

Registered number  
SC224237

Critical Blue Limited

Filleted Accounts

31 December 2020

**Critical Blue Limited****Registered number:** SC224237**Balance Sheet****as at 31 December 2020**

	Notes	2020 £	2019 £
<b>Fixed assets</b>			
Intangible assets	4	8,293	10,903
Tangible assets	5	682	409
		<u>8,975</u>	<u>11,312</u>
<b>Current assets</b>			
Debtors	6	64,771	45,567
Cash at bank and in hand		26,580	28,220
		<u>91,351</u>	<u>73,787</u>
<b>Creditors: amounts falling due within one year</b>	7	(138,546)	(1,523,494)
<b>Net current liabilities</b>		<u>(47,195)</u>	<u>(1,449,707)</u>
<b>Net liabilities</b>		<u>(38,220)</u>	<u>(1,438,395)</u>
<b>Capital and reserves</b>			
Called up share capital		135,008	12,087
Share premium		8,770,781	7,017,393
Other reserves		(10)	(10)
Profit and loss account		(8,943,999)	(8,467,865)
<b>Shareholders' funds</b>		<u>(38,220)</u>	<u>(1,438,395)</u>

The directors are satisfied that the company is entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006.

The members have not required the company to obtain an audit in accordance with section 476 of the Act.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

The accounts have been prepared and delivered in accordance with the special provisions applicable to companies subject to the small companies regime. The profit and loss account has not been delivered to the Registrar of Companies.

D M Stewart

Director

Approved by the board on 23 March 2021



**Critical Blue Limited**  
**Notes to the Accounts**  
**for the year ended 31 December 2020**

**1 Accounting policies**

***Basis of preparation***

The accounts have been prepared under the historical cost convention and in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland (as applied to small entities by section 1A of the standard). The presentation currency of these financial statements is sterling.

The company has incurred losses whilst developing its products. The directors have prepared forecasts which demonstrate that the company can continue to meet its obligations as they fall due and the company is in the process of raising further funding. The directors are of the opinion that the going concern basis is therefore appropriate.

***Turnover***

Turnover comprises value of goods and services supplied by the company exclusive of value added tax and trade discounts.

***Intangible fixed assets***

Patents are measured at cost less accumulative amortisation and any accumulative impairment losses. Amortisation is calculated to write off the cost in equal instalments over their useful lives.

***Tangible fixed assets***

Tangible fixed assets are stated at cost less accumulative depreciation. Depreciation has been provided on all tangible fixed assets at the following rates in order to write off the assets over their estimated useful lives:

Equipment, fixtures and fittings	25% straight line
Computer equipment	33% straight line

***Share-based payments***

The fair value of employee share options is calculated at the grant date. The resulting cost of providing share-based payments to employees is charged to the profit and loss account over the vesting period of the related share options.

***Taxation***

A current tax liability is recognised for the tax payable on the taxable profit of the current and past periods. A current tax asset is recognised in respect of a tax loss that can be carried back to recover tax paid in a previous period. Deferred tax is recognised in respect of all timing differences between the recognition of income and expenses in the financial statements and their inclusion in tax assessments. 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. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference, except for revalued land and investment property where the tax rate that applies to the sale of the asset is used. Current and deferred tax assets and liabilities are not discounted.

### **Foreign currency translation**

Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the balance sheet date. All differences are taken to the profit and loss account.

### **Pensions**

The company operates a defined contribution pension scheme. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

<b>2 Employees</b>	<b>2020</b>	<b>2019</b>
	<b>Number</b>	<b>Number</b>
Average number of persons employed by the company	<u>7</u>	<u>7</u>

<b>3 Taxation</b>	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
UK corporation tax - R&D Tax Credits	<u>93,046</u>	<u>100,008</u>

<b>4 Intangible fixed assets</b>	<b>Patents</b>
	<b>£</b>
<b>Cost</b>	
At 1 January 2020	129,274
Additions	<u>2,265</u>
At 31 December 2020	<u>131,539</u>
<b>Amortisation</b>	
At 1 January 2020	118,371
Provided during the year	<u>4,875</u>
At 31 December 2020	<u>123,246</u>
<b>Net book value</b>	
At 31 December 2020	<u>8,293</u>
At 31 December 2019	<u>10,903</u>

<b>5 Tangible fixed assets</b>	<b>Equipment</b>	<b>Computer</b>	<b>Total</b>
	<b>fixtures and</b>	<b>equipment</b>	
	<b>fittings</b>		
	<b>£</b>	<b>£</b>	<b>£</b>
<b>Cost</b>			
At 1 January 2020	13,594	44,263	57,857

Additions	-	632	632
At 31 December 2020	<u>13,594</u>	<u>44,895</u>	<u>58,489</u>
<b>Depreciation</b>			
At 1 January 2020	13,594	43,854	57,448
Charge for the year	-	359	359
At 31 December 2020	<u>13,594</u>	<u>44,213</u>	<u>57,807</u>
<b>Net book value</b>			
At 31 December 2020	-	682	682
At 31 December 2019	-	409	409

<b>6 Debtors</b>	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Trade debtors	9,912	19,579
Other debtors	54,859	25,988
	<u>64,771</u>	<u>45,567</u>

<b>7 Creditors: amounts falling due within one year</b>	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Trade creditors	33,313	37,668
Loan from shareholders	52,375	1,420,885
Taxation and social security costs	15,897	15,259
Other creditors	36,961	49,682
	<u>138,546</u>	<u>1,523,494</u>

## 8 Share-based payments

Under the terms of the company's Enterprise Management Incentive Scheme, the Board may offer employees options to purchase ordinary shares in the company. Under the terms the options have an exercise price of £1.00 per share and become exercisable in equal tranches over the period commencing on the date of grant and ending 2 years after the date of grant, or in the event that the business is being sold or listed. The options lapse 10 years from the date of grant, if the employee leaves the company or if not exercised when the business is sold or listed.

The company also offers options to non-employees under a separate share option scheme. The options have an exercise price of £1.00 per share and become exercisable in full on the date of grant. The options lapse 10 years from the date of grant, if the holder ceases to act as a director, consultant, adviser or employee of the company or if not exercised when the business is sold or listed.

Number of options			
2020	2020	2019	2019
EMI		EMI	
Scheme	Other	Scheme	Other

Outstanding at beginning of the year	146,054	19,719	146,054	19,719
Granted	-	-	-	-
Lapsed	-	-	-	-
Exercised	-	-	-	-
Outstanding at end of the year	<u>146,054</u>	<u>19,719</u>	<u>146,054</u>	<u>19,719</u>
Outstanding options were granted in the following period:				
Options granted:				
Period ended December 2014	146,054	19,719	146,054	19,719
Total options	<u>146,054</u>	<u>19,719</u>	<u>146,054</u>	<u>19,719</u>

## 9 Controlling party

The company has no ultimate controlling party.

## 10 Other information

Critical Blue Limited is a private company limited by shares and incorporated in Scotland. Its registered office is:

Quartermile One  
15 Lauriston Place  
Edinburgh  
EH3 9EP

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