

LGN Innovations Limited
Unaudited Financial Statements
for the Year Ended 31 October 2021

**Contents of the Financial Statements
for the year ended 31 October 2021**

	Page
Company Information	1
Balance Sheet	2
Notes to the Financial Statements	3

LGN Innovations Limited
Company Information
for the year ended 31 October 2021

DIRECTORS:

Mr J R D Arthur
Mr L A W Robinson
Dr J F Trehern
Mr D R Warner

REGISTERED OFFICE:

Irish Square
Upper Denbigh Road
St Asaph
Denbighshire
LL17 0RN

REGISTERED NUMBER:

11652253 (England and Wales)

ACCOUNTANTS:

Salisbury & Company
Chartered Accountants
Irish Square
Upper Denbigh Road
St Asaph
Denbighshire
LL17 0RN

Balance Sheet
31 October 2021

	Notes	2021 £	£	2020 £	£
FIXED ASSETS					
Intangible assets	4		15,774		9,151
Tangible assets	5		<u>8,186</u>		<u>2,419</u>
			23,960		11,570
CURRENT ASSETS					
Debtors	6	68,289		35,337	
Cash at bank		<u>655,246</u>		<u>310,419</u>	
		723,535		345,756	
CREDITORS					
Amounts falling due within one year	7	<u>808,442</u>		<u>456,040</u>	
NET CURRENT LIABILITIES			<u>(84,907)</u>		<u>(110,284)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			(60,947)		(98,714)
PROVISIONS FOR LIABILITIES			<u>1,555</u>		<u>-</u>
NET LIABILITIES			<u>(62,502)</u>		<u>(98,714)</u>
CAPITAL AND RESERVES					
Called up share capital	8		156		156
Share premium	9		1,063,578		511,105
Retained earnings	9		<u>(1,126,236)</u>		<u>(609,975)</u>
SHAREHOLDERS' FUNDS			<u>(62,502)</u>		<u>(98,714)</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 October 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 October 2021 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 6 May 2022 and were signed on its behalf by:

Mr D R Warner - Director

**Notes to the Financial Statements
for the year ended 31 October 2021**

1. STATUTORY INFORMATION

LGN Innovations 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.

The presentational and functional currency of these financial statements is pound sterling; the financial statements are rounded to the nearest pound.

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 five years.

Tangible fixed assets

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

Plant and machinery etc - 25% 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.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 1 (2020 - 1).

Notes to the Financial Statements - continued
for the year ended 31 October 2021

4. INTANGIBLE FIXED ASSETS

	Other intangible assets £
COST	
At 1 November 2020	10,635
Additions	<u>9,052</u>
At 31 October 2021	<u>19,687</u>
AMORTISATION	
At 1 November 2020	1,484
Charge for year	<u>2,429</u>
At 31 October 2021	<u>3,913</u>
NET BOOK VALUE	
At 31 October 2021	<u>15,774</u>
At 31 October 2020	<u>9,151</u>

5. TANGIBLE FIXED ASSETS

	Plant and machinery etc £
COST	
At 1 November 2020	3,319
Additions	<u>7,486</u>
At 31 October 2021	<u>10,805</u>
DEPRECIATION	
At 1 November 2020	900
Charge for year	<u>1,719</u>
At 31 October 2021	<u>2,619</u>
NET BOOK VALUE	
At 31 October 2021	<u>8,186</u>
At 31 October 2020	<u>2,419</u>

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Trade debtors	5,657	-
Amounts owed by group undertakings	35,507	16,644
Other debtors	4,827	18,524
VAT	2,415	169
Prepayments	<u>19,883</u>	-
	<u>68,289</u>	<u>35,337</u>

Notes to the Financial Statements - continued
for the year ended 31 October 2021

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

	2021	2020
	£	£
Trade creditors	37,957	11,421
Amounts owed to group undertakings	739,816	-
Social security and other taxes	3,048	3,169
Other creditors	-	440,000
Accruals and deferred income	26,571	-
Accrued expenses	1,050	1,450
	<u>808,442</u>	<u>456,040</u>

Included within other creditors is a convertible loan to the value of £440,000. The loan was converted into equity within LGN Innovations Inc on the 17th November 2020.

8. **CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:			2021	2020
Number:	Class:	Nominal value:	£	£
57,224	Ordinary	0.1p	138	138
50,000	Founders A	0.01p	18	18
			<u>156</u>	<u>156</u>

9. **RESERVES**

	Retained earnings £	Share premium £	Totals £
At 1 November 2020	(609,975)	511,105	(98,870)
Deficit for the year	(516,261)		(516,261)
Cash share issue	-	552,473	552,473
At 31 October 2021	<u>(1,126,236)</u>	<u>1,063,578</u>	<u>(62,658)</u>

10. **ULTIMATE CONTROLLING PARTY**

The ultimate parent company and controlling party is LGN Innovations Inc a company incorporated in the United States of America

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.