
EDGE10 (UK) LIMITED

UNAUDITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021



EDGE10 (UK) LIMITED
REGISTERED NUMBER: 08215358

STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2021

	Note	2021 £	2020 £
Fixed assets			
Intangible assets	3	2,984,559	2,668,217
Tangible assets	4	14,366	23,799
Investments	5	4,091,625	4,091,625
		<u>7,090,550</u>	<u>6,783,641</u>
Current assets			
Debtors: amounts falling due within one year	6	949,037	1,430,927
Cash at bank and in hand		70,913	1,379
		<u>1,019,950</u>	<u>1,432,306</u>
Creditors: amounts falling due within one year	7	(2,051,614)	(2,968,729)
Net current liabilities		<u>(1,031,664)</u>	<u>(1,536,423)</u>
Total assets less current liabilities		<u>6,058,886</u>	<u>5,247,218</u>
Creditors: amounts falling due after more than one year	8	(3,847,317)	(2,064,876)
Provisions for liabilities			
Deferred tax	9	(724,814)	(511,401)
Net assets		<u>1,486,755</u>	<u>2,670,941</u>
Capital and reserves			
Called up share capital	10	184	182
Share premium account		5,156,599	4,954,544
Profit and loss account		(3,670,028)	(2,283,785)
		<u>1,486,755</u>	<u>2,670,941</u>

EDGE10 (UK) LIMITED
REGISTERED NUMBER: 08215358

STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT 31 DECEMBER 2021

The directors consider that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the year in question in accordance with section 476 of the Companies Act 2006.

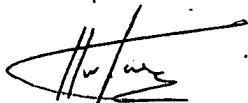
The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The Company has opted not to file the statement of comprehensive income in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 29 September 2022.



J Paige
Director

The notes on pages 4 to 11 form part of these financial statements.

EDGE10 (UK) LIMITED

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2021

	Called up share capital	Share premium account	Profit and loss account	Total equity
	£	£	£	£
At 1 January 2021	182	4,954,544	(2,283,785)	2,670,941
Comprehensive income for the year				
Loss for the year	-	-	(1,386,243)	(1,386,243)
Shares issued during the year	2	202,055	-	202,057
At 31 December 2021	184	5,156,599	(3,670,028)	1,486,755

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2020

	Called up share capital	Share premium account	Profit and loss account	Total equity
	£	£	£	£
At 1 January 2020	161	3,662,127	(1,287,548)	2,374,740
Comprehensive income for the year				
Loss for the year	-	-	(996,237)	(996,237)
Shares issued during the year	21	1,292,417	-	1,292,438
At 31 December 2020	182	4,954,544	(2,283,785)	2,670,941

The notes on pages 4 to 11 form part of these financial statements.

EDGE10 (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

1. General information

Edge10 (UK) Limited is a private limited company (limited by shares), incorporated and domiciled in England and Wales. The address of the registered office is 85 Great Portland Street, London, England, W1W 7LT.

The principal activity of the company is that of business and domestic software development.

The average monthly number of employees, including directors, during the year was 34 (2020 - 34).

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied:

2.2 Exemption from preparing consolidated financial statements

The company has taken exemption under section 383 of Companies Act not to prepare consolidated accounts on the basis that the company and its fellow subsidiaries are part of a small Group.

2.3 Revenue

Revenue is measured at the fair value of the consideration received or receivable and represents amounts receivable for goods and services provided in the normal course of business, net discounts and VAT.

Revenue relating to maintenance and support is recognised on a straight line basis over the course of the contract. Revenue relating to future periods is deferred.

Revenue allocated to software licences is recognised when the significant risks and rewards of ownership of the licence have been transferred to the customer. Where software is sold with after sales maintenance and support, the consideration is allocated between the different elements on a fair value basis.

2.4 Going concern

In their assessment of going concern the directors have considered the impact of the COVID 19 virus on the business. This has not had a significant, immediate impact on the company's operations. The directors are aware that if the current situation deteriorates further, then this may have to be re-evaluated.

In forming the overall assessment, the directors have had regard to current liquidity and working capital requirements of the company as well as access to additional finance via the issue of equity or loans, from both existing and new providers. The directors are confident that any amounts required to fund the continuing operations of the company will be raised in the appropriate timeframe.

Having regard to the above, the director believes it appropriate to adopt the going concern basis of accounting in preparing the financial statements.

EDGE10 (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

2. Accounting policies (continued)

2.5 Intangible assets

Intangible assets are initially recognised at cost. After recognition, under the cost model, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

All intangible assets are considered to have a finite useful life. If a reliable estimate of the useful life cannot be made, the useful life shall not exceed ten years.

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

2.6 Research and development

Internally generated software development costs are capitalised as incurred.

2.7 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, on a reducing balance basis

Depreciation is provided on the following basis:

Fixtures and fittings	-	20%
Computer equipment	-	33%

2.8 Valuation of investments

Investments in unlisted Company shares, whose market value can be reliably determined, are remeasured to market value at each reporting date. Gains and losses on remeasurement are recognised in the Statement of comprehensive income for the period. Where market value cannot be reliably determined, such investments are stated at historic cost less impairment.

2.9 Debtors

Short term debtors are measured at transaction price, less any impairment.

2.10 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours.

2.11 Creditors

Short and long term creditors are measured at the transaction price.

EDGE10 (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

2. Accounting policies (continued)

2.12 Government grants

Grants are accounted under the accruals model as permitted by FRS 102.

Grants of a revenue nature are recognised in the Statement of comprehensive income in the same period as the related expenditure

2.13 Foreign currency translation

Functional and presentation currency

The Company's functional and presentational currency is Pound Sterling.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

2.14 Operating leases: the Company as lessee

Rentals paid under operating leases are charged to profit or loss on a straight-line basis over the lease term.

2.15 Current and deferred taxation

The tax expense for the year comprises current and deferred tax. Tax is recognised in profit or loss except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the Company operates and generates income.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the reporting date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

EDGE10 (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

3. Intangible assets

	Development expenditure £
Cost	
At 1 January 2021	3,613,881
Additions	709,577
At 31 December 2021	<u>4,323,458</u>
Amortisation	
At 1 January 2021	945,664
Charge for the year on owned assets	393,235
At 31 December 2021	<u>1,338,899</u>
Net book value	
At 31 December 2021	<u><u>2,984,559</u></u>
At 31 December 2020	<u><u>2,668,217</u></u>

EDGE10 (UK) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

4. Tangible fixed assets

	Fixtures and fittings £	Computer equipment £	Total £
Cost or valuation			
At 1 January 2021	16,937	43,051	59,988
Additions	155	1,022	1,177
At 31 December 2021	<u>17,092</u>	<u>44,073</u>	<u>61,165</u>
Depreciation			
At 1 January 2021	7,863	28,326	36,189
Charge for the year on owned assets	3,407	7,203	10,610
At 31 December 2021	<u>11,270</u>	<u>35,529</u>	<u>46,799</u>
Net book value			
At 31 December 2021	<u>5,822</u>	<u>8,544</u>	<u>14,366</u>
At 31 December 2020	<u>9,074</u>	<u>14,725</u>	<u>23,799</u>

5. Fixed asset investments

	Investments in subsidiary companies £
Cost or valuation	
At 1 January 2021	4,091,625
At 31 December 2021	<u>4,091,625</u>

In 2019, Edge10 (UK) Limited acquired 100% of the ordinary share capital in Athlete RMS Inc. and Primco Pty Ltd.

The registered office of Athlete RMS Inc. is 1 Place du Commerce, Montréal, Quebec, Canada and the registered office of Primco Pty Ltd is Level 23, Tower 5, 727 Collins Street, Melbourne, Victoria, Australia.

EDGE10 (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

6. Debtors

	2021 £	2020 £
Trade debtors	162,252	285,766
Amounts owed by group undertakings	347,763	582,394
Other debtors	36,790	28,337
Prepayments and accrued income	173,113	237,217
Tax recoverable	229,119	297,213
	<u>949,037</u>	<u>1,430,927</u>

7. Creditors: Amounts falling due within one year

	2021 £	2020 £
Trade creditors	561,177	445,698
Other taxation and social security	194,361	253,976
Other creditors	779,117	1,501,940
Accruals and deferred income	516,959	767,115
	<u>2,051,614</u>	<u>2,968,729</u>

8. Creditors: Amounts falling due after more than one year

	2021 £	2020 £
Other creditors	<u>3,847,317</u>	<u>2,064,876</u>

Included in creditors amounts falling due after more than one year is an amount of £nil (2020: £1,746,478) loan which has a fixed and floating security. This loan has been repaid via an intercompany loan from Athlete RMS Inc.

EDGE10 (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

9. Deferred taxation

	2021 £	2020 £
At beginning of year	(511,401)	(378,129)
Charged to profit or loss	(213,413)	(133,272)
At end of year	(724,814)	(511,401)

The provision for deferred taxation is made up as follows:

	2021 £	2020 £
Accelerated capital allowances and short term timing differences	(724,814)	(511,401)

10. Share capital

	2021 £	2020 £
Allotted, called up and fully paid		
17,660,200 (2020 - 17,639,000) Ordinary Shares shares of £0.00001 each	178	176
Allotted, called up and unpaid		
600,000 (2020 - 600,000) Ordinary Shares shares of £0.00001 each	6	6

During the year, the company issued 212,149 ordinary shares. The nominal value of each share is £0.00001 and the amount paid £1.03 per share.

11. Commitments under operating leases

At 31 December 2021 the Company had future minimum lease payments due under non-cancellable operating leases for each of the following periods:

	2021 £	2020 £
Not later than 1 year	-	80,000
Later than 1 year and not later than 5 years	-	100,000
	-	180,000

EDGE10 (UK) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

12. Related party transactions

At the year end the company, owed a director £23,355 (2020: £40,000). The loan is interest free and is repayable on demand.

The company has taken advantage of the exemption in Financial Reporting Standard 102 "Related Party Disclosures" from disclosing related party transactions within a 100% owned group.