

BOXARR Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 31 December 2019
Pages for filing with Registrar

BOXARR Limited

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BOXARR Limited

Company Information

Directors	IP2IPO Services Limited Sir C G Terry R M Young C S Reynolds Parkwalk Advisors Limited
Registered office	The Walbrook Building 25 Walbrook London EC4N 8AF
Registered number	04873279
Accountants	Corrigan Accountants Limited The Tramshed 25 Lower Park Row Bristol BS1 5BN

BOXARR Limited**(Registration number: 04873279)
Balance Sheet as at 31 December 2019**

	Note	2019 £	2018 £
Fixed assets			
Intangible assets	<u>4</u>	57	99
Tangible assets	<u>5</u>	9,226	12,446
Investments	<u>6</u>	3,909	3,909
		<u>13,192</u>	<u>16,454</u>
Current assets			
Debtors	<u>7</u>	400,049	449,274
Cash at bank and in hand		527,776	1,149,864
		<u>927,825</u>	<u>1,599,138</u>
Creditors: Amounts falling due within one year	<u>8</u>	(621,138)	(490,858)
Net current assets		<u>306,687</u>	<u>1,108,280</u>
Net assets		<u>319,879</u>	<u>1,124,734</u>
Capital and reserves			
Called up share capital		7,135	7,135
Share premium reserve		4,724,678	4,724,678
Profit and loss account		(4,411,934)	(3,607,079)
Total equity		<u>319,879</u>	<u>1,124,734</u>

BOXARR Limited

(Registration number: 04873279)
Balance Sheet as at 31 December 2019

For the financial year ending 31 December 2019 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 16 March 2020 and signed on its behalf by:

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C S Reynolds

Director

BOXARR Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2019

1 Statutory information

The company is a private company limited by share capital, incorporated in England and Wales.

The address of its registered office is:

The Walbrook Building
25 Walbrook
London
EC4N 8AF

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.

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 continued investment in product and market development has resulted in a loss for the year. Having prepared forecasts and budgets for forthcoming periods, taking account of reasonably possible changes in trading performance, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Thus they continue to adopt the going concern basis of accounting in preparing the annual financial statements.

BOXARR Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2019

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.

Government grants

Government grants are recognised based on the performance against the conditions in the grant taking due consideration of the time expected to complete the work. Judgement is exercised in assessing the stage of completion and the expected level of work required to complete the project.

Foreign currency transactions and balances

Transactions in foreign currencies are initially recorded at the functional currency rate prevailing at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated into sterling at the rates prevailing on the reporting period date. Exchange gains and losses are taken to profit and loss and classified within Administrative expenses.

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

Tangible fixed 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:

Computer hardware	33% on cost
Equipment	33% on cost

Intangible fixed assets

Computer software has a finite useful life and is carried at cost less accumulated amortisation.

BOXARR Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2019

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

Computer software	33% on cost
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Research and development costs

Expenditure on research and development is written off to the profit and loss during the year in which it is incurred.

Investments

Investments in subsidiaries are measured at cost.

Cash and cash equivalents

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

Trade debtors

Trade debtors are recognised initially at the transaction price. They are subsequently measured less 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 at the transaction price.

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.

BOXARR Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2019

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.

Share based payments

The company has issued options over its unissued shares to employees and other parties. FRS 102 requires that the cost of equity-settled transactions is measured by reference to the fair value of the equity instruments granted at the date at which they are granted and is recognised as an expense over the vesting period, which ends on the date on which the relevant option holders become fully entitled to the award. Fair value is determined using the Black Scholes method.

FRS 102 then requires that at each balance sheet date before vesting, the cumulative expense is calculated, representing the extent to which the vesting period has expired and taking into account management's best estimate of the achievement or otherwise of non-market conditions and of the number of equity instruments that will ultimately vest. The movement in cumulative expense since the previous balance sheet date is recognised in the profit and loss account, with a corresponding entry in equity.

As permitted by FRS102, these financial statements do not include any expense for those share options granted prior to the period in which FRS102 was adopted for the first time (i.e. prior to 1 January 2016).

In respect of options granted since 1 January 2016, no such expense is included in these financial statements (including the results of the comparative period) on the grounds the expense is not material.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 12 (2018 - 12).

BOXARR Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2019

4 Intangible fixed assets

	Computer software £
Cost	
At 1 January 2019	3,549
Disposals	(109)
At 31 December 2019	<u>3,440</u>
Amortisation	
At 1 January 2019	3,450
Amortisation charge for the year	42
Amortisation eliminated on disposals	(109)
At 31 December 2019	<u>3,383</u>
Carrying amount	
At 31 December 2019	<u>57</u>
At 31 December 2018	<u>99</u>

BOXARR Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2019

5 Tangible fixed assets

	Equipment £	Computer hardware £	Total £
Cost			
At 1 January 2019	1,513	18,238	19,751
Additions	-	2,629	2,629
Disposals	-	(957)	(957)
At 31 December 2019	1,513	19,910	21,423
Depreciation			
At 1 January 2019	1,513	5,792	7,305
Charge for the year	-	5,716	5,716
Eliminated on disposal	-	(824)	(824)
At 31 December 2019	1,513	10,684	12,197
Carrying amount			
At 31 December 2019	-	9,226	9,226
At 31 December 2018	-	12,446	12,446

6 Investments

	2019 £	2018 £
Investments in subsidiaries	3,909	3,909

BOXARR Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2019

Subsidiaries	£
Cost	
At 1 January 2019	3,909
At 31 December 2019	3,909
Carrying amount	
At 31 December 2019	3,909
At 31 December 2018	3,909

Details of undertakings

Details of the investments are as follows:

Undertaking	Registered office	Holding	Proportion of voting rights and shares held	
			2019	2018
Subsidiary undertakings				
Boxarr Inc.	251 Little Falls Drive Wilmington New Castle Country 19808 USA	Ordinary	100%	100%

Boxarr Inc. is a dormant company.

7 Debtors: amounts falling due within one year

	2019	2018
	£	£
Trade debtors	305,565	291,653
Other debtors	27,294	50,012
VAT	12,375	20,380
Corporation tax	54,815	87,229
	400,049	449,274

BOXARR Limited

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2019

8 Creditors

	2019	2018
	£	£
Trade creditors	42,978	59,537
Social security and other taxes	24,041	25,225
Accruals and deferred income	554,119	406,096
	<u>621,138</u>	<u>490,858</u>

9 Share capital

Allotted, called up and fully paid shares

	2019		2018	
	No.	£	No.	£
Ordinary shares of £0.01 each	713,516	7,135.16	713,516	7,135.16

10 Share-based payments

Share options

Scheme details and movements

The company has issued options over its unissued shares to employees and other parties. Some options vest when they are granted but most vest at annual intervals ranging from 1 to 5 years from the date of grant, and vesting may also be conditional upon other criteria such as the option holder's continuing employment by the company.

The term of the options ranges from 5 to 10 years from the date of grant.

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

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Notes to the Unaudited Financial Statements for the Year Ended 31 December 2019

	2019 Number	2018 Number
Outstanding, start of period	90,121	97,843
Granted during the period	22,000	-
Forfeited during the period	-	(7,722)
Outstanding, end of period	<u>112,121</u>	<u>90,121</u>
Exercisable, end of period	84,921	78,943
Share based payments expense for the year	<u>-</u>	<u>-</u>

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

	2019 £	2018 £
Outstanding, start of period	3.56	3.60
Granted during the period	5.91	-
Forfeited during the period	-	4.06
Outstanding, end of period	4.02	3.56
Exercisable, end of period	<u>2.91</u>	<u>2.65</u>

As permitted by FRS102, these financial statements do not include any expense for the options brought forward at the start of the year, because they were granted prior to the period in which FRS102 was adopted for the first time. In respect of options granted since 1 January 2016, no such expense is included in these financial statements (including the results of the comparative period) on the grounds the expense is not material.

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.