

UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022
FOR
FACEWATCH LIMITED

FACEWATCH LIMITED (REGISTERED NUMBER: 07209931)

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FOR THE YEAR ENDED 31 MARCH 2022

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FACEWATCH LIMITED

COMPANY INFORMATION
FOR THE YEAR ENDED 31 MARCH 2022

DIRECTORS:

S Gordon
N P Fisher
P B Cassidy
J E Macpherson
G Iles
D Sumner

REGISTERED OFFICE:

89 High Street
Hadleigh
Ipswich
Suffolk
IP7 5EA

BUSINESS ADDRESS:

13/14 Buckingham Street
London
WC2N 6DF

REGISTERED NUMBER:

07209931 (England and Wales)

ACCOUNTANTS:

Walter Wright
Chartered Accountants
89 High Street
Hadleigh
Ipswich
Suffolk
IP7 5EA

BALANCE SHEET
31 MARCH 2022

	Notes	2022 £	£	2021 £	£
FIXED ASSETS					
Tangible assets	4		106,924		24,290
Investments	5		280		3,537
			<u>107,204</u>		<u>27,827</u>
CURRENT ASSETS					
Stocks		25,956		-	
Debtors	6	176,307		175,686	
Cash at bank		<u>483,446</u>		<u>386,053</u>	
		685,709		561,739	
CREDITORS					
Amounts falling due within one year	7	<u>493,867</u>		<u>103,188</u>	
NET CURRENT ASSETS			<u>191,842</u>		<u>458,551</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>299,046</u>		<u>486,378</u>
CAPITAL AND RESERVES					
Called up share capital			610		587
Share premium			8,965,811		8,497,091
Share option reserve			15,539		10,921
Retained earnings			<u>(8,682,914)</u>		<u>(8,022,221)</u>
SHAREHOLDERS' FUNDS			<u>299,046</u>		<u>486,378</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2022.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2022 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

BALANCE SHEET - continued

31 MARCH 2022

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

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 23 November 2022 and were signed on its behalf by:

S Gordon - Director

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

1. STATUTORY INFORMATION

Facewatch Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Turnover

Turnover represents the sales of goods and services, is recognised on dispatch of the goods or provision of the service and excludes value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Computer equipment - 33% on cost

Investments in subsidiaries

Investments in subsidiary undertakings are recognised at cost.

Stocks

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

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

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

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Research and development

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

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022**2. ACCOUNTING POLICIES - continued****Hire purchase and leasing commitments**

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

Going concern

The company's business model is one which requires significant initial investment regarding the development of the company's intellectual property whilst the client company's user base is built up. Whilst recurring and increasing revenues are forecasted as the user base expands, this may lead to significant and unpredictable timing of cashflows. The company is currently financed by equity share capital. The directors have prepared cash flow forecasts for the forthcoming 12 month period and based on these forecasts believe that sufficient funds are available to support the company's cash flow requirements for the forthcoming 12 months. On this basis the directors have prepared the accounts on the going concern basis.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 9 (2021 - 4) .

4. TANGIBLE FIXED ASSETS

	Improvements to property £	Computer equipment £	Totals £
COST			
At 1 April 2021	4,811	79,727	84,538
Additions	-	99,002	99,002
At 31 March 2022	<u>4,811</u>	<u>178,729</u>	<u>183,540</u>
DEPRECIATION			
At 1 April 2021	4,811	55,437	60,248
Charge for year	-	16,368	16,368
At 31 March 2022	<u>4,811</u>	<u>71,805</u>	<u>76,616</u>
NET BOOK VALUE			
At 31 March 2022	<u>-</u>	<u>106,924</u>	<u>106,924</u>
At 31 March 2021	<u>-</u>	<u>24,290</u>	<u>24,290</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022

5. FIXED ASSET INVESTMENTS

	Shares in group undertakings £
COST	
At 1 April 2021	3,537
Disposals	(3,257)
At 31 March 2022	<u>280</u>
NET BOOK VALUE	
At 31 March 2022	<u>280</u>
At 31 March 2021	<u>3,537</u>

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Trade debtors	66,204	41,493
Other debtors	<u>110,103</u>	<u>134,193</u>
	<u>176,307</u>	<u>175,686</u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Trade creditors	36,116	25,278
Taxation and social security	6,473	10,543
Other creditors	<u>451,278</u>	<u>67,367</u>
	<u>493,867</u>	<u>103,188</u>

8. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2022 £	2021 £
Within one year	36,874	36,874
Between one and five years	147,496	147,496
In more than five years	<u>279,628</u>	<u>316,502</u>
	<u>463,998</u>	<u>500,872</u>

9. CONTINGENT LIABILITIES

A contingent liability of £417,702 (2021: £386,761) exists in respect of loan interest that only accrues on certain future events occurring.

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.