

Kudos Innovations Limited

Registered Number
08642156
(England and Wales)

Unaudited Financial Statements for the Year ended
31 December 2022

Kudos Innovations Limited
Company Information
for the year from 1 January 2022 to 31 December 2022

Directors

S A Dutta

A M Forrestal

H M Kenneway

D K Modi

S Pather

D L Sommer

Registered Address

100 Liverpool Street

London

EC2M 2AT

Registered Number

08642156 (England and Wales)

Kudos Innovations Limited
Statement of Financial Position
31 December 2022

	Notes	2022	2021
		£	£
Fixed assets			
Intangible assets	8	-	187,363
Tangible assets	9	12,754	16,697
		<u>12,754</u>	<u>204,060</u>
Current assets			
Debtors	11	193,952	196,273
Cash at bank and on hand		314,877	1,104,727
		<u>508,829</u>	<u>1,301,000</u>
Creditors amounts falling due within one year	12	(330,745)	(489,788)
		<u>178,084</u>	<u>811,212</u>
Net current assets (liabilities)		<u>190,838</u>	<u>1,015,272</u>
Total assets less current liabilities			
Creditors amounts falling due after one year	13	(30,000)	(40,000)
		<u>160,838</u>	<u>975,272</u>
Net assets			
Capital and reserves			
Called up share capital		255	255
Share premium		5,558,023	5,558,023
Profit and loss account		(5,397,440)	(4,583,006)
		<u>160,838</u>	<u>975,272</u>
Shareholders' funds			
		<u>160,838</u>	<u>975,272</u>

The company was entitled to exemption from audit for this reporting period 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 in accordance with the provisions applicable to companies subject to the small companies regime. The directors have chosen to not file a copy of the company's profit and loss account.

The financial statements were approved and authorised for issue by the Board of Directors on 26 September 2023, and are signed on its behalf by:

H M Kenneway

Director

Registered Company No. 08642156

Kudos Innovations Limited

Notes to the Financial Statements
for the year ended 31 December 2022

1. Statutory information

The company is a private company limited by shares and registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

2. Compliance with applicable reporting framework

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 applicable to Small Entities and the Companies Act 2006.

3. Principal activities

The principal activity of the company during the reporting period was that of providing a platform for the research community with tools to analyse, manage and maximise research performance across multiple platforms and networks.

4. Basis of measurement used in financial statements

The financial statements have been prepared under the historical cost convention.

5. Accounting policies

Functional and presentation currency policy

The financial statements are presented in sterling and this is the functional currency of the company.

Turnover policy

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

Property, plant and equipment policy

Tangible assets are stated at cost (or deemed cost), less accumulated depreciation and accumulated impairment losses. Cost includes the original purchase price, costs directly attributable to bringing the asset to its working condition for its intended use, dismantling and restoration costs.

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

	Reducing balance (%)	Straight line (years)
Fixtures and fittings	-	4
Office Equipment	20	-

Intangible assets policy

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.

Intangible assets consists of computer software which is being amortised evenly over its estimated useful life of three years from the date it is first brought into use by the company.

Revenue recognition policy

The company's turnover is wholly derived from the 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.

The statement of financial position is credited with the value of invoiced sales, as deferred income, which is then amortised to revenue over the period of the contract. At the statement of financial position date, the carrying value of deferred income reflects the total value of invoiced sales which has not yet been recognised as revenue.

Taxation policy

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 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 statement of financial position date.

Tax credits shown on the income statement represent trading losses surrendered for research and development tax credits.

Deferred tax policy

Deferred tax is recognised in respect of all timing differences between the recognition of income and expenses in the financial statements and their inclusion in tax assessments. 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. Deferred tax is measured using the 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, except for revalued land and investment property where the tax rate that applies to the sale of the asset is used. Current and deferred tax assets and liabilities are not discounted.

Research and development policy

Development expenditure that meets the capitalisation requirements described in FRS 102 section 18 paragraph 18.8H is capitalised in the statement of financial position under Intangible Assets. Development expenditure that does not meet the recognition criteria described in FRS 102 section 18 paragraph 18.8H is expensed to profit and loss in the period in which it is incurred.

The company qualifies to make claims under both the SME R&D tax relief scheme and the Research and Development Expenditure Credit scheme. Tax credits arising from successful claims under the SME R&D tax relief scheme are reflected 'below the line' as a reduction in the Corporation Tax charge or, if loss making, as a Corporation Tax credit. Tax credits arising from successful claims under the RDEC scheme are subject to Corporation Tax. Gross tax credits are therefore reflected 'above the line' in Other income with the corresponding charge to Corporation Tax reflected in the Corporation Tax charge, or credit (if loss making). Tax credits receivable from R&D claims are recognised in the reporting period in which the qualifying expenditure is incurred.

Foreign currency translation and operations policy

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each reporting period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

Foreign exchange gains and losses resulting from the settlement of transactions and from the translation at the period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the income statement.

Employee benefits policy

Contributions to defined contribution plans are expensed in the period to which they relate.

Valuation of financial instruments policy

The Company has chosen to adopt the Sections 11 and 12 of FRS 102 in respect of financial instruments.

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non puttable ordinary shares.

Debt instruments (other than those wholly repayable or receivable within one year), including loans and other accounts receivable and payable, are initially measured at present value of the future cash flows and subsequently at amortised cost using the effective interest method. Debt instruments that are payable or receivable within one year, typically trade debtors and creditors, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received. However, if the arrangements of a short term instrument constitute a financing transaction, like the payment of a trade debt deferred beyond normal business terms or financed at a rate of interest that is not a market rate or in case of an out right short term loan not at market rate, the financial asset or liability is measured, initially, at the present value of the future cash flow discounted at a market rate of interest for a similar debt instrument and subsequently at amortised cost.

Financial assets and liabilities are offset and the net amount reported in the Statement of Financial Position when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Cash and cash equivalents comprise cash on hand and demand deposits and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk to changes in value.

6. Critical estimates and judgements

There are no significant judgements or estimates applied to the numbers contained within these financial statements.

7. Employee information

	2022	2021
Average number of employees during the year	12	11

8. Intangible assets

	Other	Total
	£	£
Cost or valuation		
At 01 January 22	843,996	843,996
At 31 December 22	843,996	843,996
Amortisation and impairment		
At 01 January 22	656,633	656,633
Charge for year	187,363	187,363
At 31 December 22	843,996	843,996
Net book value		
At 31 December 22	-	-
At 31 December 21	187,363	187,363

9. Property, plant and equipment

	Fixtures & fittings	Office Equipment	Total
	£	£	£
Cost or valuation			
At 01 January 22	13,419	50,796	64,215
Additions	-	3,580	3,580
Disposals	-	(1,220)	(1,220)
At 31 December 22	13,419	53,156	66,575
Depreciation and impairment			
At 01 January 22	10,257	37,261	47,518
Charge for year	2,537	4,986	7,523
On disposals	-	(1,220)	(1,220)
At 31 December 22	12,794	41,027	53,821
Net book value			
At 31 December 22	625	12,129	12,754
At 31 December 21	3,162	13,535	16,697

10. Description of event after reporting date

On 25 May 2023 the company issued 2,484,812 A5 Ordinary shares of £0.00001 each at a price of £0.2422 per share.

11. Debtors

	2022	2021
	£	£
Trade debtors / trade receivables	179,308	117,990
Other debtors	-	61,536
Prepayments and accrued income	14,644	16,747
Total	193,952	196,273

12. Creditors within one year

	2022	2021
	£	£
Trade creditors / trade payables	13,388	51,488
Bank borrowings and overdrafts	10,000	9,167
Taxation and social security	22,040	32,200
Other creditors	6,278	8,913
Accrued liabilities and deferred income	279,039	388,020
Total	<u>330,745</u>	<u>489,788</u>

13. Creditors after one year

	2022	2021
	£	£
Bank borrowings and overdrafts	<u>30,000</u>	<u>40,000</u>
Total	<u>30,000</u>	<u>40,000</u>

The company's bank borrowings are guaranteed by the UK government under the Coronavirus Bounce Back Loan scheme.

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.