

Company Registration No. 09523903 (England and Wales)

CURVE 1 LIMITED

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 OCTOBER 2018

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CURVE 1 LIMITED

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CURVE 1 LIMITED**BALANCE SHEET****AS AT 31 OCTOBER 2018**

		2018	2017
	Notes	£	£
Fixed assets			
Intangible assets	3	2,043,939	917,918
Tangible assets	4	84,211	70,916
		<u>2,128,150</u>	<u>988,834</u>
Current assets			
Stocks		275,135	136,929
Debtors	5	1,381,288	449,939
Cash at bank and in hand		3,522,308	3,655,647
		<u>5,178,731</u>	<u>4,242,515</u>
Creditors: amounts falling due within one year	6	<u>(1,945,866)</u>	<u>(747,378)</u>
Net current assets		<u>3,232,865</u>	<u>3,495,137</u>
Total assets less current liabilities		<u><u>5,361,015</u></u>	<u><u>4,483,971</u></u>
Capital and reserves			
Called up share capital	7	3,338	2,757
Share premium account		15,986,742	9,487,072
Profit and loss reserves		(10,629,065)	(5,005,858)
Total equity		<u><u>5,361,015</u></u>	<u><u>4,483,971</u></u>

The directors of the company have elected not to include a copy of the profit and loss account within the financial statements.

For the financial year ended 31 October 2018 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

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.

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.

These financial statements have been prepared and delivered 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 29 July 2019 and are signed on its behalf by:

S Bialick
Director

Company Registration No. 09523903

CURVE 1 LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 OCTOBER 2018

1 Accounting policies

Company information

Curve 1 Limited is a private company limited by shares incorporated in England and Wales. The registered office is LABS House, 15-19 Bloomsbury Way, London, WC1A 2TH.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Turnover

Turnover is recognised at the fair value of the consideration received or receivable for goods and services provided in the normal course of business, and is shown net of VAT and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

1.3 Research and development expenditure

Research expenditure is written off against profits in the year in which it is incurred. Identifiable development expenditure is capitalised to the extent that the technical, commercial and financial feasibility can be demonstrated.

1.4 Intangible fixed assets other than goodwill

Intangible assets comprise capitalised research and development costs and licence fees paid in advance for the use of trade marks and technology. Such assets are defined as having finite useful lives and the costs are amortised on a straight line basis over their estimated useful lives. Intangible assets are stated at cost less amortisation and are reviewed for impairment whenever there is an indication that the carrying value may be impaired.

Amortisation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Research and development	straight line over 3 years
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1.5 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Computers	straight line over 3 years
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The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

CURVE 1 LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2018

1 Accounting policies

(Continued)

1.6 Impairment of fixed assets

At each reporting period end date, the company reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

1.7 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition.

Stocks held for distribution at no or nominal consideration are measured at the lower of replacement cost and cost, adjusted where applicable for any loss of service potential.

At each reporting date, an assessment is made for impairment. Any excess of the carrying amount of stocks over its estimated selling price less costs to complete and sell is recognised as an impairment loss in profit or loss. Reversals of impairment losses are also recognised in profit or loss.

1.8 Cash at bank and in hand

Cash at bank and in hand are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.9 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally 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.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

CURVE 1 LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2018

1 Accounting policies

(Continued)

1.10 Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of transaction costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

1.11 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

Deferred tax

Deferred tax liabilities are generally recognised for all timing differences and deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

1.12 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.13 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.14 Leases

Rentals payable under operating leases, including any lease incentives received, are charged to profit or loss on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the leases asset are consumed.

1.15 Foreign exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation are included in the profit and loss account for the period.

2 Employees

The average monthly number of persons (including directors) employed by the company during the year was 50 (2017 - 31).

CURVE 1 LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2018

3 Intangible fixed assets

	Research and development £
Cost	
At 1 November 2017	921,046
Additions - internally developed	1,438,891
Additions - separately acquired	50,908
	<hr/>
At 31 October 2018	2,410,845
	<hr/>
Amortisation and impairment	
At 1 November 2017	3,128
Amortisation charged for the year	363,778
	<hr/>
At 31 October 2018	366,906
	<hr/>
Carrying amount	
At 31 October 2018	2,043,939
	<hr/> <hr/>
At 31 October 2017	917,918
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4 Tangible fixed assets

	Plant and machinery etc £
Cost	
At 1 November 2017	99,793
Additions	68,402
Disposals	(21,187)
	<hr/>
At 31 October 2018	147,008
	<hr/>
Depreciation and impairment	
At 1 November 2017	28,877
Depreciation charged in the year	39,143
Eliminated in respect of disposals	(5,223)
	<hr/>
At 31 October 2018	62,797
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Carrying amount	
At 31 October 2018	84,211
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At 31 October 2017	70,916
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CURVE 1 LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2018

5 Debtors	2018	2017
	£	£
Amounts falling due within one year:		
Trade debtors	785,497	296,345
Corporation tax recoverable	291,424	-
Other debtors	304,367	153,594
	<u>1,381,288</u>	<u>449,939</u>
	<u><u>1,381,288</u></u>	<u><u>449,939</u></u>
 6 Creditors: amounts falling due within one year	 2018	 2017
	£	£
Trade creditors	1,532,553	536,093
Taxation and social security	203,743	70,138
Other creditors	209,570	141,147
	<u>1,945,866</u>	<u>747,378</u>
	<u><u>1,945,866</u></u>	<u><u>747,378</u></u>
 7 Called up share capital	 2018	 2017
	£	£
Ordinary share capital		
Issued and not fully paid		
14,360,152 (2017: 14,272,971) Ordinary shares of 0.01p each	1,436	1,427
2,572,896 A Ordinary shares of 0.01p each	257	257
2,913,428 A1 Preferred shares of 0.01p each	291	291
7,823,251 A2 Preferred shares of 0.01p each	782	782
5,709,967 (2017: 0) A3 Preferred shares of 0.01p each	572	-
	<u>3,338</u>	<u>2,757</u>
	<u><u>3,338</u></u>	<u><u>2,757</u></u>

Full details of class rights are contained in the company's Articles of Association.

At 31 October 2018, there were unexercised warrants and options granted for 2,379,883 (2017: 147,330) Ordinary shares of 0.01p each.

Reconciliation of movements during the year:

	Ordinary Number	A3 Preferred Number
At 1 November 2017	14,272,971	-
Issue of fully paid shares	87,181	5,709,967
	<u>14,360,152</u>	<u>5,709,967</u>
At 31 October 2018	<u><u>14,360,152</u></u>	<u><u>5,709,967</u></u>

CURVE 1 LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2018

8 Operating lease commitments

Lessee

At the reporting end date the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, as follows:

2018	2017
£	£
610,821	300,000
<u><u> </u></u>	<u><u> </u></u>

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.