

**SMARTR.AI LTD**

**UNAUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 JULY 2022**

Company Registration No. SC666708 (Scotland)

**PAGES FOR FILING WITH REGISTRAR**

**SMARTR.AI LTD**

**COMPANY INFORMATION**

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<b>Directors</b>	Mr Oliver King-Smith Mrs Melanie King-Smith
<b>Company number</b>	SC666708
<b>Registered office</b>	c/o William Duncan + Co Ltd 38 Beansburn Kilmarnock East Ayrshire Scotland KA3 1RL
<b>Accountants</b>	William Duncan + Co Ltd 38 Beansburn Kilmarnock East Ayrshire Scotland KA3 1RL

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**SMARTR.AI LTD**

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## **SMARTR.AI LTD**

### **REPORT TO THE DIRECTORS ON THE PREPARATION OF THE UNAUDITED STATUTORY ACCOUNTS OF SMARTR.AI LTD**

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In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of smartR.ai Ltd for the year ended 31 July 2022 which comprise, the balance sheet and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the ICAS we are subject to its ethical and other professional requirements which are detailed at <https://icas.com/icas-framework-preparation-of-accounts>

This report is made solely to the Board of Directors of smartR.ai Ltd, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the financial statements of smartR.ai Ltd and state those matters that we have agreed to state to the Board of Directors of smartR.ai Ltd, as a body, in this report in accordance with the requirements of the ICAS as detailed at <https://icas.com/icas-framework-preparation-of-accounts>. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than smartR.ai Ltd and its Board of Directors as a body, for our work or for this report.

It is your duty to ensure that smartR.ai Ltd has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of smartR.ai Ltd. You consider that smartR.ai Ltd is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of smartR.ai Ltd. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

**William Duncan + Co Ltd**  
**Chartered Accountants**  
38 Beansburn  
Kilmarnock  
East Ayrshire  
Scotland  
KA3 1RL

29 November 2022

# SMARTR.AI LTD

## BALANCE SHEET

AS AT 31 JULY 2022

	Notes	2022 £	£	2021 £	£
<b>Fixed assets</b>					
Tangible assets	3		14,112		499
<b>Current assets</b>					
Debtors	4	187,854		21,203	
Cash at bank and in hand		303,904		113,278	
		<u>491,758</u>		<u>134,481</u>	
<b>Creditors: amounts falling due within one year</b>	5	<u>(103,561)</u>		<u>(37,981)</u>	
<b>Net current assets</b>			<u>388,197</u>		<u>96,500</u>
<b>Total assets less current liabilities</b>			<u>402,309</u>		<u>96,999</u>
<b>Provisions for liabilities</b>			<u>(3,528)</u>		<u>(86)</u>
<b>Net assets</b>			<u><u>398,781</u></u>		<u><u>96,913</u></u>
<b>Capital and reserves</b>					
Called up share capital	6		2		2
Profit and loss reserves			<u>398,779</u>		<u>96,911</u>
<b>Total equity</b>			<u><u>398,781</u></u>		<u><u>96,913</u></u>

The directors of the company have elected not to include a copy of the profit and loss account within the financial statements.

For the financial year ended 31 July 2022 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

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 members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

These financial statements have been prepared and delivered 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 on 29 November 2022 and are signed on its behalf by:

Mr Oliver King-Smith  
Director

Mrs Melanie King-Smith  
Director

Company Registration No. SC666708

# SMARTR.AI LTD

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2022

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### 1 Accounting policies

#### Company information

smartR.ai Ltd is a private company limited by shares incorporated in Scotland. The registered office is c/o William Duncan + Co Ltd, 38 Beansburn, Kilmarnock, East Ayrshire, Scotland, KA3 1RL.

#### 1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

#### 1.2 Reporting period

The comparative period in these financial statements covers the period from incorporation on 07 July 2020 to 31 July 2021.

#### 1.3 Turnover

Turnover is recognised at the fair value of the consideration received or receivable for goods and services provided in the normal course of business, and is shown net of VAT and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

Income is generated from specialist design services.

#### 1.4 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Fixtures and fittings	20% straight line basis
Computers	20% straight line basis

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

#### 1.5 Impairment of fixed assets

At each reporting period end date, the company reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

#### 1.6 Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

# SMARTR.AI LTD

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2022

### 1 Accounting policies

(Continued)

#### 1.7 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

#### 1.8 Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of transaction costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

#### 1.9 Taxation

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

##### *Current tax*

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes 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 reporting end date.

##### *Deferred tax*

Deferred tax liabilities are generally recognised for all timing differences and deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each reporting end date 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 is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the profit and loss account, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset when the company has a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

#### 1.10 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

#### 1.11 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

# SMARTR.AI LTD

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2022

### 1 Accounting policies

(Continued)

#### 1.12 Foreign exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation in the period are included in profit or loss.

### 2 Employees

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

	2022 Number	2021 Number
Total	5	-

### 3 Tangible fixed assets

Plant and  
machinery etc

£

#### Cost

At 1 August 2021

587

Additions

14,833

At 31 July 2022

15,420

#### Depreciation and impairment

At 1 August 2021

88

Depreciation charged in the year

1,220

At 31 July 2022

1,308

#### Carrying amount

At 31 July 2022

14,112

At 31 July 2021

499

### 4 Debtors

2022

2021

Amounts falling due within one year:

£

£

Trade debtors

92,357

21,203

Corporation tax recoverable

508

-

Other debtors

94,989

-

187,854

21,203



## SMARTR.AI LTD

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 JULY 2022

**5 Creditors: amounts falling due within one year**

	2022 £	2021 £
Trade creditors	2,529	-
Corporation tax	88,618	35,166
Other creditors	12,414	2,815
	<u>103,561</u>	<u>37,981</u>

**6 Called up share capital**

	2022 Number	2021 Number	2022 £	2021 £
<b>Ordinary share capital</b>				
<b>Issued and fully paid</b>				
A Ordinary Shares of £1 each	1	1	1	1
B Ordinary Shares of £1 each	1	1	1	1
	<u>2</u>	<u>2</u>	<u>2</u>	<u>2</u>

**7 Related party transactions**

**Transactions with related parties**

During the year the company entered into the following transactions with related parties:

**Ssy.ai Scotland Ltd**

A company of which O. King-Smith is a director.

During the year, the company made loans of £360 to Ssy.ai Scotland Ltd, resulting in a closing balance of £360 (2021: £Nil) owed to the company at the balance sheet date.

**8 Directors' transactions**

Dividends totalling £89,789 were paid in the year in respect of shares held by the company's directors.

During the year, the directors introduced £1,472 into the company and received repayments of £600, resulting in a closing balance of £1,890 (2021: £1,018) owed to the directors at the balance sheet date.

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.