

INNOTURE LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 DECEMBER 2021

	Page
Company Information	1
Balance Sheet	2
Notes to the Financial Statements	4

INNOTURE LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 30 DECEMBER 2021**

DIRECTORS:

B L Fisher
G L James
K W Jones
M C J Graz

REGISTERED OFFICE:

3rd Floor
58 St Davies Street
Mayfair
London
W1K 5JF

REGISTERED NUMBER:

07801618

ACCOUNTANTS:

Watts Gregory LLP
Chartered Accountants
Elfed House
Oak Tree Court
Cardiff Gate Business Park
CARDIFF
County of Cardiff
CF23 8RS

BALANCE SHEET
30 DECEMBER 2021

	Notes	2021 £	2020 £
FIXED ASSETS			
Intangible assets	4	418,978	422,147
Tangible assets	5	45,285	40,287
Investments	6	<u>1</u>	<u>1</u>
		<u>464,264</u>	<u>462,435</u>
CURRENT ASSETS			
Stocks		42,049	57,171
Debtors	7	320,331	187,096
Cash at bank		<u>19,719</u>	<u>85,018</u>
		382,099	329,285
CREDITORS			
Amounts falling due within one year	8	<u>(1,108,275)</u>	<u>(871,431)</u>
NET CURRENT LIABILITIES		<u>(726,176)</u>	<u>(542,146)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		(261,912)	(79,711)
CREDITORS			
Amounts falling due after more than one year	9	<u>(1,686,707)</u>	<u>(2,062,040)</u>
NET LIABILITIES		<u>(1,948,619)</u>	<u>(2,141,751)</u>
CAPITAL AND RESERVES			
Called up share capital		10,415	9,650
Share premium		7,316,602	5,547,296
Retained earnings		<u>(9,275,636)</u>	<u>(7,698,697)</u>
		<u>(1,948,619)</u>	<u>(2,141,751)</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 December 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 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.

BALANCE SHEET - continued
30 DECEMBER 2021

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 Profit and loss account has not been delivered.

The financial statements were approved and authorised for issue by the Board of Directors and authorised for issue on 18 August 2022 and were signed on its behalf by:

K W Jones - Director

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 DECEMBER 2021**

1. STATUTORY INFORMATION

Innoture Limited is a private company, limited by shares, registered in Not specified/Other. The company's registered number and registered office address can be found on the Company Information page.

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.

Preparation of consolidated financial statements

The financial statements contain information about Innoture Limited as an individual company and do not contain consolidated financial information as the parent of a group. The company is exempt under Section 399(2A) of the Companies Act 2006 from the requirements to prepare consolidated financial statements.

Turnover

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

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Patents and licences are being amortised evenly over their estimated useful life of fourteen years.

Intangible assets acquired separately from a business are recognised at cost and are subsequently measured at cost less accumulated amortisation and accumulated impairment losses.

Intangible assets acquired on business combinations are recognised separately from goodwill at the acquisition date where it is probable that the expected future economic benefits that are attributable to the asset will flow to the entity and the fair value of the asset can be measured reliably; the intangible asset arises from contractual or other legal rights; and the intangible asset is separable from the entity.

Amortisation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Patents & licences	- 14 years straight line
--------------------	--------------------------

Tangible fixed assets

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

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Plant and machinery	- 25% on reducing balance
---------------------	---------------------------

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to 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.

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 DECEMBER 2021**

2. ACCOUNTING POLICIES - continued

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Profit and loss account, 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.

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 directors consider the company to continue in operational existence for the foreseeable future, at least 12 months from the approval date of these accounts, based on further funding commitments from Find Invest Grow Ltd and New Model Venture Capital Limited. Furthermore, the technology is now in advanced stage of development with plans to be commercialised. Based on this support, the directors consider that it is appropriate to prepare the financial statements on the going concern basis.

Research and development expenditure

Research expenditure is written off against profits in the year in which it is incurred.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 14 (2020 - 12) .

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 DECEMBER 2021

4. INTANGIBLE FIXED ASSETS

Patents
and
licences
£

COST

At 31 December 2020

812,464

Additions

55,848

At 30 December 2021

868,312

AMORTISATION

At 31 December 2020

390,318

Amortisation for year

59,016

At 30 December 2021

449,334

NET BOOK VALUE

At 30 December 2021

418,978

At 30 December 2020

422,146

5. TANGIBLE FIXED ASSETS

Plant and
machinery
£

COST

At 31 December 2020

165,480

Additions

16,928

At 30 December 2021

182,408

DEPRECIATION

At 31 December 2020

125,200

Charge for year

11,923

At 30 December 2021

137,123

NET BOOK VALUE

At 30 December 2021

45,285

At 30 December 2020

40,280

6. FIXED ASSET INVESTMENTS

Other
investments
£

COST

At 31 December 2020
and 30 December 2021

1

NET BOOK VALUE

At 30 December 2021

1

At 30 December 2020

1

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 DECEMBER 2021

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Amounts owed by group undertakings	3,120	3,120
Other debtors	45,841	56,111
Tax repayable	20,863	-
Directors' current accounts	134,199	43,002
VAT	55,871	32,342
Prepayments and accrued income	60,437	52,521
	<u>320,331</u>	<u>187,096</u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Bank loans and overdrafts	9,617	5,000
Other loans	64,868	-
Trade creditors	771,592	646,439
Corporation tax	6,889	-
Social security and other taxes	191,396	65,325
Other creditors	3,421	74,154
Directors' current accounts	28,487	30,074
Accruals and deferred income	32,005	50,439
	<u>1,108,275</u>	<u>871,431</u>

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

	2021	2020
	£	£
Bank loans	35,670	45,000
Other loans	1,576,037	1,942,040
Directors' loan accounts	75,000	75,000
	<u>1,686,707</u>	<u>2,062,040</u>

Bank loans are repayable in instalments over six years. The loan is guaranteed by the government and carries an interest charge of 2.5% per annum.

10. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to a director subsisted during the years ended 30 December 2021 and 30 December 2020:

	2021	2020
	£	£
K W Jones		
Balance outstanding at start of year	43,002	5,965
Amounts advanced	99,482	61,185
Amounts repaid	(8,285)	(24,148)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>134,199</u>	<u>43,002</u>

The following repayments were received after the year-end:
£35,000 in January 2022: and
£35,000 in July 2022.

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.