

VALENT APPLICATIONS LIMITED

UNAUDITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 APRIL 2017

VALENT APPLICATIONS LTD
REGISTERED NUMBER: 2825184

BALANCE SHEET
AS AT 30 APRIL 2017

	Note	2017 £	2016 £
Fixed assets			
Intangible assets	3	32,900	31,911
Tangible assets	4	457,189	419,763
		<u>490,089</u>	<u>451,674</u>
Current assets			
Stocks	5	1,012,336	778,940
Debtors: amounts falling due within one year	6	289,988	236,054
Cash at bank and in hand		844,015	1,102,335
		<u>2,146,339</u>	<u>2,117,329</u>
Creditors: amounts falling due within one year	7	(170,472)	(173,873)
Net current assets		<u>1,975,867</u>	<u>1,943,456</u>
Total assets less current liabilities		<u>2,465,956</u>	<u>2,395,130</u>
Net assets		<u><u>2,465,956</u></u>	<u><u>2,395,130</u></u>
Capital and reserves			
Called up share capital	8	60	80
Capital redemption reserve		(666,096)	-
Profit and loss account		3,131,992	2,395,050
		<u><u>2,465,956</u></u>	<u><u>2,395,130</u></u>

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 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 on 28 February 2018.

Dr S R Sales

Director

The notes on pages 2 to 8 form part of these financial statements.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2017**

1. Accounting policies

1.1 Basis of preparation of financial statements

Valent Applications Limited is a limited liability company incorporated and domiciled in the United Kingdom. The address of its registered office is disclosed on the company information page.

The financial statements are prepared in Sterling (£) which is the functional currency of the company. The financial statements are for the year ended 30 April 2017 (2016: year ended 30 April 2016).

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 company transitioned from previously extant UK GAAP to FRS 102 as at 1 May 2015. The transition is not considered to have a material effect on the financial statements and no adjustments were necessary to restate the financial statements previously presented under UK GAAP, including the balance sheet at 1 May 2015 and the financial statements as at and for the year ended 30 April 2016.

The following principal accounting policies have been applied:

1.2 Turnover

Turnover is recognised to the extent that it is probable that the economic benefits will flow to the Company 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:

Sale of goods

Turnover 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 turnover 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

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 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.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2017

1. Accounting policies (continued)

1.3 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.

1.4 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.

Depreciation is provided on the following basis:

Plant & machinery	-	20% Reducing balance
Motor vehicles	-	25% Reducing balance
Computer equipment	-	33.33% 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 the Statement of income and retained earnings.

1.5 Stocks

Stocks are stated at the lower of cost and net realisable value, being the estimated selling price less costs to complete and sell. Cost is based on the cost of purchase on a weighted average basis. Work in progress and finished goods include labour and attributable overheads.

At each balance sheet date, stocks are assessed for impairment. If stock is impaired, the carrying amount is reduced to its selling price less costs to complete and sell. The impairment loss is recognised immediately in profit or loss.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2017

1. Accounting policies (continued)

1.6 Foreign currency translation

Functional and presentation currency

The Company's functional and presentational currency is GBP.

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 the Statement of income and retained earnings except when deferred in other comprehensive income as qualifying cash flow hedges.

1.7 Operating leases

Rentals paid under operating leases are charged to the Statement of income and retained earnings on a straight line basis over the lease term.

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the lease term, unless another systematic basis is representative of the time pattern of the lessee's benefit from the use of the leased asset.

1.8 Pensions

Defined contribution pension plan

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

The contributions are recognised as an expense in the Statement of income and retained earnings 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 Company in independently administered funds.

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NOTES TO THE FINANCIAL STATEMENTS
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2. Employees

Staff costs, including directors' remuneration, were as follows:

The average monthly number of employees, including directors, during the year was 9 (2016 - 7).

3. Intangible assets

	Patents £
Cost	
At 1 May 2016	88,005
Additions	989
At 30 April 2017	<u>88,994</u>
Amortisation	
At 1 May 2016	<u>56,094</u>
At 30 April 2017	<u>56,094</u>
Net book value	
At 30 April 2017	<u><u>32,900</u></u>
At 30 April 2016	<u><u>31,911</u></u>

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4. Tangible fixed assets

	Freehold property £	Plant & machinery £	Motor vehicles £	Office equipment £	Total £
Cost or valuation					
At 1 May 2016	337,438	73,064	6,900	123,001	540,403
Additions	44,184	3,071	-	15,250	62,505
At 30 April 2017	<u>381,622</u>	<u>76,135</u>	<u>6,900</u>	<u>138,251</u>	<u>602,908</u>
Depreciation					
At 1 May 2016	-	35,122	6,900	78,617	120,639
Charge for the year on owned assets	-	8,202	-	16,878	25,080
At 30 April 2017	<u>-</u>	<u>43,324</u>	<u>6,900</u>	<u>95,495</u>	<u>145,719</u>
Net book value					
At 30 April 2017	<u>381,622</u>	<u>32,811</u>	<u>-</u>	<u>42,756</u>	<u>457,189</u>
At 30 April 2016	<u>337,438</u>	<u>37,942</u>	<u>-</u>	<u>44,383</u>	<u>419,763</u>

The net book value of land and buildings may be further analysed as follows:

	2017 £	2016 £
Freehold	<u>381,622</u>	<u>337,437</u>
	<u>381,622</u>	<u>337,437</u>

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2017

5. Stocks

	2017 £	2016 £
Work in progress (goods to be sold)	915,069	681,673
Finished goods and goods for resale	97,267	97,267
	<u>1,012,336</u>	<u>778,940</u>

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6. Debtors

	2017 £	2016 £
Trade debtors	23,738	49,792
Other debtors	227,456	147,471
Prepayments and accrued income	38,794	38,791
	<u>289,988</u>	<u>236,054</u>

7. Creditors: Amounts falling due within one year

	2017 £	2016 £
Trade creditors	147,008	167,289
Other taxation and social security	6,728	6,584
Other creditors	2,192	-
Accruals and deferred income	14,544	-
	<u>170,472</u>	<u>173,873</u>

8. Share capital

	2017 £	2016 £
Allotted, called up and fully paid		
54 Ordinary Class A shares of £1 each	54	54
6 (2016 - 26) Ordinary Class B shares of £1 each	6	26
	<u>60</u>	<u>80</u>

9. Pension commitments

The company operates a defined contribution pension scheme for the benefit of the directors and employees. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge for the period represents contributions payable by the company to the fund and amounted to £3,697 (2016: £nil). Contributions totalling £1,119 (2016: £nil) were payable to the fund at the balance sheet date and are included in other creditors

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.