
MATRIX SOFTWARE, EUROPE LIMITED

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2021



MATRIX SOFTWARE, EUROPE LIMITED

COMPANY INFORMATION

Directors	Mark S Grech Milan S Parikh Matrix Software, Inc.
Registered number	08066249
Registered office	Fourth Floor St James House St James' Square Cheltenham England GL50 3PR
Independent auditors	Byrd Link Audit & Accountancy Services Limited Honeybourne Place Jessop Avenue Cheltenham United Kingdom GL50 3SH

MATRIX SOFTWARE, EUROPE LIMITED

CONTENTS

	Page
Group strategic report	1 - 2
Directors' report	3 - 4
Directors' responsibilities statement	5
Independent auditors' report	6 - 9
Consolidated statement of comprehensive income	10
Consolidated balance sheet	11 - 12
Company balance sheet	13 - 14
Consolidated statement of changes in equity	15 - 16
Company statement of changes in equity	17 - 18
Consolidated Statement of cash flows	19
Consolidated analysis of net debt	20
Notes to the financial statements	21 - 39

MATRIX SOFTWARE, EUROPE LIMITED

GROUP STRATEGIC REPORT FOR THE YEAR ENDED 31 DECEMBER 2021

Introduction

Matrix Software, Europe Limited present their consolidated financial statements for the year to 31 December 2021.

The principal activity of the company is to provide sales and marketing services support in the specific contracted region, being the UK, to its parent company Matrix Software, Inc., a company incorporated in the United States of America.

Business review

The directors are pleased with the overall performance of the company having achieved profitability against strong sales.

Although the immediate future will be economically challenging for all UK companies, the directors believe that the company is in good financial health as a result of the company being funded solely by the parent company.

Principal risks and uncertainties

Risks to the company are generally limited as the parent company retains responsibility.

The principal risks and uncertainties affecting the company are:

- General economic conditions,
- Competition in the local markets in which they operate; and
- The ability to recruit, retain and motivate key employees.

The directors take steps to mitigate against these risks where possible and are confident that the current strategies in place are appropriate to the risks faced.

Financial key performance indicators

Given the straightforward nature of the business, the company's directors are of the opinion that analysis using KPI's is not necessary for an understanding of the development, performance or position of the business.

Going concern

The ability of the company to continue as a going concern has been reviewed by the directors, particularly in light of the risks around the COVID-19 pandemic and the UK's departure from the EU. There is not considered to be a significant risk to going concern as a result of these external factors.

The directors have a reasonable expectation that the company has adequate resources to continue in operational existence for a period of at least twelve months from the date of signing this report.

The company relies on the continued support from its parent company Matrix Software, Inc. which has confirmed that it will continue to provide this for the foreseeable future. On that basis, the directors continue to adopt the going concern basis of accounting in preparing the annual financial statements.

MATRIX SOFTWARE, EUROPE LIMITED

**GROUP STRATEGIC REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2021**

This report was approved by the board and signed on its behalf.

DocuSigned by:

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Mark S Grech
Director

Date: 1/20/2023

MATRIX SOFTWARE, EUROPE LIMITED

**DIRECTORS' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2021**

The directors present their report and the financial statements for the year ended 31 December 2021.

Results and dividends

The profit for the year, after taxation, amounted to £971,947 (2020 - £1,057,752).

Directors

The directors who served during the year were:

Mark S Grech (appointed 1 January 2013)
Milan S Parikh (appointed 1 October 2015)
Matrixx Software, Inc. (appointed 11 May 2012)

Financial risk management objectives and policies

The company's activities do not expose it to significant financial risks, including price, credit, liquidity and cash flow risk. The company's principal objective is to manage risk by adhering to the group's financial risk related processes and procedures.

Future developments

The directors are reasonably optimistic about the developments for the 2022 and 2023 financial years.

It is difficult to predict the global impact of the COVID-19 pandemic and the long term impact that this may have on the company. At present, the directors expect the company to continue trading in its current state for the foreseeable future.

Qualifying third party indemnity provisions

Each of the company's directors are indemnified for certain events or occurrences, subject to certain limits, while the director is or was serving at the company's request in such capacity.

Branches outside the United Kingdom

As defined in Section 1046(3) of the Companies Act 2006, the company had a branch in Hong Kong and Dubai.

Matters covered in the Group Strategic Report

As permitted by the Companies Act 2006, certain matters which are required to be disclosed in the directors' report have been omitted as they are included in the strategic report. These matters relate to the principal activity and review of the business including principal risks and uncertainties, key performance indicators and going concern.

MATRIX SOFTWARE, EUROPE LIMITED

**DIRECTORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2021**

Disclosure of information to auditors

Each of the persons who are directors at the time when this Directors' report is approved has confirmed that:

- so far as the director is aware, there is no relevant audit information of which the Company and the Group's auditors are unaware, and
- the director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the Company and the Group's auditors are aware of that information.

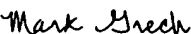
Post balance sheet events

No post balance sheet events to report.

Auditors

The auditors, Byrd Link Audit & Accountancy Services Limited, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

This report was approved by the board and signed on its behalf.

DocuSigned by:

.....227BCE9287F5468.....
Mark S Grech
Director

Date: 1/20/2023

MATRIX SOFTWARE, EUROPE LIMITED

**DIRECTORS' RESPONSIBILITIES STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2021**

The directors are responsible for preparing the Group strategic report, the Directors' report and the consolidated financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Company and the Group and of the profit or loss of the Group for that period.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies for the Group's financial statements and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Group will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and the Group and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Company and the Group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

MATRIX SOFTWARE, EUROPE LIMITED

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF MATRIX SOFTWARE, EUROPE LIMITED

Opinion

We have audited the financial statements of Matrix Software, Europe Limited (the 'parent Company') and its subsidiaries (the 'Group') for the year ended 31 December 2021, which comprise the Group Statement of comprehensive income, the Group and Company Balance sheets, the Group Statement of cash flows, the Group and Company Statement of changes in equity and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the Group's and of the parent Company's affairs as at 31 December 2021 and of the Group's profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the Group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council's Ethical Standard and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Group's or the parent Company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

MATRIX SOFTWARE, EUROPE LIMITED

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF MATRIX SOFTWARE, EUROPE LIMITED
(CONTINUED)**

Other information

The other information comprises the information included in the Annual Report other than the financial statements and our Auditors' report thereon. The directors are responsible for the other information contained within the Annual Report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Group strategic report and the Directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Group strategic report and the Directors' report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Group and the parent Company and its environment obtained in the course of the audit, we have not identified material misstatements in the Group strategic report or the Directors' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept by the parent Company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent Company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

MATRIX SOFTWARE, EUROPE LIMITED

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF MATRIX SOFTWARE, EUROPE LIMITED
(CONTINUED)**

Responsibilities of directors

As explained more fully in the Directors' responsibilities statement set out on page 5, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the Group's and the parent Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Group or the parent Company or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Group financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Based on our understanding of the company and its financial operations we have considered the initial risks of non-compliance with the UK regulators, predominantly HM Revenue and Customs and Companies Act 2006. We have assessed the impact of any breaches in such laws and regulations and considered whether any such findings would have a material impact on these financial statements. We have considered the risk of those charged with management overriding internal controls and the opportunity for financial manipulation. We have considered the effect of any accounting estimates included within these accounts and the effect this may have on our audit opinion.

Our audit procedures together with our assessment of risks identified at planning were transparent to the company and we have communicated with the client throughout the audit as well as the audit engagement team, and this includes such matters as fraud and irregularity.

The above procedures do however have their limitations as we can only work on a sample of financial transactions. Ultimately it is the responsibility of those charged with management for the prevention and detection of fraud and other irregularities.

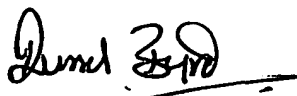
A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditors' report.

MATRIX SOFTWARE, EUROPE LIMITED

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF MATRIX SOFTWARE, EUROPE LIMITED
(CONTINUED)**

Use of our report

This report is made solely to the Company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an Auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members, as a body, for our audit work, for this report, or for the opinions we have formed.



Russel Byrd FCA FCCA (Senior statutory auditor)

for and on behalf of
Byrd Link Audit & Accountancy Services Limited

Honeybourne Place
Jessop Avenue
Cheltenham
United Kingdom
GL50 3SH

Date: 24 January 2023

MATRIX SOFTWARE, EUROPE LIMITED

**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2021**

	Note	2021 £	2020 £
Turnover	4	18,286,005	15,431,965
Gross profit		18,286,005	15,431,965
Administrative expenses		(17,085,873)	(14,202,618)
Other operating income	5	-	43,169
Operating profit	6	1,200,132	1,272,516
Interest income and similar income	9	69	650
Profit before taxation		1,200,201	1,273,166
Tax on profit	10	(228,254)	(215,414)
Profit for the financial year		971,947	1,057,752
Other comprehensive income		(13,348)	(16,581)
Other comprehensive income for the year		(13,348)	(16,581)
Total comprehensive income for the year		958,599	1,041,171
Profit for the year attributable to:			
Owners of the parent Company		971,947	1,057,752
		971,947	1,057,752
Total comprehensive income for the year attributable to:			
Owners of the parent Company		958,599	1,041,171
		958,599	1,041,171

There were no recognised gains and losses for 2021 or 2020 other than those included in the consolidated statement of comprehensive income.

The notes on pages 21 to 39 form part of these financial statements.

All activities derive from continuing operations.

MATRIX SOFTWARE, EUROPE LIMITED
REGISTERED NUMBER: 08066249

CONSOLIDATED BALANCE SHEET
AS AT 31 DECEMBER 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	11	28,649	77,535
		<u>28,649</u>	<u>77,535</u>
Current assets			
Debtors: amounts falling due after more than one year	13	5,328	5,454
Debtors: amounts falling due within one year	13	6,132,559	4,747,074
Cash at bank and in hand	14	504,358	599,137
		<u>6,642,245</u>	<u>5,351,665</u>
Creditors: amounts falling due within one year	15	(871,492)	(769,289)
Net current assets		<u>5,770,753</u>	<u>4,582,376</u>
Total assets less current liabilities		<u>5,799,402</u>	<u>4,659,911</u>
Creditors: amounts falling due after more than one year	16	(247,816)	(180,038)
Provisions for liabilities			
Deferred taxation	17	-	(6,620)
		<u>-</u>	<u>(6,620)</u>
Net assets excluding pension asset		<u>5,551,586</u>	<u>4,473,253</u>
Net assets		<u>5,551,586</u>	<u>4,473,253</u>
Capital and reserves			
Called up share capital	18	100	100
Foreign exchange reserve	19	27,204	40,552
Equity settled share based payments	19	776,623	656,889
Profit and loss account	19	4,747,659	3,775,712
Equity attributable to owners of the parent Company		<u>5,551,586</u>	<u>4,473,253</u>
		<u>5,551,586</u>	<u>4,473,253</u>

MATRIX SOFTWARE, EUROPE LIMITED
REGISTERED NUMBER: 08066249

CONSOLIDATED BALANCE SHEET (CONTINUED)
AS AT 31 DECEMBER 2021

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

DocuSigned by:

Mark Grech

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Mark S Grech

Director

Date: 1/20/2023

The notes on pages 21 to 39 form part of these financial statements.

MATRIX SOFTWARE, EUROPE LIMITED
REGISTERED NUMBER: 08066249

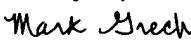
COMPANY BALANCE SHEET
AS AT 31 DECEMBER 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	11	26,653	65,229
Investments	12	319,438	306,717
		<u>346,091</u>	<u>371,946</u>
Current assets			
Debtors: amounts falling due within one year	13	3,872,604	2,456,168
Cash at bank and in hand	14	294,486	308,375
		<u>4,167,090</u>	<u>2,764,543</u>
Creditors: amounts falling due within one year	15	(683,718)	(303,511)
Net current assets		<u>3,483,372</u>	<u>2,461,032</u>
Total assets less current liabilities		<u>3,829,463</u>	<u>2,832,978</u>
Creditors: amounts falling due after more than one year	16	(247,816)	-
Provisions for liabilities			
Deferred taxation	17	-	(6,620)
		<u>-</u>	<u>(6,620)</u>
Net assets excluding pension asset		<u>3,581,647</u>	<u>2,826,358</u>
Net assets		<u><u>3,581,647</u></u>	<u><u>2,826,358</u></u>
Capital and reserves			
Called up share capital	18	100	100
Foreign exchange reserve	19	70,282	82,478
Equity settled share based payments	19	776,623	656,889
Profit and loss account brought forward		2,086,891	1,408,447
Profit for the year		647,751	678,444
Profit and loss account carried forward		<u>2,734,642</u>	<u>2,086,891</u>
		<u><u>3,581,647</u></u>	<u><u>2,826,358</u></u>

MATRIX SOFTWARE, EUROPE LIMITED
REGISTERED NUMBER: 08066249

COMPANY BALANCE SHEET (CONTINUED)
AS AT 31 DECEMBER 2021

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

DocuSigned by:

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Mark S Grech
Director

Date: 1/20/2023

The notes on pages 21 to 39 form part of these financial statements.

MATRIXX SOFTWARE, EUROPE LIMITED

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2021

	Called up share capital	Foreign exchange reserve	Equity settled share based payments	Profit and loss account	Equity attributable to owners of parent Company	Total equity
	£	£	£	£	£	£
At 1 January 2021	100	40,552	656,889	3,775,712	4,473,253	4,473,253
Comprehensive income for the year						
Profit for the year	-	-	-	971,947	971,947	971,947
FX on consolidation	-	(13,348)	-	-	(13,348)	(13,348)
Other comprehensive income for the year	-	(13,348)	-	-	(13,348)	(13,348)
Total comprehensive income for the year	-	(13,348)	-	971,947	958,599	958,599
Capital contribution for equity settled share based payments	-	-	119,734	-	119,734	119,734
Total transactions with owners	-	-	119,734	-	119,734	119,734
At 31 December 2021	100	27,204	776,623	4,747,659	5,551,586	5,551,586

The notes on pages 21 to 39 form part of these financial statements.

MATRIX SOFTWARE, EUROPE LIMITED

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2020

	Called up share capital	Foreign exchange reserve	Equity settled share based payments	Profit and loss account	Equity attributable to owners of parent Company	Total equity
	£	£	£	£	£	£
At 1 January 2020	100	57,133	503,032	2,717,960	3,278,225	3,278,225
Comprehensive income for the year						
Profit for the year	-	-	-	1,057,752	1,057,752	1,057,752
FX on consolidation	-	(16,581)	-	-	(16,581)	(16,581)
Other comprehensive income for the year	-	(16,581)	-	-	(16,581)	(16,581)
Total comprehensive income for the year	-	(16,581)	-	1,057,752	1,041,171	1,041,171
Capital contribution for equity settled share based payments	-	-	153,857	-	153,857	153,857
Total transactions with owners	-	-	153,857	-	153,857	153,857
At 31 December 2020	100	40,552	656,889	3,775,712	4,473,253	4,473,253

The notes on pages 21 to 39 form part of these financial statements.

MATRIX SOFTWARE, EUROPE LIMITED

**COMPANY STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2021**

	Called up share capital	Foreign exchange reserve	Equity settled share based payments	Profit and loss account	Total equity
	£	£	£	£	£
At 1 January 2021	100	82,478	656,889	2,086,891	2,826,358
Comprehensive income for the year					
Profit for the year	-	-	-	647,751	647,751
FX on consolidation	-	(12,196)	-	-	(12,196)
Other comprehensive income for the year	-	(12,196)	-	-	(12,196)
Total comprehensive income for the year	-	(12,196)	-	647,751	635,555
Contributions by and distributions to owners					
Capital contribution for equity settled share based payments	-	-	119,734	-	119,734
Total transactions with owners	-	-	119,734	-	119,734
At 31 December 2021	100	70,282	776,623	2,734,642	3,581,647

The notes on pages 21 to 39 form part of these financial statements.

MATRIX SOFTWARE, EUROPE LIMITED

**COMPANY STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2020**

	Called up share capital	Foreign exchange reserve	Equity settled share based payments	Profit and loss account	Total equity
	£	£	£	£	£
At 1 January 2020	100	42,614	503,032	1,408,447	1,954,193
Comprehensive income for the year					
Profit for the year	-	-	-	678,444	678,444
Other movement type 1	-	39,864	-	-	39,864
Other comprehensive income for the year	-	39,864	-	-	39,864
Total comprehensive income for the year	-	39,864	-	678,444	718,308
Contributions by and distributions to owners					
Capital contribution for equity settled share based payments	-	-	153,857	-	153,857
Total transactions with owners	-	-	153,857	-	153,857
At 31 December 2020	100	82,478	656,889	2,086,891	2,826,358

The notes on pages 21 to 39 form part of these financial statements.

MATRIX SOFTWARE, EUROPE LIMITED

**CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2021**

	2021 £	2020 £
Cash flows from operating activities		
Profit for the financial year	971,947	1,057,752
Adjustments for:		
Depreciation of tangible assets	48,662	63,838
Loss on disposal of fixed asset investment	-	932
Taxation charge	228,253	213,700
(Increase)/decrease in debtors	(12,783)	313,448
Decrease/(increase) in amounts owed by groups	11,374	(16,789)
Increase/(decrease) in creditors	167,795	(56,702)
(Decrease) in amounts owed to groups	(1,446,873)	(1,457,401)
Corporation tax (paid)	(237,440)	(211,347)
Share based payments	119,734	153,857
FX remeasurement gain	79,526	(141,579)
Provision for deferred income taxes	(11,627)	1,714
Net cash generated from operating activities	(81,432)	(78,577)
Cash flows from investing activities		
Purchase of tangible fixed assets	-	(22,908)
Net cash from investing activities	-	(22,908)
Net (decrease) in cash and cash equivalents	(81,432)	(101,485)
Cash and cash equivalents at beginning of year	599,137	717,203
Effects of exchange rate changes in cash	(13,348)	(16,581)
Cash and cash equivalents at the end of year	504,357	599,137
Cash and cash equivalents at the end of year comprise:		
Cash at bank and in hand	504,357	599,137
	504,357	599,137

The notes on pages 21 to 39 form part of these financial statements.

MATRIX SOFTWARE, EUROPE LIMITED

**CONSOLIDATED ANALYSIS OF NET DEBT
FOR THE YEAR ENDED 31 DECEMBER 2021**

	At 1 January 2021 £	Cash flows £	At 31 December 2021 £
Cash at bank and in hand	599,137	(94,780)	504,357
	<u>599,137</u>	<u>(94,780)</u>	<u>504,357</u>

The notes on pages 21 to 39 form part of these financial statements.

MATRIX SOFTWARE, EUROPE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

1. General information

Matrixx Software Europe Limited is a private company limited by shares, incorporated and domiciled in the United Kingdom. The company is registered at Companies House England and Wales. Its registered number is 08066249.

The address of the registered office is Fourth Floor, St James House, St James' Square, Cheltenham, England, GL50 3PR, with the principal place of business address being 184 Shepherds Bush Road, London, W6 7NL.

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 Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires Group management to exercise judgment in applying the Group's accounting policies (see note 3).

The Company has taken advantage of the exemption allowed under section 408 of the Companies Act 2006 and has not presented its own Statement of comprehensive income in these financial statements.

The following principal accounting policies have been applied:

2.2 Basis of consolidation

The consolidated financial statements present the results of the company and its own subsidiaries ("the group") as if they form a single entity. Intercompany transactions and balances between group companies are therefore eliminated in full.

2.3 Going concern

The directors have a reasonable expectation that the company has adequate resources to continue in operational existence for a period of at least twelve months from the date of signing this report.

The company relies on the continued support from its parent company Matrixx Software, Inc. which has confirmed that it will continue to provide this for the foreseeable future. On that basis, the directors continue to adopt the going concern basis of accounting in preparing the annual financial statements.

As part of the going concern assessment, the directors have considered the impact of the COVID-19 pandemic. Given the commitment of ongoing financial support from the ultimate parent undertaking, Matrixx Software, Inc., the risk to the future operations of the company is considered low and the company expects to continue trading for the foreseeable future.

MATRIX SOFTWARE, EUROPE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

2. Accounting policies (continued)

2.4 Foreign currency translation

Functional and presentation currency

The Company's functional and presentational currency is GBP.

All amounts have been rounded to the nearest £1 pound sterling, unless otherwise indicated.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

Foreign exchange gains and losses resulting from the settlement of transactions and from the translation at period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in profit or loss except when deferred in other comprehensive income as qualifying cash flow hedges.

Foreign exchange gains and losses that relate to borrowings and cash and cash equivalents are presented in the Consolidated statement of comprehensive income within 'finance income or costs'. All other foreign exchange gains and losses are presented in profit or loss within 'other operating income'.

On consolidation, the results of overseas operations are translated into Sterling at rates approximating to those ruling when the transactions took place. All assets and liabilities of overseas operations are translated at the rate ruling at the reporting date. Exchange differences arising on translating the opening net assets at opening rate and the results of overseas operations at actual rate are recognised in other comprehensive income.

MATRIX SOFTWARE, EUROPE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

2. Accounting policies (continued)

2.5 Revenue recognition

Turnover is recognised to the extent that it is probable that the economic benefits will flow to the Group and the turnover can be reliably measured. Turnover 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 turnover is recognised:

Rendering of services

Turnover 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 turnover can be measured reliably;
- it is probable that the Group 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.

2.6 Operating leases: the Group as lessee

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

2.7 Research and development

In the research phase of an internal project it is not possible to demonstrate that the project will generate future economic benefits and hence all expenditure on research shall be recognised as an expense when it is incurred. Intangible assets are recognised from the development phase of a project if and only if certain specific criteria are met in order to demonstrate the asset will generate probable future economic benefits and that its cost can be reliably measured. The capitalised development costs are subsequently amortised on a straight line basis over their useful economic lives, which range from 3 to 6 years.

If it is not possible to distinguish between the research phase and the development phase of an internal project, the expenditure is treated as if it were all incurred in the research phase only.

2.8 Interest income

Interest income is recognised in profit or loss using the effective interest method.

MATRIX SOFTWARE, EUROPE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

2. Accounting policies (continued)

2.9 Pensions

Defined contribution pension plan

The Group operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Group pays fixed contributions into a separate entity. Once the contributions have been paid the Group has no further payment obligations.

The contributions are recognised as an expense in profit or loss when they fall due. Amounts not paid are shown in accruals as a liability in the Balance sheet. The assets of the plan are held separately from the Group in independently administered funds.

2.10 Share based payments

Where share options are awarded to employees, the fair value of the options at the date of grant is charged to profit or loss over the vesting period. Non-market vesting conditions are taken into account by adjusting the number of equity instruments expected to vest at each balance sheet date so that, ultimately, the cumulative amount recognised over the vesting period is based on the number of options that eventually vest. Market vesting conditions are factored into the fair value of the options granted. The cumulative expense is not adjusted for failure to achieve a market vesting condition.

The fair value of the award also takes into account non-vesting conditions. These are either factors beyond the control of either party (such as a target based on an index) or factors which are within the control of one or other of the parties (such as the Group keeping the scheme open or the employee maintaining any contributions required by the scheme).

Where the terms and conditions of options are modified before they vest, the increase in the fair value of the options, measured immediately before and after the modification, is also charged to profit or loss over the remaining vesting period.

Where equity instruments are granted to persons other than employees, profit or loss is charged with fair value of goods and services received.

MATRIX SOFTWARE, EUROPE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

2. Accounting policies (continued)**2.11 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 income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the balance sheet date in the countries where the Company and the Group operate and generate income.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the balance sheet 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;
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met; and
- Where they relate to timing differences in respect of interests in subsidiaries, associates, branches and joint ventures and the Group can control the reversal of the timing differences and such reversal is not considered probable in the foreseeable future.

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 balance sheet date.

2.12 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.

The estimated useful lives range as follows:

Leasehold improvements	- lesser of lease term or 5 years
Fixtures and fittings	- 3 years
Office equipment	- 3 years

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.

MATRIX SOFTWARE, EUROPE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

2. Accounting policies (continued)

2.13 Valuation of investments

Investments in subsidiaries are measured at cost less accumulated impairment.

2.14 Debtors

Short-term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.15 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

In the Consolidated statement of cash flows, cash and cash equivalents are shown net of bank overdrafts that are repayable on demand and form an integral part of the Group's cash management.

2.16 Creditors

Short-term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

2.17 Holiday pay accrual

A liability is recognised to the extent of any unused holiday pay entitlement which is accrued at the balance sheet date and carried forward to future periods. This is measured at the undiscounted salary cost of the future holiday entitlement so accrued at the balance sheet date.

2.18 Provisions for liabilities

Provisions are made where an event has taken place that gives the Group a legal or constructive obligation that probably requires settlement by a transfer of economic benefit, and a reliable estimate can be made of the amount of the obligation.

Provisions are charged as an expense to profit or loss in the year that the Group becomes aware of the obligation, and are measured at the best estimate at the balance sheet date of the expenditure required to settle the obligation, taking into account relevant risks and uncertainties.

When payments are eventually made, they are charged to the provision carried in the Balance sheet.

MATRIX SOFTWARE, EUROPE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

2. Accounting policies (continued)

2.19 Financial instruments

The Group 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.

Basic financial assets and liabilities that are payable or receivable within one year, typically trade payables and receivables, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration, expected to be paid or received.

3. Judgments in applying accounting policies and key sources of estimation uncertainty

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The directors concluded that, due to the nature of the business, there are no critical and significant accounting judgements or key sources of estimation uncertainty that are required to be disclosed here other than those mentioned below.

4. Turnover

An analysis of turnover by class of business is as follows:

	2021 £	2020 £
Inter group sales	18,286,005	15,431,965
	<u>18,286,005</u>	<u>15,431,965</u>

Analysis of turnover by country of destination:

	2021 £	2020 £
United Kingdom	12,972,131	10,129,886
Rest of the World	5,313,874	5,302,079
	<u>18,286,005</u>	<u>15,431,965</u>

MATRIX SOFTWARE, EUROPE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

5. Other operating income

	2021	2020
	£	£
Other operating income	-	43,169
	<u>-</u>	<u>43,169</u>

6. Operating profit

The operating profit is stated after charging:

	2021	2020
	£	£
Exchange differences	104,121	(116,039)
Other operating lease rentals	76,896	137,639
	<u>104,121</u>	<u>(116,039)</u>

7. Auditors' remuneration

	2021	2020
	£	£
Fees payable to the Group's auditor and its associates for the audit of the Group's annual financial statements	11,325	7,165
	<u>11,325</u>	<u>7,165</u>

MATRIX SOFTWARE, EUROPE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

8. Employees

Staff costs were as follows:

	Group 2021 £	<i>Group 2020 £</i>	Company 2021 £	<i>Company 2020 £</i>
Wages and salaries	11,428,672	9,595,722	8,415,016	6,557,524
Social security costs	1,032,301	789,910	939,593	725,085
Cost of defined contribution scheme	142,173	123,338	142,173	123,338
	<u>12,603,146</u>	<u>10,508,970</u>	<u>9,496,782</u>	<u>7,405,947</u>

During the year the directors were remunerated through a fellow group company and no remuneration was received from Matrixx Software, Europe Limited. No recharge is made to the company for the remuneration settled by the fellow group company.

The average monthly number of employees, including the directors, during the year was as follows:

	Group 2021 No.	<i>Group 2020 No.</i>	Company 2021 No.	<i>Company 2020 No.</i>
UK (incl branch and overseas payroll registrations)	67	64	67	64
Singapore	1	1	-	-
Malaysia	20	10	-	-
Philippines	2	2	-	-
Dubai	12	16	-	-
	<u>102</u>	<u>93</u>	<u>67</u>	<u>64</u>

9. Interest received

	2021 £	<i>2020 £</i>
Interest income	69	650
	<u>69</u>	<u>650</u>

MATRIX SOFTWARE, EUROPE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

10. Taxation

	2021	2020
	£	£
Corporation tax		
Current tax on profits for the year	239,880	230,338
Adjustments in respect of previous periods	-	(16,638)
	<u>239,880</u>	<u>213,700</u>
	<u>239,880</u>	<u>213,700</u>
Deferred tax		
Origination and reversal of timing differences	(13,716)	1,137
Changes to tax rates	2,090	577
	<u>(11,626)</u>	<u>1,714</u>
	<u>(11,626)</u>	<u>1,714</u>
Taxation on profit on ordinary activities	<u>228,254</u>	<u>215,414</u>
	<u>228,254</u>	<u>215,414</u>

MATRIX SOFTWARE, EUROPE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

10. Taxation (continued)

Factors affecting tax charge for the year

The tax assessed for the year is the same as (2020 - *the same as*) the standard rate of corporation tax in the UK of 19% (2020 - 19%) as set out below:

	2021 £	2020 £
Profit on ordinary activities before tax	<u>1,200,201</u>	<u>1,273,166</u>
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 19% (2020 - 19%)	228,038	241,902
Effects of:		
Non-deductible expenses	22,994	951
Accrued pension (timing diff.)	-	(190)
Book-tax diff on F/A (timing diff.)	-	5,721
SBC - book	-	29,233
SBC - tax	-	(449)
Adjustments to tax charge in respect of prior periods	3	-
R&D credit	2,866	-
Tax for foreign income @ UK rate	(62,254)	(77,988)
Tax for foreign income @ foreign rate	48,233	31,158
Deferred tax	(11,626)	1,714
Prior year true-up	-	(16,638)
Total tax charge for the year	<u><u>228,254</u></u>	<u><u>215,414</u></u>

Factors that may affect future tax charges

Subsequent to the balance sheet date, legislation was enacted to increase the standard rate of corporation tax from 19% to 25% with effect from 1 April 2023. At the same time, a small companies' rate of 19% will be introduced and marginal relief given for intermediate companies.

MATRIX SOFTWARE, EUROPE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

11. Tangible fixed assets**Group**

	Leasehold improvements £	Fixtures and fittings £	Office equipment £	Total £
Cost or valuation				
At 1 January 2021	17,170	31,150	218,317	266,637
Additions	-	6,652	21,682	28,334
Exchange adjustments	(17,170)	(6,570)	(22,066)	(45,806)
At 31 December 2021	-	31,232	217,933	249,165
Depreciation				
At 1 January 2021	17,170	11,900	160,032	189,102
Charge for the year on owned assets	(17,170)	10,190	38,095	31,115
Exchange adjustments	-	-	299	299
At 31 December 2021	-	22,090	198,426	220,516
Net book value				
At 31 December 2021	-	9,142	19,507	28,649
At 31 December 2020	-	19,250	58,285	77,535

MATRIX SOFTWARE, EUROPE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

Company

	Fixtures and fittings £	Office equipment £	Total £
Cost or valuation			
At 1 January 2021	24,580	177,220	201,800
Additions	6,652	21,682	28,334
At 31 December 2021	<u>31,232</u>	<u>198,902</u>	<u>230,134</u>
Depreciation			
At 1 January 2021	8,877	127,694	136,571
Charge for the year on owned assets	13,213	53,697	66,910
At 31 December 2021	<u>22,090</u>	<u>181,391</u>	<u>203,481</u>
Net book value			
At 31 December 2021	<u>9,142</u>	<u>17,511</u>	<u>26,653</u>
At 31 December 2020	<u>15,703</u>	<u>49,526</u>	<u>65,229</u>

MATRIX SOFTWARE, EUROPE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

12. Fixed asset investments**Company**

	Investments in subsidiary companies £
Cost or valuation	
At 1 January 2021	306,717
Additions	21,415
Amounts written off	(8,694)
	<hr/>
At 31 December 2021	319,438
Net book value	
At 31 December 2021	319,438
	<hr/> <hr/>
At 31 December 2020	306,717
	<hr/> <hr/>

Subsidiary undertakings

The following were subsidiary undertakings of the Company:

Name	Registered office	Class of shares	Holding
Matrixx Software Asia Pacific SDN. BHD	30-3, Jalan Kuchai Maju 10, Kuchai Entrepreneurs Park, Off Jalan Kuchai Lama, 58200, Kuala Lumpur, WP Kuala Lumpur, Malaysia	Ordinary	100%
Matrixx Software FZ-LLC	Premise No G03, Building 15, Dubai Internet City, Dubai, UAE	Ordinary	100%
Matrixx Software Singapore Pte. Ltd.	12 Tannery Road, #10- 01 HB Centre 1, Singapore 347722	Ordinary	100%
MXSOFT Philippines, Inc.	30/f Burgundy Corp Center, Gil Puyat Ave, Makati City, Philippines	Ordinary	100%
Matrixx Software Japan G.K.	3-4-2 Nishishimbashi, Minato-ku, Tokyo, Japan	Ordinary	100%

MATRIX SOFTWARE, EUROPE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

13. Debtors

	Group 2021 £	Group 2020 £	Company 2021 £	Company 2020 £
Due after more than one year				
Other debtors	5,328	5,454	-	-
	<u>5,328</u>	<u>5,454</u>	<u>-</u>	<u>-</u>
	Group 2021 £	Group 2020 £	Company 2021 £	Company 2020 £
Due within one year				
Amounts owed by group undertakings	5,890,992	4,523,421	3,671,960	2,348,501
Other debtors	160,168	145,837	119,245	68,037
Prepayments and accrued income	76,393	77,816	76,393	39,630
Deferred taxation	5,006	-	5,006	-
	<u>6,132,559</u>	<u>4,747,074</u>	<u>3,872,604</u>	<u>2,456,168</u>

14. Cash and cash equivalents

	Group 2021 £	Group 2020 £	Company 2021 £	Company 2020 £
Cash at bank and in hand	504,358	599,137	294,486	308,375
	<u>504,358</u>	<u>599,137</u>	<u>294,486</u>	<u>308,375</u>

15. Creditors: Amounts falling due within one year

	Group 2021 £	Group 2020 £	Company 2021 £	Company 2020 £
Trade creditors	432,887	202,765	345,245	115,020
Amounts owed to group undertakings	21,224	9,850	-	-
Corporation tax	83,596	92,783	76,685	83,571
Other taxation and social security	37,729	73,466	9,328	9,665
Accruals and deferred income	296,056	390,425	252,460	95,255
	<u>871,492</u>	<u>769,289</u>	<u>683,718</u>	<u>303,511</u>

MATRIX SOFTWARE, EUROPE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

16. Creditors: Amounts falling due after more than one year

	Group 2021 £	<i>Group 2020 £</i>	Company 2021 £	<i>Company 2020 £</i>
Other creditors	247,816	<i>180,038</i>	247,816	<i>-</i>
	247,816	<i>180,038</i>	247,816	<i>-</i>

MATRIX SOFTWARE, EUROPE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

17. Deferred taxation

Group

	2021 £	2020 £
Deferred tax (liabilities) at beginning of year	(6,620)	(4,906)
Charged to profit or loss	11,626	(1,714)
Deferred tax (liabilities) at end of year	5,006	(6,620)

Company

	2021 £	2020 £
Deferred tax (liabilities) at beginning of year	(6,620)	(4,906)
Charged to profit or loss	11,626	(1,714)
Deferred tax (liabilities) at end of year	5,006	(6,620)

	Group 2021 £	<i>Group 2020 £</i>	Company 2021 £	<i>Company 2020 £</i>
Short term timing differences	(6,181)	5,774	(6,181)	5,774
Fixed asset timing differences	11,187	(12,394)	11,187	(12,394)
	5,006	(6,620)	5,006	(6,620)

18. Share capital

	Company 2020 £	<i>Company 2019 £</i>
Allotted, called up and fully paid		
100 (2020 - 100) Ordinary shares of £1.00 each	100	100

MATRIX SOFTWARE, EUROPE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

19. Reserves

Called up share capital - represents the nominal value of shares that have been issued.

Profit and loss account - represents accumulated profits and losses net of distributions to owners.

Equity settled share based payments - represents the accumulated share based payments expense.

Foreign exchange reserve - represents the accumulated foreign exchange difference on translation of the foreign currency denominated branch and subsidiary ledgers.

20. Share based payments

The company's ultimate parent company, Matrixx Software, Inc. operates a share based payment scheme for all the employees of the company.

The stock options in Matrixx Software, Inc. are granted to the company's employees at a price equal to the fair value of the shares in Matrixx Software, Inc. at the date of the grant and are denominated in US dollars.

The stock options have a four year vesting period. If the stock options remain unexercised after a period of ten years from the date of the grant the stock options expire. Stock options are forfeited if the employee leaves the company before the options vest.

The share based payments expense was recognised in the profit and loss account during the year as follows:

	2021 £	2020 £
Share based payments expense	119,734	153,857

21. Pension commitments

The company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £142,173 (2020 - £112,688) for the group and £142,173 (2020 - £112,688) for the company. Contributions totalling £44,747 (2020 - £30,388) for the group and £44,747 (2020 - £30,388) for the company, were payable to the fund at the balance sheet date and are included in creditors.

MATRIX SOFTWARE, EUROPE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

22. Commitments under operating leases

At 31 December 2021 the Group and the Company had future minimum lease payments due under non-cancellable operating leases for each of the following periods:

	Group 2021 £	<i>Group 2020 £</i>	Company 2021 £	<i>Company 2020 £</i>
Not later than 1 year	17,260	38,389	-	21,875
Later than 1 year and not later than 5 years	1,438	-	-	-
	<u>18,698</u>	<u>38,389</u>	<u>-</u>	<u>21,875</u>

23. Related party transactions

The company has taken advantage of the exemption available under section 33.1A of Financial Reporting Standard 102, not to disclose transactions with other wholly owned members of this group.

24. Post balance sheet events

No post balance sheet events to report.

25. Controlling party

The company is a wholly owned subsidiary of Matrixx Software, Inc. a company incorporated in the United States of America.

These are the smallest consolidated financial statements that include the company and its subsidiaries.

The largest group in which the results of the company are consolidated is that headed by Matrixx Software, Inc. The registered office address of Matrixx Software, Inc. is 251 Little Falls Drive, Wilmington, Delaware 19808-1674.