

Unaudited Financial Statements for the Year Ended 31 December 2020

for

Resolving Limited

Davis Grant Limited
Chartered Certified Accountants
Treviot House
186-192 High Road
Ilford
Essex
IG1 1LR

**Contents of the Financial Statements
for the Year Ended 31 December 2020**

	Page
Balance Sheet	1
Notes to the Financial Statements	3

Resolving Limited (Registered number: 08021550)

**Balance Sheet
31 December 2020**

	Notes	2020 £	£	2019 £	£
FIXED ASSETS					
Intangible assets	4	1,338,523		1,780,714	
Tangible assets	5	46,679		91,719	
Investments	6	<u>1,059</u>		<u>1,059</u>	
			1,386,261		1,873,492
CURRENT ASSETS					
Debtors	7	5,605,868		3,616,022	
Cash at bank and in hand		<u>21,959</u>		<u>305,046</u>	
		5,627,827		3,921,068	
CREDITORS					
Amounts falling due within one year	8	<u>3,713,521</u>		<u>2,455,492</u>	
NET CURRENT ASSETS			<u>1,914,306</u>		<u>1,465,576</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>3,300,567</u>		<u>3,339,068</u>
CAPITAL AND RESERVES					
Called up share capital		199,870		171,738	
Share premium		14,314,529		12,117,977	
Share option reserves		1,080,705		1,086,848	
Retained earnings		<u>(12,294,537)</u>		<u>(10,037,495)</u>	
SHAREHOLDERS' FUNDS		<u>3,300,567</u>		<u>3,339,068</u>	

The notes form part of these financial statements

**Balance Sheet - continued
31 December 2020**

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2020 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

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 Profit and Loss Account has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 4 March 2021 and were signed on its behalf by:

P Hancock - Director

**Notes to the Financial Statements
for the Year Ended 31 December 2020**

1. STATUTORY INFORMATION

Resolving Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address are as below:

Registered number: 08021550

Registered office: Treviot House
186-192 High Road
Ilford
Essex
IG1 1LR

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006.

Development costs

Amortisation is provided on a straight line basis over 3 years in order to write off the cost less estimated residual value of the asset over its estimated useful life.

Tangible fixed assets

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

Short leasehold	- Straight line over the life of the lease
Fixtures and fittings	- Straight line over 4 years

Foreign currencies

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.

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.

Going concern

The profit and loss account has recorded recurring losses. However, the directors believe that sufficient financial resources are available to the company, by way of group support and investment, to enable it to continue trading into the foreseeable future. Therefore, the financial statements have been prepared on a going concern basis.

Investments

Fixed asset investments are stated at cost less provision for permanent diminution in value.

Share based payments

The grant date fair value of share-based payments awards granted to employees is recognised as an employee expense, with a corresponding increase in equity, over the period in which the employees become unconditionally entitled to the awards. The fair value of the awards granted is measured using an option valuation model, taking into account the terms and conditions upon which the awards were granted. The amount recognised as an expense is adjusted to reflect the actual number of awards for which the related service and non-market vesting conditions are expected to be met, such that the amount ultimately recognised as an expense is based on the number of awards that do meet the related service and non-market performance conditions at the vesting date. For share-based payment awards with non-vesting conditions, the grant date fair value of the share-based payment is measured to reflect such conditions and there is no true-up for differences between expected and actual outcomes.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2020

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 3 (2019 - 6) .

4. INTANGIBLE FIXED ASSETS

	Other intangible assets £
COST	
At 1 January 2020	4,120,572
Additions	590,262
At 31 December 2020	<u>4,710,834</u>
AMORTISATION	
At 1 January 2020	2,339,858
Charge for year	1,032,453
At 31 December 2020	<u>3,372,311</u>
NET BOOK VALUE	
At 31 December 2020	<u>1,338,523</u>
At 31 December 2019	<u>1,780,714</u>

5. TANGIBLE FIXED ASSETS

	Land and buildings £	Plant and machinery etc £	Totals £
COST			
At 1 January 2020	117,005	108,465	225,470
Additions	-	1,558	1,558
At 31 December 2020	<u>117,005</u>	<u>110,023</u>	<u>227,028</u>
DEPRECIATION			
At 1 January 2020	66,008	67,743	133,751
Charge for year	25,912	20,686	46,598
At 31 December 2020	<u>91,920</u>	<u>88,429</u>	<u>180,349</u>
NET BOOK VALUE			
At 31 December 2020	<u>25,085</u>	<u>21,594</u>	<u>46,679</u>
At 31 December 2019	<u>50,997</u>	<u>40,722</u>	<u>91,719</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2020

6. **FIXED ASSET INVESTMENTS**

	Other investments £
COST	
At 1 January 2020	
and 31 December 2020	<u>1,059</u>
NET BOOK VALUE	
At 31 December 2020	<u>1,059</u>
At 31 December 2019	<u>1,059</u>

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

	2020	2019
	£	£
Trade debtors	26,757	31,903
Amounts owed by related parties	4,530,577	2,309,891
Other debtors	1,048,534	1,274,228
	<u>5,605,868</u>	<u>3,616,022</u>

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

	2020	2019
	£	£
Trade creditors	285,298	173,945
Amounts owed to related parties	3,211,070	-
Taxation and social security	75,341	36,268
Other creditors	141,812	2,245,279
	<u>3,713,521</u>	<u>2,455,492</u>

9. **OTHER FINANCIAL COMMITMENTS**

At the period end the total financial commitments was £939,981 (2019; £1,119,025)

Notes to the Financial Statements - continued
for the Year Ended 31 December 2020

10. SHARE-BASED PAYMENT TRANSACTIONS

Resolving Limited, issued EMI options to certain employees which provides additional remuneration for those employees who are key to the operations of the company. The options are granted with a fixed exercise price determined at the grant of the option. The options vest between 1 May 2015 to 21 January 2021 and they are exercisable within 10 years from the date of grant. Employees are not entitled to dividends until the shares are exercised. Vesting of options is subject to continued employment with the company.

The company has the following number of ordinary shares issuable under share options.

Share scheme	Date of Grant	Number of Ordinary Shares Under Option	Exercise Price	Exercise Period
Enterprise Management Incentives	30/01/2015 - 22/01/2018	1,038,740	£0.01	31/01/2016 - 22/01/2028

Options	EMI Scheme	Weighted Average Exercise price
Brought forward	1,114,950	0.01
Granted in the year	nil	0
Exercised in the year	nil	0
Lapsed in the year	(76,210)	0.01
Carried forward	1,038,740	0.01

The fair value of the options granted have been calculated using the Black Scholes model. The total charge for the period was £(6,143) (2019: £285,878)

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.