

UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2023
FOR
BRAINTREE LIMITED

THP Limited
Chartered Accountants
34-40 High Street
Wanstead
London
E11 2RJ

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BRAINTREE LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 31 OCTOBER 2023**

DIRECTORS:

N Gurianov
J Bryant Pearson

SECRETARY:

J Giwa-Majekodunmi

REGISTERED OFFICE:

Unit 6 North Downs Business Park
Lime Pit Lane
Kent
TN13 2TL

REGISTERED NUMBER:

08506088 (England and Wales)

ACCOUNTANTS:

THP Limited
Chartered Accountants
34-40 High Street
Wanstead
London
E11 2RJ

BALANCE SHEET
31 OCTOBER 2023

	Notes	2023 £	£	2022 £	£
FIXED ASSETS					
Intangible assets	4		60,088		68,920
Tangible assets	5		27,779		94,893
Investments	6		824,190		143
			912,057		163,956
CURRENT ASSETS					
Debtors	7	1,177,747		1,343,958	
Cash at bank and in hand		356,341		90,303	
		1,534,088		1,434,261	
CREDITORS					
Amounts falling due within one year	8	2,177,663		2,638,426	
NET CURRENT LIABILITIES			(643,575)		(1,204,165)
TOTAL ASSETS LESS CURRENT LIABILITIES			268,482		(1,040,209)
CAPITAL AND RESERVES					
Called up share capital			100,002		100,002
Share premium			6,279,959		6,279,959
Retained earnings			(6,111,479)		(7,420,170)
			268,482		(1,040,209)

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 October 2023.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 October 2023 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 Income Statement has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 21 November 2023 and were signed on its behalf by:

N Gurianov - Director

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2023**

1. STATUTORY INFORMATION

Braintree 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.

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.

Trademarks, patents & licences are being amortised evenly over their estimated useful life of ten years.

Tangible fixed assets

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Fixtures and fittings - 25% on cost
Plant and machinery - 25% on cost
Computer equipment - 25% on cost

Investments in subsidiaries

Investments in subsidiary undertakings are recognised at cost.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Research and Development tax credits are recognised when received.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

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.

Hire purchase and leasing commitments

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

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 OCTOBER 2023

2. **ACCOUNTING POLICIES - continued**

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.

Software development costs

Software development costs are expensed as they are incurred.

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 2 (2022 - 5) .

4. **INTANGIBLE FIXED ASSETS**

	Other intangible assets £
COST	
At 1 November 2022	
and 31 October 2023	<u>82,554</u>
AMORTISATION	
At 1 November 2022	<u>13,634</u>
Charge for year	<u>8,832</u>
At 31 October 2023	<u>22,466</u>
NET BOOK VALUE	
At 31 October 2023	<u>60,088</u>
At 31 October 2022	<u>68,920</u>

5. **TANGIBLE FIXED ASSETS**

	Plant and machinery £	Fixtures and fittings £	Computer equipment £	Totals £
COST				
At 1 November 2022	2,363	33,476	139,066	174,905
Additions	-	-	9,457	9,457
Disposals	<u>(616)</u>	<u>(3,710)</u>	<u>(77,209)</u>	<u>(81,535)</u>
At 31 October 2023	<u>1,747</u>	<u>29,766</u>	<u>71,314</u>	<u>102,827</u>
DEPRECIATION				
At 1 November 2022	1,784	16,577	61,651	80,012
Charge for year	377	7,675	19,346	27,398
Eliminated on disposal	<u>(431)</u>	<u>(1,082)</u>	<u>(30,849)</u>	<u>(32,362)</u>
At 31 October 2023	<u>1,730</u>	<u>23,170</u>	<u>50,148</u>	<u>75,048</u>
NET BOOK VALUE				
At 31 October 2023	<u>17</u>	<u>6,596</u>	<u>21,166</u>	<u>27,779</u>
At 31 October 2022	<u>579</u>	<u>16,899</u>	<u>77,415</u>	<u>94,893</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 OCTOBER 2023

6. FIXED ASSET INVESTMENTS

	Shares in group undertakings £	Other investments £	Totals £
COST			
At 1 November 2022	143	-	143
Additions	-	828,318	828,318
Disposals	(143)	-	(143)
Exchange differences	-	(4,128)	(4,128)
At 31 October 2023	-	824,190	824,190
NET BOOK VALUE			
At 31 October 2023	-	824,190	824,190
At 31 October 2022	143	-	143

BTRu LLC was a Russian resident company and a 100% subsidiary of Braintree Limited until its liquidation on 24 March 2023.

7. DEBTORS

	2023 £	2022 £
Amounts falling due within one year:		
Other debtors	60,156	174,909
VAT	10,458	15,700
Prepayments and accrued income	50,554	110,319
	<u>121,168</u>	<u>300,928</u>
Amounts falling due after more than one year:		
Other debtors	1,056,579	1,043,030
Aggregate amounts	<u>1,177,747</u>	<u>1,343,958</u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 £
Trade creditors	-	9,679
Amounts owed to group undertakings	1,871,725	2,476,885
Other creditors	294	1,066
Directors' current accounts	215,694	5,888
Accrued expenses	89,950	144,908
	<u>2,177,663</u>	<u>2,638,426</u>

9. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2023 £	2022 £
Within one year	100,000	84,620
Between one and five years	350,000	338,480
In more than five years	-	42,310
	<u>450,000</u>	<u>465,410</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 OCTOBER 2023

10. RELATED PARTY DISCLOSURES

Comprised within other debtors are three loans to companies under common control of directors.

At the year end, TheAIWorksR&D Ltd owed Braintree Ltd £48,904 (2022: £48,927) consisting of £44,060 expenses paid by Braintree Ltd on TheAIWorksR&D Ltd's behalf plus £4,844 interest outstanding on a loan issued and repaid within the year.

At the year end, TheAIWorks Inc owed Braintree Ltd £1,061,066 (2022: £1,134,544) consisting of £21,040 expenses paid by Braintree Ltd on TheAIWorks Inc's behalf plus £1,040,026 in loans made from January 2020 to March 2022 and interest on those loans. These loans have an interest rate of 8% per annum.

At the year end, Lion & Fox Ltd owed Braintree Ltd £765 (2022: £765) for expenses paid by Braintree Ltd on Lion & Fox Ltd's behalf.

At the previous year end, Braintree Ltd also had a loan balance (2022: £9,451) with another company under common control, Propsecta Corp. This has been paid in full within the year.

Comprised within creditors is the loan issued to Braintree Ltd by their parent company Stylized Enterprises Ltd (2022: £2,476,885 including interest) was converted to two new loan agreements in December 2022. One of these agreements, with Propsecta Corp, was repaid in the same month. The other agreement was with Stylized Enterprises Ltd.

During the year, Braintree Ltd were also issued with a further four loans by their parent company Stylized Enterprises Ltd One of these was repaid in full within the year.

At the year-end, Braintree Ltd owed Stylized Enterprises Ltd £1,871,725 including interest accrued at 3-6% per annum.

Nikolay Gurianov, a director, has invested funds into the company and paid expenses on its behalf since his appointment on 5 June 2013. The transactions undertaken by Nikolay Gurianov are summarised as follows:

	Funds invested as a directors loan/(repaid) £	Expenses paid on the company's behalf £	Total balance owed to Nikolay Gurianov £
Balance at 31 October 2022	-	5,888	5,888
Transactions during the year to October 2023			
Expenses paid on director's behalf	-	(7,685)	(7,685)
Funds invested	265,176	-	265,176
Loaned to director	(110,000)	-	(110,000)
Loan Interest	4,806	-	4,806
Repayment	55,000	2,508	57,508
Balance at 31 October 2023	214,982	712	215,694

11. ULTIMATE CONTROLLING PARTY

The controlling party is N Gurianov.

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.