

Report of the Directors and
Unaudited Financial Statements for the Year Ended 28 February 2023
for
Insightful Technology Limited

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for the Year Ended 28 February 2023

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Insightful Technology Limited

Company Information
for the Year Ended 28 February 2023

DIRECTORS:

R D Houghton
R F Millett
A Stewart

SECRETARY:

R F Millett

REGISTERED OFFICE:

No 2
The Royal Exchange
London
EC3V 3LL

REGISTERED NUMBER:

08881788 (England and Wales)

ACCOUNTANTS:

G & R Millett T/as G M Agencies
Orchard Cottage
Old Apley
Market Rasen
Lincolnshire
LN8 5JQ

Report of the Directors
for the Year Ended 28 February 2023

The directors present their report with the financial statements of the company for the year ended 28 February 2023.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of software development and computer consultancy.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 March 2022 to the date of this report.

R D Houghton
R F Millett
A Stewart

This report has been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

ON BEHALF OF THE BOARD:

A Stewart - Director

2 October 2023

Income Statement
for the Year Ended 28 February 2023

	Notes	28.2.23 £	28.2.22 £
TURNOVER		2,270,498	1,852,991
Cost of sales		<u>2,016,744</u>	<u>929,844</u>
GROSS PROFIT		253,754	923,147
Administrative expenses		<u>1,976,982</u>	<u>784,795</u>
OPERATING (LOSS)/PROFIT	4	(1,723,228)	138,352
Prior year costs	5	<u>164,503</u> (1,887,731)	<u>63,705</u> 74,647
Interest receivable and similar income		<u>4,356</u> (1,883,375)	<u>1</u> 74,648
Interest payable and similar expenses		<u>170,597</u>	<u>98,630</u>
LOSS BEFORE TAXATION		(2,053,972)	(23,982)
Tax on loss		<u>(302,000)</u>	<u>(265,663)</u>
(LOSS)/PROFIT FOR THE FINANCIAL YEAR		<u>(1,751,972)</u>	<u>241,681</u>

The notes form part of these financial statements

Balance Sheet
28 February 2023

	Notes	28.2.23 £	£	28.2.22 £	£
FIXED ASSETS					
Intangible assets	6		487,200		572,816
Tangible assets	7		<u>359,271</u>		<u>165,471</u>
			846,471		738,287
CURRENT ASSETS					
Debtors	8	1,124,656		748,728	
Cash at bank		<u>1,151,369</u>		<u>3,750</u>	
		2,276,025		752,478	
CREDITORS					
Amounts falling due within one year	9	<u>360,965</u>		<u>727,264</u>	
NET CURRENT ASSETS			<u>1,915,060</u>		<u>25,214</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			2,761,531		763,501
CREDITORS					
Amounts falling due after more than one year	10		<u>806,863</u>		<u>806,863</u>
NET ASSETS/(LIABILITIES)			<u>1,954,668</u>		<u>(43,362)</u>
CAPITAL AND RESERVES					
Called up share capital	11		128		109
Share premium	12		4,676,974		926,991
Retained earnings	12		<u>(2,722,434)</u>		<u>(970,462)</u>
SHAREHOLDERS' FUNDS			<u>1,954,668</u>		<u>(43,362)</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 28 February 2023.

The members have not required the company to obtain an audit of its financial statements for the year ended 28 February 2023 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- 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 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 in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Board of Directors and authorised for issue on 2 October 2023 and were signed on its behalf by:

R D Houghton - Director

Notes to the Financial Statements
for the Year Ended 28 February 2023

1. **STATUTORY INFORMATION**

Insightful Technology 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.

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.

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.

Patents and licences are being amortised evenly over their estimated useful life of nil years.

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

Development - Soteria2 is being amortised evenly over its estimated useful life of seven years.

Tangible fixed assets

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

Computer equipment - 10% on 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.

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.

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 28 February 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.

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 13 (2022 - 9) .

4. **OPERATING (LOSS)/PROFIT**

The operating loss (2022 - operating profit) is stated after charging:

	28.2.23	28.2.22
	£	£
Depreciation - owned assets	48,681	21,961
Development costs amortisation	<u>85,616</u>	<u>46,493</u>

5. **EXCEPTIONAL ITEMS**

	28.2.23	28.2.22
	£	£
Prior year costs	<u>(164,503)</u>	<u>(63,705)</u>

6. **INTANGIBLE FIXED ASSETS**

	Patents and licences £	Development costs £	Development - Soteria2 £	Totals £
COST				
At 1 March 2022				
and 28 February 2023	<u>20,000</u>	<u>323,897</u>	<u>275,412</u>	<u>619,309</u>
AMORTISATION				
At 1 March 2022	-	46,493	-	46,493
Amortisation for year	-	85,616	-	85,616
At 28 February 2023	<u>-</u>	<u>132,109</u>	<u>-</u>	<u>132,109</u>
NET BOOK VALUE				
At 28 February 2023	<u>20,000</u>	<u>191,788</u>	<u>275,412</u>	<u>487,200</u>
At 28 February 2022	<u>20,000</u>	<u>277,404</u>	<u>275,412</u>	<u>572,816</u>

Notes to the Financial Statements - continued
for the Year Ended 28 February 2023

7. **TANGIBLE FIXED ASSETS**

	Fixtures and fittings £	Computer equipment £	Totals £
COST			
At 1 March 2022	-	243,179	243,179
Additions	2,316	240,165	242,481
At 28 February 2023	2,316	483,344	485,660
DEPRECIATION			
At 1 March 2022	-	77,708	77,708
Charge for year	347	48,334	48,681
At 28 February 2023	347	126,042	126,389
NET BOOK VALUE			
At 28 February 2023	1,969	357,302	359,271
At 28 February 2022	-	165,471	165,471

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

	28.2.23 £	28.2.22 £
Trade debtors	1,096,094	495,885
Tax	305,492	245,000
VAT	53,782	7,843
Prepayments and accrued income	(330,712)	-
	<u>1,124,656</u>	<u>748,728</u>

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

	28.2.23 £	28.2.22 £
Bank loans and overdrafts	28,892	45,756
Trade creditors	160,003	239,283
HSBC credit card	(97,655)	(46,843)
Lloyds Debit card	(4)	(4)
Salaries payable	-	20,231
Social security and other taxes	48,158	81,427
Pension contributions	18	18
Loan - Sherlock	29,000	34,000
GLIF CBILs Loan	162,500	300,000
Directors' accounts	30,053	53,396
	<u>360,965</u>	<u>727,264</u>

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

	28.2.23 £	28.2.22 £
Loan - Smith	<u>806,863</u>	<u>806,863</u>

Notes to the Financial Statements - continued
for the Year Ended 28 February 2023

11. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	28.2.23	28.2.22
			£	£
1,092,700	A Ordinary	0.01p	109	109
188,956	Preference	0.01p	19	-
			<u>128</u>	<u>109</u>

0 A Ordinary shares of 0.01p each were allotted and fully paid for cash at par during the year.

188,956 Preference shares of 0.01p each were allotted as fully paid at a premium of 18.89 per share during the year.

12. RESERVES

	Retained earnings £	Share premium £	Totals £
At 1 March 2022	(970,462)	926,991	(43,471)
Deficit for the year	(1,751,972)		(1,751,972)
Cash share issue	-	3,749,983	3,749,983
At 28 February 2023	<u>(2,722,434)</u>	<u>4,676,974</u>	<u>1,954,540</u>

13. WARRANTS

During 2020/21 year, 1,512 warrants were issued (bringing the total number of warrants in issue up to 4,762) with an exercise price of £1,000 per warrant to the holders. The exercise period is 15 years and is dependant upon sufficient capital being raised.

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.