

**GIGALOGH LIMITED**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2022**

**GIGALOCH LIMITED**

**COMPANY INFORMATION**

<b>Directors</b>	Mr S Brown Mr J Colton Mr H Droop Mr J Ewen
<b>Registered number</b>	SC662274
<b>Registered office</b>	Pentland House Saltire Centre Glenrothes Fife KY6 2AH
<b>Accountants</b>	EQ Accountants LLP Chartered Accountants Pentland House Saltire Centre Glenrothes Fife KY6 2AH

STATEMENT OF FINANCIAL POSITION  
AS AT 31 MARCH 2022

		2022 £	2021 £
<b>Fixed assets</b>			
Intangible assets		110,450	-
Tangible assets	5	2,202,654	20,991
		<u>2,313,104</u>	<u>20,991</u>
<b>Current assets</b>			
Debtors: amounts falling due after more than one year	6	250,000	121,199
Debtors: amounts falling due within one year	6	423,236	304,629
Cash at bank and in hand		34,188	20,178
		<u>707,424</u>	<u>446,006</u>
Creditors: amounts falling due within one year	7	(2,949,877)	(339,098)
<b>Net current (liabilities)/assets</b>		<u>(2,242,453)</u>	<u>106,908</u>
<b>Total assets less current liabilities</b>		<u>70,651</u>	<u>127,899</u>
Creditors: amounts falling due after more than one year	8	(291,667)	(122,070)
		<u>(221,016)</u>	<u>5,829</u>
<b>Net (liabilities)/assets</b>		<u><u>(221,016)</u></u>	<u><u>5,829</u></u>
<b>Capital and reserves</b>			
Called up share capital	9	514,873	500,000
Share premium account		155,125	-
Profit and loss account		(891,014)	(494,171)
		<u>(221,016)</u>	<u>5,829</u>

**STATEMENT OF FINANCIAL POSITION (CONTINUED)**  
**AS AT 31 MARCH 2022**

The directors consider that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the year in question in accordance with section 476 of the Companies Act 2006.

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

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The Company has opted not to file the statement of income and retained earnings in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:

Mr J Ewen  
**Director**

Date: 16 November 2022

The notes on pages 3 to 10 form part of these financial statements.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022**

**1. General information**

Gigaloch Limited is a private company, limited by shares and incorporated in Scotland, registration number SC662274. The registered office address is Pentland House, Saltire Centre, Glenrothes, Fife, KY6 2AH.

The financial activity statements are presented in Sterling which is the functional currency of the Company and rounded to the nearest £.

**2. Accounting policies**

**2.1 Basis of preparation of financial statements**

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied:

**2.2 Going concern**

At the time of approving the financial statements, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. The directors have considered a period of 12 months from the date of approval of the financial statements. Thus the directors continue to adopt the going concern basis of accounting in preparing the financial statements.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022**

**2. Accounting policies (continued)**

**2.3 Revenue**

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

**Sale of goods**

Revenue from the sale of goods is recognised when all of the following conditions are satisfied:

- the Company has transferred the significant risks and rewards of ownership to the buyer;
- the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the transaction; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

**Rendering of services**

Revenue from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

**2.4 Government grants**

Grants are accounted under the accruals model as permitted by FRS 102. Grants relating to expenditure on tangible fixed assets are credited to profit or loss at the same rate as the depreciation on the assets to which the grant relates. The deferred element of grants is included in creditors as deferred income.

Grants of a revenue nature are recognised in the Statement of income and retained earnings in the same period as the related expenditure.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022**

**2. Accounting policies (continued)**

**2.5 Current and deferred taxation**

The tax expense for the year comprises current and deferred tax. Tax is recognised in profit or loss except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the Company operates and generates income.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the reporting date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

**2.6 Intangible assets**

Intangible assets are initially recognised at cost. After recognition, under the cost model, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

All intangible assets are considered to have a finite useful life. If a reliable estimate of the useful life cannot be made, the useful life shall not exceed ten years.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022**

**2. Accounting policies (continued)**

**2.7 Tangible fixed assets**

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Plant and machinery	-	20%	Straight Line
Office equipment	-	20%	Straight Line
Network assets	-	5%	Straight Line

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in profit or loss.

**2.8 Financial instruments**

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in ordinary shares.

**3. Employees**

The average monthly number of employees, including directors, during the year was 5 (2021 - 2).



NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022

4. Intangible assets

	Digital assets £
<b>Cost</b>	
Additions	110,450
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At 31 March 2022	110,450
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<b>Net book value</b>	
At 31 March 2022	110,450
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<i>At 31 March 2021</i>	-
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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022**

**5. Tangible fixed assets**

	Plant and machinery £	Office equipment £	Network assets £	Total £
<b>Cost or valuation</b>				
At 1 April 2021	18,704	4,242	-	22,946
Additions	10,115	1,182	2,203,399	2,214,696
At 31 March 2022	<u>28,819</u>	<u>5,424</u>	<u>2,203,399</u>	<u>2,237,642</u>
<b>Depreciation</b>				
At 1 April 2021	1,826	129	-	1,955
Charge for the year on owned assets	4,814	1,054	27,165	33,033
At 31 March 2022	<u>6,640</u>	<u>1,183</u>	<u>27,165</u>	<u>34,988</u>
<b>Net book value</b>				
At 31 March 2022	<u>22,179</u>	<u>4,241</u>	<u>2,176,234</u>	<u>2,202,654</u>

Included in network assets above are network assets under construction and yet to be depreciated which are held at a cost of £2,203,399 (2021 - £Nil) at the date of the statement of financial position.

A review was carried out by the directors to determine if there was any indication of impairment of the network assets at 31 March 2022. The outcome of this review indicated that there was no indications of impairment.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022

6. Debtors

	2022 £	2021 £
<b>Due after more than one year</b>		
Other debtors	250,000	121,199
	<u>250,000</u>	<u>121,199</u>
	2022 £	2021 £
<b>Due within one year</b>		
Trade debtors	557	-
Other debtors	213,114	188,946
Deferred taxation	209,565	115,683
	<u>423,236</u>	<u>304,629</u>

7. Creditors: Amounts falling due within one year

	2022 £	2021 £
Bank overdrafts	19	-
Other loans	17,848	-
Trade creditors	2,036,667	134,401
Other taxation and social security	1,093	-
Other creditors	879,523	-
Accruals and deferred income	14,727	204,697
	<u>2,949,877</u>	<u>339,098</u>

**Secured loans**

Other loans due within one year are secured by a bond and floating charge over the company assets.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022**

**8. Creditors: Amounts falling due after more than one year**

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Other loans	<b>71,741</b>	-
Other creditors	-	122,070
Accruals and deferred income	<b>219,926</b>	-
	<b><u>291,667</u></b>	<b><u>122,070</u></b>

**Secured loans**

Other loans due more than one year are secured by a bond and floating charge over the company assets.

**9. Share capital**

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
<b>Allotted, called up and fully paid</b>		
514,873 (2021 - 500,000) Ordinary shares of £1.00 each	<b><u>514,873</u></b>	<b><u>500,000</u></b>

On 15 March 2022, a further 14,873 ordinary shares of £1 each were issued of a price of £11.43 per share, resulting in share premium of £155,125.

**10. Related party transactions**

During the year, the company received a loan of £120,000 (2021 - £65,000) from Boreland Farm Limited, a company in which the directors, Mr J Ewen and Mr H Droop are also directors. During the year, interest was charged totalling £28,541. The balance due to be repaid at the year end amounted to £213,541 (2021- £65,000).

During the year, the company received a loan of £370,500 (2021 - £NIL) from ED Capital Limited, a company in which the directors, Mr J Ewen and Mr H Droop are also directors. During the year, interest was charged totalling £14,679. The balance due to be repaid at the year end amounted to £385,179 (2021- £NIL).

During the year, the company received a loan of £92,691 (2021 - £57,070) from Lucid Optical Services Limited, a company in which the director, Mr J Colton is also a director. During the year, interest was charged totalling £7,996. The balance due to be repaid at the period end amounted to £157,757 (2021 - £57,070).

During the year, the company agreed a loan of £8,801 (2021 - £241,199) with Optilec Limited, a company in which the director, Mr J Colton is also a director. The balance due from Optilec Limited at the period end amounts to £250,000 (2021 - £241,199).



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