

Company Registration No. 07530353 (England and Wales)

ARKIVUM LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019
PAGES FOR FILING WITH REGISTRAR

ARKIVUM LIMITED

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ARKIVUM LIMITED**BALANCE SHEET****AS AT 31 DECEMBER 2019**

		2019		2018	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	3		26,889		48,667
Investments	4		78		78
			<u>26,967</u>		<u>48,745</u>
Current assets					
Stocks		58,110		21,660	
Debtors	5	601,231		760,845	
Cash at bank and in hand		224,499		2,017,188	
		<u>883,840</u>		<u>2,799,693</u>	
Creditors: amounts falling due within one year	6	<u>(1,358,445)</u>		<u>(939,056)</u>	
Net current (liabilities)/assets			<u>(474,605)</u>		<u>1,860,637</u>
Total assets less current liabilities			<u>(447,638)</u>		<u>1,909,382</u>
Creditors: amounts falling due after more than one year	7		<u>(827,733)</u>		<u>(1,111,264)</u>
Net (liabilities)/assets			<u><u>(1,275,371)</u></u>		<u><u>798,118</u></u>
Capital and reserves					
Called up share capital	8		1,509		1,509
Share premium account	9		12,701,897		12,701,897
Profit and loss reserves			<u>(13,978,777)</u>		<u>(11,905,288)</u>
Total equity			<u><u>(1,275,371)</u></u>		<u><u>798,118</u></u>

The directors of the company have elected not to include a copy of the profit and loss account within the financial statements.

For the financial year ended 31 December 2019 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

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

ARKIVUM LIMITED

BALANCE SHEET (CONTINUED)

AS AT 31 DECEMBER 2019

The financial statements were approved by the board of directors and authorised for issue on 25 March 2020 and are signed on its behalf by:

B P Quinn
Director

Company Registration No. 07530353

ARKIVUM LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2019

1 Accounting policies

Company information

Arkivum Limited is a private company limited by shares incorporated in England and Wales. The registered office is Top Floor, The Walbrook Building, 25 Walbrook, London, EC4N 8AF.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

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

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Thus the directors continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Turnover

Turnover is recognised at the fair value of the consideration received or receivable for goods and services provided in the normal course of business, and is shown net of VAT and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

When cash inflows are deferred and represent a financing arrangement, the fair value of the consideration is the present value of the future receipts. The difference between the fair value of the consideration and the nominal amount received is recognised as interest income.

Revenue from contracts for the provision of professional services is recognised by reference to the stage of completion when the stage of completion, costs incurred and costs to complete can be estimated reliably. The stage of completion is calculated by comparing costs incurred, mainly in relation to contractual hourly staff rates and materials, as a proportion of total costs. Where the outcome cannot be estimated reliably, revenue is recognised only to the extent of the expenses recognised that it is probable will be recovered.

1.4 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Fixtures, fittings & equipment	20% Straight line
Computer equipment	50% and 20% Straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

ARKIVUM LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

1 Accounting policies

(Continued)

1.5 Fixed asset investments

Interests in subsidiaries, associates and jointly controlled entities are initially measured at cost and subsequently measured at cost less any accumulated impairment losses. The investments are assessed for impairment at each reporting date and any impairment losses or reversals of impairment losses are recognised immediately in profit or loss.

A subsidiary is an entity controlled by the company. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

1.6 Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

1.7 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

ARKIVUM LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

1 Accounting policies

(Continued)

1.8 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.9 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.10 Leases

Rentals payable under operating leases, including any lease incentives received, are charged to profit or loss on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the leases asset are consumed.

1.11 Foreign exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation are included in the profit and loss account for the period.

2 Employees

The average monthly number of persons (including directors) employed by the company during the year was 25 (2018 - 28).

ARKIVUM LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

3 Tangible fixed assets

	Fixtures, fittings & equipment	Computer equipment	Total
	£	£	£
Cost			
At 1 January 2019	7,788	861,215	869,003
Additions	-	13,844	13,844
Disposals	(391)	-	(391)
At 31 December 2019	<u>7,397</u>	<u>875,059</u>	<u>882,456</u>
Depreciation and impairment			
At 1 January 2019	4,540	815,795	820,335
Depreciation charged in the year	1,192	34,177	35,369
Eliminated in respect of disposals	(137)	-	(137)
At 31 December 2019	<u>5,595</u>	<u>849,972</u>	<u>855,567</u>
Carrying amount			
At 31 December 2019	<u>1,802</u>	<u>25,087</u>	<u>26,889</u>
At 31 December 2018	<u>3,247</u>	<u>45,420</u>	<u>48,667</u>

4 Fixed asset investments

	2019	2018
	£	£
Investments	78	78
	<u>78</u>	<u>78</u>

Movements in fixed asset investments

	Shares in group undertakings
	£
Cost or valuation	
At 1 January 2019 & 31 December 2019	78
Carrying amount	
At 31 December 2019	<u>78</u>
At 31 December 2018	<u>78</u>

ARKIVUM LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

5 Debtors	2019	2018
	£	£
Amounts falling due within one year:		
Trade debtors	164,199	270,889
Corporation tax recoverable	321,263	357,293
Other debtors	115,769	132,663
	<u>601,231</u>	<u>760,845</u>

6 Creditors: amounts falling due within one year	2019	2018
	£	£
Trade creditors	124,804	134,491
Amounts owed to group undertakings	107,434	84,741
Taxation and social security	133,584	86,946
Other creditors	992,623	632,878
	<u>1,358,445</u>	<u>939,056</u>

HSBC Bank PLC have fixed and floating charge over the undertaking and all property and assets present and future. including goodwill, book debts, uncalled capital, buildings, fixtures, fixed plant and machinery.

7 Creditors: amounts falling due after more than one year	2019	2018
	£	£
Other creditors	827,733	1,111,264
	<u>827,733</u>	<u>1,111,264</u>

8 Called up share capital	2019	2018
	£	£
Ordinary share capital		
Issued and fully paid		
1,446,279 Ordinary of 0.1p each	1,446	1,446
63,384 Z Ordinary of 0.1p each	63	63
	<u>1,509</u>	<u>1,509</u>

ARKIVUM LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

9 Share premium account

	2019	2018
	£	£
At the beginning of the year	12,701,897	8,615,496
Issue of new shares	-	4,086,401
	<u>12,701,897</u>	<u>12,701,897</u>
At the end of the year	<u>12,701,897</u>	<u>12,701,897</u>

10 Operating lease commitments

Lessee

At the reporting end date the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, as follows:

	2019	2018
	£	£
	<u>44,040</u>	<u>69,148</u>

11 Share option scheme

The company operates a share option scheme for employees in order to incentivise key staff. Options are exercisable at a price of £0.001, valued by the company.

Options are forfeited if the employee leaves the company before the options vest.

191,531 share options have been granted in the current and prior year, of these, 108,151 remain outstanding.

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.