

Company Registration No. 09864205 (England and Wales)

CLEO AI LTD.
UNAUDITED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2016
PAGES FOR FILING WITH REGISTRAR

CLEO AI LTD.

COMPANY INFORMATION

Directors	A K Wozniak B Hussey-Yeo
Company number	09864205
Registered office	8 Blackstock Mews Islington London N4 2BT
Accountants	Barcant Beardon Limited 8 Blackstock Mews Islington London N4 2BT
Business address	Top Floor 45 Mitchel Street EC1V 3QD

CLEO AI LTD.

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CLEO AI LTD.

BALANCE SHEET

AS AT 31 DECEMBER 2016

	Notes	2016 £	£
Fixed assets			
Tangible assets	3		4,625
Current assets			
Debtors	4	14,403	
Cash at bank and in hand		476,844	
		<u>491,247</u>	
Creditors: amounts falling due within one year	5	<u>(8,768)</u>	
Net current assets			482,479
Total assets less current liabilities			<u>487,104</u>
Capital and reserves			
Called up share capital	6		125
Share premium account			570,646
Profit and loss reserves			<u>(83,667)</u>
Total equity			<u>487,104</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 period ended 31 December 2016 the company was entitled to exemption from audit under section 477 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 financial statements.

The members have not required the company to obtain an audit of its financial statements for the period 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 8 August 2017 and are signed on its behalf by:

B Hussey-Yeo
Director

Company Registration No. 09864205

CLEO AI LTD.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 DECEMBER 2016

1 Accounting policies

Company information

Cleo AI Ltd. is a private company limited by shares incorporated in England and Wales. The registered office is 8 Blackstock Mews, Islington, London, N4 2BT.

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, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 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:

Fixtures and fittings	25% straight line basis
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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.

1.3 Cash and cash equivalents

Cash and cash equivalents 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.

1.4 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.

CLEO AI LTD.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 DECEMBER 2016

1 Accounting policies

(Continued)

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.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

1.5 Equity instruments

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

1.6 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.

2 Employees

The average monthly number of persons (including directors) employed by the company during the period was 1.

CLEO AI LTD.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 DECEMBER 2016

3	Tangible fixed assets	Plant and machinery etc
		£
	Cost	
	At 9 November 2015	-
	Additions	6,166
		<hr/>
	At 31 December 2016	6,166
		<hr/>
	Depreciation and impairment	
	At 9 November 2015	-
	Depreciation charged in the period	1,541
		<hr/>
	At 31 December 2016	1,541
		<hr/>
	Carrying amount	
	At 31 December 2016	4,625
		<hr/> <hr/>
4	Debtors	2016
		£
	Amounts falling due within one year:	
	Other debtors	14,403
		<hr/> <hr/>
5	Creditors: amounts falling due within one year	2016
		£
	Other taxation and social security	5,654
	Other creditors	3,114
		<hr/>
		8,768
		<hr/> <hr/>
6	Called up share capital	2016
		£
	Ordinary share capital	
	Issued and fully paid	
	10,398,514 Ordinary shares of 0.001p each	104
	2,134,901 Series Seed Preferred Shares of 0.001p each	21
		<hr/>
		125
		<hr/> <hr/>

CLEO AI LTD.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 DECEMBER 2016

7 Directors' transactions

Advances or credits have been granted by the company to its directors as follows:

Interest free loans have been granted by the company to its directors as follows:

Description	% Rate	Opening balance	Amounts advanced	Closing balance
		£	£	£
A K Wozniak -	0	-	3,229	3,229
B Hussey-Yeo -	0	-	8,793	8,793
		<u>-</u>	<u>12,022</u>	<u>12,022</u>
		<u><u>-</u></u>	<u><u>12,022</u></u>	<u><u>12,022</u></u>

These amounts were repaid within nine months of the period end.

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.