

BIVICTRIX LIMITED

Directors' report and financial statements

For the year ended 31 December 2022

Company registration number: 10005270



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Company Information

Directors:

Susan Lowther
Tiffany Thorn

Registered office:

Mereside Alderley Park
Alderley Edge
Macclesfield
SK10 4TG

Company number:

10005270

BIVICTRIX LIMITED

Directors Report

The directors of BiVictrix Limited ('BiVictrix' or 'the Company') present the financial statements for the year ended 31 December 2022.

This report has been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

PRINCIPAL ACTIVITY

The Company is the principal trading subsidiary of BiVictriX Therapeutics plc, a company listed on the AIM exchange under the ticker 'BVX'.

The principal activity in the year under review was that of a research and development company.

DIRECTORS

Tiffany Thorn
Susan Lowther

Principal risks and uncertainties

The key risks facing the Company are its reliance on key management together with an inherent uncertainty in performing research and development to develop pharmaceutical products.

ON BEHALF OF THE BOARD:



Tiffany Thorn
Director

Date: 30th June 2023

BIVICTRIX LIMITED

Statement of directors' responsibilities in respect of the directors' report and the financial statements

The directors are responsible for preparing the directors' report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial period. Under that law they have elected to prepare the financial statements in accordance with FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland*, including Section 1A.

Under Company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Company and of the profit or loss of the Company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- assess the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and
- use the going concern basis of accounting unless they either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are responsible for such internal controls as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error, and have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the Company and to prevent and detect fraud and other irregularities.

On behalf of the Board



Tiffany Thorn
Director

Date: 30th June 2023

BIVICTRIX LIMITED**Statement of comprehensive income
for the year ended 31 December 2022**

	Notes	2022 £	2021 £
Research and development		(2,110,400)	(711,175)
General & Administrative		(522,661)	(849,082)
		(2,633,061)	(1,560,257)
Other operating income		-	-
OPERATING LOSS	4	(2,633,061)	(1,560,257)
Interest receivable and similar income		-	-
Finance income/(costs)		105	(641,375)
LOSS BEFORE TAXATION		(2,632,956)	(2,201,632)
Tax on loss		516,033	193,216
LOSS FOR THE FINANCIAL YEAR		(2,116,924)	(2,008,416)

BIVICTRIX LIMITED**Statement of financial position
at 31 December 2022**

	Notes	2022 £	2021 £
FIXED ASSETS			
Tangible assets	5	571,380	93,229
CURRENT ASSETS			
Debtors	6	646,399	469,460
Cash at bank		284,880	562,614
		931,279	1,032,074
CREDITORS			
Amounts falling due within one year	7	535,681	308,325
NET CURRENT (LIABILITIES)/ASSETS		395,598	723,749
TOTAL ASSETS LESS CURRENT LIABILITIES		966,978	816,978
CREDITORS			
Amounts falling due after more than one year	8	5,173,220	2,906,297
NET LIABILITIES		(4,206,242)	(2,089,319)
CAPITAL AND RESERVES			
Called up share capital		1,076	1,076
Share premium		1,428,074	1,428,074
Retained losses		(5,635,392)	(3,518,469)
		(4,206,242)	(2,089,319)

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2022.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2022 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.

BIVICTRIX LIMITED

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 onand were signed on its behalf by:

A handwritten signature in black ink, appearing to read 'T Thorn', enclosed within a hand-drawn oval.

Tiffany Thorn
Director

The notes on pages 9 to 12 form part of these financial statements

**Notes to the financial statements
for the year ended 31 December 2022**

1. STATUTORY INFORMATION

BiVictriX Limited (the 'Company') is a private limited company with its registered office in Mereside Alderley Park Alderley Edge Macclesfield, SK10 4TG.

The Company is incorporated and domiciled in accordance with the laws of England and Wales with a registration number of 10005270

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.

Tangible fixed assets

Plant and machinery - 4 - 7 years
Fixtures and fittings - 25% on cost
Computer equipment - 33% on cost

Tangible fixed assets are stated at cost less depreciation and any impairment.

Impairment of assets

At each reporting date assets are reviewed to determine whether there is any indication that those assets have suffered an impairment loss. If there is an indication of possible impairment, the recoverable amount of any affected asset is estimated and compared with its carrying amount. If the estimated recoverable amount is lower, the accruing amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in profit or loss.

Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, to the extent that the increased carrying amount does not exceed the carrying amount that would have been determined (net of depreciation) had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised as income immediately.

Financial instruments

Basic financial instruments that are payable or receivable within one year, typically trade creditors and debtors, are measured initially and subsequently at the undiscounted amount of the cash or other consideration that is expected to be paid or received less impairment losses for bad and doubtful debts.

Financial assets and liabilities payable after one year are initially measured at fair value and are measured subsequently at amortised cost using the effective interest rate method.

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 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.

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2. ACCOUNTING POLICIES - continued

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.

Research and development

Expenditure on research and development is expensed as it is incurred.

Payroll expense and related contributions

Salaries, payroll tax, annual leave and sick leave, bonuses and non-monetary benefits are accrued in the period in which the associated services are rendered.

Pension costs and other post-retirement benefits

The Company operates a defined contribution pension scheme. Contributions are recognised in the period to which they relate.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 10 (2021: 5).

4. OPERATING LOSS

The operating loss is stated after charging:

	2022	2021
	£	£
Other research and development	1,094,557	316,652
Staff costs - R&D	722,128	348,754
Depreciation of property, plant and equipment	151,324	45,769
Staff costs - Admin	278,395	329,164
Other administrative expenses	386,657	519,918
Total operating expenses	2,633,061	1,560,257

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5.	TANGIBLE ASSETS	Office equipment fixtures and fittings £	Building Improvements £	Plant and machinery £	Motor Vehicles £	Right of Use Asset £	Total £
	COST						
	At 1 January 2022	12,013	3,093	96,789	-	275,304	387,199
	Additions	5,459	2,194	228,695	4,033	148,079	388,460
	Disposals			(5,764)			(5,764)
	At 31 December 2022	17,472	5,287	319,720	4,033	423,383	769,895
	DEPRECIATION						
	At 1 January 2022	2,628	513	15,525	-	29,406	48,072
	Charge for year	3,682	1,264	43,401	-	102,976	151,323
	Disposals			(880)			(880)
	At 31 December 2022	6,310	1,777	58,046	-	132,382	198,515
	NET BOOK VALUE At 31 December 2022	11,162	3,510	261,674	4,033	291,001	571,380
	At 31 December 2021	9,385	2,580	81,264	-	245,898	339,127

6.	DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	2022 £	2021 £
	Prepayments	70,486	212,954
	Tax receivable	59,880	63,290
	R&D tax credit	516,033	193,216
		646,399	469,460

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7.	CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	2022	2021
		£	£
	Trade creditors	109,704	68,017
	Accrued expenses	89,723	64,862
	Other taxation and social security	41,089	175,446
	Lease liability	295,165	-
		535,681	308,325
8.	CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	2022	2021
		£	£
	Amounts owed to group undertakings	5,173,220	2,906,297
		5,173,220	2,906,297

Group Loan

The Company carries out the research and development strategy of BiVictriX Therapeutics plc which provides funding in the form of a loan. This loan is classified as non-current to reflect the likely repayment schedule of the loan. Interest is accrued at a rate of 4.5% per annum which is considered to be a market rate. Balance outstanding, including accrued interest, at the 31 December 2022 was £5,173,220 (31 December 2021: £2,906,297)