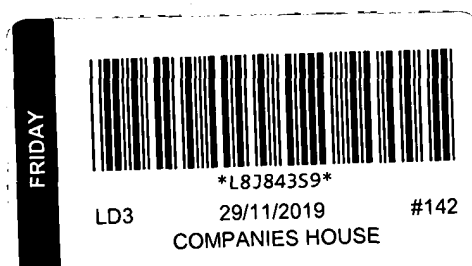


**REGISTERED NUMBER: 08369024 (England and Wales)**

**Report of the Directors and  
Financial Statements for the Year Ended 31 December 2018  
for  
Extraject Technologies Ltd**



**Extraject Technologies Ltd (Registered number: 08369024)**

**Contents of the Financial Statements**  
*for the year ended 31 December 2018*

	<b>Page</b>
<b>Company Information</b>	<b>1</b>
<b>Report of the Directors</b>	<b>2</b>
<b>Statement of Directors' Responsibilities</b>	<b>4</b>
<b>Independent Auditor's Report to the Members of Extraject Technologies Limited</b>	<b>5</b>
<b>Statement of Comprehensive Income</b>	<b>8</b>
<b>Statement of Financial Position</b>	<b>9</b>
<b>Statement of Changes in Equity</b>	<b>10</b>
<b>Notes to the Financial Statements</b>	<b>11</b>

# **Extraject Technologies Ltd**

## **Company Information**

*for the year ended 31 December 2018*

### **DIRECTORS:**

Professor J C Birchall  
Dr P L Grant  
IP2IPO Services Limited

### **REGISTERED OFFICE:**

IP Group Plc  
Nexus  
Discovery Way  
Leeds  
LS2 3AA

### **REGISTERED NUMBER:**

08369024 (England and Wales)

### **AUDITOR:**

KPMG LLP  
Chartered Accountants  
Registered Auditor  
15 Canada Square  
London  
E14 5GL

## **Extraject Technologies Ltd (Registered number: 08369024)**

### **Report of the Directors** *for the year ended 31 December 2018*

The directors present their report with the financial statements of the company for the year ended 31 December 2018.

#### **REVIEW OF BUSINESS**

The loss for the year amounted to £2,874 (2017: £3,877). The directors have not recommended a dividend (2017: £nil).

#### **DIRECTORS**

The directors shown below have held office during the whole of the period from 1 January 2018 to the date of this report.

Professor J C Birchall  
Dr P L Grant  
IP2IPO Services Limited

#### **POLITICAL CONTRIBUTIONS**

The company made no political contributions during the period (2017: £nil).

#### **GOING CONCERN**

Notwithstanding net liabilities of £96,017 as at 31 December 2018 and a loss for the year then ended of £2,874, the financial statements have been prepared on a going concern basis which the directors consider to be appropriate for the following reasons.

The directors have prepared cash flow forecasts for a period of 12 months from the date of approval of these financial statements which indicate that, taking account of reasonably possible downsides, the company will have sufficient funds to meet its liabilities as they fall due for that period.

Those forecasts are dependent on the company's immediate parent company, IP2IPO Limited, not seeking repayment of the amounts currently due to the group, which at 31 December 2018 amounted to £48,365, and providing additional financial support during that period. IP2IPO Limited has indicated that it does not intend to seek repayment of these amounts for the period covered by the forecasts. As with any company placing reliance on other group entities for financial support, the directors acknowledge that there can be no certainty that this support will continue although, at the date of approval of these financial statements, they have no reason to believe that it will not do so.

Consequently, the directors are confident that the company will have sufficient funds to continue to meet its liabilities as they fall due for at least 12 months from the date of approval of the financial statements and therefore have prepared the financial statements on a going concern basis.

#### **STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS**

Each of the persons who is a director at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the company's auditor is unaware; and
- they have taken all steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information.

#### **AUDITOR**


The auditor KPMG LLP is deemed to have been re-appointed in accordance with section 487 of the Companies Act 2006.

**Extraject Technologies Ltd (Registered number: 08369024)**

**Report of the Directors**  
*for the year ended 31 December 2018*

This report has been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

**ON BEHALF OF THE BOARD:**

  
.....  
IP2IPO Services Limited - Director

Date: 26 November 2019  
.....

**Extraject Technologies Ltd (Registered number: 08369024)**

**Statement of Directors' Responsibilities**

*for the year ended 31 December 2018*

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law they have elected to prepare the financial statements in accordance with UK accounting standards and applicable law (UK Generally Accepted Accounting Practice), including FRS 101 Reduced Disclosure Framework.

Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- assess the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and
- use the going concern basis of accounting unless they either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error, and have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

## **Independent Auditor's Report to the Members of Extraject Technologies Ltd**

### **Opinion**

We have audited the financial statements of Extraject Technologies Ltd ("the company") for the year ended 31 December 2018 which comprise the Statement of Comprehensive Income, Statement of Financial Position, Statement of Changes in Equity and related notes, including the accounting policies in note 2.

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2018 and of its loss for the year then ended;
- have been properly prepared in accordance with UK accounting standards, including FRS 101 Reduced Disclosure Framework; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities are described below. We have fulfilled our ethical responsibilities under, and are independent of the company in accordance with, UK ethical requirements including the FRC Ethical Standard. We believe that the audit evidence we have obtained is a sufficient and appropriate basis for our opinion.

### **The impact of uncertainties due to Britain exiting the European Union on our audit**

Uncertainties related to the effects of Brexit are relevant to understanding our audit of the financial statements. All audits assess and challenge the reasonableness of estimates made by the directors, and related disclosures and the appropriateness of the going concern basis of preparation of the financial statements. All of these depend on assessments of the future economic environment and the company's future prospects and performance.

Brexit is one of the most significant economic events for the UK, and at the date of this report its effects are subject to unprecedented levels of uncertainty of outcomes, with the full range of possible effects unknown. We applied a standardised firm-wide approach in response to that uncertainty when assessing the company's future prospects and performance. However, no audit should be expected to predict the unknowable factors or all possible future implications for a company and this is particularly the case in relation to Brexit.

### **Going concern**

The directors have prepared the financial statements on the going concern basis as they do not intend to liquidate the company or to cease its operations, and as they have concluded that the company's financial position means that this is realistic. They have also concluded that there are no material uncertainties that could have cast significant doubt over its ability to continue as a going concern for at least a year from the date of approval of the financial statements ("the going concern period").

We are required to report to you if we have concluded that the use of the going concern basis of accounting is inappropriate or there is an undisclosed material uncertainty that may cast significant doubt over the use of that basis for a period of at least a year from the date of approval of the financial statements. In our evaluation of the directors' conclusions, we considered the inherent risks to the company's business model, including the impact of Brexit, and analysed how those risks might affect the company's financial resources or ability to continue operations over the going concern period. We have nothing to report in these respects.

However, as we cannot predict all future events or conditions and as subsequent events may result in outcomes that are inconsistent with judgements that were reasonable at the time they were made, the absence of reference to a material uncertainty in this auditor's report is not a guarantee that the company will continue in operation.

## **Independent Auditor's Report to the Members of Extraject Technologies Ltd**

### **Directors' report**

The directors are responsible for the directors' report. Our opinion on the financial statements does not cover that report and we do not express an audit opinion thereon.

Our responsibility is to read the directors' report and, in doing so, consider whether, based on our financial statements audit work, the information therein is materially misstated or inconsistent with the financial statements or our audit knowledge. Based solely on that work:

- we have not identified material misstatements in the directors' report;
- in our opinion the information given in that report for the financial year is consistent with the financial statements; and
- in our opinion that report has been prepared in accordance with the Companies Act 2006.

### **Matters on which we are required to report by exception**

Under the Companies Act 2006 we are required to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to take advantage of the small companies exemption from the requirement to prepare a strategic report.

We have nothing to report in these respects.

### **Directors' responsibilities**

As explained more fully in their statement set out on page 4, the directors are responsible for: the preparation of the financial statements and for being satisfied that they give a true and fair view; such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and using the going concern basis of accounting unless they either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

### **Auditors' responsibilities**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue our opinion in an auditor's report. Reasonable assurance is a high level of assurance, but does not guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

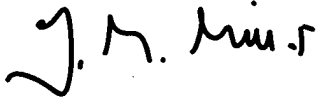
A fuller description of our responsibilities is provided on the FRC's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities).



## Independent Auditor's Report to the Members of Extraject Technologies Ltd

### The purpose of our audit work and to whom we owe our responsibilities

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members, as a body, for our audit work, for this report, or for the opinions we have formed.



**Jonathan Mills (Senior Statutory Auditor)**  
**for and on behalf of KPMG LLP**

*Chartered Accountants*

Registered Auditor

15 Canada Square

London

E14 5GL

Date: 26 November 2019

**Extraject Technologies Ltd (Registered number: 08369024)**

**Statement of Comprehensive Income**  
*for the year ended 31 December 2018*

	Notes	2018 £	2017 £
<b>TURNOVER</b>		-	-
Administrative expenses		<u>(372)</u>	<u>(1,461)</u>
<b>OPERATING LOSS</b>		(372)	(1,461)
Interest receivable and similar income		<u>3</u>	<u>-</u>
		(369)	(1,461)
Interest payable and similar expenses	5	<u>(2,505)</u>	<u>(2,416)</u>
<b>LOSS BEFORE TAXATION</b>		(2,874)	(3,877)
Tax on loss	6	<u>-</u>	<u>-</u>
<b>LOSS FOR THE FINANCIAL YEAR</b>		(2,874)	(3,877)
<b>OTHER COMPREHENSIVE INCOME</b>		<u>-</u>	<u>-</u>
<b>TOTAL COMPREHENSIVE LOSS FOR THE YEAR</b>		<u>(2,874)</u>	<u>(3,877)</u>

The notes form part of these financial statements

**Extraject Technologies Ltd (Registered number: 08369024)**

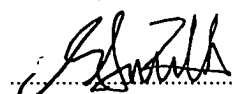
**Statement of Financial Position**

**31 December 2018**

	Notes	p2018 £	2017 £
<b>CURRENT ASSETS</b>			
Debtors	7	5	-
Cash at bank		<u>1,373</u>	<u>2,947</u>
		1,378	2,947
<b>CREDITORS</b>			
Amounts falling due within one year	8	-	<u>(1,200)</u>
<b>NET CURRENT ASSETS</b>		<u>1,378</u>	<u>1,747</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		1,378	1,747
<b>CREDITORS</b>			
Amounts falling due after more than one year	9	<u>(97,395)</u>	<u>(94,890)</u>
<b>NET LIABILITIES</b>		<u>(96,017)</u>	<u>(93,143)</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	11	100	100
Retained earnings		<u>(96,117)</u>	<u>(93,243)</u>
<b>SHAREHOLDERS' FUNDS</b>		<u>(96,017)</u>	<u>(93,143)</u>

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

The financial statements were approved by the Board of Directors on ..... 26 November 2019 ..... and were signed on its behalf by:



IP2IPO Services Limited - Director

**Extraject Technologies Ltd (Registered number: 08369024)**

**Statement of Changes in Equity**  
*for the year ended 31 December 2018*

	<b>Called up share capital £</b>	<b>Retained earnings £</b>	<b>Total equity £</b>
<b>Balance at 1 January 2017</b>	-	(89,366)	(89,366)
<b>Changes in equity</b>			
Issue of share capital	100	-	100
Total comprehensive loss	<u>-</u>	<u>(3,877)</u>	<u>(3,877)</u>
<b>Balance at 31 December 2017</b>	<u>100</u>	<u>(93,243)</u>	<u>(93,143)</u>
<b>Changes in equity</b>			
Total comprehensive loss	<u>-</u>	<u>(2,874)</u>	<u>(2,874)</u>
<b>Balance at 31 December 2018</b>	<u>100</u>	<u>(96,117)</u>	<u>(96,017)</u>

The notes form part of these financial statements

## **Extraject Technologies Ltd (Registered number: 08369024)**

### **Notes to the Financial Statements** *for the year ended 31 December 2018*

#### **1. STATUTORY INFORMATION**

Extraject Technologies Ltd 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 preparation**

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the Company's financial statements.

These financial statements were prepared on a going concern basis and in accordance with Financial Reporting Standard 101 Reduced Disclosure Framework ("FRS 101"). Subsequent amendments to FRS 101 which are effective for these financial statements have been applied.

In preparing these financial statements, the Company applies the recognition, measurement and disclosure requirements of International Financial Reporting Standards as adopted by the EU ("Adopted IFRSs"), but makes amendments where necessary in order to comply with Companies Act 2006 and has set out below where advantage of the FRS 101 disclosure exemptions has been taken.

The Company's ultimate parent undertaking, IP Group plc, includes Extraject Technologies Limited in its consolidated financial statements. The consolidated financial statements of IP Group plc are prepared in accordance with International Financial Reporting Standards and are available to the public and may be obtained from the company secretary at IP Group plc, The Walbrook Building, 25 Walbrook, London, EC4N 8AF.

In these financial statements, the Company has applied the exemptions available under FRS 101 in respect of the following disclosures: a Cash Flow Statement and related notes; disclosures in respect of transactions with wholly owned subsidiaries; disclosures in respect of capital management; the effects of new but not yet effective IFRSs; and disclosures of transactions with a management entity that provides key management personnel services to the company.

As the ultimate parent company, IP Group plc's consolidated financial statements include the equivalent disclosures, the Company has also taken the exemptions under FRS 101 available in respect of the following disclosures: certain disclosures required by IFRS 13 Fair Value Measurement, IAS 24 Related Party Disclosures and the disclosures required by IFRS 7 Financial Instrument Disclosures.

The Company proposes to continue to adopt the reduced disclosure framework of FRS 101 in its next financial statements.

The accounting policies set out below have, unless otherwise stated, been applied consistently to all periods presented in these financial statements.

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the Company's financial statements.

##### **Going concern**

Notwithstanding net liabilities of £96,017 as at 31 December 2018 and a loss for the year then ended of £2,874, the financial statements have been prepared on a going concern basis which the directors consider to be appropriate for the following reasons.

The directors have prepared cash flow forecasts for a period of 12 months from the date of approval of these financial statements which indicate that, taking account of reasonably possible downsides, the company will have sufficient funds to meet its liabilities as they fall due for that period.

## **Extraject Technologies Ltd (Registered number: 08369024)**

### **Notes to the Financial Statements - continued** *for the year ended 31 December 2018*

#### **2. ACCOUNTING POLICIES (continued)**

Those forecasts are dependent on the company's immediate parent company, IP2IPO Limited, not seeking repayment of the amounts currently due to the group, which at 31 December 2018 amounted to £48,365, and providing additional financial support during that period. IP2IPO Limited has indicated that it does not intend to seek repayment of these amounts for the period covered by the forecasts. As with any company placing reliance on other group entities for financial support, the directors acknowledge that there can be no certainty that this support will continue although, at the date of approval of these financial statements, they have no reason to believe that it will not do so.

Consequently, the directors are confident that the company will have sufficient funds to continue to meet its liabilities as they fall due for at least 12 months from the date of approval of the financial statements and therefore have prepared the financial statements on a going concern basis.

#### **Taxation**

Current taxes are based on the results shown in the financial statements and are calculated according to local tax rules, using tax rates enacted or substantially enacted by the statement of financial position date.

#### **Related party transactions**

In accordance with IAS 24 "Related Parties Disclosures", the Company discloses details of material transactions between the reporting entity and related parties. However, transactions between the Company and other Group companies have not been disclosed in accordance with the exemption in IAS 24 paragraph.

#### **3. EMPLOYEES AND DIRECTORS**

There were no staff costs for the year ended 31 December 2018 nor for the year ended 31 December 2017.

The average number of employees during the year was nil (2017 - nil).

The directors were remunerated for their services to other group companies within the group headed by the Company's ultimate parent, IP Group plc. The Directors of the company chose to waive any remuneration during the year ended 31 December 2018, for their services to this entity.

	<b>2018</b>	<b>2017</b>
	<b>£</b>	<b>£</b>
Directors' remuneration	<u>-</u>	<u>-</u>

#### **4. AUDITOR'S REMUNERATION**

Amounts receivable by the Company's auditor in respect of services to the Company, have not been disclosed as the information is required instead to be disclosed on a consolidated basis in the consolidated financial statements of the Company's ultimate parent, IP Group plc.

#### **5. INTEREST PAYABLE AND SIMILAR EXPENSES**

	<b>2018</b>	<b>2017</b>
	<b>£</b>	<b>£</b>
Loan	<u>2,505</u>	<u>2,416</u>

**Extraject Technologies Ltd (Registered number: 08369024)**

**Notes to the Financial Statements - continued**  
*for the year ended 31 December 2018*

**6. TAXATION**

**Analysis of tax expense**

No liability to UK corporation tax arose for the year ended 31 December 2018 nor for the year ended 31 December 2017.

**Factors affecting the tax expense**

The tax assessed for the year is different from the standard rate of corporation tax in the UK. The difference is explained below:

	2018 £	2017 £
Loss before income tax	<u>(2,874)</u>	<u>(3,877)</u>
Loss multiplied by the standard rate of corporation tax in the UK of 19% (2017 - 19.25%)	(546)	(746)
Effects of: Tax loss not recognised	<u>546</u>	<u>746</u>
Tax income	<u>-</u>	<u>-</u>

There is a potential deferred tax asset at 31 December 2018 of £19,591 (2017: £19,103) relating to losses of £115,242 (2017: £112,368). This asset has not been recognised in the financial statements due to current uncertainties surrounding the reversal of the underlying timing differences. The deferred tax asset would be recovered if there were future taxable profits from which the reversal of the underlying timing differences could be deducted.

**7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2018 £	2017 £
Other debtors	<u>5</u>	<u>-</u>

**8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2018 £	2017 £
Trade creditors	<u>-</u>	<u>1,200</u>

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

	2018 £	2017 £
Other loans (see note 10)	<u>97,395</u>	<u>94,890</u>

The amounts due to group undertakings and other parties within long term loan balances accrue interest at 1.5% above the six-month LIBOR rate. The loans are repayable on the earlier of 23 July 2024; a Listing; on the occurrence of an Event of Default; a Change of Control; or the sale of substantially all of the assets of the company.

**Extraject Technologies Ltd (Registered number: 08369024)**

**Notes to the Financial Statements - continued**  
*for the year ended 31 December 2018*

**10. FINANCIAL LIABILITIES - BORROWINGS**

	<b>2018</b>	<b>2017</b>
	<b>£</b>	<b>£</b>
Non-current:		
Other loans - 1-2 years	<u><b>97,395</b></u>	<u><b>94,890</b></u>

**Terms and debt repayment schedule**

	<b>Nominal</b>	<b>Nominal</b>	<b>2018</b>	<b>2017</b>
	<b>Interest rate</b>	<b>Maturity</b>	<b>£</b>	<b>£</b>
Floating Rate Loan Note 2024	LIBOR+1.5%	23 July 2024	<u><b>97,395</b></u>	<u><b>94,890</b></u>

**11. CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:			<b>2018</b>	<b>2017</b>
Number:	Class:	Nominal value:	<b>£</b>	<b>£</b>
100	Ordinary	£1	<u><b>100</b></u>	<u><b>100</b></u>

**12. RELATED PARTY TRANSACTIONS**

As the company is a wholly owned subsidiary of IP Group plc, the company has taken advantage of the exemption contained in IAS24 and has therefore not disclosed transactions or balances with entities which form part of the IP Group plc Group.

**13. EVENTS AFTER THE REPORTING PERIOD**

On 23 July 2019 sixty (60) ordinary shares were transferred from Fusion IP Cardiff Limited to IP2IPO Limited.

**14. ULTIMATE CONTROLLING PARTY**

The immediate parent company is IP2IPO Limited and the ultimate controlling party is considered to be IP Group plc. The immediate and ultimate parent companies were incorporated in the United Kingdom. The results of the company are consolidated in the group accounts of the ultimate parent company's financial statements. Copies of the ultimate parent company's financial statements may be obtained from the Secretary of IP Group plc, The Walbrook Building, 25 Walbrook, London, EC4N 8AF.