Registered number: 11710367

UNIVERSAL QUANTUM LTD
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

SRC Advisory
2nd Floor, Stanford Gate
South Road
Brighton
BN1 6SB

Universal Quantum Ltd
Unaudited Financial Statements
For The Year Ended 31 December 2022

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Universal Quantum Ltd
Balance Sheet
As At 31 December 2022

Registered number: 11710367

	Notes	2022 £	2022 £	2021 £	2021 £
FIXED ASSETS					
Intangible Assets	**4**		822,109		521,489
Tangible Assets	**5**		237,313		228,419
Investments	**6**		22,932		22,932
			1,082,354		772,840
CURRENT ASSETS					
Debtors	**7**	628,098		238,462	
Cash at bank and in hand		942,324		1,507,712	
		1,570,422		1,746,174	
Creditors: Amounts Falling Due Within One Year	**8**	(301,979)		(15,258)	
NET CURRENT ASSETS (LIABILITIES)			1,268,443		1,730,916
TOTAL ASSETS LESS CURRENT LIABILITIES			2,350,797		2,503,756
NET ASSETS			2,350,797		2,503,756
CAPITAL AND RESERVES					
Called up share capital			106		106
Other reserves			8,014,407		5,759,377
Profit and Loss Account			(5,663,716)		(3,255,727)
SHAREHOLDERS' FUNDS			2,350,797		2,503,756

For the year ending 31 December 2022 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

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

The company has taken advantage of section 444(1) of the Companies Act 2006 and opted not to deliver to the registrar a copy of the company's Profit and Loss Account.

On behalf of the board

Dr S Weidt

Director

16 August 2023

The notes on pages 3 to 5 form part of these financial statements.

1. General Information

Universal Quantum Ltd is a private company, limited by shares, incorporated in England & Wales, registered number 11710367 . The registered office is 2nd Floor, Stanford Gate, South Road, Brighton, BN1 6SB.

2. Accounting Policies

2.1. Basis of Preparation of Financial Statements

The financial statements have been prepared under the historical cost convention and in accordance with Financial Reporting Standard 102 section 1A Small Entities "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006.

2.2. Intangible Fixed Assets and Amortisation - Other Intangible

External Software and/or licences acquired the rights of which span greater than 1 year are to be depreciated over their useful life.

2.3. Tangible Fixed Assets and Depreciation

Tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. Depreciation is provided at rates calculated to write off the cost of the fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Asset class	**Depreciation method and rate**
Computer equipment	Straight line over 3 years
Office equipment	Reducing balance 25%
Quantum Computer build	No depreciation until completion
Leasehold improvements	No depreciation

2.4. Foreign Currencies

Monetary assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

2.5. Taxation

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

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the statement of comprehensive income because of items of income or expense that are taxable or deductible in other years and 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 end of the reporting period.

Deferred tax is recognised on timing differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable timing differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible timing differences can be utilised. The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. Deferred tax liabilities are presented within provisions for liabilities and deferred tax assets within debtors. The measurement of deferred tax liabilities and assets reflect the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Current or deferred tax for the year is recognised in profit or loss, except when they related to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax is also recognised in other comprehensive income or directly in equity respectively.

3. Average Number of Employees

Average number of employees, including directors, during the year was as follows: 23 (2021: 19)

4. Intangible Assets

	Other
	£
Cost	
As at 1 January 2022	522,655
Additions	302,369
As at 31 December 2022	825,024
Amortisation	
As at 1 January 2022	1,166
Provided during the period	1,749
As at 31 December 2022	2,915
Net Book Value	
As at 31 December 2022	822,109
As at 1 January 2022	521,489

Included within Other intangible assets is £397,060 in relation to research and development expenditure for the construction of a quantum computer. Also included within this category is £248,935 in relation to intellectual property and trademark expenditure.

5. Tangible Assets

	Land & Property				
	Leasehold	Plant & Machinery	Fixtures & Fittings	Computer Equipment	Total
	£	£	£	£	£
Cost					
As at 1 January 2022	156,006	33,485	1,377	61,301	252,169
Additions	22,789	-	-	8,554	31,343
As at 31 December 2022	178,795	33,485	1,377	69,855	283,512
Depreciation					
As at 1 January 2022	-	-	346	23,404	23,750
Provided during the period	-	-	258	22,191	22,449
As at 31 December 2022	-	-	604	45,595	46,199
Net Book Value					
As at 31 December 2022	178,795	33,485	773	24,260	237,313
As at 1 January 2022	156,006	33,485	1,031	37,897	228,419

6. Investments

	Subsidiaries
	£
Cost	
As at 1 January 2022	22,932
As at 31 December 2022	22,932
Provision	
As at 1 January 2022	-
As at 31 December 2022	-
Net Book Value	
As at 31 December 2022	22,932
As at 1 January 2022	22,932

7. Debtors

	2022	2021
	£	£
Due within one year		
Prepayments and accrued income	351,503	8,536
Other debtors	130,243	125,364
VAT	106,253	104,463
Directors' loan accounts	99	99
Amounts owed by group undertakings	40,000	-
	628,098	238,462

8. Creditors: Amounts Falling Due Within One Year

	2022	2021
	£	£
Trade creditors	388,156	253,260
Other loans	236,801	-
Corporation tax	(415,451)	(339,647)
Other taxes and social security	61,439	46,026
Other creditors	20,913	19,170
Accruals	10,121	36,449
	301,979	15,258

9. Other Commitments

Included in the balance sheet are financial commitments of £236,801 (2021 - £Nil). During the year the company arranged a debenture with a private finance company. The debenture is secured by fixed and floating charges over the assets of the company. The charge has been satisfied since the balance sheet date.

10. Related Party Transactions

Universal Quantum Deutschland GmbH

Subsidiary

During the year, the company provided Universal Quantum Deutschland GmbH with an interest free loan. At the balance sheet date, the total amount due to the company by Universal Quantum Deutschland GmbH was £40,000 (2021: £nil).