

Financial Statements for the Year Ended 31 December 2021

for

Escalent Limited

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for the Year Ended 31 December 2021

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DIRECTORS:	M F Nagle M Carpenter
SECRETARY:	M F Nagle
REGISTERED OFFICE:	21 Frederick Sanger Road Surrey Research Park Guildford Surrey GU2 7YD
REGISTERED NUMBER:	03294574 (England and Wales)
SENIOR STATUTORY AUDITOR:	Paul Chamberlain
AUDITORS:	Chamberlains Statutory Auditors and Chartered Accountants Elm House, Tanshire Park Shackleford Road, Elstead Godalming Surrey GU8 6LB

Balance Sheet
31 December 2021

	Notes	31.12.21 £	£	31.12.20 £	£
FIXED ASSETS					
Tangible assets	4		10,459		7,231
CURRENT ASSETS					
Debtors	5	1,852,375		1,629,887	
Cash in hand		<u>374,765</u>		<u>232,714</u>	
		2,227,140		1,862,601	
CREDITORS					
Amounts falling due within one year	6	<u>879,383</u>		<u>605,724</u>	
NET CURRENT ASSETS			<u>1,347,757</u>		<u>1,256,877</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			1,358,216		1,264,108
PROVISIONS FOR LIABILITIES	8		<u>1,704</u>		<u>1,028</u>
NET ASSETS			<u>1,356,512</u>		<u>1,263,080</u>
CAPITAL AND RESERVES					
Called up share capital	9		1,800,900		1,800,900
Share premium			210,224		210,224
Retained earnings			<u>(654,612)</u>		<u>(748,044)</u>
SHAREHOLDERS' FUNDS			<u>1,356,512</u>		<u>1,263,080</u>

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 11 April 2022 and were signed on its behalf by:

M F Nagle - Director

Notes to the Financial Statements
for the Year Ended 31 December 2021

1. **STATUTORY INFORMATION**

Escalent 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](#).

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.

Related party exemption

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

Turnover

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the company and the revenue can be measured reliably.

Revenue from long term contracts is recognised by reference to the stage of completion of contract activity at the balance sheet date. This is normally determined by the proportion that contract costs incurred to date bear to the estimated total contract costs, except where this would not be representative of the stage of completion. Profit attributable to contract activity is recognised if the final outcome of such contracts can be reliably assessed. Contracts with a duration of less than one year are accounted for as long-term contracts. On all contracts, full provision is made for any losses in the year in which that are first foreseen.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery etc - 33% on cost and 20% on cost

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.

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.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

2. **ACCOUNTING POLICIES - continued**

Foreign currencies

The financial statements are presented in pounds sterling, which is the operational currency of the company.

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

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.

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 8 (2020 - 8) .

4. **TANGIBLE FIXED ASSETS**

	Plant and machinery etc £
COST	
At 1 January 2021	98,087
Additions	8,928
Disposals	(29,722)
At 31 December 2021	<u>77,293</u>
DEPRECIATION	
At 1 January 2021	90,856
Charge for year	5,700
Eliminated on disposal	(29,722)
At 31 December 2021	<u>66,834</u>
NET BOOK VALUE	
At 31 December 2021	<u>10,459</u>
At 31 December 2020	<u>7,231</u>

5. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.12.21 £	31.12.20 £
Trade debtors	1,729,788	1,550,853
Amounts recoverable on contracts	94,968	53,927
Other debtors	27,619	25,107
	<u>1,852,375</u>	<u>1,629,887</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

5. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR - continued**

Included within Trade debtors is an amount due from the parent company, Escalent Inc., of £1,002,463 (2020: £881,083). Total sales to Escalent Inc for the year were £320,983 (2020: £326,310).

6. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.12.21	31.12.20
	£	£
Trade creditors	531,038	373,871
Taxation and social security	161,491	90,721
Other creditors	<u>186,854</u>	<u>141,132</u>
	<u>879,383</u>	<u>605,724</u>

Included within Trade creditors is an amount due to the parent company, Escalent Inc., of £217,786 (2020: £173,054).

7. **LEASING AGREEMENTS**

Minimum lease payments under non-cancellable operating leases fall due as follows:

	31.12.21	31.12.20
	£	£
Within one year	32,805	18,940
Between one and five years	<u>85,742</u>	<u>-</u>
	<u>118,547</u>	<u>18,940</u>

8. **PROVISIONS FOR LIABILITIES**

	31.12.21	31.12.20
	£	£
Deferred tax	<u>1,704</u>	<u>1,028</u>
		Deferred tax
		£
Balance at 1 January 2021		1,028
Charge to Income Statement during year		<u>676</u>
Balance at 31 December 2021		<u>1,704</u>

9. **CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	31.12.21	31.12.20
			£	£
1,800,900	Ordinary	£1	<u>1,800,900</u>	<u>1,800,900</u>

10. DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006

The Report of the Auditors was unqualified.

Paul Chamberlain (Senior Statutory Auditor)
for and on behalf of Chamberlains Statutory Auditors

11. ULTIMATE CONTROLLING PARTY

The company is a 100% subsidiary of Escalent Inc., a company incorporated in the USA. The ultimate controlling party is Symphony Technology Group, based in California, USA.

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.