

Registration number: 10536443

# Flexys Solutions Ltd

Annual Report and Unaudited Financial Statements  
for the Year Ended 31 March 2021  
Pages for filing with Registrar

# Flexys Solutions Ltd

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# Flexys Solutions Ltd

## Company Information

<b>Directors</b>	J Hickman B J Dewis B M Smith
<b>Registered office</b>	Future Space North Gate (UWE) Filton Road Stoke Gifford Bristol BS34 8RB
<b>Registered number</b>	10536443
<b>Accountants</b>	Corrigan Accountants Limited The Tramshed 25 Lower Park Row Bristol BS1 5BN

## Flexys Solutions Ltd

(Registration number: 10536443)  
Balance Sheet as at 31 March 2021

	Note	2021 £	2020 £
<b>Fixed assets</b>			
Intangible assets	<u>5</u>	1,563,617	1,089,645
Tangible assets	<u>6</u>	5,741	16,542
		1,569,358	1,106,187
<b>Current assets</b>			
Debtors	<u>7</u>	513,268	260,832
Cash at bank and in hand		327,449	399,794
		840,717	660,626
<b>Creditors:</b> Amounts falling due within one year	<u>8</u>	(762,455)	(223,727)
<b>Net current assets</b>		78,262	436,899
<b>Total assets less current liabilities</b>		1,647,620	1,543,086
<b>Creditors:</b> Amounts falling due after more than one year	<u>8</u>	(150,245)	(102,392)
<b>Net assets</b>		1,497,375	1,440,694
<b>Capital and reserves</b>			
Called up share capital		6	6
Share premium reserve		2,800,292	2,800,292
Other reserves		51,247	32,525
Profit and loss account		(1,354,170)	(1,392,129)
<b>Total equity</b>		1,497,375	1,440,694

**Flexys Solutions Ltd**

**(Registration number: 10536443)  
Balance Sheet as at 31 March 2021**

For the financial year ending 31 March 2021 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the Board on 29 June 2021 and signed on its behalf by:

.....  
J Hickman  
Director

.....  
B M Smith  
Director

## Flexys Solutions Ltd

### Statement of Changes in Equity for the Year Ended 31 March 2021

	Share capital £	Share premium £	Other reserves £	Profit and loss account £	Total £
At 1 April 2020 (as restated)	6	2,800,292	32,525	(1,392,129)	1,440,694
Profit for the year	-	-	-	37,959	37,959
Total comprehensive income	-	-	-	37,959	37,959
Share based payment transactions	-	-	18,722	-	18,722
At 31 March 2021	6	2,800,292	51,247	(1,354,170)	1,497,375
	Share capital £	Share premium £	Other reserves £	Profit and loss account £	Total £
At 1 April 2019	5	2,250,294	12,612	(793,990)	1,468,921
Loss for the year (as restated)	-	-	-	(598,139)	(598,139)
Total comprehensive income	-	-	-	(598,139)	(598,139)
New share capital subscribed	1	549,998	-	-	549,999
Share based payment transactions	-	-	19,913	-	19,913
At 31 March 2020	6	2,800,292	32,525	(1,392,129)	1,440,694

## Flexys Solutions Ltd

### Notes to the Financial Statements for the Year Ended 31 March 2021

#### 1 Statutory information

The company is incorporated in England and Wales.

The address of its registered office is:

Future Space  
North Gate (UWE) Filton Road  
Stoke Gifford  
Bristol  
BS34 8RB

#### 2 Accounting policies

##### Summary of significant accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

##### Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

##### Basis of preparation

These financial statements have been prepared using the historical cost convention.

The financial statements are prepared in pounds sterling which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

##### Going concern

The company's investment in research and development during this early phase of the business has resulted in a loss for the year. Despite these losses the company still had significant financial resources remaining at the Balance Sheet date from previous fund raising, and the business bounce back loan received in the year. The directors are confident through a combination of increased future revenues and careful cost control, the company will continue in operational existence for the foreseeable future, and therefore continue to adopt the going concern basis of accounting in preparing the annual financial statements.

##### Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the provision of services in the ordinary course of the company's activities. Turnover is shown net of value added tax, returns, rebates and discounts. The company recognises revenue when the amount of revenue can be reliably measured and it is probable that future economic benefits will flow to the entity.

## Flexys Solutions Ltd

### Notes to the Financial Statements for the Year Ended 31 March 2021

#### Government grants

Government grants are recognised, using the accrual model, at the fair value of the asset received or receivable when there is reasonable assurance that the company will comply with conditions attaching to them and the grants will be received.

#### Tax

The tax expense or credit for the period comprises current tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current corporation tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date.

#### Tangible assets

Tangible fixed assets are stated in the balance sheet at cost, less any subsequent accumulated depreciation. The cost of tangible fixed assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation is charged so as to write off the cost of assets over their estimated useful lives, as follows:

Office equipment	33% on cost
Computer equipment	33% on cost

#### Intangible assets

Development expenditure is written off as incurred, except that development expenditure incurred on an individual project is capitalised as an intangible asset when the company can demonstrate the technical feasibility of completing the intangible asset so that it will be available for use or sale, its intention to complete and its ability to use or sell the asset, how the asset will generate future economic benefits, the availability of resources to complete the asset and the ability to measure reliably the expenditure during development.

Following initial recognition of the development expenditure as an asset, the cost model is applied requiring the asset to be carried as cost less any accumulated amortisation and accumulated impairment losses.

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Development costs	10 years
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#### Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits.

## **Flexys Solutions Ltd**

### **Notes to the Financial Statements for the Year Ended 31 March 2021**

#### **Trade debtors**

Trade debtors are recognised initially at the transaction price. They are subsequently measured less any provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

#### **Trade creditors**

Trade creditors are recognised initially at the transaction price.

#### **Compound financial instruments**

Compound financial instruments consist of convertible loans that can be converted to share capital at the option of the holder.

The liability component of a compound financial instrument is initially recognised at the fair value of a similar liability that does not have an equity conversion option. The equity component is initially recognised at the difference between the fair value of the compound financial instrument as a whole and the fair value of the liability component. Any directly attributable transaction costs are allocated to the liability and equity components in proportion to their initial carrying amounts.

Subsequent to initial recognition, the liability component of a compound financial instrument is measured at amortised cost using the effective interest method, and interest expense included within interest payable and similar charges. The equity component of a compound financial instrument is not re-measured subsequent to initial recognition except on conversion or expiry.

#### **Share capital**

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments.

#### **Defined contribution pension obligation**

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

#### **Employee benefits**

The costs of short-term employee benefits are recognised as a liability and an expense. The cost of any unused holiday entitlement is recognised in the period in which the employees' services are received.

## Flexys Solutions Ltd

### Notes to the Financial Statements for the Year Ended 31 March 2021

#### Share based payments

Where share options are awarded to employees, the fair value of the options at the date of grant is charged to the profit and loss account 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. The cumulative expense is not adjusted for failure to achieve a market vesting condition.

#### 3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 20 (2020 - 21).

#### 4 Taxation

Tax charged/(credited) in the income statement

	2021 £	2020 £
<b>Current taxation</b>		
UK corporation tax	(223,253)	(237,727)

## Flexys Solutions Ltd

### Notes to the Financial Statements for the Year Ended 31 March 2021

#### 5 Intangible assets

	<b>Internally generated software development costs £</b>
<b>Cost</b>	
At 1 April 2020	1,272,953
Additions internally developed	669,424
At 31 March 2021	<u>1,942,377</u>
<b>Amortisation</b>	
At 1 April 2020	183,308
Amortisation charge	195,452
At 31 March 2021	<u>378,760</u>
<b>Carrying amount</b>	
At 31 March 2021	<u>1,563,617</u>
At 31 March 2020	<u>1,089,645</u>

## Flexys Solutions Ltd

### Notes to the Financial Statements for the Year Ended 31 March 2021

#### 6 Tangible assets

	Office equipment £	Computer equipment £	Total £
<b>Cost</b>			
At 1 April 2020	7,804	32,862	40,666
Additions	895	-	895
Disposals	(3,660)	(560)	(4,220)
At 31 March 2021	5,039	32,302	37,341
<b>Depreciation</b>			
At 1 April 2020	5,433	18,691	24,124
Charge for the year	1,303	9,119	10,422
Eliminated on disposal	(2,511)	(435)	(2,946)
At 31 March 2021	4,225	27,375	31,600
<b>Carrying amount</b>			
At 31 March 2021	814	4,927	5,741
At 31 March 2020	2,371	14,171	16,542

#### 7 Debtors: amounts falling due within one year

	2018 £	2020 £
Trade debtors	225,552	15,104
Other debtors	6,287	5,975
Prepayments and accrued income	58,102	1,984
Corporation tax	223,253	237,727
Directors' loan accounts	74	42
	513,268	260,832

## Flexys Solutions Ltd

### Notes to the Financial Statements for the Year Ended 31 March 2021

#### 8 Creditors: amounts falling due within one year

	Note	2021 £	2020 £
Trade creditors		52,101	35,972
Taxation and social security		260,140	88,259
Other creditors		133	9,812
Accruals and deferred income		450,081	89,684
		762,455	223,727
<b>Due after one year</b>			
Loans and borrowings	<u>9</u>	150,245	102,392

#### 9 Loans and borrowings

		2021 £	2020 £
<b>Non-current loans and borrowings</b>			
Bank borrowings		50,000	-
Unsecured debentures		100,245	102,392
		150,245	102,392

The bank loan is the government backed Business Bounce Back Loan, an unsecured loan with a flexible repayment term of 6 years, charged at 2.5% interest.

The convertible loan represents a £100,000 convertible loan note which bears interest at a rate of 12% per annum.

#### 10 Share capital

##### Allotted, called up and fully paid shares

	2021		2020	
	No.	£	No.	£
Ordinary shares of £0.0001 each	38,660	5.80	38,660	5.80

## Flexys Solutions Ltd

### Notes to the Financial Statements for the Year Ended 31 March 2021

#### 11 Obligations under leases

##### Operating leases

The total of future minimum lease payments is as follows:

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
	-	42,484

#### 12 Share-based payments

##### Unapproved Options

##### Scheme details and movements

The company has issued options over its unissued shares to a director. Their vesting is conditional upon criterion including the option holder's continued employment by the company. The options are exercisable on an exit event. The term of the options are 5 years from the date of grant.

Included within administrative expenses is a share based payments expense of £12,612 (2020: £12,612).

The movements in the number of share options during the year were as follows:

	<b>2021</b>	<b>2020</b>
	<b>Number</b>	<b>Number</b>
Outstanding, start of period	600	600
Outstanding, end of period	600	600

The movements in the weighted average exercise price of share options during the year were as follows:

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Outstanding, start of period	0.01	0.01
Granted during the period	-	-
Outstanding, end of period	0.01	0.01

## Flexys Solutions Ltd

### Notes to the Financial Statements for the Year Ended 31 March 2021

#### EMI Options

##### Scheme details and movements

The company has issued EMI options over its unissued share capital to certain employees. Their vesting is conditional upon criteria including the option holder's continued employment by the company. The options are exercisable on an exit event.

The term of the options are 10 years from the date of grant.

Included within administrative expenses is a share based payments expense of £10,133 (2020: £7,301).

The movements in the number of share options during the year were as follows:

	<b>2021</b>	<b>2020</b>
	<b>Number</b>	<b>Number</b>
Granted during the period	1,105	1,190
Forfeited during the period	(255)	(85)
Outstanding, end of period	<u>850</u>	<u>1,105</u>

The movements in the weighted average exercise price of share options during the year were as follows:

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Granted during the period	112.24	112.24
Forfeited during the period	(112.24)	(112.24)
Outstanding, end of period	<u>112.24</u>	<u>112.24</u>

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.