

Knadel Software Solutions Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 31 December 2022

KSEG
Chartered Accountants
Belfry House
Champions Way
Hendon
London
NW4 1PX

Knadel Software Solutions Limited

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Knadel Software Solutions Limited

Company Information

Directors	D J Lumer P J Miller P A Sutton P H Bratch
Registered office	Belfry House Champions Way Hendon London NW4 1PX
Accountants	KSEG Chartered Accountants Belfry House Champions Way Hendon London NW4 1PX

**Chartered Accountants' Report to the Board of Directors on the Preparation of the Unaudited
Financial Statements of
Knadel Software Solutions Limited
for the Year Ended 31 December 2022**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Knadel Software Solutions Limited for the year ended 31 December 2022 which comprise the statement of income, balance sheet and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <https://www.icaew.com/regulation/a-z>.

It is your duty to ensure that Knadel Software Solutions Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of Knadel Software Solutions Limited. You consider that Knadel Software Solutions Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of Knadel Software Solutions Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.

Use of our report

This report is made solely to the Board of Directors of Knadel Software Solutions Limited, as a body, in accordance with the terms of our engagement. Our work has been undertaken solely to prepare for your approval the accounts of Knadel Software Solutions Limited and state those matters that we have agreed to state to the Board of Directors of Knadel Software Solutions Limited, as a body, in this report in accordance with ICAEW Technical Release TECH 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Knadel Software Solutions Limited and its Board of Directors, as a body, for our work or for this report.

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KSEG

Chartered Accountants

Belfry House

Champions Way

Hendon

London

NW4 1PX

4 September 2023

Knadel Software Solutions Limited
(Registration number: 08443083)
Balance Sheet as at 31 December 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	<u>4</u>	-	233
Current assets			
Debtors	<u>5</u>	163,150	88,870
Cash at bank and in hand		967,944	792,645
		1,131,094	881,515
Creditors: Amounts falling due within one year	<u>6</u>	(524,467)	(415,398)
Net current assets		606,627	466,117
Net assets		606,627	466,350
Capital and reserves			
Called up share capital	<u>7</u>	150,000	150,000
Retained earnings		456,627	316,350
Shareholders' funds		606,627	466,350

For the financial year ended 31 December 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 of its financial statements for the year in question in accordance with section 476.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006. The statement of income and directors' report are not delivered to the Registrar of Companies in accordance with the special provisions applicable to companies subject to the small companies regime.

Approved and authorised for issue by the Board on 1 September 2023 and signed on its behalf by:

.....

D J Lumer

Director

Knadel Software Solutions Limited

Notes to the Financial Statements for the Year Ended 31 December 2022

1 General information

The company is a private company limited by share capital and is incorporated in England. The registered office is shown on page 1.

The principal place of business is:
80 Coleman Street
London
EC2R 5BJ

2 Accounting policies

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A Small Entities and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historic cost convention.

The financial statements are presented in sterling which is the functional currency of the company and rounded to the nearest £.

Summary of significant accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Turnover

Turnover is measured at the fair value of the consideration received or receivable for provision of software and consultancy services to clients, stated net of discounts and of Value Added Tax. Turnover is recognised by reference to term of software licence and stage of completion of the consultancy services at the Balance Sheet date.

Tax

The tax expense for the period comprises current and deferred tax as applicable. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The company's liability for current tax is calculated using tax rates and laws that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax is recognised in respect of all significant timing differences that have originated but not reversed by the balance sheet date, except that the recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against suitable future taxable profits.

Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference.

Current and deferred tax assets and liabilities are not discounted.

Knadel Software Solutions Limited

Notes to the Financial Statements for the Year Ended 31 December 2022

Tangible assets

Tangible assets are stated in the balance sheet at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets on a straight line basis, evenly over their estimated useful economic life as follows:

Asset class	Life
Fixtures, fittings & equipment	5 years

Software development

Software development costs are expensed in the statement of income as they arise.

Cash at bank and in hand

This comprises cash at bank and includes deposits repayable on demand.

Financial instruments

Financial liabilities and equity are classified according to the substance of the financial instrument's contractual obligations, rather than its legal form.

The company's cash at bank and in hand, trade and other debtors and trade and other creditors are measured initially at transaction price, and subsequently at amortised cost using the effective interest method.

Trade debtors

Trade debtors are amounts due from customers for software licences sold and consultancy services performed in the ordinary course of business.

A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Trade creditors are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Leases

Rentals payable under operating leases are charged in the statement of income on a straight line basis over the lease term.

Pensions

The company operates a defined contribution pension scheme. Contributions are recognised in the statement of income in the period in which they become payable in accordance with the rules of the scheme. The assets of the scheme are held separately from those of the company in an independent administered fund.

3 Employee information

The average number of persons employed by the company, including directors, during the year was 7 (2021 - 7).

Knadel Software Solutions Limited

Notes to the Financial Statements for the Year Ended 31 December 2022

4 Tangible assets

	Fixtures, fittings & equipment £
Cost	
At 1 January 2022	5,958
At 31 December 2022	5,958
Depreciation	
At 1 January 2022	5,725
Charge for the year	233
At 31 December 2022	5,958
Carrying amount	
At 31 December 2022	-
At 31 December 2021	233

5 Debtors

	2022 £	2021 £
Trade debtors	151,474	70,760
Other debtors	9,480	9,030
Prepayments	2,196	9,080
	<u>163,150</u>	<u>88,870</u>

Knadel Software Solutions Limited

Notes to the Financial Statements for the Year Ended 31 December 2022

6 Creditors : amounts falling due within one year

	2022 £	2021 £
Trade creditors	3,955	7,146
Corporation tax payable	33,438	33,007
Other taxes and social security	50,127	39,179
Other creditors	1,079	1,039
Accruals and deferred income	435,868	335,027
	<u>524,467</u>	<u>415,398</u>

7 Share capital

Allotted, called up and fully paid shares

	2022		2021	
	No.	£	No.	£
Ordinary shares of £1 each	150,000	150,000	150,000	150,000
	<u>150,000</u>	<u>150,000</u>	<u>150,000</u>	<u>150,000</u>

8 Commitments under operating leases

As at 31 December 2022 the company had total commitments under non-cancellable operating leases over the remaining life of those leases of £18,960 (2021 - £23,580).

9 Control party

There is no controlling party as no shareholder has more than 50% beneficial holding in the company.

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.