

# **X R Games Limited**

**Company Registration Number 10698843**

**Annual Report and Financial Statements**

**Year ended 31 December 2021**



X R Games Limited  
Annual Report and Financial Statements  
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X R Games Limited  
Annual Report and Financial Statements  
Company Registration Number 10698843  
Balance Sheet as at 31 December 2021

	Note	2021 £	2020 £
Fixed assets			
Intangible fixed assets	4	273	315
Tangible fixed assets	5	<u>65,743</u>	<u>25,432</u>
		66,016	25,747
Current assets			
Debtors	6	859,925	105,976
Cash at bank and in hand		<u>1,037,676</u>	<u>207,217</u>
		1,897,601	313,193
Creditors: Amounts falling due within one year	7	<u>(421,237)</u>	<u>(116,199)</u>
Net current assets		<u>1,476,364</u>	<u>196,994</u>
Total assets less current liabilities		1,542,380	222,741
Creditors: Amounts falling due after more than one year	7	<u>(1,500,000)</u>	<u>-</u>
Net assets		<u>42,380</u>	<u>222,741</u>
Capital and reserves			
Called up share capital	8	145	145
Share premium reserve		2,543,941	2,543,941
Profit and loss account		<u>(2,501,706)</u>	<u>(2,321,345)</u>
		<u>42,380</u>	<u>222,741</u>

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the profit and loss account has been taken.

These financial statements were approved and authorised for issue by the Board on 13/9/22 and signed on its behalf by:



A Singh Thandi  
Director

## 1 General information

X R Games Limited is a private company limited by shares and incorporated in England and Wales under company number 10698843.

The address of its registered office and principal place of business is:

The Drying House  
471 Kirkstall Road  
Leeds  
West Yorkshire  
LS4 2QD

## 2 Summary of significant accounting policies

### Basis of preparation

The financial statements have been prepared in accordance with applicable accounting standards including Section 1A of Financial Reporting Standard 102 (2022) "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (FRS102) and the Companies Act 2006. The presentation currency is £ sterling.

The financial statements have been prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The company has continued to trade during the COVID-19 outbreak whilst also taking advantage of government financial assistance. Under the circumstances the directors consider it appropriate to prepare the financial statements on a going concern basis. In making their assessment the directors have considered a period in excess of 12 months. The presentation currency is £ sterling and the financial statements have been rounded to the nearest £1.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented, unless otherwise stated.

### Turnover

Turnover is measured at fair value of the consideration received or receivable, net of discounts and value added tax. Turnover includes revenue earned from the rendering of services.

Turnover from the rendering of services is recognised by reference to the stage of completion of the contract.

### Government grants

Grants towards capital expenditure are released to the profit and loss account once the performance-related conditions are met. Grants towards revenue expenditure are released to the profit and loss account as the related expenditure is incurred.

### Pension contributions

The pension costs charged to the profit and loss account are the contributions payable in respect of the accounting period.

### Taxation

The tax expense for the period comprises of current tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

Current tax is recognised for the amount of corporation tax payable in respect of the taxable profit for the year using tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

### Intangible fixed assets

Intangible fixed assets are measured at cost less accumulated amortisation and any accumulated impairment losses.

#### Amortisation

Amortisation is charged so as to allocate the cost of intangible assets less their residual values over their estimated useful lives. The annual rates and method of amortisation are as follows:-

Asset class	Amortisation method and rate
Trademarks, patents and licences	10% straight line basis

#### Tangible fixed assets

Tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses.

#### Depreciation

Depreciation is calculated to write down the cost less estimated residual value of all tangible fixed assets, other than freehold land, over their expected useful lives. The annual rates and methods of depreciation are as follows:-

Asset class	Depreciation method and rate
Fixtures, fittings and equipment	33% straight line basis

#### Impairment of fixed assets

Fixed assets are assessed at each reporting date to determine whether there is any indication that the assets are impaired. If there is an indication of possible impairment, the recoverable amount of any affected asset is estimated and compared to its carrying amount. If the estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised in the profit and loss account. The reversal of an impairment loss is recognised immediately in the profit and loss account.

#### Research and development

Research expenditure is written off to the profit and loss account in the year in which it is incurred. Development expenditure is written off in the same way unless the directors are satisfied as to the technical, commercial and financial viability of individual projects. In this situation, the expenditure is deferred and amortised over the period during which the company is expected to benefit.

#### Debtors

Short term debtors are measured at transaction price, less any impairment.

#### Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

#### Creditors

Short term creditors are measured at transaction price.

#### Foreign currency

Transactions in foreign currency are translated at the spot rate at the date of the transactions. Assets and liabilities denominated in foreign currencies are retranslated at the rate of exchange at the balance sheet date. All exchange differences are taken to the profit and loss account.

### 3 Employees

The average number of persons employed by the company (including directors) during the year was as follows:

	2021 No.	2020 No.
Employees	<u>26</u>	<u>18</u>

### 4 Intangible assets

	Trademarks, patents and licenses £	Total £
Cost or valuation		
At 1 January 2021	<u>420</u>	<u>420</u>
At 31 December 2021	<u>420</u>	<u>420</u>
Amortisation		
At 1 January 2021	105	105
Charge for the year	<u>42</u>	<u>42</u>
At 31 December 2021	<u>147</u>	<u>147</u>
Net book value		
At 31 December 2020	<u>315</u>	<u>315</u>
At 31 December 2021	<u>273</u>	<u>273</u>

### 5 Tangible fixed assets

	Furniture, fittings and equipment £	Total £
Cost		
At 1 January 2021	43,973	43,973
Additions	<u>61,877</u>	<u>61,877</u>
At 31 December 2021	<u>105,850</u>	<u>105,850</u>
Depreciation		
At 1 January 2021	18,541	18,541
Charge for the year	<u>21,566</u>	<u>21,566</u>
At 31 December 2021	<u>40,107</u>	<u>40,107</u>
Net book value		
At 31 December 2020	<u>25,432</u>	<u>25,432</u>
At 31 December 2021	<u>65,743</u>	<u>65,743</u>

6 Debtors

	2021 £	2020 £
Trade debtors	587,826	27,150
Amounts owed from participating interests	33	-
Other debtors	42,404	35,491
Prepayments and accrued income	<u>229,662</u>	<u>43,335</u>
	<u>859,925</u>	<u>105,976</u>

7 Creditors:

Amounts falling due within one year

	2021 £	2020 £
Trade creditors	98,283	68,191
Social security and other taxes	34,824	14,719
Amounts owed to participating interests	-	6,773
Other creditors	58,057	3,201
Accruals and deferred income	<u>230,073</u>	<u>23,315</u>
	<u>421,237</u>	<u>116,199</u>

Amounts falling due after more than one year

Other loans and borrowings	<u>1,500,000</u>	<u>-</u>
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8 Share capital

Allotted, called up and fully paid shares

	2021		2020	
	No.	£	No.	£
A Ordinary shares of £0.000024 each	3,069,070	74.85	3,069,070	74.85
B Ordinary shares of £0.000024 each	1,366,653	33.33	1,025,000	25.00
C Ordinary shares of £0.000024 each	<u>1,494,778</u>	<u>36.46</u>	<u>1,836,431</u>	<u>44.79</u>
	<u>5,930,501</u>	<u>145</u>	<u>5,930,501</u>	<u>145</u>

During the year, 341,653 C Ordinary shares of £0.00002439 each were converted into and re-designated as B Ordinary shares of £0.00002439 each.

9 Financial commitments

The total financial commitments which are not included in the balance sheet amount to £8,004 (2020: £45,833).

10 Transactions with directors

During the year there were advances to directors totalling £3,160 (2020: £10) and repayments from directors totalling £nil (2020: £nil) in respect of loans with the company. At the balance sheet date of the current year the amount due from directors was £3,170. At the balance sheet date of the prior year the amount due from directors was £10.

The loans were interest free and repayable on demand.

11 Non adjusting events after the financial period

In July 2022 the company received a gross investment of £4,468,118 (£3,962,513 net of arrangement and legal fees) into equity which will be used to support future growth.

12 Audit information

The option not to file the Audit Report has been taken. However, the following information is relevant:

- The report was unqualified; and
- There were no matters to which the auditor drew attention by way of emphasis.

The auditors were Brown Butler and the senior statutory auditor, who signed the report, was John Brear.