Standard applicable in the UK and Republic of Ireland and the Companies Act 2006.

1.2. Turnover

Turnover is recognised at the fair value of the consideration received or receivable for products provided in the normal course of business, and is shown net of VAT and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

Revenue from the sale of video game licences is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer (usually on dispatch or download), the amount of revenue can be measured reliably, it is probable that the economic benefits associated with the transaction will flow to the entity and the costs incurred or to be incurred in respect of the transaction can be measured reliably.

1.3. Tangible Fixed Assets and Depreciation

Tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. Depreciation is provided at rates calculated to write off the cost of the fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Fixtures & Fittings	25% on reducing balance
Computer Equipment	50% on cost

1.4. Foreign Currencies

Monetary assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

1.5. Taxation

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the statement of comprehensive income because of items of income or expense that are taxable or deductible in other year and 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 end of the reporting period.

The company has claimed a Creative Industries tax credit to reduce the amount of tax payable which may result in an overall amount repayable to the company.

2. Average Number of Employees

Average number of employees, including directors, during the year was as follows:

	2021	2020
Office and administration	13	14
	<u>13</u>	<u>14</u>

Failbetter Games Limited
Notes to the Financial Statements (continued)
For The Year Ended 31 December 2021

3. Tangible Assets

	Fixtures & Fittings	Computer Equipment	Total
	£	£	£
Cost			
As at 1 January 2021	211	10,340	10,551
As at 31 December 2021	211	10,340	10,551
Depreciation			
As at 1 January 2021	137	9,868	10,005
Provided during the period	19	472	491
As at 31 December 2021	156	10,340	10,496
Net Book Value			
As at 31 December 2021	55	-	55
As at 1 January 2021	74	472	546

4. Debtors

	2021	2020
	£	£
Due within one year		
Trade debtors	12,606	61,595
Prepayments and accrued income	3,520	3,185
Corporation tax recoverable assets	115,496	129,811
	131,622	194,591
Due after more than one year		
Other debtors	1,140	1,140
	1,140	1,140
	132,762	195,731

5. Creditors: Amounts Falling Due Within One Year

	2021	2020
	£	£
Trade creditors	155	19,709
VAT	3,489	12,612
Accruals and deferred income	16,928	9,831
	20,572	42,152

Failbetter Games Limited
Notes to the Financial Statements (continued)
For The Year Ended 31 December 2021

6. Share Capital

	2021	2020
Allotted, Called up and fully paid	<u>400</u>	<u>176</u>

7. General Information

Failbetter Games Limited is a private company, limited by shares, incorporated in England & Wales, registered number 07121579 . The registered office is 124 City Road, London, EC1V 2NX.

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.