

**SMARTR365 FINANCE LTD
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024**

Smartr365 Finance Ltd
Financial Statements
For The Year Ended 31 March 2024

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Smartr365 Finance Ltd
Balance Sheet
As At 31 March 2024

Registered number: 10487227

| | | 2024 | | 2023 | |
|--|-------|---------------------|----------------------|---------------------|----------------------|
| | Notes | £ | £ | £ | £ |
| FIXED ASSETS | | | | | |
| Intangible Assets | 4 | | 26,000 | | 39,000 |
| Tangible Assets | 5 | | 10,843 | | 62,879 |
| | | | <u>36,843</u> | | <u>101,879</u> |
| CURRENT ASSETS | | | | | |
| Debtors | 6 | 443,488 | | 640,368 | |
| Cash at bank and in hand | | <u>184,617</u> | | <u>215,652</u> | |
| | | 628,105 | | 856,020 | |
| Creditors: Amounts Falling Due Within One Year | 7 | <u>(1,459,217)</u> | | <u>(1,220,303)</u> | |
| NET CURRENT ASSETS (LIABILITIES) | | | <u>(831,112)</u> | | <u>(364,283)</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | <u>(794,269)</u> | | <u>(262,404)</u> |
| Creditors: Amounts Falling Due After More Than One Year | 8 | | <u>(5,354,337)</u> | | <u>(3,038,882)</u> |
| PROVISIONS FOR LIABILITIES | | | | | |
| Deferred Taxation | | | <u>(1,184)</u> | | <u>(1,184)</u> |
| NET LIABILITIES | | | <u>(6,149,790)</u> | | <u>(3,302,470)</u> |
| CAPITAL AND RESERVES | | | | | |
| Called up share capital | 9 | | 250 | | 250 |
| Share premium account | | | 11,430,995 | | 11,430,995 |
| Profit and Loss Account | | | <u>(17,581,035)</u> | | <u>(14,733,715)</u> |
| SHAREHOLDERS' FUNDS | | | <u>(6,149,790)</u> | | <u>(3,302,470)</u> |

Smartr365 Finance Ltd
Balance Sheet (continued)
As At 31 March 2024

For the year ending 31 March 2024 the company was entitled to exemption from audit 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 and delivered in accordance with the provisions applicable to companies subject to the small companies' regime.

The company has taken advantage of section 444(1) of the Companies Act 2006 and opted not to deliver to the registrar a copy of the company's Profit and Loss Account.

On behalf of the board

Conor James Murphy

Director

25/04/2024

The notes on pages 3 to 5 form part of these financial statements.

Smartr365 Finance Ltd
Notes to the Financial Statements
For The Year Ended 31 March 2024

1. General Information

Smartr365 Finance Ltd is a private company, limited by shares, incorporated in England & Wales, registered number 10487227 . The registered office is 1 Queen Caroline Street, Hammersmith, London, United Kingdom, W6 9YN.

2. Accounting Policies

2.1. Basis of Preparation of Financial Statements

The financial statements have been prepared under the historical cost convention and in accordance with Financial Reporting Standard 102 section 1A Small Entities "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006.

2.2. Going Concern Disclosure

The accounts have been prepared on the going concern basis which assumes that it is able to continue trading for the foreseeable future. The directors believe that with the continued financial support of investors and expected improved profitability, the company has adequate resources to continue in operational existence for the foreseeable future.

2.3. Turnover

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover includes revenue earned from the sale of goods and from the rendering of services. Turnover is reduced for estimated customer returns, rebates and other similar allowances.

2.4. Intangible Fixed Assets and Amortisation - Other Intangible

Other intangible assets are initially measured at cost. It is amortised to profit and loss account over its estimated economic life of 10 years.

2.5. Research and Development

Expenditure on research and development is written off in the year it is incurred.

2.6. Tangible Fixed Assets and Depreciation

Tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. Depreciation is provided at rates calculated to write off the cost of the fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

| | |
|---------------------|-------------------|
| Plant & Machinery | 25% Straight Line |
| Fixtures & Fittings | 20% Straight Line |
| Computer Equipment | 33% Straight Line |

2.7. Foreign Currencies

Monetary assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

2.8. Taxation

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

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the statement of comprehensive income because of items of income or expense that are taxable or deductible in other year and 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 end of the reporting period.

Deferred tax is recognised on timing differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable timing differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible timing differences can be utilised. The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. Deferred tax liabilities are presented within provisions for liabilities and deferred tax assets within debtors. The measurement of deferred tax liabilities and asset reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Current or deferred tax for the year is recognised in profit or loss, except when they related to items that are recognised

in other comprehensive income or directly in equity, in which case, the current and deferred tax is also recognised in other comprehensive income or directly in equity respectively.

Smartr365 Finance Ltd
Notes to the Financial Statements (continued)
For The Year Ended 31 March 2024

3. Average Number of Employees

Average number of employees, including directors, during the year were 45 (2023: 51)

4. Intangible Assets

| | Other £ |
|----------------------------|--------------------|
| Cost | |
| As at 1 April 2023 | 130,000 |
| As at 31 March 2024 | 130,000 |
| Amortisation | |
| As at 1 April 2023 | 91,000 |
| Provided during the period | 13,000 |
| As at 31 March 2024 | 104,000 |
| Net Book Value | |
| As at 31 March 2024 | 26,000 |
| As at 1 April 2023 | 39,000 |

5. Tangible Assets

| | Plant & Machinery £ | Fixtures & Fittings £ | Computer Equipment £ | Total £ |
|----------------------------|--|--|-------------------------------------|--------------------|
| Cost | | | | |
| As at 1 April 2023 | 50,048 | 217,120 | 76,537 | 343,705 |
| Additions | - | - | 5,780 | 5,780 |
| As at 31 March 2024 | 50,048 | 217,120 | 82,317 | 349,485 |
| Depreciation | | | | |
| As at 1 April 2023 | 50,048 | 173,696 | 57,082 | 280,826 |
| Provided during the period | - | 43,424 | 14,392 | 57,816 |
| As at 31 March 2024 | 50,048 | 217,120 | 71,474 | 338,642 |
| Net Book Value | | | | |
| As at 31 March 2024 | - | - | 10,843 | 10,843 |
| As at 1 April 2023 | - | 43,424 | 19,455 | 62,879 |

6. Debtors

| | 2024 £ | 2023 £ |
|------------------------------------|-------------------|-------------------|
| Due within one year | | |
| Trade debtors | 50,417 | 103,601 |
| Prepayments and accrued income | 51,760 | 11,050 |
| Other debtors | 56,760 | 48,094 |
| Pension scheme prepayments | 294 | - |
| Corporation tax recoverable assets | 280,493 | 477,623 |
| Net wages | 3,764 | - |
| | 443,488 | 640,368 |

Smartr365 Finance Ltd
Notes to the Financial Statements (continued)
For The Year Ended 31 March 2024

7. Creditors: Amounts Falling Due Within One Year

| | 2024 | 2023 |
|---------------------------------|------------------|------------------|
| | £ | £ |
| Trade creditors | 463,401 | 331,531 |
| Corporation tax | 528 | 528 |
| Other taxes and social security | 58,110 | 79,211 |
| VAT | 35,879 | 54,569 |
| Net wages | - | 56,062 |
| Other creditors | 8,439 | 5,281 |
| Pension Payable | - | 58,015 |
| Accruals and deferred income | 367,932 | 322,558 |
| Directors' loan accounts | 524,928 | 312,548 |
| | <u>1,459,217</u> | <u>1,220,303</u> |

8. Creditors: Amounts Falling Due After More Than One Year

| | 2024 | 2023 |
|-----------------|------------------|------------------|
| | £ | £ |
| Bank loans | 14,935 | 21,115 |
| Other creditors | 5,339,402 | 3,017,767 |
| | <u>5,354,337</u> | <u>3,038,882</u> |

Included in other creditors, is an amount of £1,668,000 relating to the convertible loan notes with the option to convert into equity at the maturity date.

9. Share Capital

| | 2024 | 2023 |
|------------------------------------|-------------|-------------|
| | £ | £ |
| Allotted, Called up and fully paid | <u>250</u> | <u>250</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.