

**KIN AND CARTA PARTNERSHIPS LIMITED**  
**UNAUDITED**  
**ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE**  
**YEAR ENDED 31 JULY 2023**

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COMPANIES HOUSE

KIN AND CARTA PARTNERSHIPS LIMITED

COMPANY INFORMATION

Directors	A O Detrois G C Kutsor D P Telling D Tuck (resigned 28 March 2024) K Manthey (appointed 17 August 2022) L C Ratcliffe (appointed 28 March 2024)
Company secretary	L Maxwell (appointed 29 September 2023) D Fattal (resigned 29 September 2023)
Registered number	09569438
Registered office	The Spitfire Building 71 Collier Street London N1 9BE

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**KIN AND CARTA PARTNERSHIPS LIMITED**

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## KIN AND CARTA PARTNERSHIPS LIMITED

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### STRATEGIC REPORT FOR THE YEAR ENDED 31 JULY 2023

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#### Strategic Report

The Directors present the Strategic Report, their Directors' Report and the unaudited Financial Statements for the year ended 31 July 2023 ("the financial year" or "year"). Comparative figures are for the year ended 31 July 2022 ("2022"). The Directors, in preparing this Strategic Report, have complied with s414C of the Companies Act 2006.

#### Principal Activities

Kin and Carta Partnerships Limited ("the Company") is a wholly-owned subsidiary of Kin and Carta plc (together, Kin and Carta plc and its subsidiaries are "the Group"). The Company provides specialist cloud transformation technology in partnership with other digital transformation companies. There have not been any significant changes in the Company's principal activities in the period under review.

The Directors are not aware, at the date of this Report, of any likely major changes in the Company's activities in the next financial period.

#### Business review and key performance indicators

The Company's profit for the period after tax, as shown in the Statement of Profit and Loss and Other Comprehensive Income on page 6 of the Financial Statements, amounted to £29,994 (2022: loss after tax of £13,293).

The Balance Sheet on page 7 of the Financial Statements shows that the Company's financial position at the year end is a net liabilities position of £410,911 (2022 net liabilities: £440,985). Included in this were cash and cash equivalents of £540,764 (2022: £57,416).

The Company has elected to take the exemption relating to disclosure of Key Performance Indicators, detailed within Companies Act 2006 section 414, since these relate to non-financial information.

#### Principal risks and uncertainties

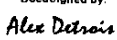
The Company is vulnerable to the effect of poor economic conditions, which could inhibit growth and create uncertainty. *Whilst the Company does have long term contracts with clients, the level of spend is predominantly at the client's discretion rather than being derived from guaranteed sales volumes.*

This risk is mitigated by diversification into markets that are capable of delivering profit growth. The Company continually reviews its cost base and seeks to secure long-term client relationships. The Directors regularly review performance of the Company against its forecasts and budget and implement timely remedial action, where needed.

Competitive pressure in the UK is a continuing risk for the Company, which could result in a loss of sales to competitors. The Company manages this risk by providing added value, cross-selling services from other Group companies to its clients, achieving or exceeding service level agreements and by maintaining strong relationships with clients.

Further risks that affect the Company and the Group are discussed in the 2023 Kin and Carta plc Annual Report and Accounts.

This report was approved by the Board and signed by its order by:

DocuSigned by:  
  
FC10CD2E2CCA451  
**A O Detris**  
**Director**  
**Date** 18 April 2024

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## KIN AND CARTA PARTNERSHIPS LIMITED

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### DIRECTORS' REPORT FOR THE YEAR ENDED 31 JULY 2023

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The Directors present their report and the Financial Statements for the year ended 31 July 2023.

#### Directors' confirmations

In the case of each director in office at the date when the Directors' report is approved, the director confirmed that:

- so far as the director is aware, there is no relevant information of which the Company's auditor is unaware; and
- they have taken all the steps that they ought to have taken as director in order to make themselves aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

This confirmation is given and should be interpreted in accordance with the provisions of s418 of the Companies Act 2006.

#### Results and dividends

The Company's profit for the year after tax, amounted to £29,994 (2022: loss after tax of £13,293).

The Directors do not recommend the payment of a final dividend (2022: £nil).

#### Directors

The Directors of the Company who were in office during the year and up to the date of signing the Financial Statements were:

A O Detrois  
G C Kutsor  
D P Telling  
D Tuck (resigned 28 March 2024)  
K Manthey (appointed 17 August 2022)  
L Ratcliffe (appointed 28 March 2024)

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**KIN AND CARTA PARTNERSHIPS LIMITED**

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**DIRECTORS' REPORT (CONTINUED)  
FOR THE YEAR ENDED 31 JULY 2023**

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**Financial risk management objectives and policies**

The Company's activities expose it to financial risks including credit risk, liquidity risk and foreign exchange risk.

The Company's principal financial assets are cash at bank and debtors, which represent the Company's maximum exposure to credit risk in relation to financial assets. The Company's credit risk is primarily attributable to its trade debtors. The amounts presented in the Company's Balance Sheet are net of allowances for doubtful debts estimated based on prior experience and the assessment of the current economic environment.

In determining the recoverability of trade debtors, the Company considers any change in the quality of the trade debtors from the date the credit was initially granted up to the reporting date. The concentration of credit risk is limited due to the Company's credit insurance arrangements.

The Company has access to the Group's multi-currency facility ("RCF") of £85 million, through other Group companies, which is committed until September 2026. The Group's policy is to maintain flexibility with respect to its liquidity position, by utilising short-term cash deposits and, where necessary, short-term bank borrowings for working capital and longer-term borrowings for capital expenditure requirements.

The Group enters into forward foreign exchange contracts from time to time in order to cover the Company's specific foreign currency payments and receipts and to manage the risk associated with anticipated sale and purchase transactions. The Company does not use derivative financial instruments for speculative purposes.

**Future developments**

The Directors are not planning to make any significant changes to the Company's principal activities.

**Directors' indemnities**

The ultimate parent company has made qualifying third party indemnity provisions for the benefit of certain Directors, and was in force during the year and also at the date of approval of the Financial Statements.

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## KIN AND CARTA PARTNERSHIPS LIMITED

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### DIRECTORS' REPORT (CONTINUED) FOR THE YEAR ENDED 31 JULY 2023

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#### Employment policies

The Group, including the Company, are committed to equality, fair practices and human rights to make the world work better. As a responsible business, the Group and Company must operate legally, ethically and with integrity to deliver high-quality equitable and sustainable service to its stakeholders and employees. There are several policies in place to achieve this. Refer to pages 58 to 63 of the 2023 Kin and Carta plc Annual Report and Accounts.

#### *Inclusion, Diversity, Equity and Awareness ("IDEA")*

Employees' rights to fair and equitable treatment at work are protected through anti-harassment and anti-discrimination policies, which ensure the Group provides an equitable working environment. To go further and create a foundation of equity and inclusion that deliberately unbundles systemic constraints that exist within our society, a Group-wide Inclusion, Diversity, Equity and Awareness ("IDEA") framework has been developed that includes an IDEA Vision.

Grounded in the IDEA and Anti-Harassment, Discrimination and Bullying policies, there are embedded practices to embrace and encourage Kin's differences, such as age, sex, disability, gender identity, medical conditions, race, religion and sexual orientation, to ensure no one receives less favourable treatment on the grounds of those characteristics. For example, interviewers are trained in unconscious bias and fair hiring practices and make reasonable adjustments to support employees' physical and mental wellbeing needs. Employees who become disabled during their working life will remain in employment wherever possible, and will be assisted with occupational rehabilitation and retraining. Wherever practicable, Kin and Carta plc will modify procedures or equipment to maximise an individual's full capabilities. Refer to page 68 of the 2023 Kin and Carta plc Annual Report and Accounts.

#### Environment

The Company recognises the importance of its environmental responsibilities, monitors its impact on the environment, and designs and implements policies to reduce any damage that might be caused by the Group's activities. The Company operates in accordance with Group policies, which are described in the 2023 Kin and Carta plc Annual Report and Accounts.

#### Going concern

On 31 July 2023, the Company was in a net liabilities position (2022: net liabilities position).

After the enquiries made of the Directors of Kin and Carta plc, the Company's Directors have a reasonable expectation that the Company will be able to continue in operational existence for the foreseeable future as Kin and Carta plc and its relevant subsidiaries will be able to financially support the Company if there is need. On that basis, the Directors of the Company continue to adopt the going concern basis of accounting in preparing these Financial Statements.

This report was approved by the Board and signed by its order by:

DocuSigned by:  
  
FC10CD2E2CCA451

A O Detrouis

Director

Date: 18 April 2024

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## KIN AND CARTA PARTNERSHIPS LIMITED

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### STATEMENT OF DIRECTOR'S RESPONSIBILITIES IN RESPECT OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2023

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#### Statement of Directors' responsibilities in respect of the Financial Statements

The Directors are responsible for preparing the Annual Report and the Financial Statements in accordance with applicable law and regulation.

Company law requires the Directors to prepare Financial Statements for each financial year. Under that law the Directors have elected to prepare the Financial Statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 101 'Reduced Disclosure Framework'. Under company law the Directors must not approve the Financial Statements unless they are satisfied that they give a true and fair view of the state of affairs of the Company and of the profit or loss of the Company for that period.

In preparing these Financial Statements, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the Financial Statements;
- prepare the Financial Statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and to enable them to ensure that the Financial Statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report was approved by the Board and signed by its order by:

DocuSigned by:  
*Alex Detrois*  
FC10CD2E2CCA451...

**A O Detrois**

**Director**

**Date:** 18 April 2024



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**KIN AND CARTA PARTNERSHIPS LIMITED**


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**PROFIT AND LOSS ACCOUNT AND OTHER  
COMPREHENSIVE INCOME FOR THE YEAR ENDED  
31 JULY 2023**


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		<b>2023</b>	<b>2022</b>
	<b>Note</b>	<b>£</b>	<b>£</b>
Revenue	4	5,137,161	2,591,134
Cost of sales		(3,703,886)	(1,233,554)
<b>Gross profit</b>		<b>1,433,275</b>	<b>1,357,580</b>
Selling expenses		(1,294,069)	(1,290,777)
Administrative expenses		(37,570)	(62,444)
<b>Operating profit</b>		<b>101,636</b>	<b>4,359</b>
Finance income	7	4,205	-
Finance costs	7	(140)	(1,278)
<b>Profit before tax</b>		<b>105,701</b>	<b>3,081</b>
Tax charge on profit	8	(75,707)	(16,374)
<b>Profit/(loss) for the financial year</b>		<b>29,994</b>	<b>(13,293)</b>
<b>Total comprehensive income/(expense) for the year</b>		<b>29,994</b>	<b>(13,293)</b>

The notes on pages 9 to 18 form part of these Financial Statements.

**KIN AND CARTA PARTNERSHIPS LIMITED**  
**REGISTERED NUMBER: 09569438**

**BALANCE SHEET AS AT**  
**31 JULY 2023**

		2023	2022
	Note	£	£
<b>Non-current assets</b>			
Debtors: amounts falling due after more than one year	9	365	561
		<u>365</u>	<u>561</u>
<b>Current assets</b>			
Debtors: amounts falling due within one year	9	1,487,383	556,287
Cash at bank and in hand		540,764	57,416
		<u>2,028,147</u>	<u>613,703</u>
Creditors: amounts falling due within one year	10	(2,439,503)	(1,055,249)
<b>Total assets less current liabilities</b>		<u>(410,991)</u>	<u>(440,985)</u>
<b>Net liabilities</b>		<u>(410,991)</u>	<u>(440,985)</u>
<b>Capital and reserves</b>			
Called up share capital	12	2	2
Accumulated deficit		(410,993)	(440,987)
		<u>(410,991)</u>	<u>(440,985)</u>

The Directors:

- a) Confirm that the Company was entitled to exemption under section 479A of the Companies Act 2006 relating to subsidiary companies from the requirement to have its Financial Statements for the financial year ended 31 July 2023 audited;
- b) Confirm that members have not required the Company to obtain an audit of its Financial Statements for the financial year in accordance with section 476 of the Companies Act 2006; and
- c) 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 were approved and authorised for issue by the Board and were signed on its behalf by:

DocuSigned by:  
**Alex Detrois**  
FC10CD2E2CCA451

**A O Detrois**

**Director**

**Date:** 18 April 2024

The notes on pages 9 to 18 form part of these Financial Statements.

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**KIN AND CARTA PARTNERSHIPS LIMITED**


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**STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31 JULY 2023**


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	Called up share capital	Accumulated deficit	Total equity
	£	£	£
At 1 August 2022	2	(440,987)	(440,985)
<b>Comprehensive income for the year</b>			
Profit for the year	-	29,994	29,994
<b>At 31 July 2023</b>	<b>2</b>	<b>(410,994)</b>	<b>(410,992)</b>

The notes on pages 9 to 18 form part of these Financial Statements.

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**STATEMENT OF CHANGES IN EQUITY FOR THE  
YEAR ENDED 31 JULY 2022**


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	Called up share capital	Accumulated deficit	Total equity
	£	£	£
At 1 August 2021	2	(427,694)	(427,692)
<b>Comprehensive expense for the year</b>			
Loss for the year	-	(13,293)	(13,293)
<b>At 31 July 2022</b>	<b>2</b>	<b>(440,987)</b>	<b>(440,985)</b>

The notes on pages 9 to 18 form part of these Financial Statements.

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## KIN AND CARTA PARTNERSHIPS LIMITED

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2023

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#### 1. General information

Kin and Carta Partnerships Limited is a private company limited by shares, incorporated and domiciled in England and Wales. The address of the registered office is The Spitfire Building, 71 Collier Street, London, England, N1 9BE. The nature of the Company's operations and its principal activities are set out in the Strategic Report on page 1.

The Financial Statements are presented in pounds sterling because that is the currency of the primary economic environment in which the Company operates.

#### 2. Accounting policies

##### 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 Financial Reporting Standard 101 'Reduced Disclosure Framework' and the Companies Act 2006.

The preparation of Financial Statements in compliance with FRS 101 requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the Company's accounting policies (see note 3).

##### Financial reporting standard 101 - reduced disclosure exemptions

The Company has taken advantage of the following disclosure exemptions under FRS 101:

- the requirements of paragraphs 45(b) and 46-52 of IFRS 2 Share based payment
- the requirements of IFRS 7 Financial Instruments: Disclosures
- the requirements of paragraphs 91-99 of IFRS 13 Fair Value Measurement
- the requirements of the second sentence of paragraph 110 and paragraphs 113(a), 114, 115, 118, 119(a) to (c), 120 to 127 and 129 of IFRS 15 Revenue from Contracts with Customers
- the requirements of paragraph 52, the second sentence of paragraph 89, and paragraphs 90, 91 and 93 of IFRS 16 Leases. The requirements of paragraph 58 of IFRS 16, provided that the disclosure of details in indebtedness relating to amounts payable after 5 years required by company law is presented separately for lease liabilities and other liabilities, and in total
- the requirement in paragraph 38 of IAS 1 'Presentation of Financial Statements' to present comparative information in respect of:
  - paragraph 79(a)(iv) of IAS 1;
  - paragraph 73(e) of IAS 16 Property, Plant and Equipment;
  - paragraph 118(e) of IAS 38 Intangible Assets;
- the requirements of paragraphs 10(d), 10(f), 16, 38A, 38B, 38C, 38D, 40A, 40B, 40C, 40D, 111 and 134-136 of IAS 1 Presentation of Financial Statements
- the requirements of IAS 7 Statement of Cash Flows
- the requirements of paragraphs 30 and 31 of IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors
- the requirements of paragraph 17 and 18A of IAS 24 Related Party Disclosures
- the requirements in IAS 24 Related Party Disclosures to disclose related party transactions entered into between two or more members of a group, provided that any subsidiary which is a party to the transaction is wholly owned by such a member
- the requirements of paragraphs 130(f)(ii), 130(f)(iii), 134(d)-134(f) and 135(c)-135(e) of IAS 36 Impairment of Assets.

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## KIN AND CARTA PARTNERSHIPS LIMITED

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2023

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#### 2. Accounting policies (continued)

##### Going concern

At 31 July 2023, the Company was in a net liabilities position (2022: net liabilities position). After enquiries made of the Directors of Kin and Carta plc, the Company's Directors have a reasonable expectation that the Company will be able to continue in operational existence for the foreseeable future as Kin and Carta plc and its relevant subsidiaries will be able to financially support the Company if there is need. On that basis, the Directors of the Company continue to adopt the going concern basis of accounting in preparing these Financial Statements.

##### *Recommended acquisition of Kin and Carta plc by Ken Bidco Limited ("Valtech")*

On 19 December 2023, the Board of Kin and Carta plc recommended an offer for the Group to be acquired by Valtech. The Board have considered the statements in Valtech's announcement made pursuant to rule 2.7 of the Takeover Code in respect of the proposed acquisition, and discussions with Valtech's senior management regarding Valtech's intention to ensure continuity of the Group's existing business. The shareholders of Kin and Carta plc approved the offer on 15 February 2024. The purchase is subject to antitrust clearance in the UK and other jurisdictions and, subject to these clearances, is expected to complete in April 2024.

##### Foreign currency translation

The transactions of the Company denominated in foreign currencies are translated into Sterling at the rate ruling at the date of the transaction. Amounts receivable and payable denominated in foreign currencies at the balance sheet date are translated at the rates ruling at that date. Exchange differences are included in the profit on ordinary activities before tax.

##### Revenue recognition

Revenue from supply of goods and services is measured at the fair value of consideration received or receivable and comprises amounts receivable for goods and services, net of trade discounts, up-front payments, VAT and other sales-related taxes.

Revenue is recognised once contractual performance obligations have been delivered, in accordance with the terms of the contractual agreement. Contracts can have a single or series of different deliverables and over time, revenue is recognised as each contractual obligation is satisfied.

For services performed, on time basis, i.e. where the terms of the contract have provision for licensing the product on a subscription basis, revenue is recognised evenly over the period of contractual term as the performance obligations are satisfied evenly over the term of subscription. Generally, the performance obligations are satisfied over time as service are rendered. For services that are linked to delivering of goods to fulfil the contract, revenue is recognised when the goods are delivered, in line with meeting the contractual and performance obligations. The goods can be delivered in full or in-part quantities.

For performance obligations that are satisfied over time, the Company uses either input or output methods, to measure progress for each performance obligation, depending on the particular arrangement. In the majority of cases, relevant output measures such as the completion of project milestones set out in the contract are used to assess proportional performance. Where this is not the case then an input method based on costs incurred to date is used to measure performance. The primary input of substantially all work performed is represented by staff costs. As a result of the relationship between labour and cost there is normally a direct correlation between costs incurred and the proportion of the contract performed to date.

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## KIN AND CARTA PARTNERSHIPS LIMITED

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2023

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#### 2. Accounting policies (continued)

##### **Accrued and deferred income**

Accrued income is a contract asset and is recognised when a performance obligation has been satisfied but has not yet been billed. Contract assets are transferred to receivables when the right to consideration is unconditional and billed per the terms of the contractual agreement. In certain cases, payments are received from customers prior to satisfaction of performance obligations and recognised as deferred income on the Company's Balance Sheet. These balances are considered contract liabilities and are typically related to prepayments for third party expenses that are incurred shortly after billing.

##### **Interest income and expense**

All interest income and expense is recognised in the income statement on an accruals basis, using the effective interest method.

##### **Pensions**

The Company operates defined contribution schemes for the benefit of its employees. In accordance with IAS 19, contributions payable are charged to the Statement of Comprehensive Income during the period in which they are payable. Differences between contributions payable at the period end and contributions actually paid are shown as either accruals or prepayments in the balance sheet.

##### **Current and deferred taxation**

Current tax, including UK corporation tax, is provided at amounts expected to be paid or recovered using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date. Where the Company surrenders tax losses for the purposes of Group Relief, the Group's policy is to make a payment to the Company for the full amount of tax saved. This amount is recognised in the Statement of Comprehensive Income as a credit to tax on ordinary activities.

Deferred tax is provided in full on temporary differences which result in an obligation at the balance sheet date to pay more tax, or a right to pay less tax, at a future date, at rates expected to apply when they crystallise based on current tax rates and law. Temporary differences arise from the inclusion of items of income and expenditure in tax computations in periods different from those in which they are included in the Financial Statements.

Deferred tax assets are recognised to the extent that it is regarded as more likely than not that they will be recovered. Deferred tax assets and liabilities are not discounted.

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**KIN AND CARTA PARTNERSHIPS LIMITED**


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


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**2. Accounting policies (continued)**
**Financial instruments**

Financial assets and financial liabilities are recognised in the Balance Sheet when the Company becomes party to the contractual provisions of the instrument.

The Company classifies its financial instruments in the following categories:

<b>Financial instrument category</b>	<b>Measurement</b>
Trade and other debtors	Amortised cost
Cash and cash equivalents	Amortised cost
Trade and other creditors	Amortised cost

**Trade and other debtors**

Trade debtors are initially recognised and carried at their original invoice amount. Trade debtors are stated at cost less expected credit losses (ECLs). At each reporting date, the Company evaluates the estimated recoverability of trade debtors and records allowances for ECLs based on experience.

The Company applies the simplified approach to the measurement of ECLs, which requires expected lifetime losses to be recognised from initial recognition of the receivable. Immediately after an individual trade debtor is assessed to be unlikely to be recovered, an impairment is recognised as the difference between the carrying amount of the receivable and the present value of estimated future cash flows.

Where there are no specific concerns over recovery, other than the increasing age of a trade debtor past payment terms, the Company uses a provision matrix, where provision rates are based on days past due. The provision matrix used reflects estimates based on past experience and current economic factors.

**Cash and cash equivalents**

Cash at bank and in hand comprise cash in hand and demand deposits.

**Trade and other creditors**

Trade creditors are initially recognised at fair value and subsequently carried at amortised cost.

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**KIN AND CARTA PARTNERSHIPS LIMITED**


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


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**3. Critical accounting judgements and key sources of estimation uncertainty**

In the application of the Company's accounting policies, which are described in note 2, the Directors are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

**Critical accounting judgements:****Revenue recognition**

Revenue recognition assessing at what point contractual performance obligations have been delivered, in accordance with the terms of the contractual agreement.

**Key sources of estimation uncertainty:**

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

**4. Revenue**

All revenue in the current and prior period is derived from the rendering of services where revenue is recognised on performance obligations satisfied over time.

Revenue by geographical area is based on the location of the customer to whom services have been provided:

	2023	2022
	£	£
United Kingdom	5,086,280	2,523,050
United States of America	17,241	31,415
Rest of the world	33,640	36,669
	<u>5,137,161</u>	<u>2,591,134</u>



## KIN AND CARTA PARTNERSHIPS LIMITED

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2023

#### 5. Employee information

Staff costs were as follows:

	2023	2022
	£	£
Wages and salaries	411,953	976,722
Social security costs	39,844	37,014
Defined contribution pension scheme	12,083	25,382
	<u>463,880</u>	<u>1,039,118</u>

The average monthly number of employees, including the Directors, during the year was as follows:

	2023	2022
	Number	Number
Selling staff	<u>3</u>	<u>3</u>
	<u>3</u>	<u>3</u>

#### 6. Directors' remuneration

During the year and the prior period, all Directors were remunerated by other Group companies for their services to the Group as a whole and it is not practicable to apportion their remuneration between the companies of which they are a Director. Consequently, no Directors' remuneration is shown.

#### 7. Finance costs and income

	2023	2022
	£	£
Bank Interest payable	<u>140</u>	<u>1,278</u>
	<u>140</u>	<u>1,278</u>

	2023	2022
	£	£
Bank Interest receivable	<u>4,205</u>	<u>-</u>
	<u>4,205</u>	<u>-</u>

## KIN AND CARTA PARTNERSHIPS LIMITED

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2023

#### 8. Tax on profit

	2023	2022
	£	£
<b>Corporation tax:</b>		
Current tax charge on profit for the year	22,032	580
Charge in respect of prior years	53,479	15,920
<b>Total current tax charge</b>	<b>75,511</b>	<b>16,500</b>
<b>Deferred tax:</b>		
Charge/(credit) from origination and reversal of timing differences	196	(129)
Charge in respect of prior years	–	3
<b>Total deferred tax charge/(credit)</b>	<b>196</b>	<b>(126)</b>
<b>Total tax charge</b>	<b>75,707</b>	<b>16,374</b>

The tax charge assessed for the year is lower than (2022: higher than) the standard rate of corporation tax in the UK of 21% (2022: 19%). The differences are explained below:

	2023	2022
	£	£
Profit before tax	105,700	3,081
Profit multiplied by standard rate of corporation tax in the UK of 21% (2022: 19%)	22,197	585
<b>Effects of:</b>		
Adjustments in respect of prior years	53,479	15,923
Effect of change in tax rate	30	(134)
<b>Total tax charge for the year</b>	<b>75,706</b>	<b>16,374</b>

A blended statutory rate of 21% has been used for computation of the corporate income tax due to the effect of the increase in UK statutory rate from 19% to 25% from 1 April 2023, during the financial year. Deferred tax balances at 31 July 2023 have been calculated at the statutory rate of 25%.

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**KIN AND CARTA PARTNERSHIPS LIMITED**


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


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**9. Debtors**

	2023	2022
	£	£
<b>Debtors: amounts falling due after one year</b>		
Deferred taxation (note 11)	365	561
	<u>365</u>	<u>561</u>
<b>Debtors: amounts falling due within one year</b>		
Trade debtors	40,030	211,684
Amounts owed by Group undertakings	545,665	273,518
VAT and other taxes	18,624	–
Prepayments and accrued income	883,064	71,085
	<u>1,487,383</u>	<u>556,287</u>

Amounts owed by Group undertakings include intercompany trade debtors. Intercompany trade debtors are unsecured and interest free.

**10. Trade and other creditors: amounts falling due within one year**

	2023	2022
	£	£
Trade creditors	92,788	181,027
Amounts owed to Group undertakings	1,729,516	37,963
Corporation tax	76,091	196,380
Other taxation and social security	13,042	22,273
Accruals and deferred income	528,066	617,606
	<u>2,439,503</u>	<u>1,055,249</u>

Amounts owed to Group undertakings are interest free, unsecured and are repayable on demand.

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**KIN AND CARTA PARTNERSHIPS LIMITED**


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


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**11. Deferred taxation**

	2023	2022
	£	£
At 1 August	561	435
(Charge)/credit to the Income Statement	(196)	126
<b>At 31 July</b>	<b>365</b>	<b>561</b>

The deferred tax balances arising in respect of future deductible/(taxable) temporary differences relate to:

	2023	2022
	£	£
Short term timing differences	365	561

**12. Called up share capital**

	2023	2022
	£	£
<b>Allotted, called up and fully paid</b>		
2 (2022: 2) Ordinary shares of £1.00 each	2	2

The Company has one class of ordinary shares which carry no right to fixed income.

**13. Related party transactions**

The Company has taken advantage of the exemption granted by Financial Reporting Standard 101 not to disclose transactions with Kin and Carta plc or its wholly-owned subsidiary undertakings. The Company has taken advantage of the exemption granted by Financial Reporting Standard 101 not to disclose transactions with Kin and Carta plc or its wholly-owned subsidiary undertakings.

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## KIN AND CARTA PARTNERSHIPS LIMITED

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2023

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#### **14. Ultimate parent company and controlling party**

The Company's immediate parent company and controlling party is Kin and Carta Group Limited, a company incorporated and registered in England and Wales. The ultimate parent company and controlling party is Kin and Carta plc, a company also incorporated and registered in England and Wales. As detailed in note 15 below, a change in ownership was approved by the shareholders of Kin and Carta plc subsequent to the year end.

Copies of the financial statements of Kin and Carta plc and Kin and Carta Group Limited can be obtained from the Company Secretary at the registered office at The Spitfire Building, 71 Collier Street, London, England, N1 9BE.

The smallest and largest group in which the results of the Company are consolidated is that headed by Kin and Carta plc.

#### **15. Subsequent events**

The board of Directors of Kin and Carta plc, the Company's ultimate parent company, recommended an offer from Ken Bidco Limited ("Valtech") to buy 100 percent of the ordinary shares capital of Kin and Carta plc and the shareholders of Kin and Carta plc approved the offer on 15 February 2024. The transaction is expected to be completed in late April 2024.