



Financial Statements Cyclofluidic Limited

For the year ended 30 November 2011



Registered number: 06670868

Abbreviated accounts

Company Information

Directors	Mr G Warrellow Dr D M Parry Dr J M Treherne Dr P A Luke Mr W J Matthews Dr E Farrant (appointed 9 September 2011)
Company secretary	Aldwych Secretaries Limited
Company number	06670868
Registered office	9400 Garsington Road Oxford Business Park Oxford OX4 2HN
Auditor	Grant Thornton UK LLP Chartered Accountants & Statutory Auditor 101 Cambridge Science Park Milton Road Cambridge Cambridgeshire CB4 0FY
Bankers	HSBC 65 Cornmarket Street Oxford OX1 3HY



Independent auditor's report to Cyclofluidic Limited

Under section 449 of the Companies Act 2006

We have examined the abbreviated accounts, which comprise the Balance sheet and the related notes, together with the financial statements of Cyclofluidic Limited for the year ended 30 November 2011 prepared under section 396 of the Companies Act 2006

This report is made solely to the company in accordance with section 449 of the Companies Act 2006. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special Auditor's 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, for our work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditor

The directors are responsible for preparing the abbreviated accounts in accordance with section 444 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the regulations made under that section and to report our opinion to you.

We conducted our work in accordance with Bulletin 2008/4 issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts are properly prepared.

Opinion on financial statements

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with section 444(3) of the Companies Act 2006, and the abbreviated accounts which comprise the Balance sheet and the related notes have been properly prepared in accordance with the regulations made under that section.

Grant Thornton UK LLP

Alison Seekings (Senior statutory auditor)

for and on behalf of

Grant Thornton UK LLP

Chartered Accountants

Statutory Auditor

Cambridge

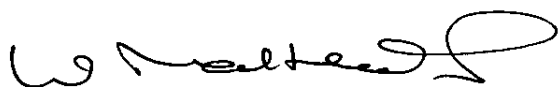
Date 15 February 2012

Abbreviated balance sheet

As at 30 November 2011

	Note	£	2011 £	£	2010 £
Fixed assets					
Tangible assets	2		449,330		219,927
Current assets					
Debtors		718,294		420,886	
Cash at bank and in hand		232,220		358,129	
		<u>950,514</u>		<u>779,015</u>	
Creditors: amounts falling due within one year		<u>(295,707)</u>		<u>(205,707)</u>	
Net current assets			<u>654,807</u>		<u>573,308</u>
Total assets less current liabilities			<u>1,104,137</u>		<u>793,235</u>
Creditors amounts falling due after more than one year			<u>(181,987)</u>		<u>(134,700)</u>
Net assets			<u><u>922,150</u></u>		<u><u>658,535</u></u>
Capital and reserves					
Called up share capital	3		1,200,000		800,000
Profit and loss account			<u>(277,850)</u>		<u>(141,465)</u>
Shareholders' funds			<u><u>922,150</u></u>		<u><u>658,535</u></u>

The abbreviated accounts, which have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006, were approved and authorised for issue by the board and were signed on its behalf on 9 February 2012



Mr W J Matthews
Director

The notes on pages 3 to 5 form part of these financial statements

Notes to the abbreviated accounts

For the year ended 30 November 2011

1. Accounting policies

1.1 Basis of preparation of financial statements

The full financial statements, from which these abbreviated accounts have been extracted, have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

These financial statements have been prepared on a going concern basis which assumes that the company will continue as a going concern for the foreseeable future. Cyclofluidic Limited has secured a £5.5m grant from the Technology Strategy Board ("TSB") micro and nanotechnology capital project fund, together with £2m initial equity investment. Draw down of funding from both the TSB and equity investors is dependent on meeting technical milestones. In December 2011 the company satisfied the conditions for a drawdown of a further £400k of equity investment. On the basis of the technical progress and the grant funding, the directors are satisfied that the company continues to remain a going concern.

1.2 Cash flow

The financial statements do not include a Cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under the Financial Reporting Standard for Smaller Entities (effective April 2008).

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Plant & machinery	- 25% - 50% Straight Line
Fixtures & fittings	- 33% - 50% Straight Line

1.4 Operating leases

Rentals under operating leases are charged to the Profit and loss account on a straight line basis over the lease term.

1.5 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

The company has tax losses carried forward of £669,000 (2010 £528,648). The losses carried forward are expected to be enhanced by a research and development tax credit claim.

Notes to the abbreviated accounts

For the year ended 30 November 2011

1. Accounting policies (continued)

1.6 Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the balance sheet date

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction

Exchange gains and losses are recognised in the Profit and loss account

1.7 Research and development

Research and development expenditure is written off in the year in which it is incurred

1.8 Grant income receivable

Grants receivable are credited to the profit and loss account in the same period as the related expenditure. To the extent that grants are made as a contribution towards specific expenditure on fixed assets, the related grant income is recognised over the useful economic lives of the related assets

2. Tangible fixed assets

	£
Cost	
At 1 December 2010	314,045
Additions	378,861
At 30 November 2011	692,906
Depreciation	
At 1 December 2010	94,118
Charge for the year	149,458
At 30 November 2011	243,576
Net book value	
At 30 November 2011	449,330
At 30 November 2010	219,927

Notes to the abbreviated accounts

For the year ended 30 November 2011

3. Share capital

	2011 £	2010 £
Allotted, called up and fully paid		
12,000,000 (2010 - 800,000) Ordinary Shares shares of £0.10 (2010 - £1) each	<u>1,200,000</u>	<u>800,000</u>

In February 2011 the company issued 400,000 ordinary shares of £1 each at par

In July 2011 the company subdivided each £1 share into 10 £0.1 shares

4. Post balance sheet events

Subsequent to the year end the company has met the milestones to draw down a further £400k of equity investment