

**MEMGRAPH LTD
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2022**

Memgraph Ltd
Financial Statements
For The Year Ended 31 May 2022

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Memgraph Ltd
Balance Sheet
As at 31 May 2022

Registered number: 10195084

	Notes	2022		2021	
		£	£	£	£
FIXED ASSETS					
Tangible Assets	4		49,015		28,698
Investments	5		2,312		2,312
			51,327		31,010
CURRENT ASSETS					
Debtors	6	187,241		1,396,947	
Cash at bank and in hand		2,798,935		4,485,143	
		2,986,176		5,882,090	
Creditors: Amounts Falling Due Within One Year	7		(103,891)		(55,977)
			2,882,285		5,826,113
NET CURRENT ASSETS (LIABILITIES)			2,882,285		5,826,113
TOTAL ASSETS LESS CURRENT LIABILITIES			2,933,612		5,857,123
Creditors: Amounts Falling Due After More Than One Year	8		(120,000)		(120,000)
			2,813,612		5,737,123
NET ASSETS			2,813,612		5,737,123
CAPITAL AND RESERVES					
Called up share capital	9		4		4
Share premium account			6,777,681		6,777,681
Profit and Loss Account			(3,964,073)		(1,040,562)
			2,813,612		5,737,123
SHAREHOLDERS' FUNDS			2,813,612		5,737,123

Memgraph Ltd
Balance Sheet (continued)
As at 31 May 2022

For the year ending 31 May 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

Mr Dominik Tomicevic

Director

22 September 2022

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

Memgraph Ltd
Notes to the Financial Statements
For The Year Ended 31 May 2022

1. Accounting Policies

1.1. Basis of Preparation of Financial Statements

The financial statements are prepared under the historical cost convention and in accordance with the FRS 102 Section 1A Small Entities - The Financial Reporting Standard applicable in the UK and Republic of Ireland and the Companies Act 2006.

1.2. Turnover

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover includes revenue earned from the sale of goods and from the rendering of services. Turnover is reduced for estimated customer returns, rebates and other similar allowances.

Sale of goods

Turnover from the sale of goods is recognised when the significant risks and rewards of ownership of the goods has transferred to the buyer. This is usually at the point that the customer has signed for the delivery of the goods.

Rendering of services

Turnover from the rendering of services is recognised by reference to the stage of completion of the contract. The stage of completion of a contract is measured by comparing the costs incurred for work performed to date to the total estimated contract costs. Turnover is only recognised to the extent of recoverable expenses when the outcome of a contract cannot be estimated reliably.

1.3. 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:

Fixtures & Fittings	25% on cost
Computer Equipment	33% on cost

1.4. 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.

1.5. 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.

2. Average Number of Employees

Average number of employees, including directors, during the year was as follows: 4 (2021: 2)

Memgraph Ltd
Notes to the Financial Statements (continued)
For The Year Ended 31 May 2022

4. Tangible Assets

	Fixtures & Fittings	Computer Equipment	Total
	£	£	£
Cost			
As at 1 June 2021	286	60,903	61,189
Additions	4,362	31,682	36,044
As at 31 May 2022	<u>4,648</u>	<u>92,585</u>	<u>97,233</u>
Depreciation			
As at 1 June 2021	19	32,472	32,491
Provided during the period	454	15,273	15,727
As at 31 May 2022	<u>473</u>	<u>47,745</u>	<u>48,218</u>
Net Book Value			
As at 31 May 2022	<u>4,175</u>	<u>44,840</u>	<u>49,015</u>
As at 1 June 2021	<u>267</u>	<u>28,431</u>	<u>28,698</u>

5. Investments

	Unlisted
	£
Cost	
As at 1 June 2021	2,312
As at 31 May 2022	<u>2,312</u>
Provision	
As at 1 June 2021	-
As at 31 May 2022	<u>-</u>
Net Book Value	
As at 31 May 2022	<u>2,312</u>
As at 1 June 2021	<u>2,312</u>

The investment at the balance sheet date is 100% of the share capital of Memgraph d.o.o., a company registered in Croatia.

6. Debtors

	2022	2021
	£	£
Due within one year		
Trade debtors	113,567	2,193
Prepayments and accrued income	27,778	13,549
Other debtors	40,048	11,840
VAT	5,848	6,348
Amounts owed by group undertakings	-	1,363,017
	<u>187,241</u>	<u>1,396,947</u>

Memgraph Ltd
Notes to the Financial Statements (continued)
For The Year Ended 31 May 2022

7. Creditors: Amounts Falling Due Within One Year

	2022	2021
	£	£
Trade creditors	937	668
Other taxes and social security	-	3,278
Net wages	257	8,191
Other creditors	-	38,840
Accruals and deferred income	102,697	5,000
	<u>103,891</u>	<u>55,977</u>

8. Creditors: Amounts Falling Due After More Than One Year

	2022	2021
	£	£
Other creditors > 1 year	120,000	120,000
	<u>120,000</u>	<u>120,000</u>

9. Share Capital

	2022	2021
Allotted, Called up and fully paid	<u>4</u>	<u>4</u>

10. Related Party Transactions

The company operates an EMI qualifying share option scheme for employees. As at the date of the Statement of Financial Position, the company had granted 13,090 EMI qualifying share options to one employee with an exercise price of £0.3120 per share.

11. General Information

Memgraph Ltd is a private company, limited by shares, incorporated in England & Wales, registered number 10195084. The registered office is 90a High Street, Berkhamsted, Hertfordshire, HP4 2BL.

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.