REGISTERED NUMBER: 07757607

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2020

FOR

AMIGO TECHNOLOGY LIMITED

Prime
Chartered Accountants
Statutory Auditor
Corner Oak
1 Homer Road
Solihull
B91 3QG

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FOR THE YEAR ENDED 31 AUGUST 2020

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COMPANY INFORMATION
FOR THE YEAR ENDED 31 AUGUST 2020

DIRECTORS:	M C L Adam M P Dodd J K J Moss J W Clarkson F Mackle
SECRETARY:	MH Secretaries Limited
REGISTERED OFFICE:	11 Staple Inn London WC1V 7QH
REGISTERED NUMBER:	07757607
AUDITORS:	Prime Chartered Accountants Statutory Auditor Corner Oak 1 Homer Road Solihull B91 3QG

BALANCE SHEET
31 AUGUST 2020

	Notes	2020 £	£	2019 £	£
FIXED ASSETS					
Tangible assets	4		**8,095**		11,236
CURRENT ASSETS					
Stocks		**702**		702	
Debtors	5	**318,942**		499,723	
Cash at bank		**850,901**		658,765	
		1,170,545		1,159,190	
CREDITORS					
Amounts falling due within one year	6	**260,215**		164,872	
NET CURRENT ASSETS			**910,330**		994,318
TOTAL ASSETS LESS CURRENT LIABILITIES			**918,425**		1,005,554
CAPITAL AND RESERVES					
Called up share capital			**1,277**		1,277
Share premium	8		**9,014,358**		9,008,784
Capital redemption reserve	8		**50**		50
Share option reserve	8		**311,276**		311,229
Retained earnings	8		**(8,408,536)**		(8,315,786)
			918,425		1,005,554

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 30 November 2020 and were signed on its behalf by:

M C L Adam - Director

The notes form part of these financial statements

1. STATUTORY INFORMATION

Amigo Technology Limited is a private company, limited by shares, registered in England & 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 the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.The financial statements are presented in sterling which is the functional currency of the company and rounded to the nearest £.

Going concern
The Company made a loss after tax of £92,750 (2019: £179,757) and had net assets of £918,425 (including £850,901 cash at bank) as at 31 August 2020.

The commercial plan for 2020 was fundamentally undermined by COVID. This halted what had been a very promising start to expanding the company's client base in Q1 2020 in the travel sector. It led to irrecoverable costs associated with cancelled travel events and the high cost of letting the recently recruited Chief Commercial Officer go. It also impacted key clients' businesses and increased our reliance on a single client, Hertz. While the company remains a valued supplier to Hertz, the future for Hertz remains uncertain and there is a meaningful risk that the business will need to make further dramatic overhead reductions and perhaps raise more funds should this key client relationship fall away. The Directors are satisfied that the situation is being monitored closely, that cash resources are being preserved and that receivables are appropriately managed. The company is actively pursuing new client opportunities and adapting the sales and marketing approach to the new environment.

Taking the above into consideration, the directors have no reason to believe a material uncertainty exists that may cast a significant doubt about the Company to continue as a going concern. Accordingly, they continue to adopt the going concern basis in the preparation of these financial statements.

Turnover
Turnover represents sales to external customers at invoiced amounts less value added tax.

The Company's primary sources of revenue are from fees and commissions charged to clients.

Fees, commissions and other income receivable are recognised in the period to which they relate. Income is brought into account at the point of invoicing (when the service has been performed) rather than when signed contracts are exchanged. In the case of consultancy fees and contributions to development costs, where there is an exception of future servicing requirements, a proportionate element of the income is deferred to cover the associated contractual obligations.

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

Fixtures and fittings	- 25% on cost
Computer equipment	- 33.33% on cost

Stocks
Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

2. **ACCOUNTING POLICIES - continued**

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.

Research and development
Expenditure on research and development is written off in the year in which it is incurred.

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.

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.

Share-based payment
When share options are awarded to employees, the fair value of the options at the date of grant is charged to the income statement over the vesting period. Non-market vesting conditions are taken into account by adjusting the number of equity instruments expected to vest at each balance sheet date so that, ultimately, the cumulative amount recognised over the vesting period is based on the number of options that eventually vest. Market vesting conditions are factored into the fair value of the options granted. As long as all other vesting conditions are satisfied, a charge is made irrespective of whether the market vesting conditions are satisfied. The cumulative expense is not adjusted for failure to achieve a market vesting condition.

Where the terms and conditions of options are modified before they vest, the increase in fair value of the options, measured immediately before and after the modification, is also charged to the income statement over the remaining vesting period.

Where equity instruments are granted to persons other than employees, the income statement is charged with the fair value of the goods and services received unless this cannot be assessed with certainty, in which case the fair value of the share option is used in lieu of services provided.

2. **ACCOUNTING POLICIES - continued**

Cash at bank and in hand
Cash at bank and in hand comprise cash, demand deposits and other short-term highly liquid investments that are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value.

Financial instruments
Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities. Where shares are issued, any component that creates a financial liability of the company is presented as a liability in the balance sheet. The corresponding dividends relating to the liability component are charged as interest expense in the profit and loss account.

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 13 (2019 - 11) .

4. **TANGIBLE FIXED ASSETS**

	Fixtures and fittings £	Computer equipment £	Totals £
COST			
At 1 September 2019	**7,625**	**20,847**	**28,472**
Additions	**415**	**4,329**	**4,744**
Disposals	**-**	**(2,531)**	**(2,531)**
At 31 August 2020	**8,040**	**22,645**	**30,685**
DEPRECIATION			
At 1 September 2019	**5,031**	**12,205**	**17,236**
Charge for year	**1,668**	**5,799**	**7,467**
Eliminated on disposal	**-**	**(2,113)**	**(2,113)**
At 31 August 2020	**6,699**	**15,891**	**22,590**
NET BOOK VALUE			
At 31 August 2020	**1,341**	**6,754**	**8,095**
At 31 August 2019	2,594	8,642	11,236

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

	2020 £	2019 £
Trade debtors	**125,749**	342,716
Other debtors	**193,193**	157,007
	318,942	499,723

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Trade creditors	**97,448**	106,640
Taxation and social security	**61,490**	33,212
Other creditors	**101,277**	25,020
	260,215	164,872

7. LEASING AGREEMENTS

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

	2020	2019
	£	£
Within one year	**-**	64,169

8. RESERVES

	Retained earnings	Share premium	Capital redemption reserve	Share option reserve	Totals
	£	£	£	£	£
At 1 September 2019	**(8,315,786)**	**9,008,784**	**50**	**311,229**	**1,004,277**
Deficit for the year	**(92,750)**				**(92,750)**
Cash share issue	**-**	**5,574**	**-**	**-**	**5,574**
Share option reserve	**-**	**-**	**-**	**47**	**47**
At 31 August 2020	**(8,408,536)**	**9,014,358**	**50**	**311,276**	**917,148**

9. DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006

The Report of the Auditors was unqualified.

Jeremy Kitson BA FCA (Senior Statutory Auditor)
for and on behalf of Prime

10. POST BALANCE SHEET EVENTS

The economy continues to be affected by the Covid-19 pandemic which began to take effect before the year end. The directors have considered the impact of this to the company after discussion with key stakeholders and are satisfied that at the time of approval of the financial statements the company has sufficient resources to be able to continue trading for the foreseeable future.

11. SHARE-BASED PAYMENT TRANSACTIONS

EMI Share Option Scheme

Amigo Technology Limited operates an equity settled share based remuneration scheme for employees, the only vesting condition being that the individual remains an employee of the firm over the vesting period of 4 years.

The exercise price of the options are equal to the estimated market price of the shares on the date of the grant. The contractual life of each option granted is 10 years. During the financial year new share options have been issued with an exercise price of £6.00. These options have a vesting period of 4 years and a contractual life of 10 years. There are no cash settlement alternatives.

Total Share Options

	2020 Weighted average exercise price (pence)	**2020 Number**	2019 Weighted average exercise price (pence)	2019 Number
Outstanding at the beginning of the year	**771**	**192,451**	604	124,351
Granted during the year	**600**	**51,300**	300	68,100
Exercised during the year	-	-	1,029	-
Lapsed during the year	**600**	**40,000**	1,030	-
Lapsed during the year	**300**	**600**	300	-
Outstanding at the end of the year	**687**	**203,151**	771	192,451

Of the total number of options outstanding at the end of the year 82,001 (2019: 82,001) had vested and were exercisable at the end of the year.

The weighted averaged contracted life of the share options outstanding at the end of the year is 6.72 years.

The following information is relevant in the determination of the fair value of the options granted during the year under the equity-settled share based remuneration schemes operated by Amigo Technology Limited.

	2020 Black-Scholes	2019 Black-Scholes
Weighted average exercise price at grant date (pence)	N/A	N/A
Exercise price (pence)	N/A	N/A
Expected volatility	N/A	N/A
Risk-free interest rate	N/A	N/A

The share-based remuneration expense charged to the profit and loss comprises:

	2020	2019
Equity-settled option scheme charge	£48	£35,158

In addition to the share options granted by the company in 2015, 6,003 warrants as part of the consideration of the buyback of Preferred Ordinary and Deferred Shared were issued at a subscription price of £8.60. All warrants expired on 16th February 2020, with two being exercised leading to an issue in the year of 648 shares.

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.