

Unaudited Financial Statements
for the Year Ended 31 December 2021
for
IOBAC UK Limited

	Page
Company Information	1
Statement of Financial Position	2
Notes to the Financial Statements	3

DIRECTORS:

J R Lawson-Brown
I Spreadborough
P Woolvine

REGISTERED OFFICE:

Unit 9, Berry Court Farm
Bramley Road
Little London
Tadley
Hampshire
RG26 5AT

REGISTERED NUMBER:

07687209 (England and Wales)

ACCOUNTANTS:

Butt Miller
Chartered Accountants
92 Park Street
Camberley
Surrey
GU15 3NY

**Statement of Financial Position
31 December 2021**

	Notes	2021 £	2020 £
FIXED ASSETS			
Tangible assets	4	-	54
CURRENT ASSETS			
Stocks	5	4,284	-
Debtors	6	35,777	8,141
Cash at bank		<u>53,482</u>	<u>338,747</u>
		93,543	346,888
CREDITORS			
Amounts falling due within one year	7	<u>(4,771,107)</u>	<u>(4,858,109)</u>
NET CURRENT LIABILITIES		<u>(4,677,564)</u>	<u>(4,511,221)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		(4,677,564)	(4,511,167)
CREDITORS			
Amounts falling due after more than one year	8	<u>(12,966)</u>	<u>(15,496)</u>
NET LIABILITIES		<u>(4,690,530)</u>	<u>(4,526,663)</u>
CAPITAL AND RESERVES			
Called up share capital		100	100
Retained earnings		<u>(4,690,630)</u>	<u>(4,526,763)</u>
		<u>(4,690,530)</u>	<u>(4,526,663)</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2021 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) 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.

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 26 September 2022 and were signed on its behalf by:

P Woolvine - Director

**Notes to the Financial Statements
for the Year Ended 31 December 2021**

1. STATUTORY INFORMATION

IOBAC UK 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 is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Tangible fixed assets

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

Fixtures and fittings - 25% on cost

Government grants

Grants comprise amounts paid by the Government in accordance with a Business Interruption Loan agreement and are recognised in the Income Statement once the relevant performance conditions have been met.

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 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 tax 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 statement of financial position date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the statement of financial position 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.

Operating leases

Rentals paid under operating leases are charged to the Income Statement 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 the Income Statement in the period to which they relate.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

2. **ACCOUNTING POLICIES - continued**

Going concern

As at 31 December 2021 the company had net liabilities. The Covid-19 pandemic resulted in the country going into periods of 'lockdown' which affected the company and the UK economy as a whole. The directors are nevertheless of the opinion that the going concern basis of accounting remains appropriate, and that the company will continue to operate effectively for the foreseeable future, owing in part to the continued financial support of the existing shareholders. The directors are also confident of bringing the company's product effectively to market in the near future to generate positive working capital, and have secured substantial investment to fund the commercialisation of IOBAC's technologies.

Foreign currencies

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 are included in the Income Statement for the period.

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 3 (2020 - 3) .

4. **TANGIBLE FIXED ASSETS**

	Fixtures and fittings £
COST	
At 1 January 2021	7,772
Disposals	(1,359)
At 31 December 2021	<u>6,413</u>
DEPRECIATION	
At 1 January 2021	7,718
Charge for year	54
Eliminated on disposal	(1,359)
At 31 December 2021	<u>6,413</u>
NET BOOK VALUE	
At 31 December 2021	<u>-</u>
At 31 December 2020	<u>54</u>

5. **STOCKS**

	2021 £	2020 £
Stocks	<u>4,284</u>	<u>-</u>

6. **DEBTORS**

	2021 £	2020 £
Amounts falling due within one year:		
Trade debtors	5,782	2,673
Other debtors	26,495	797
VAT	-	1,171
	<u>32,277</u>	<u>4,641</u>

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2021**

6. DEBTORS - continued

	2021 £	2020 £
Amounts falling due after more than one year:		
Other debtors	<u>3,500</u>	<u>3,500</u>
Aggregate amounts	<u>35,777</u>	<u>8,141</u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Bank loans and overdrafts	3,795	3,479
Trade creditors	28,225	33,201
Amounts owed to group undertakings	4,698,745	4,763,493
Social security and other taxes	7,653	5,348
VAT	1,274	-
Other creditors	28,210	46,960
Accruals	<u>3,205</u>	<u>5,628</u>
	<u>4,771,107</u>	<u>4,858,109</u>

8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2021 £	2020 £
Bank loans - 1-2 years	3,795	3,795
Bank loans - 2-5 years	9,171	11,385
Bank loans more than 5 years	-	316
	<u>12,966</u>	<u>15,496</u>

Amounts falling due in more than five years:

Repayable by instalments		
Bank loans more than 5 years	<u>-</u>	<u>316</u>

9. LEASING AGREEMENTS

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

	2021 £	2020 £
Within one year	14,000	14,000
Between one and five years	<u>44,333</u>	<u>58,333</u>
	<u>58,333</u>	<u>72,333</u>

10. SECURED DEBTS

There was a debenture in place in favour of the company's bank comprising fixed and floating charges over all the assets and undertakings of the company. This charge was satisfied on 30 March 2022.

11. PARENT COMPANY

The parent company of the smallest group of which IOBAC UK Limited is a member which prepares consolidated accounts is IOBAC Limited, a company registered at 1st and 2nd Floors, Elizabeth House, Les Rueties Brayes, St Peter Port, Guernsey, GY1 1EW.

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.