

Financial Statements for the Period 6 October 2017 to 31 October 2018

for

Theolytics Ltd

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for the Period 6 October 2017 to 31 October 2018

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DIRECTORS:

Ms C Casebourne Mills
Dr A Mclean
Dr M Duffy
Dr K Powell

REGISTERED OFFICE:

Innovation Building
Roosevelt Drive
Oxford
Oxfordshire
OX3 7FZ

REGISTERED NUMBER:

11001290 (England and Wales)

AUDITORS:

James Cowper Kreston
Chartered Accountants and Statutory Auditor
2 Chawley Park
Cumnor
Oxford
Oxfordshire
OX2 9GG

Balance Sheet
31 October 2018

	Notes	£	£
FIXED ASSETS			
Intangible assets	5		1,582
Tangible assets	6		<u>216,039</u>
			217,621
CURRENT ASSETS			
Debtors	7	151,323	
Cash at bank		<u>1,935,673</u>	
		2,086,996	
CREDITORS			
Amounts falling due within one year	8	<u>143,414</u>	
NET CURRENT ASSETS			<u>1,943,582</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>2,161,203</u>
CAPITAL AND RESERVES			
Called up share capital	10		110
Share premium			2,499,990
Retained earnings			<u>(338,897)</u>
SHAREHOLDERS' FUNDS			<u>2,161,203</u>

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

In accordance with Section 444 of the Companies Act 2006, the Statement of Comprehensive Income has not been delivered.

The financial statements were approved by the Board of Directors on 22 May 2019 and were signed on its behalf by:

Ms C Casebourne Mills - Director

Dr M Duffy - Director

Dr A Mclean - Director

Notes to the Financial Statements
for the Period 6 October 2017 to 31 October 2018

1. **STATUTORY INFORMATION**

Theolytics Ltd 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 following principal accounting policies have been applied:

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 recognised at cost. After recognition, under the cost model, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

All intangible assets are considered to have a finite useful life. If a reliable estimated of the useful life cannot be made, the useful life shall not exceed ten years.

Tangible fixed assets

Depreciation is charged so as to allocate the costs of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Lab equipment - 5-10 years

Fixtures and fittings - 25% on cost

Computer equipment - 25% on cost

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 the Statement of comprehensive income.

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 amount of cash with insignificant risk of change of value.

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.

Notes to the Financial Statements - continued
for the Period 6 October 2017 to 31 October 2018

2. **ACCOUNTING POLICIES - continued**

Taxation

Taxation for the period 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.

Research and development tax credit.

The R&D tax credit is recognised when it is certain that a tax credit in relation to research and development carried out will be received.

Research and development

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

Foreign currencies

-Functional and presentation currency

The Company's functional and presentational currency is GBP.

-Transactions and balances

Foreign currency transactions are translated into the functional currency using the spot exchange rate 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.

Foreign exchange gains and losses resulting from the settlement of transactions and from the translation at period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the Statement of Comprehensive Income except when deferred in other comprehensive income as qualifying cash flow hedges.

Foreign exchange gains and losses that relate to borrowings and cash and cash equivalents are presented in the Statement of Comprehensive Income within 'finance income or costs'. All other foreign exchange gains and losses are presented in the Statement of Comprehensive Income within 'other operating income'.

Operating lease 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.

Going concern

During the period the company made a loss of £338,897 and the company had a net asset position of £2,161,203 at the period end. The directors have prepared budgets that indicate that the company will continue to trade for the foreseeable future. For these reasons the directors have prepared the accounts on a going concern basis.

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.

Notes to the Financial Statements - continued
for the Period 6 October 2017 to 31 October 2018

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the period was 4 .

4. **AUDITORS' REMUNERATION**

	£
Fees payable to the company's auditors for the audit of the company's financial statements	<u>3,500</u>

5. **INTANGIBLE FIXED ASSETS**

	Patents and licences £
COST	
Additions	<u>1,609</u>
At 31 October 2018	<u>1,609</u>
AMORTISATION	
Amortisation for period	<u>27</u>
At 31 October 2018	<u>27</u>
NET BOOK VALUE	
At 31 October 2018	<u>1,582</u>

6. **TANGIBLE FIXED ASSETS**

	Lab equipment £	Fixtures and fittings £	Computer equipment £	Totals £
COST				
Additions	<u>217,936</u>	<u>956</u>	<u>3,860</u>	<u>222,752</u>
At 31 October 2018	<u>217,936</u>	<u>956</u>	<u>3,860</u>	<u>222,752</u>
DEPRECIATION				
Charge for period	<u>6,403</u>	<u>38</u>	<u>272</u>	<u>6,713</u>
At 31 October 2018	<u>6,403</u>	<u>38</u>	<u>272</u>	<u>6,713</u>
NET BOOK VALUE				
At 31 October 2018	<u>211,533</u>	<u>918</u>	<u>3,588</u>	<u>216,039</u>

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

	£
Trade debtors	2,448
Other debtors	<u>148,875</u>
	<u>151,323</u>

Notes to the Financial Statements - continued
for the Period 6 October 2017 to 31 October 2018

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	£
Trade creditors	118,156
Taxation and social security	8,159
Other creditors	17,099
	<u>143,414</u>

9. LEASING AGREEMENTS

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

	£
Within one year	<u>43,633</u>

10. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	£
10,000	Ordinary	£0.01	100
10,000	Ordinary A	£.001	10
			<u>110</u>

During the year 10,000 shares with a nominal value of £0.01 were issued for a total consideration of £100.

During the year 10,000 shares with a nominal value of £0.001 were issued at a price of £250 per share for a total consideration of £2,500,000.

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

The Report of the Auditors was unqualified.

Sue Staunton MA FCA CF (Senior Statutory Auditor)
for and on behalf of James Cowper Kreston

12. RELATED PARTY DISCLOSURES

£25,834 was paid to Oxford Sciences Innovations Plc for administrative support, director's services and legal support services. £9,485 was still outstanding at the period end.

£2,040 of income was generated through equipment rentals to Macrophox Ltd. £2,448 was outstanding at period end.

13. ULTIMATE CONTROLLING PARTY

There is no single ultimate controlling party.

14. SHARE-BASED PAYMENT TRANSACTIONS

At the balance sheet date, 1,529 share options had been granted but were unexercised and no options had vested. The exercise price of all granted options is £12.50. All options have a maximum term of 10 years from the date of grant. All share options vest at various dates throughout their term.

All options in issue related to an approved EMI scheme.

4 individuals and employees held share options in the company at the period end.

No share options were exercised during the period.

All share options are in respect of Ordinary £0.01 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.