

**UNAUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 NOVEMBER 2020  
FOR  
DST INNOVATIONS LIMITED**

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FOR THE YEAR ENDED 30 NOVEMBER 2020**

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**DST INNOVATIONS LIMITED**

**COMPANY INFORMATION  
FOR THE YEAR ENDED 30 NOVEMBER 2020**

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**DIRECTORS:**

M C Audley  
A Miles  
D G Reeves  
G Spensley  
W Wray III

**SECRETARY:**

B Thomas

**REGISTERED OFFICE:**

Ground Floor Unit 6  
Bridgend Business Centre  
Bennett Street  
Bridgend  
CF31 3SH

**REGISTERED NUMBER:**

07858050 (England and Wales)

**ACCOUNTANTS:**

Graham Paul Limited  
Court House  
Court Road  
Bridgend  
CF31 1BE

**BALANCE SHEET**  
**30 NOVEMBER 2020**

		2020	2019
	Notes	£	£
<b>FIXED ASSETS</b>			
Intangible assets	4	5,057,325	4,414,662
Tangible assets	5	<u>113,076</u>	<u>60,074</u>
		5,170,401	4,474,736
<b>CURRENT ASSETS</b>			
Stocks		94,692	94,615
Debtors	6	560,638	590,280
Cash at bank and in hand		<u>646,482</u>	<u>292,090</u>
		1,301,812	976,985
<b>CREDITORS</b>			
Amounts falling due within one year	7	<u>1,435,942</u>	<u>2,324,932</u>
<b>NET CURRENT LIABILITIES</b>		<u>(134,130)</u>	<u>(1,347,947)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		5,036,271	3,126,789
<b>CREDITORS</b>			
Amounts falling due after more than one year	8	(82,052)	-
<b>PROVISIONS FOR LIABILITIES</b>		<u>(41,514)</u>	<u>(27,341)</u>
<b>NET ASSETS</b>		<u>4,912,705</u>	<u>3,099,448</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital		3,253	3,099
Share premium		6,533,072	5,577,627
Capital redemption reserve		185	185
Other reserves		34,418	23,828
Retained earnings		<u>(1,658,223)</u>	<u>(2,505,291)</u>
		<u>4,912,705</u>	<u>3,099,448</u>

The notes form part of these financial statements

**BALANCE SHEET - continued**  
**30 NOVEMBER 2020**

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The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 November 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 November 2020 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

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

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 31 March 2021 and were signed on its behalf by:

A Miles - Director

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 NOVEMBER 2020**

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**1. STATUTORY INFORMATION**

DST Innovations Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

**2. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

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

At the balance sheet date the company had net Current liabilities of £134,130 (2019; £1,347,947) and net Assets of £4,912,705 (2019; £3,099,448)

The improved position is due to a Capital injection of £955,000 in December 2020 and improved trading results, despite the challenges of 2020.

The largest creditor has indicated that they have no intention of calling in the outstanding debt and will continue to support the business for the foreseeable future.

Accordingly, the financial statements have been prepared on a going concern basis.

**Turnover**

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

**Intangible assets**

Intangible assets are initially measured at cost. After initial recognition intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life:  
Plant & Machinery 25 - 50% Straight Line

**Stocks**

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

**Taxation**

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 30 NOVEMBER 2020**

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**2. ACCOUNTING POLICIES - continued**

**Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

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.

**Research and development**

Expenditure on research is written off in the year in which it is incurred and development costs are capitalised only after commercial feasibility of the asset for sale or use have been established.

**Hire purchase and leasing commitments**

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

**Pension costs and other post-retirement benefits**

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 30 NOVEMBER 2020**

**2. ACCOUNTING POLICIES - continued**

**Share based payments**

**Equity-settled transactions**

The cost of equity-settled transactions with employees is measured by reference to the fair value of the equity instruments granted at the date at which they are granted and is recognised as an expense over the vesting period, which ends on the date on which the relevant employees become fully entitled to the reward. Fair value is determined by an external valuer using an appropriate pricing model. In valuing equity-settled transactions, no account is taken of any vesting conditions, other than conditions linked to the price of the shares of the company (market conditions) and non vesting conditions. No expense is recognised for awards that do not ultimately vest, except for awards where vesting is conditional upon a market or non vesting condition, which are treated as vesting irrespective of whether or not the market or non vesting condition is satisfied, provided that all other performance conditions are satisfied.

At each balance sheet date before vesting, the cumulative expense is calculated, representing the extent to which the vesting period has expired and management's best estimate of the achievement or otherwise of non-market conditions and of the number of equity instruments that will ultimately vest or in the case of an instrument subject to a market condition, be treated as vesting as described above. The movement in the cumulative expense since the previous balance sheet date is recognised in the income statement, with a corresponding entry in equity.

When the terms of an equity-settled award are modified or a new award is designated as replacing a cancelled or settled award, the cost based on the original award terms continues to be recognised over the original vesting period. In addition, an expense is recognised over the remainder of the new vesting period for the incremental fair value of any modification, based on the difference between the fair value of the original award and the fair value of the modified award, both measured as at the date of the modification. No reduction is recognised if this difference is negative.

Where an equity-settled award is cancelled, it is treated as if it had vested on the date of cancellation, and any cost not yet recognised in the profit and loss account for the award is expensed immediately. Any compensation paid up to the fair value of the award at the cancellation settlement date is deducted from equity, with any excess over fair value expensed in the profit and loss account.

**3. EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 20 (2019 - 18) .

**4. INTANGIBLE FIXED ASSETS**

	Other intangible assets £
<b>COST</b>	
At 1 December 2019	4,414,662
Additions	642,663
At 30 November 2020	<u>5,057,325</u>
<b>NET BOOK VALUE</b>	
At 30 November 2020	<u>5,057,325</u>
At 30 November 2019	<u>4,414,662</u>



NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 NOVEMBER 2020

## 5. TANGIBLE FIXED ASSETS

	Short leasehold £	Plant and machinery £	Motor vehicles £	Totals £
<b>COST</b>				
At 1 December 2019	-	309,218	-	309,218
Additions	19,520	45,088	40,343	104,951
Reclassification/transfer	24,352	(24,352)	-	-
At 30 November 2020	<u>43,872</u>	<u>329,954</u>	<u>40,343</u>	<u>414,169</u>
<b>DEPRECIATION</b>				
At 1 December 2019	-	249,144	-	249,144
Charge for year	9,628	39,008	3,313	51,949
Reclassification/transfer	3,679	(3,679)	-	-
At 30 November 2020	<u>13,307</u>	<u>284,473</u>	<u>3,313</u>	<u>301,093</u>
<b>NET BOOK VALUE</b>				
At 30 November 2020	<u>30,565</u>	<u>45,481</u>	<u>37,030</u>	<u>113,076</u>
At 30 November 2019	<u>-</u>	<u>60,074</u>	<u>-</u>	<u>60,074</u>

## 6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Trade debtors	135,086	127,246
Other debtors	<u>425,552</u>	<u>463,034</u>
	<u>560,638</u>	<u>590,280</u>

## 7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Bank loans and overdrafts	17,948	-
Trade creditors	225,573	193,699
Social security and other taxes	23,709	22,300
Other creditors	224,239	952,147
Deferred income	749,316	982,181
Accrued expenses	<u>195,157</u>	<u>174,605</u>
	<u>1,435,942</u>	<u>2,324,932</u>

## 8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2020 £	2019 £
Loans >1 year	<u>82,052</u>	<u>-</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 30 NOVEMBER 2020**
**9. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES**

The following advances and credits to a director subsisted during the years ended 30 November 2020 and 30 November 2019:

	2020 £	2019 £
<b>A Miles</b>		
Balance outstanding at start of year	1,220	789
Amounts advanced	934	1,220
Amounts repaid	(1,220)	(789)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>934</u>	<u>1,220</u>

Amounts due to the company are interest free and repayable on demand.

**10. SHARE-BASED PAYMENT TRANSACTIONS**

An Enterprise Management Incentive share option scheme was approved in September 2017. Under this scheme the options will vest if the employees who have been granted the options satisfy the working time requirements for the period up to and including the date of sale of the company. The options will lapse should the employee either leave employment or not meet the defined working time requirements. The contractual life of the options is ten years from the date of approval. The range of exercise prices for options outstanding at the end of the year was £1.55 to £3.33. There are no cash settlement alternatives. The fair value of these equity settled options was estimated as at the date of grant based on a third party investment undertaken on an arm's length basis and taking into account performance of the business since that date and the terms and conditions upon which the options are granted.

The expense recognised for these equity settled share-based payments during the year to 30 November 2020 is £10,590 (2019: £10,590).

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.