

Zynstra Limited

Abbreviated Accounts

Year Ended

30 November 2016

Company Number 7864369



Zynstra Limited

Abbreviated accounts for the year ended 30 November 2016

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Directors

Nicholas East
Brian Buggy
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Donald Gibson
Jonathan Craton
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Registered office

University of Bath Innovation Centre, Carpenter House, Broad Quay, Bath, BA1 1UD

Company number

7864369

Zynstra Limited

Balance sheet at 30 November 2016

<i>Company number 7864369</i>	<i>Note</i>	2016 £	2016 £	2015 £	2015 £
Fixed assets					
Tangible assets	2		298,853		322,874
Current assets					
Debtors		2,407,636		909,325	
Cash at bank and in hand		2,176,389		2,592,803	
		<u>4,584,025</u>		<u>3,502,128</u>	
Creditors: amounts falling due within one year		<u>768,498</u>		<u>487,137</u>	
Net current assets			<u>3,815,527</u>		<u>3,014,991</u>
Total assets less current liabilities			<u>4,114,380</u>		<u>3,337,865</u>
Creditors: amounts falling due after more than one year	4		29,854		104,553
			<u>4,084,526</u>		<u>3,233,312</u>

The notes on pages 3 to 6 form part of these abbreviated accounts.

Zynstra Limited

Balance sheet at 30 November 2016 (*continued*)

	Note	2016 £	2016 £	2015 £	2015 £
Capital and reserves					
Called up share capital	5		8,166		8,164
Share premium account			14,318,044		11,457,905
Other reserves			119,779		119,779
Profit and loss account			(10,361,463)		(8,352,536)
			<hr/>		<hr/>
Shareholders' funds			4,084,526		3,233,312
			<hr/>		<hr/>

For the year ended 30 November 2016 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The 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 Companies Act 2006 with respect to accounting records and the preparation of financial statements.

These abbreviated accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and the Financial Reporting Standard for Smaller Entities (effective January 2015).

The abbreviated accounts were approved by the board of directors and authorised for issue on 5 October 2017.


Nicholas East
Director

The notes on pages 3 to 6 form part of these abbreviated accounts.

Zynstra Limited

Notes forming part of the abbreviated accounts for the year ended 30 November 2016

1 Accounting policies

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 2006 relating to small companies and the Financial Reporting Standard for Smaller Entities (effective January 2015) and have been prepared under the historical cost convention.

The following principal accounting policies have been applied:

Turnover

Turnover comprises revenue recognised by the company in respect of the provision of Software, IT Infrastructure, and associated services during the year, exclusive of Value added tax. Revenue is recognised in line with the fair value of the delivery of each aspect of the service.

Other operating income comprises marketing development funds received as a contribution that the company is free to use at its own discretion. Where the funds are not tied to actual expenditure, they are presented gross as other income.

Going Concern

The company is developing its product. The directors are satisfied that the company has access to adequate funds for a period of 12 months from the date of approval of these financial statements to meet its day to day working capital requirements.

Research and development

All research and development expenditure is charged to the profit and loss account in the year in which it is incurred.

Depreciation

Depreciation is provided to write off the cost over their expected useful lives. It is calculated at the following rates:

Office equipment	- 33.3% straight line
Computer equipment	- 33.3% straight line

Deferred taxation

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 the company anticipates making sufficient taxable profits in the future to absorb the reversal of the underlying timing differences.

Deferred tax balances are not discounted.

Share-based payment

The cost of equity settled share option contracts is not recognised in the profit and loss account. Share options are treated as share issues when they are exercised.

Foreign currency

Foreign currency transactions are translated into sterling at the rates ruling when they occurred. Foreign currency monetary assets and liabilities are translated at the rates ruling at the balance sheet date. Any differences are taken to the profit and loss account.

Zynstra Limited

Notes forming part of the abbreviated accounts for the year ended 30 November 2016 (*continued*)

1 Accounting policies (*continued*)

Valuation of investments

Investments held as fixed assets are stated at cost less any provision for impairment.

Leased assets

Where assets are financed by leasing agreements that give rights approximating to ownership (finance leases), the assets are treated as if they had been purchased outright. The amount capitalised is the present value of the minimum lease payments payable over the term of the lease. The corresponding leasing commitments are shown as amounts payable to the lessor. Depreciation on the relevant assets is charged to the profit and loss account over the shorter of estimated useful economic life and the period of the lease.

Lease payments are analysed between capital and interest components so that the interest element of the payment is charged to the profit and loss account over the period of the lease and is calculated so that it represents a constant proportion of the balance of capital repayments outstanding. The capital part reduces the amounts payable to the lessor.

All other leases are treated as operating leases. Their annual rentals are charged to the profit and loss account on a straight-line basis over the term of the lease.

Warrants

Where warrants are issued which are linked to software or other distribution licences a proportion of any income received is included in other reserves to recognise the potential value of the warrants. The remaining amount is recognised as revenue.

2 Tangible fixed assets

	Total £
<i>Cost</i>	
At 1 December 2015	526,659
Additions	144,174
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At 30 November 2016	670,833
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<i>Depreciation</i>	
At 1 December 2015	203,785
Provided for the year	168,195
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At 30 November 2016	371,980
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<i>Net book value</i>	
At 30 November 2016	298,853
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At 30 November 2015	322,874
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Zynstra Limited

Notes forming part of the abbreviated accounts for the year ended 30 November 2016 (continued)

2 Tangible fixed assets (continued)

Included in computer equipment above are assets held under finance leases with a total cost of £240,942 (2015 - £240,942) and accumulated depreciation of £157,460 (2015 - £74,851).

3 Fixed asset investments

Subsidiary undertakings, associated undertakings and other investments

The undertakings of the company are as follows:

	Country of incorporation or registration	Proportion of share capital held	Nature of business
Zynstra Holdings Inc	USA	100%	Holding company
Zynstra Inc	(owned indirectly)	100%	Sales of software services

The following figures have been extracted from management information for the year ended 30 November 2016:

	Aggregate share capital and reserves		Profit for the year	
	2016	2015	2016	2015
	£	£	£	£
Zynstra Holdings Inc	-	-	-	-
Zynstra Inc	(1,429,096)	(78,248)	(754,475)	(481,957)

4 Creditors: amounts falling due after more than one year

Creditors due after more than one year relate wholly to obligations under finance lease and hire purchase contracts.

Finance lease and hire purchase liabilities are secured on the assets to which they relate.

Zynstra Limited

Notes forming part of the abbreviated accounts
for the year ended 30 November 2016 (*continued*)

5 Share capital

	2016 £	2015 £
<i>Allotted, called up and fully paid</i>		
812,972 Ordinary shares of 0.01 pence each	8,130	8,130
333,334 Ordinary A shares of 0.0001 pence each	33	33
313,284 (2015 - 143,121) Ordinary B shares of 0.00001 pence each	3	1
	<hr/>	<hr/>
	8,166	8,164
	<hr/>	<hr/>

On 21 April 2016, 170,163 ordinary B shares of 0.00001p were issued. All these shares were purchased at £17.32 per share, with a total consideration of £2,947,223 being paid.

All shares rank pari passu.