

REGISTERED NUMBER: 08190467 (England and Wales)

**Unaudited Financial Statements
for the Year Ended 31 March 2019
for
Stockomendation Limited**

**Contents of the Financial Statements
for the year ended 31 March 2019**

	Page
Company Information	1
Statement of Financial Position	2
Notes to the Financial Statements	4
Chartered Accountants' Report	8

Stockomendation Limited
Company Information
for the year ended 31 March 2019

DIRECTORS:

P G Roberts
A D F Vaughan

REGISTERED OFFICE:

19 Trinity Square
Llandudno
LL30 2RD

REGISTERED NUMBER:

08190467 (England and Wales)

ACCOUNTANTS:

Bennett Brooks & Co Ltd
Chartered Accountants
19 Trinity Square
Llandudno
CONWY
LL30 2RD

Statement of Financial Position
31 March 2019

	Notes	2019 £	£	2018 £	£
FIXED ASSETS					
Intangible assets	4		378,959		298,294
Tangible assets	5		<u>2</u>		<u>2</u>
			378,961		298,296
CURRENT ASSETS					
Debtors	6	82,748		60,759	
Cash in hand		<u>200</u>		<u>-</u>	
		82,948		60,759	
CREDITORS					
Amounts falling due within one year	7	<u>229,160</u>		<u>129,255</u>	
NET CURRENT LIABILITIES			<u>(146,212)</u>		<u>(68,496)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>232,749</u>		<u>229,800</u>
CREDITORS					
Amounts falling due after more than one year	8		57,458		65,643
ACCRUALS AND DEFERRED INCOME	10		-		70,000
CAPITAL AND RESERVES					
Called up share capital	11	453		394	
Share premium		1,094,020		724,866	
Retained earnings		<u>(919,182)</u>		<u>(631,103)</u>	
SHAREHOLDERS' FUNDS			<u>175,291</u>		<u>94,157</u>
			<u>232,749</u>		<u>229,800</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2019.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2019 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 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
- (b) which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

Statement of Financial Position - continued
31 March 2019

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

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 on 28 May 2019 and were signed on its behalf by:

P G Roberts - Director

A D F Vaughan - Director

**Notes to the Financial Statements
for the year ended 31 March 2019**

1. STATUTORY INFORMATION

Stockomendation 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.

The presentation currency of the financial statements is the Pound Sterling (£).

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.

In the opinion of the director, the company is a going concern as it continues to research and develop its core products.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Development costs are being amortised evenly over their estimated useful life of nil years.

Tangible fixed assets

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

Depreciation is provided at annual rates sufficient to write off the cost of each asset over its useful life.

Intangible assets - research and development

Expenditure on pure and applied research is written off in the year in which it is incurred.

Development expenditure is written off in the year of expenditure except in the following circumstances when it may be deferred to future periods:

- (a) there is a clearly defined project; and
- (b) the related expenditure is separately identifiable; and
- (c) the outcome of the project has been assessed with reasonable certainty as to:
 - (i) its technical feasibility; and
 - (ii) its ultimate commercial viability; and
- (d) the aggregate of the deferred development costs, further development costs, and related selling and administration costs are reasonably expected to be exceeded by related future sales.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 5 (2018 - 4) .

Notes to the Financial Statements - continued
for the year ended 31 March 2019

4. INTANGIBLE FIXED ASSETS

	Other intangible assets £
COST	
At 1 April 2018	298,294
Additions	156,769
R & D tax credit (HMRC)	(76,104)
At 31 March 2019	<u>378,959</u>
NET BOOK VALUE	
At 31 March 2019	<u>378,959</u>
At 31 March 2018	<u>298,294</u>

The company has submitted claims to HMRC under the SME R & D tax relief scheme, surrendering losses in respect of the years ended 31 March 2014 - 2018. Credits amounting to £63,874 in respect of the two years ended 31 March 2015 have been received (£5,385 in the year ended 31 March 2016, £58,489 in April 2016). Credits amounting to £46,625 in the year ended 31 March 2017 in respect of the year ended 31 March 2016, £48,901 in the year ended 31 March 2018 in respect of the year ended 31 March 2017 and £48,042 in the current year relating to 31 March 2018.

A claim for and R & D credit for £76,104 has been submitted in respect of the current year. This has been reflected against the amount of R & D expenditure in the current year of £156,769, a net increase in R & D expenditure of £80,665.

5. TANGIBLE FIXED ASSETS

	Fixtures and fittings £	Computer equipment £	Totals £
COST			
At 1 April 2018 and 31 March 2019	<u>4,095</u>	<u>1,113</u>	<u>5,208</u>
DEPRECIATION			
At 1 April 2018 and 31 March 2019	<u>4,094</u>	<u>1,112</u>	<u>5,206</u>
NET BOOK VALUE			
At 31 March 2019	<u>1</u>	<u>1</u>	<u>2</u>
At 31 March 2018	<u>1</u>	<u>1</u>	<u>2</u>

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019 £	2018 £
Trade debtors	971	-
Other debtors	<u>81,777</u>	<u>60,759</u>
	<u>82,748</u>	<u>60,759</u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019 £	2018 £
Bank loans and overdrafts (see note 9)	739	17,241
Trade creditors	49,691	11,779
Taxation and social security	76,517	34,459
Other creditors	<u>102,213</u>	<u>65,776</u>
	<u>229,160</u>	<u>129,255</u>

Notes to the Financial Statements - continued
for the year ended 31 March 2019

8. **CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	2019	2018
	£	£
Other creditors	<u>57,458</u>	<u>65,643</u>

9. **LOANS**

An analysis of the maturity of loans is given below:

	2019	2018
	£	£
Amounts falling due within one year or on demand:		
Bank overdrafts	739	17,241
P G Roberts Loan	<u>8,574</u>	<u>8,574</u>
	<u>9,313</u>	<u>25,815</u>
Amounts falling due between two and five years:		
Other loans - 2-5 years	<u>57,458</u>	<u>65,643</u>

10. **ACCRUALS AND DEFERRED INCOME**

Accruals and deferred income comprise amounts invested as equity investments in advance of ordinary shares being issued to the new investors.

11. **CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:			2019	2018
Number:	Class:	Nominal value:	£	£
42,333	Ordinary	£0.01	423	394
2,994	Preferred ordinary	0.01	<u>30</u>	<u>-</u>
			<u>453</u>	<u>394</u>

During the year the following shares were issued:

525 ordinary share of 1p at par;

611 ordinary shares of 1p at a premium of £50.26 per share;

1,796 ordinary shares of 1p at a premium of £66.80 per share;

and 2,994 preferred ordinary shares of 1p at a premium of £66.80 per share;

Share issue option agreement

The company has entered into a share issue option agreement with a third party in consideration for the obligations of which the company has granted the third party an option to take shares on its achieving the introduction of certain revenue targets up to a maximum of £1.25m. The maximum percentage of shares that could be granted under the agreement is 12.5% of the company's share capital. No targets had been met by 31 March 2019.

Notes to the Financial Statements - continued
for the year ended 31 March 2019

12. **DIRECTORS' ADVANCES, CREDITS AND GUARANTEES**

The following advances and credits to a director subsisted during the years ended 31 March 2019 and 31 March 2018:

	2019 £	2018 £
P G Roberts		
Balance outstanding at start of year	3,845	-
Amounts advanced	5,000	22,372
Amounts repaid	(10,189)	(18,527)
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>(1,344)</u>	<u>3,845</u>

13. **RELATED PARTY DISCLOSURES**

During the year ended 31 March 2016, Mr Paul Roberts made a personal unsecured loan to the company of £100,000, the outstanding balance of which at 31 March 2019 was £66,032..

The loan is repayable by monthly instalments with interest at 4.3% pa above base rate.

The company pays rent and a contribution to utilities to Risc IT Solutions Ltd, a company in which Mr Roberts has a minority interest.

**Chartered Accountants' Report to the Board of Directors
on the Unaudited Financial Statements of
Stockomendation Limited**

The following reproduces the text of the report prepared for the directors in respect of the company's annual unaudited financial statements. In accordance with the Companies Act 2006, the company is only required to file a Statement of Financial Position. Readers are cautioned that the Income Statement and certain other primary statements and the Report of the Directors are not required to be filed with the Registrar of Companies.

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Stockomendation Limited for the year ended 31 March 2019 which comprise the Income Statement, Statement of Financial Position and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed within the ICAEW's regulations and guidance at <http://www.icaew.com/en/membership/regulations-standards-and-guidance>.

This report is made solely to the Board of Directors of Stockomendation Limited, as a body, in accordance with our terms of engagement. Our work has been undertaken solely to prepare for your approval the financial statements of Stockomendation Limited and state those matters that we have agreed to state to the Board of Directors of Stockomendation Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Stockomendation Limited and its Board of Directors, as a body, for our work or for this report.

It is your duty to ensure that Stockomendation Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and loss of Stockomendation Limited. You consider that Stockomendation Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of Stockomendation Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

Bennett Brooks & Co Ltd
Chartered Accountants
19 Trinity Square
Llandudno
CONWY
LL30 2RD

28 May 2019

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.