

Report of the Directors and
Unaudited Financial Statements for the Year Ended 28 February 2021
for
Insightful Technology Limited

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for the Year Ended 28 February 2021

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Insightful Technology Limited

Company Information
for the Year Ended 28 February 2021

DIRECTORS:

R D Houghton
R F Millett
A Stewart

SECRETARY:

R F Millett

REGISTERED OFFICE:

No 2
The Royal Exchange
London
EC3V 3LL

REGISTERED NUMBER:

08881788 (England and Wales)

ACCOUNTANTS:

G & R Millett T/as G M Agencies
Orchard Cottage
Old Apley
Market Rasen
Lincolnshire
LN8 5JQ

Report of the Directors
for the Year Ended 28 February 2021

The directors present their report with the financial statements of the company for the year ended 28 February 2021.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of software development and computer consultancy.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 March 2020 to the date of this report.

R D Houghton
R F Millett
A Stewart

Other changes in directors holding office are as follows:

S J Garrod - resigned 11 March 2020

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:

R F Millett - Director

4 May 2021

Income Statement
for the Year Ended 28 February 2021

	Notes	28.2.21 £	29.2.20 £
TURNOVER		1,538,386	1,120,015
Cost of sales		<u>676,601</u>	<u>658,330</u>
GROSS PROFIT		861,785	461,685
Administrative expenses		<u>775,428</u>	<u>1,312,555</u>
OPERATING PROFIT/(LOSS)	4	86,357	(850,870)
Bad debt written off	5	<u>-</u>	<u>383,176</u>
		86,357	(1,234,046)
Interest receivable and similar income		<u>16</u>	<u>-</u>
		86,373	(1,234,046)
Interest payable and similar expenses		<u>106,080</u>	<u>55,418</u>
LOSS BEFORE TAXATION		(19,707)	(1,289,464)
Tax on loss		<u>(367,003)</u>	<u>(89,361)</u>
PROFIT/(LOSS) FOR THE FINANCIAL YEAR		<u>347,296</u>	<u>(1,200,103)</u>

The notes form part of these financial statements

Balance Sheet
28 February 2021

	Notes	28.2.21 £	£	29.2.20 £	£
FIXED ASSETS					
Intangible assets	6		345,449		212,287
Tangible assets	7		<u>163,866</u>		<u>180,254</u>
			509,315		392,541
CURRENT ASSETS					
Debtors	8	496,981		169,610	
Cash at bank		<u>25,201</u>		<u>8,373</u>	
		522,182		177,983	
CREDITORS					
Amounts falling due within one year	9	<u>461,783</u>		<u>481,867</u>	
NET CURRENT ASSETS/(LIABILITIES)			<u>60,399</u>		<u>(303,884)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			569,714		88,657
CREDITORS					
Amounts falling due after more than one year	10		<u>806,863</u>		<u>728,104</u>
NET LIABILITIES			<u>(237,149)</u>		<u>(639,447)</u>
CAPITAL AND RESERVES					
Called up share capital	11		109		109
Share premium	12		926,993		871,991
Retained earnings	12		<u>(1,164,251)</u>		<u>(1,511,547)</u>
SHAREHOLDERS' FUNDS			<u>(237,149)</u>		<u>(639,447)</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 28 February 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 28 February 2021 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- 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.

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 and authorised for issue on 4 May 2021 and were signed on its behalf by:

R D Houghton - Director

Notes to the Financial Statements
for the Year Ended 28 February 2021

1. **STATUTORY INFORMATION**

Insightful Technology Limited 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.

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.

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 nil years.

Development costs are being amortised evenly over their estimated useful life of nil years.

Tangible fixed assets

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

Plant and machinery etc - 10% on cost

Taxation

Taxation for the year comprises current and deferred 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 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.

Notes to the Financial Statements - continued
for the Year Ended 28 February 2021

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 8 (2020 - 8) .

4. **OPERATING PROFIT/(LOSS)**

The operating profit (2020 - operating loss) is stated after charging:

	28.2.21	29.2.20
	£	£
Depreciation - owned assets	<u>21,481</u>	<u>25,750</u>

5. **EXCEPTIONAL ITEMS**

	28.2.21	29.2.20
	£	£
Bad debt written off	<u>-</u>	<u>(383,176)</u>

6. **INTANGIBLE FIXED ASSETS**

	Patents and licences £	Development costs £	Totals £
COST			
At 1 March 2020	20,000	192,287	212,287
Additions	<u>-</u>	<u>133,162</u>	<u>133,162</u>
At 28 February 2021	<u>20,000</u>	<u>325,449</u>	<u>345,449</u>
NET BOOK VALUE			
At 28 February 2021	<u>20,000</u>	<u>325,449</u>	<u>345,449</u>
At 29 February 2020	<u>20,000</u>	<u>192,287</u>	<u>212,287</u>

7. **TANGIBLE FIXED ASSETS**

	Computer equipment £
COST	
At 1 March 2020	214,520
Additions	<u>5,093</u>
At 28 February 2021	<u>219,613</u>
DEPRECIATION	
At 1 March 2020	34,266
Charge for year	<u>21,481</u>
At 28 February 2021	<u>55,747</u>
NET BOOK VALUE	
At 28 February 2021	<u>163,866</u>
At 29 February 2020	<u>180,254</u>

Notes to the Financial Statements - continued
for the Year Ended 28 February 2021

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

	28.2.21	29.2.20
	£	£
Trade debtors	325,338	1,030,356
Bad debt provision	-	(862,389)
Tax	170,000	-
Prepayments and accrued income	1,643	1,643
	<u>496,981</u>	<u>169,610</u>

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

	28.2.21	29.2.20
	£	£
TVB loan	33,695	50,544
HSBC Bounceback loan	50,000	-
Trade creditors	142,535	214,983
HSBC credit card	(10,373)	106
Lloyds Debit card	(4)	-
Social security and other taxes	40,505	8,706
Pension contributions	18	18
VAT	46,922	25,973
Loan - Sherlock	118,000	125,000
Directors' accounts	37,485	44,037
Accrued expenses	3,000	12,500
	<u>461,783</u>	<u>481,867</u>

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

	28.2.21	29.2.20
	£	£
Loan - Smith	806,863	694,409
TVB loan	-	33,695
	<u>806,863</u>	<u>728,104</u>

11. **CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:		Nominal value:	28.2.21	29.2.20
Number:	Class:		£	£
1,092,700	A Ordinary	0.01p	<u>109</u>	<u>109</u>

12. **RESERVES**

	Retained earnings	Share premium	Totals
	£	£	£
At 1 March 2020	(1,511,547)	871,991	(639,556)
Profit for the year	347,296		347,296
Cash share issue	-	55,002	55,002
At 28 February 2021	<u>(1,164,251)</u>	<u>926,993</u>	<u>(237,258)</u>

Notes to the Financial Statements - continued
for the Year Ended 28 February 2021

13. **SUBDIVISION OF SHARES**

On 22 January 2020, the company subdivided it's A Ordinary shares from 1p per share into 0.01p per share

14. **RIGHTS ISSUE**

On 22 January 2020 the company issued 1 additional share for every 4 A Ordinary shares held by Investors of 4 April 2019 and 16 May 2019

15. **OTHER INFORMATION**

During 2019-20, the company incurred bad debts in relation to invoices raised to customers. These were partially provided in the 2019 financial statements. Full provision was made resulting in a charge of £383,176 in the 2020 accounts. This had a significant impact on the results reported in those financial statements.

16. **WARRANTS**

During the year, 1,512 warrants were issued (bringing the total number of warrants in issue up to 4,762) with an exercise price of £1,000 per warrant to the holders. The exercise period is 15 years and is dependant upon sufficient capital being raised.

17. **SHARE ISSUE**

During the year, 5,500 ordinary shares of £0.01p were issued

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