

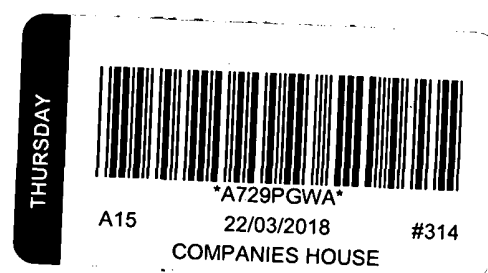
Empactis Limited

FINANCIAL STATEMENTS

30 June 2017

UNAUDITED

PAGES FOR FILING WITH REGISTRAR



Company Registration No. 04248673

Empactis Limited

DIRECTORS AND ADVISORS

UNAUDITED

DIRECTORS

M Baldwin
M Bergmann-Smith
N Stammers
S Boorman
K Williams

SECRETARY

LM Smith

REGISTERED OFFICE

Hampden House
Warpsgrove Lane
Chalgrove
Oxford
OX44 7RW

Empactis Limited

STATEMENT OF FINANCIAL POSITION at 30 June 2017

UNAUDITED

	Note	2017 £	2016 £
FIXED ASSETS			
Intangible assets	4	1,338,577	1,447,482
CURRENT ASSETS			
Debtors	5	360,647	557,860
Cash at bank		590,868	822,718
		951,515	1,380,578
CREDITORS: Amounts falling due within one year	6	(187,205)	(308,592)
NET CURRENT ASSETS		764,310	1,071,986
TOTAL ASSETS LESS CURRENT LIABILITIES		2,102,887	2,519,468
CREDITORS: Amounts falling due after more than one year	7	(2,363,793)	(2,296,563)
DEFERRED INCOME		(264,474)	(255,162)
PROVISION FOR LIABILITIES	8	(102,917)	(138,101)
NET LIABILITIES		(628,297)	(170,358)
CAPITAL AND RESERVES			
Called up share capital		100	100
Profit and loss account		(628,397)	(170,458)
SHAREHOLDERS' DEFICIT		(628,297)	(170,358)

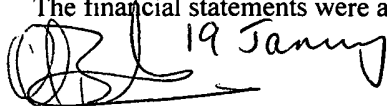
The directors of the company have elected not to include a copy of the Income Statement within the financial statements.

For the year ending 30 June 2017 the company was entitled to the exemption from audit under section 477 of the Companies Act 2006 relating to small companies and its members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

The directors acknowledge their responsibilities for complying with the requirements of the Act 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.

The financial statements were approved by the board and authorised for issue on 19 January 2018 and were signed on its behalf by:



M Baldwin
Director

Company Registration No. 04248673

GENERAL INFORMATION

Empactis Limited ("the Company") is a private company limited by shares incorporated in England.

The registered office of the company is:

Hampden House
Warpsgrove Lane
Chalgrove
Oxford
OX44 7RW

BASIS OF ACCOUNTING

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"), the requirements of the Companies Act 2006 as applicable to companies subject to the small companies' regime, and under the historical cost convention. 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.

FIRST TIME ADOPTION OF FRS 102

These financial statements are the first financial statements the Company has prepared in accordance with Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (FRS 102) as applied to smaller entities by the adoption of Section 1A of FRS 102. The financial statements for the Company for the year ended 30 June 2016 were prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015) "the FRSSE".

Some of the FRS 102 recognition, measurement, presentation and disclosure requirements and accounting policy choices differ from the FRSSE. Consequently, the directors have amended certain accounting policies to comply with FRS 102. The directors have also taken advantage of certain exemptions from the requirements of FRS 102 permitted by FRS 102 Chapter 35 'Transition to this FRS'.

The reported financial position and financial performance for the previous period are not affected by the transition to FRS 102.

GOING CONCERN

The company continues to expand and develop its product in monitoring absence management. During this development period the company is dependent on the support of its owners and connected family members, in particular. The following individuals M Baldwin, S White, L Geldenhuys and N Stammers have a long term loan, included in other creditors.

The company is now dependent on their long-term support and as such the director considers it appropriate to prepare the financial statements on a going concern basis.

FUNCTIONAL AND PRESENTATIONAL CURRENCIES

The financial statements are presented in sterling which is also the functional currency of the Company.

TURNOVER

Turnover is recognised at fair value and represents the amount (excluding value added tax) derived from the provision of goods and services to customers during the year. Revenue is recognised evenly over the life of the contract.

TAXATION

The tax expense represents the sum of the current tax expense and deferred tax expense. Current tax assets are recognised when tax paid exceeds the tax payable.

Current tax is based on taxable profit for the year. Current tax assets and liabilities are measured using tax rates that have been enacted or substantively enacted by the reporting date.

Deferred tax is calculated at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled based on tax rates that have been enacted or substantively enacted by the reporting date.

Deferred tax liabilities are recognised in respect of all timing differences that exist at the reporting date. Timing differences are differences between taxable profits and total comprehensive income that arise from the inclusion of income and expenses in tax assessments in different periods from their recognition in the financial statements. Deferred tax assets are recognised only to the extent that it is probable that they will be recovered by the reversal of deferred tax liabilities or other future taxable profits.

Current and deferred tax is charged or credited in profit or loss, except when it relates to items charged or credited to other comprehensive income or equity, when the tax follows the transaction or event it relates to and is also charged or credited to other comprehensive income, or equity.

Current tax assets and current tax liabilities and deferred tax assets and deferred tax liabilities are offset, if and only if, there is a legally enforceable right to set off the amounts and the entity intends either to settle on a net basis or to realise the asset and settle the liability simultaneously.

INTANGIBLE ASSETS – RESEARCH AND DEVELOPMENT

Development expenditure for individual products is deferred when its future recoverability can be foreseen with reasonable certainty. The identifiable expenditure is then amortised over the period during which the benefit is expected to occur which is 5 years. Provision is made for any impairment. All research and other development costs are written off as incurred.

This policy has changed from the prior year whereby the development expenditure was amortised over a 10 year period as the directors believe that the current policy more accurately reflects the common market treatment of these assets.

DEFERRED INCOME

Deferred income is shown separately on the face of the balance sheet due to their significant nature. These include income that is spread over the terms of the contract.

Deferred income presentation is different from that prescribed by the Companies Act 2006 “Accruals and deferred income” as the composition of the balance is more fairly represented in isolation in order to ensure that a true and fair view of the position is presented.

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, in full, to all of its financial instruments.

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instrument, and are offset only when the Company currently has a legally enforceable right to set off the recognised amounts and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include trade and other debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the financial asset is measured at the present value of the future receipts discounted at a market rate of interest.

Basic financial liabilities

Basic financial liabilities, including trade and other creditors and amounts owed to group undertakings, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Financial liabilities and equity

Financial instruments are classified as liabilities and equity instruments according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the Company after deducting all of its liabilities.

Derecognition of financial assets and liabilities

A financial asset is derecognised only when the contractual rights to cash flows expire or are settled, or substantially all the risks and rewards of ownership are transferred to another party, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party. A financial liability (or part thereof) is derecognised when the obligation specified in the contract is discharged, cancelled or expires.

PROFIT AND LOSS RESERVE

Cumulative profit and loss net of distributions to owners.

Empactis Limited

UNAUDITED

NOTES TO THE FINANCIAL STATEMENTS for the year ended 30 June 2017

1	EMPLOYEES	2017 Number	2016 Number
	The average number of persons employed in the reporting period was:	15	6
2	INTEREST PAYABLE AND SIMILAR CHARGES	2017 £	2016 £
	Interest payable to related parties	128,295	37,456
3	DIRECTORS' EMOLUMENTS	2017 £	2016 £
	Directors' emoluments disclosed above include the following payments:		
	Emoluments	313,000	99,667
		2017 £	2016 £
	Members of defined contribution pension scheme	-	-
4	INTANGIBLE ASSETS		Development costs £
	<i>Cost</i>		
	At beginning of year		1,674,448
	Additions		309,092
	Disposals		(176,729)
	At end of year		1,806,811
	<i>Amortisation and impairment</i>		
	At beginning of year		226,966
	Charged in the year		343,158
	On disposals		(101,890)
	At end of year		468,234
	<i>Net book value</i>		
	At 30 June 2017		1,338,577
	At 30 June 2016		1,447,482

Empactis Limited

UNAUDITED

NOTES TO THE FINANCIAL STATEMENTS for the year ended 30 June 2017

5	DEBTORS	2017 £	2016 £
	Trade debtors	100,393	174,583
	Corporation tax receivable	188,706	331,051
	Prepayments and accrued income	69,625	51,976
	Other debtors	1,923	250
		<u>360,647</u>	<u>557,860</u>
6	CREDITORS: Amounts falling due within one year	2017 £	2016 £
	Trade creditors	17,014	167,163
	Accruals and deferred income	95,553	108,772
	Other taxation and social security	73,903	32,657
	Other creditors	735	-
		<u>187,205</u>	<u>308,592</u>
7	CREDITORS: Amounts falling due after more than one year	2017 £	2016 £
	Amounts owed to group undertakings	143,693	146,367
	Other creditors	2,220,100	2,150,196
		<u>2,363,793</u>	<u>2,296,563</u>
8	PROVISION FOR LIABILITIES		Deferred tax liability £
	Balance at 1 July 2016		138,101
	Profit and loss		(35,184)
	Balance at 30 June 2017		<u>102,917</u>
		2017 £	2016 £
	The deferred tax liability is made up as follows:		
	Accelerated capital allowances	200,344	241,259
	Tax losses	(97,427)	(103,158)
		<u>102,917</u>	<u>138,101</u>

9 RELATED PARTY TRANSACTIONS

The company has a long-term loan in place with, a director and shareholder of the company, of £1,363,057 (2016: £1,343,889).

The related party charged interest of £128,294 (2016: £27,907) during the year in respect of this loan.

Another related party that is a related party due to common controlling directors charged interest of £nil (2016: £8,070) during the year in respect of this loan.

Interest of 6% was charged on this loan.

The company was charged expenses of £nil (2016: £1,694) from the other related party during the year.

A director provided a loan of £nil (2016: £800,000) during the year. The director charged interest at 6% of £50,737 (2016: £1,479) in respect of the loan made to the company in the year. At the year end the company owed £850,737 (2016: £800,000).

10 PARENT UNDERTAKING AND ULTIMATE CONTROLLING PARTY

The company's holding company is Empactis (IPR) Limited a company incorporated in the United Kingdom whose registered office is Hampden House, Worpsgrove Lane, Chalgrove, Oxford, OX44 7RW.

It is the opinion of the directors that there is no controlling party.