

PRESERVICA LIMITED

FINANCIAL STATEMENTS

INFORMATION FOR FILING WITH THE REGISTRAR

FOR THE YEAR ENDED 31 MARCH 2022

PRESERVICA LIMITED
REGISTERED NUMBER: 07998621

CONSOLIDATED BALANCE SHEET
AS AT 31 MARCH 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	5	103,044	75,487
		<u>103,044</u>	<u>75,487</u>
Current assets			
Debtors: amounts falling due within one year	7	2,474,248	1,381,740
Cash at bank and in hand	8	7,598,903	3,396,730
		<u>10,073,151</u>	<u>4,778,470</u>
Creditors: amounts falling due within one year	9	(6,677,474)	(5,082,533)
Net current assets/(liabilities)		<u>3,395,677</u>	<u>(304,063)</u>
Total assets less current liabilities		<u>3,498,721</u>	<u>(228,576)</u>
Creditors: amounts falling due after more than one year	10	(4,500,000)	(2,739,930)
Provisions for liabilities			
Other provisions	11	-	(88,000)
		<u>-</u>	<u>(88,000)</u>
Net assets excluding pension asset		<u>(1,001,279)</u>	<u>(3,056,506)</u>
Net liabilities		<u>(1,001,279)</u>	<u>(3,056,506)</u>
Capital and reserves			
Called up share capital	12	1,501	1,473
Share premium account		3,316,349	-
Foreign exchange reserve		77,130	47,542
Other reserves		323,343	-
Profit and loss account		(4,719,602)	(3,105,521)
Equity attributable to owners of the parent Company		<u>(1,001,279)</u>	<u>(3,056,506)</u>

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The Company has opted not to file the consolidated statement of comprehensive income in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 1 November 2022.

PRESERVICA LIMITED
REGISTERED NUMBER: 07998621

CONSOLIDATED BALANCE SHEET (CONTINUED)
AS AT 31 MARCH 2022

M Quinn
Director

The notes on pages 7 to 18 form part of these financial statements.

PRESERVICA LIMITED
REGISTERED NUMBER: 07998621

COMPANY BALANCE SHEET
AS AT 31 MARCH 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	5	88,826	71,765
Investments	6	71	71
		<u>88,897</u>	<u>71,836</u>
Current assets			
Debtors: amounts falling due within one year	7	5,010,349	4,084,020
Cash at bank and in hand	8	6,954,220	2,744,300
		<u>11,964,569</u>	<u>6,828,320</u>
Creditors: amounts falling due within one year	9	(4,525,596)	(3,509,860)
Net current assets		<u>7,438,973</u>	<u>3,318,460</u>
Total assets less current liabilities		<u>7,527,870</u>	<u>3,390,296</u>
Creditors: amounts falling due after more than one year	10	(4,500,000)	(2,550,000)
Provisions for liabilities			
Other provisions	11	-	(88,000)
		<u>-</u>	<u>(88,000)</u>
Net assets excluding pension asset		<u>3,027,870</u>	<u>752,296</u>
Net assets		<u><u>3,027,870</u></u>	<u><u>752,296</u></u>
Capital and reserves			
Called up share capital	12	1,501	1,473
Share premium account		3,316,349	-
Other reserves		323,343	-
Profit and loss account		(613,323)	750,823
		<u><u>3,027,870</u></u>	<u><u>752,296</u></u>

PRESERVICA LIMITED
REGISTERED NUMBER: 07998621

COMPANY BALANCE SHEET (CONTINUED)
AS AT 31 MARCH 2022

The Company's financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The Company has opted not to file the consolidated statement of comprehensive income in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 1 November 2022.

M Quinn
Director

The notes on pages 7 to 18 form part of these financial statements.

PRESERVICA LIMITED

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2022

	Called up share capital	Share premium account	Foreign exchange reserve	Share-based payment reserve	Profit and loss account	Total equity
	£	£	£	£	£	£
At 1 April 2021	1,473	-	47,542	-	(3,105,521)	(3,056,506)
Loss for the year	-	-	-	-	(1,614,081)	(1,614,081)
Currency translation differences	-	-	29,588	-	-	29,588
Shares issued during the year	28	3,316,349	-	-	-	3,316,377
Share-based payment charge	-	-	-	323,343	-	323,343
At 31 March 2022	1,501	3,316,349	77,130	323,343	(4,719,602)	(1,001,279)

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2021

	Called up share capital	Share premium account	Foreign exchange reserve	Profit and loss account	Total equity
	£	£	£	£	£
At 1 April 2020	1,874	5,256,288	(24,347)	(6,627,688)	(1,393,873)
Loss for the year	-	-	-	(1,729,246)	(1,729,246)
Currency translation differences	-	-	71,889	-	71,889
Purchase of own shares	-	-	-	(1,928,723)	(1,928,723)
Shares issued during the year	1	1,923,848	-	-	1,923,849
Shares cancelled during the year	(402)	-	-	-	(402)
Transfer to/from profit and loss account	-	-	-	7,180,136	7,180,136
Transfer between other reserves	-	(7,180,136)	-	-	(7,180,136)
At 31 March 2021	1,473	-	47,542	(3,105,521)	(3,056,506)

The notes on pages 7 to 18 form part of these financial statements.

PRESERVICA LIMITED

COMPANY STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2022

	Called up share capital	Share premium account	Share-based payment reserve	Profit and loss account	Total equity
	£	£	£	£	£
At 1 April 2021	1,473	-	-	750,823	752,296
Loss for the year	-	-	-	(1,364,146)	(1,364,146)
Shares issued during the year (see note 14)	28	3,316,349	-	-	3,316,377
Share based payment charge	-	-	323,343	-	323,343
At 31 March 2022	1,501	3,316,349	323,343	(613,323)	3,027,870

COMPANY STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2021

	Called up share capital	Share premium account	Profit and loss account	Total equity
	£	£	£	£
At 1 April 2020	1,874	5,256,288	(3,664,686)	1,593,476
Loss for the year	-	-	(835,904)	(835,904)
Purchase of own shares	-	-	(1,928,723)	(1,928,723)
Shares issued during the year	1	1,923,848	-	1,923,849
Shares cancelled during the year	(402)	-	-	(402)
Transfer to/from profit and loss account	-	-	7,180,136	7,180,136
Transfer between other reserves	-	(7,180,136)	-	(7,180,136)
At 31 March 2021	1,473	-	750,823	752,296

The notes on pages 7 to 18 form part of these financial statements.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

1. General information

Preservica Limited is a private limited company, incorporated in the United Kingdom and registered in England and Wales. The registered office of the Company is 32 The Quadrant, Abingdon Science Park, Abingdon, Oxfordshire, OX14 3YS. The principal activity of the Group is the provision of software and related services.

2. Accounting policies

2.1 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 Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires Group management to exercise judgment in applying the Group's accounting policies (see note 3).

The Company has taken advantage of the exemption allowed under section 408 of the Companies Act 2006 and has not presented its own Statement of comprehensive income in these financial statements.

The following principal accounting policies have been applied:

2.2 Basis of consolidation

The consolidated financial statements present the results of the Company and its own subsidiary ("the Group") as if they form a single entity. Intercompany transactions and balances between group companies are therefore eliminated in full.

The consolidated financial statements incorporate the results of business combinations using the purchase method. In the Balance sheet, the acquiree's identifiable assets, liabilities and contingent liabilities are initially recognised at their fair values at the acquisition date. The results of acquired operations are included in the Consolidated statement of comprehensive income from the date on which control is obtained. They are deconsolidated from the date control ceases.

In accordance with the transitional exemption available in FRS 102, the Group has chosen not to retrospectively apply the standard to business combinations that occurred before the date of transition to FRS 102, being 1 April 2015.

2.3 Going concern

The Group's net liabilities at 31 March 2022 were £1,001,279 (2021: net liabilities £3,056,506) of

which £7,598,903 was represented by cash reserves (2021: £3,396,730). As the Group is in a

research and development phase it has recorded a loss before tax for the year ended 31 March 2022 totaling £2,093,505 (2021: £2,275,095).

The Directors have considered the expected financial performance, current financial position and existing financial resources of the Company and the Group for a period of at least 12 months from the date of signing of the financial statements. The Directors consider the Company and the Group to be going concerns and have prepared the financial statements on a going concern basis.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

2. Accounting policies (continued)

2.4 Foreign currency translation

Functional and presentation currency

The Group and Company's functional and presentational currency is GBP, rounded to the nearest pound.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

On consolidation, the results of overseas operations are translated into Sterling at rates approximating to those ruling when the transactions took place. All assets and liabilities of overseas operations are translated at the rate ruling at the reporting date. Exchange differences arising on translating the opening net assets at opening rate and the results of overseas operations at actual rate are recognised in other comprehensive income.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

2. Accounting policies (continued)

2.5 Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Group and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

Rendering of services

Revenue from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the Group will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

Turnover on fixed price contracts is generally recognised as contract activity progresses so that for incomplete contracts it reflects the partial performance of the contractual obligations unless exception criteria apply. For such contracts the amount of turnover reflects the accruals of the right to consideration by reference to the value of the work performed. Turnover not billed to client is included in debtors as unbilled receivables.

Revenue from licence subscriptions fees, hosting and customer support is invoiced in advance and spread over the period to which the service relates. Revenue from perpetual licences is recognised when the licence is initiated.

2.6 Operating leases: the Group as lessee

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

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight-line basis over the lease term, unless another systematic basis is representative of the time pattern of the lessee's benefit from the use of the leased asset.

2.7 Interest income

Interest income is recognised in profit or loss using the effective interest method.

2.8 Finance costs

Finance costs are charged to profit or loss over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

2.9 Borrowing costs

All borrowing costs are recognised in profit or loss in the year in which they are incurred.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

2. Accounting policies (continued)

2.10 Pensions

Defined contribution pension plan

The Group operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Group pays fixed contributions into a separate entity. Once the contributions have been paid the Group has no further payment obligations.

The contributions are recognised as an expense in profit or loss when they fall due. Amounts not paid are shown in other creditors as a liability in the Balance sheet. The assets of the plan are held separately from the Group in independently administered funds.

2.11 Taxation

Tax is recognised in profit or loss except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the balance sheet date in the countries where the Company and the Group operate and generate income.

The claims for Research and Development tax credits have been recognised on an accruals basis as they were deemed sufficiently certain.

2.12 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

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:

Leasehold improvement	-	10%	straight line
Fixtures and fittings	-	25%	straight line
Computer equipment	-	33%	straight line

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in profit or loss.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

2. Accounting policies (continued)

2.13 Valuation of investments

Investments in subsidiaries are measured at cost less accumulated impairment.

2.14 Debtors

Short-term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.15 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

2.16 Creditors

Short-term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

2.17 Provisions for liabilities

Provisions are made where an event has taken place that gives the Group a legal or constructive obligation that probably requires settlement by a transfer of economic benefit, and a reliable estimate can be made of the amount of the obligation.

Provisions are charged as an expense to profit or loss in the year that the Group becomes aware of the obligation, and are measured at the best estimate at the balance sheet date of the expenditure required to settle the obligation, taking into account relevant risks and uncertainties.

When payments are eventually made, they are charged to the provision carried in the Balance sheet.

2.18 Financial instruments

The Group only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in ordinary shares.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

3. Judgements in applying accounting policies and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported for assets and liabilities as at the balance sheet date and the amounts reported for revenues and expenses during the year. However, the nature of estimations means that actual outcomes could differ from those estimates.

The following judgements have had the most significant effect on amounts recognised in the financial statements.

Dilapidation Provision

Included in the accounts is a provision related to the cost of dilapidations in respect of the Company's office building. This represents management's best estimate at the balance sheet date of the costs required to meet this future obligation.

4. Employees

The average monthly number of employees, including directors, during the year was 62 (2021 - 57).

5. Tangible fixed assets

Group

	Leasehold improvements £	Fixtures and fittings £	Computer equipment £	Total £
Cost or valuation				
At 1 April 2021	76,498	62,713	114,433	253,644
Additions	20,932	1,422	57,298	79,652
Disposals	(52,176)	(23,018)	(12,959)	(88,153)
Exchange adjustments	-	-	833	833
At 31 March 2022	<u>45,254</u>	<u>41,117</u>	<u>159,605</u>	<u>245,976</u>
Depreciation				
At 1 April 2021	28,949	57,607	91,601	178,157
Charge for the year on owned assets	8,041	3,374	21,774	33,189
Disposals	(33,450)	(22,668)	(12,959)	(69,077)
Exchange adjustments	-	-	663	663
At 31 March 2022	<u>3,540</u>	<u>38,313</u>	<u>101,079</u>	<u>142,932</u>
Net book value				
At 31 March 2022	<u><u>41,714</u></u>	<u><u>2,804</u></u>	<u><u>58,526</u></u>	<u><u>103,044</u></u>
At 31 March 2021	<u><u>47,549</u></u>	<u><u>5,106</u></u>	<u><u>22,832</u></u>	<u><u>75,487</u></u>

PRESERVICA LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

5. Tangible fixed assets (continued)

Company

	Leasehold improvements £	Fixtures and fittings £	Computer equipment £	Total £
Cost or valuation				
At 1 April 2021	76,498	62,713	97,145	236,356
Additions	20,932	1,422	42,779	65,133
Disposals	(52,176)	(23,018)	(10,749)	(85,943)
	45,254			
At 31 March 2022				
		41,117	129,175	215,546
Depreciation				
At 1 April 2021	28,949	57,607	78,035	164,591
	8,041			
Charge for the year on owned assets		3,374	17,581	28,996
Disposals	(33,450)	(22,668)	(10,749)	(66,867)
	3,540			
At 31 March 2022				
		38,313	84,867	126,720
Net book value				
	41,714			
At 31 March 2022				
		2,804	44,308	88,826
	47,549			
At 31 March 2021				
		5,106	19,110	71,765

6. Fixed asset investments

Company

	Investments in subsidiary companies £
Cost or valuation	

At 1 April 2021

71

At 31 March 2022

71

PRESERVICA LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

Subsidiary undertaking

The following was a subsidiary undertaking of the Company:

Name	Registered office	Principal activity	Class of shares	Holding
Preservica Inc	United States of America	Provision of software	Ordinary	100 %

7. Debtors

	Group 2022 £	Group 2021 £	Company 2022 £	Company 2021 £
Trade debtors	1,622,757	696,827	1,252,258	341,513
Amounts owed by Group undertakings	-	-	2,985,620	3,153,375
Other debtors	533,000	568,193	526,698	509,815
Prepayments and accrued income	318,491	116,720	245,773	79,317
	<u>2,474,248</u>	<u>1,381,740</u>	<u>5,010,349</u>	<u>4,084,020</u>

Amounts owed by Group undertakings are non interest bearing and repayable on demand.

PRESERVICA LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

8. Cash and cash equivalents

	Group 2022 £	Group 2021 £	Company 2022 £	Company 2021 £
Cash at bank and in hand	7,598,903	3,396,730	6,954,220	2,744,300
	<u>7,598,903</u>	<u>3,396,730</u>	<u>6,954,220</u>	<u>2,744,300</u>

9. Creditors: Amounts falling due within one year

	Group 2022 £	Group 2021 £	Company 2022 £	Company 2021 £
Trade creditors	512,388	398,254	462,688	315,138
Amounts owed to Group undertakings	-	-	73,620	154,053
Corporation tax	7,627	-	-	-
Other taxation and social security	113,698	207,801	113,698	207,801
Other creditors	54,031	7,879	51,557	5,946
Accruals and deferred income	5,989,730	4,468,599	3,824,033	2,826,922
	<u>6,677,474</u>	<u>5,082,533</u>	<u>4,525,596</u>	<u>3,509,860</u>

Amounts owed to Group undertakings are non interest bearing and repayable on demand.

10. Creditors: Amounts falling due after more than one year

	Group 2022 £	Group 2021 £	Company 2022 £	Company 2021 £
Loan stock	4,500,000	2,500,000	4,500,000	2,500,000
Other creditors	-	239,930	-	50,000
	<u>4,500,000</u>	<u>2,739,930</u>	<u>4,500,000</u>	<u>2,550,000</u>

Loan stock is repayable after a period of five years from its first issue. £2,000,000 of the loan stock (A loan stock) was issued in 2018 and accrues interest at a rate of 9% per annum, payable quarterly in arrears. Another (B loan stock) £500,000 was issued in 2020, £500,000 in 2021 and accrued interest at a rate of 8% per annum and an additional (C loan stock) £1,500,000 was issued in 2021, and accrues interest at a rate of 7.25% per annum, payable quarterly in arrears.

PRESERVICA LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

11. Provisions

Group

	Dilapidation provision £	Total £
At 1 April 2021	88,000	88,000
Utilised in year	(88,000)	(88,000)
At 31 March 2022	-	-

Company

	Dilapidation provision £	Total £
At 1 April 2021	88,000	88,000
Utilised in year	(88,000)	(88,000)
At 31 March 2022	-	-

The dilapidation provision relates to an estimate of costs for restoration, repair and redecoration of the Company's leased premises at the termination of the leases in accordance with the terms of the lease agreements.

12. Share capital

	2022 £	2021 £
Allotted, called up and fully paid		
4,262,710 (2021 - 4,262,706) A Ordinary shares of £0.0001- each	426.27	426.27
4,236,219 (2021 - 4,236,219) B Ordinary shares of £0.0001- each	423.62	423.62
1,691,085 (2021 - 1,691,085) C Ordinary shares of £0.0001- each	169.11	169.11
466,667 (2021 - 466,667) D Ordinary shares of £0.0001- each	46.67	46.67
4,059,724 (2021 - 4,059,720) E Ordinary shares of £0.0001- each	405.97	405.97
10,000 (2021 - 10,000) Preference shares of £0.0001- each	1.00	1.00
259,858 (2021 -) G Ordinary shares of £0.0001- each	25.99	-
25,000 (2021 -) Preference 2 shares of £0.0001- each	2.50	-
	1,501.13	1,472.64

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

12. Share capital (continued)

During the year, the Company issued 25,000 Preference 2 shares for a total consideration of £2,500,000.

During the year, the Company issued 4 "A" Ordinary shares for a total consideration of £15 and 4 "E" Ordinary shares for a total consideration of £15.

During the year the Company also issued 259,858 Ordinary G shares for a total consideration of £999,960.

13. Share based payments

During the year ended 31 March 2022, the Company issued equity settled share based payments under an Enterprise Management Incentive scheme and an unapproved scheme. A charge in relation to this of £323,343 (2021: £nil) was recognised in the year.

	Weighted average exercise price (pence) 2022	Number 2022	Weighted average exercise price (pence) 2021	Number 2021
Outstanding at the beginning of the year	0.01	2,513,733	0.01	2,313,733
Granted during the year	3.84	395,000	0.01	200,000
Forfeited during the year	0.01	(56,000)	0.01	-
Outstanding at the end of the year	0.01	2,852,733	0.01	2,513,733
			2022	2021
Weighted average share price (pence)			3.84	0.01
Exercise price (pence)			0.01	0.01
Weighted average contractual life (days)			1825	1825
Expected volatility			35%	35%
Risk-free interest rate			3.65%	3.65%

14. Pension commitments

The Group operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the Group in an independently administered fund. The pension cost charge represents contributions payable by the Group to the fund and amounted to £210,340 (2021: £209,348). Contributions totalling £37,198 (2021: £1,879) were payable to the fund at the balance sheet date.

PRESERVICA LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

15. Commitments under operating leases

At 31 March 2022 the Group and the Company had future minimum lease payments due under non-cancellable operating leases for each of the following periods:

	Group 2022 £	Group 2021 £	Company 2022 £	Company 2021 £
Not later than 1 year	74,743	45,421	39,631	45,421
Later than 1 year and not later than 5 years	138,514	-	79,261	-
	<u>213,257</u>	<u>45,421</u>	<u>118,892</u>	<u>45,421</u>

16. Related party transactions

The Group has taken advantage of the exemption under Section 33 of FRS 102 from disclosing transactions with wholly owned group companies.

During the year the Company received services totalling £174,937 (2021: £46,334) from Gresham House Asset Management Ltd, a company with a common Director. At the balance sheet date, the Company owed Gresham House Asset Management Ltd £nil (2021: £3,615) in respect of services provided.

17. Controlling party

In the opinion of the Directors there is no ultimate controlling party.

18. Auditor's information

The auditor's report on the financial statements for the year ended 31 March 2022 was unqualified.

The audit report was signed on 2 November 2022 by Sue Staunton MA FCA CF (Senior statutory auditor) on behalf of James Cowper Kreston.

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.