Registered number: 08482911

SMART ANTENNA TECHNOLOGIES LIMITED

UNAUDITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2018

COMPANY INFORMATION

Directors	Dr Z Hu A Sleigh Dr C Tucker Mercia Fund Management (Nominees) Limited C Fedde (appointed 28 November 2017)
Registered number	08482911
Registered office	James Cowper Kreston 2 Chawley Park Cumnor Hill Oxford OX2 9GG
Accountants	James Cowper Kreston Chartered Accountants 2 Chawley Park Cumnor Hill Oxford Oxfordshire OX2 9GG

SMART ANTENNA TECHNOLOGIES LIMITED

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STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MARCH 2018

	Note	2018 £	2017 £
Turnover		**220,910**	215,757
Gross profit		**220,910**	215,757
Administrative expenses		**(1,916,597)**	(1,623,406)
Operating loss	3	**(1,695,687)**	(1,407,649)
Tax on loss		**215,200**	143,180
Loss for the financial year		**(1,480,487)**	(1,264,469)

There were no recognised gains and losses for 2018 or 2017 other than those included in the statement of comprehensive income.

There was no other comprehensive income for 2018 (2017:£NIL).

The notes on pages 4 to 10 form part of these financial statements.

SMART ANTENNA TECHNOLOGIES LIMITED
REGISTERED NUMBER: 08482911

BALANCE SHEET
AS AT 31 MARCH 2018

	Note		2018 £		2017 £
Fixed assets					
Tangible assets	6		**35,119**		77,129
			35,119		77,129
Current assets					
Debtors: amounts falling due within one year	7	**305,241**		237,120	
Cash at bank and in hand	8	**17,095**		320,140	
		322,336		557,260	
Creditors: amounts falling due within one year	9	**(1,316,573)**		(168,021)	
Net current (liabilities)/assets			**(994,237)**		389,239
Total assets less current liabilities			**(959,118)**		466,368
Net (liabilities)/assets			**(959,118)**		466,368
Capital and reserves					
Called up share capital	10		**3,762**		3,737
Share premium account			**3,558,058**		3,503,082
Profit and loss account			**(4,520,938)**		(3,040,451)
			(959,118)		466,368

The directors consider that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the year in question in accordance with section 476 of Companies Act 2006.

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 financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

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

BALANCE SHEET (CONTINUED)
AS AT 31 MARCH 2018

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:

....
Dr C Tucker
Director

Date: 28 July 2018

The notes on pages 4 to 10 form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018

1. General information

Smart Antenna Technologies Limited is a private company limited by share capital and incorporated in England and Wales.

The address of its registered office is James Cowper Kreston, 2 Chawley Park, Cumnor Hill, Oxford, OX2 9GG.

The principal activity of the Company is the design, development and sale of smart antenna technologies.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied:

2.2 Going concern

The accounts have been prepared on a going concem basis. The directors believe that with the continued support of its investors, the company can remain a going concern for the forseeable future.

2.3 Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

Sale of goods

Revenue from the sale of goods is recognised when all of the following conditions are satisfied:

- the Company has transferred the significant risks and rewards of ownership to the buyer;
- the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the transaction; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

Rendering of services

Revenue from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

2. Accounting policies (continued)

2.4 Taxation

Tax is recognised in the Statement of Comprehensive Income, except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the balance sheet date in the countries where the Company operates and generates income.

2.5 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

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

Depreciation is provided on the following basis:

Computer equipment	- 3 years

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.

2.6 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.

2.7 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 to known amounts of cash with insignificant risk of change in value.

2.8 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.

2.9 Financial instruments

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018

3. Operating loss

The operating loss is stated after charging:

	2018 £	2017 £
Depreciation of tangible fixed assets	**50,340**	52,753

4. Employees

The average monthly number of employees, including directors, during the year was 13 (2017 - 14).

5. Taxation

	2018 £	2017 £
Corporation tax		
Current tax on profits for the year	**(215,200)**	(143,180)
	(215,200)	(143,180)
Total current tax	**(215,200)**	(143,180)
Deferred tax		
Total deferred tax	**-**	-
Taxation on loss on ordinary activities	**(215,200)**	(143,180)

5. Taxation (continued)

Factors affecting tax charge for the year/period

The tax assessed for the year/period is lower than (2017 - lower than) the standard rate of corporation tax in the UK of 19% (2017 - 20%). The differences are explained below:

	2018	2017
	£	£
Loss on ordinary activities before tax	**(1,695,687)**	(1,407,649)
Loss on ordinary activities multiplied by standard rate of corporation tax in the UK of 19% (2017 - 20%)	**(322,181)**	(281,530)
Effects of:		
Expenses not deductible for tax purposes, other than goodwill amortisation and impairment	**13,125**	7,615
Deferred tax not recognised and adjustments	**184,679**	184,489
Additional deduction for R&D expenditure	**(161,692)**	(116,255)
Other adjustments leading to an increase or decrease in tax charge	**3,115**	5,939
Surrender of losses for R&D tax credit refund	**67,754**	56,562
Total tax charge for the year/period	**(215,200)**	(143,180)

Factors that may affect future tax charges

There were no factors that may affect future tax charges.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018

6. Tangible fixed assets

	Computer equipment £
Cost or valuation	
At 1 April 2017	178,089
Additions	8,330
At 31 March 2018	186,419
Depreciation	
At 1 April 2017	100,960
Charge for the year on owned assets	50,340
At 31 March 2018	151,300
Net book value	
At 31 March 2018	35,119
At 31 March 2017	77,129

7. Debtors

	2018 £	2017 £
Trade debtors	**9,595**	-
Other debtors	**263,138**	201,187
Prepayments and accrued income	**32,508**	35,933
	305,241	237,120

8. Cash and cash equivalents

	2018 £	2017 £
Cash at bank and in hand	**17,095**	320,140
	17,095	320,140

9. Creditors: Amounts falling due within one year

	2018 £	2017 £
Other loans	**800,000**	-
Trade creditors	**323,488**	136,962
Other taxation and social security	**52,395**	16,884
Other creditors	**100,484**	-
Accruals and deferred income	**40,206**	14,175
	1,316,573	168,021

10. Share capital

	2018 £	2017 £
Allotted, called up and fully paid		
268,141 (2017 - 265,577) Ordinary shares of £0.01 each	**2,681**	2,656
61,538 Ordinary A shares of £0.01 each	**615**	615
46,620 Ordinary B shares of £0.01 each	**466**	466
	3,762	3,737

During the year 2,564 shares were issued with a nominal value of £0.01 for a total consideration of £54,997.80.

11. Controlling party

The Company is controlled by its directors.