

**CLIPPINGS LIMITED
UNAUDITED ABRIDGED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2022**

2E Accountants Ltd

ACMA

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Clippings Limited
Unaudited Financial Statements
For The Year Ended 31 January 2022

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Clippings Limited
Abridged Balance Sheet
As at 31 January 2022

Registered number: 08356423

		2022		2021	
	Notes	£	£	£	£
FIXED ASSETS					
Intangible Assets	3		885,142		1,710,739
Tangible Assets	4		45,507		119,771
			930,649		1,830,510
CURRENT ASSETS					
Stocks		276,772		159,395	
Debtors		3,075,488		2,693,731	
Cash at bank and in hand		252,227		1,297,523	
		3,604,487		4,150,649	
Creditors: Amounts Falling Due Within One Year					
		(5,164,301)		(3,224,652)	
NET CURRENT ASSETS (LIABILITIES)					
			(1,559,814)		925,997
TOTAL ASSETS LESS CURRENT LIABILITIES					
			(629,165)		2,756,507
NET (LIABILITIES)/ASSETS					
			(629,165)		2,756,507
CAPITAL AND RESERVES					
Called up share capital	5		363		334
Share premium account			15,685,222		15,685,251
Profit and Loss Account			(16,314,750)		(12,929,078)
SHAREHOLDERS' FUNDS					
			(629,165)		2,756,507

Clippings Limited
Abridged Balance Sheet (continued)
As at 31 January 2022

For the year ending 31 January 2022 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.

All of the company's members have consented to the preparation of an Abridged Profit and Loss Account and an Abridged Balance Sheet for the year end 31 January 2022 in accordance with section 444(2A) of the Companies Act 2006.

On behalf of the board

Mr Adel Zakout

Director

28 October 2022

The notes on pages 3 to 4 form part of these financial statements.

Clippings Limited
Notes to the Abridged Financial Statements
For The Year Ended 31 January 2022

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 measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover includes revenue earned from the sale of goods and from the rendering of services. Turnover is reduced for estimated customer returns, rebates and other similar allowances.

Sale of goods

Turnover from the sale of goods is recognised when the significant risks and rewards of ownership of the goods has transferred to the buyer. This is usually at the point that the customer has signed for the delivery of the goods.

Rendering of services

Turnover from the rendering of services is recognised by reference to the stage of completion of the contract. The stage of completion of a contract is measured by comparing the costs incurred for work performed to date to the total estimated contract costs. Turnover is only recognised to the extent of recoverable expenses when the outcome of a contract cannot be estimated reliably.

1.3. Intangible Fixed Assets and Amortisation - Other Intangible

Other intangible assets are Technology Development. It is amortised to profit and loss account over its estimated economic life of 5 years.

1.4. 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:

Leasehold Improvement	Straight line over 2 years
Fixtures & Fittings	Straight line over 5 years
Computer Equipment	Straight line over 3 years

1.5. Stocks and Work in Progress

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads. Work-in-progress is reflected in the accounts on a contract by contract basis by recording turnover and related costs as contract activity progresses.

1.6. 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.

2. Average Number of Employees

Average number of employees, including directors, during the year was as follows: 36 (2021: 38)

Clippings Limited
Notes to the Abridged Financial Statements (continued)
For The Year Ended 31 January 2022

3. Intangible Assets

	Total £
Cost	
As at 1 February 2021	4,359,670
Additions	276,878
As at 31 January 2022	<u>4,636,548</u>
Amortisation	
As at 1 February 2021	2,648,931
Provided during the period	1,102,475
As at 31 January 2022	<u>3,751,406</u>
Net Book Value	
As at 31 January 2022	<u>885,142</u>
As at 1 February 2021	<u>1,710,739</u>

4. Tangible Assets

	Total £
Cost	
As at 1 February 2021	397,645
Additions	21,085
Disposals	(44,813)
As at 31 January 2022	<u>373,917</u>
Depreciation	
As at 1 February 2021	277,874
Provided during the period	50,536
As at 31 January 2022	<u>328,410</u>
Net Book Value	
As at 31 January 2022	<u>45,507</u>
As at 1 February 2021	<u>119,771</u>

5. Share Capital

	2022	2021
Allotted, Called up and fully paid	<u>363</u>	<u>334</u>

6. Ultimate Controlling Party

The company was acquired by Material Holdings Limited (UK registered company) on the 13th August 2021. The ultimate parent company is Material Technologies Corporation, registered in the US.

7. General Information

Clippings Limited is a private company, limited by shares, incorporated in England & Wales, registered number 08356423 . The registered office is 5 New Street Square, London, England, EC4A 3TW.

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.