

Registered number: 10040088

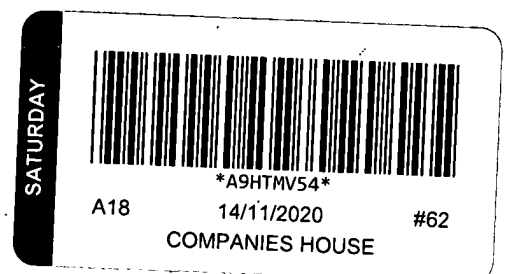
MISSION LABS LIMITED

UNAUDITED

FINANCIAL STATEMENTS

INFORMATION FOR FILING WITH THE REGISTRAR

FOR THE YEAR ENDED 31 MARCH 2020



MISSION LABS LIMITED

COMPANY INFORMATION

Directors	D Hague D Hanson D Eagles (appointed 31 January 2020)
Registered number	10040088
Registered office	c/o Crowe U.K. LLP The Lexicon Mount Street Manchester M2 5NT
Trading Address	The Old Milk Depot Bacup Road Rossendale Lancashire BB4 7FE
Accountants	Crowe U.K. LLP Chartered Accountants 3rd floor The Lexicon Mount Street Manchester M2 5NT

MISSION LABS LIMITED

CONTENTS

	Page
Balance sheet	1 - 2
Notes to the financial statements	3 - 8

MISSION LABS LIMITED
REGISTERED NUMBER: 10040088

BALANCE SHEET
AS AT 31 MARCH 2020

	Note	2020 £	2019 £
Fixed assets			
Intangible assets	4	820,109	719,461
Tangible assets	5	75,947	44,404
		<u>896,056</u>	<u>763,865</u>
Current assets			
Debtors: amounts falling due within one year	6	642,047	661,565
Cash at bank and in hand	7	1,595,185	1,213,296
		<u>2,237,232</u>	<u>1,874,861</u>
Creditors: amounts falling due within one year	8	(598,300)	(414,380)
		<u>1,638,932</u>	<u>1,460,481</u>
Net current assets		<u>1,638,932</u>	<u>1,460,481</u>
Total assets less current liabilities		<u>2,534,988</u>	<u>2,224,346</u>
Net assets		<u>2,534,988</u>	<u>2,224,346</u>
Capital and reserves			
Called up share capital		1,409	1,409
Share premium account		3,025,891	3,025,891
Profit and loss account		(492,312)	(802,954)
		<u>2,534,988</u>	<u>2,224,346</u>

MISSION LABS LIMITED
REGISTERED NUMBER: 10040088

BALANCE SHEET (CONTINUED)
AS AT 31 MARCH 2020

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 the 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.

The Company has opted not to file the statement of comprehensive income in accordance with provisions applicable to companies subject to the small companies' regime.

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



D Eagles

Director

Date: 12/11/20

The notes on pages 3 to 8 form part of these financial statements.

MISSION LABS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020

1. General information

Mission Labs Limited (the "Company") is a company limited by shares, incorporated in England with registration number 10040088. The registered office is: C/o Crowe U.K. LLP, 3rd Floor, The Lexicon, Mount Street, Manchester, England, M2 5NT.

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

In their assessment of going concern the directors have considered the current and developing impact on the business as a result of the COVID19 virus. This has not had a significant impact on the Company's operations, with continued strong demand from customers throughout the period, and staff able to work safely and successfully from home. The directors are aware that if the current situation becomes prolonged then this may change. Having regard to the above, the directors believe it appropriate to adopt the going concern basis of accounting in preparing the financial statements.

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:

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.

2.4 Operating leases: the Company as lessee

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the lease term.

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the lease term, unless another systematic basis is representative of the time pattern of the lessee's benefit from the use of the leased asset.

MISSION LABS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020**

2. Accounting policies (continued)

2.5 Research and development

In the research phase of an internal project it is not possible to demonstrate that the project will generate future economic benefits and hence all expenditure on research shall be recognised as an expense when it is incurred. Intangible assets are recognised from the development phase of a project if and only if certain specific criteria are met in order to demonstrate the asset will generate probable future economic benefits and that its cost can be reliably measured. The capitalised development costs are subsequently amortised on a systematic basis over their useful economic lives, as detailed in note 2.9.

If it is not possible to distinguish between the research phase and the development phase of an internal project, the expenditure is treated as if it were all incurred in the research phase only.

2.6 Interest income

Interest income is recognised in profit or loss using the effective interest method.

2.7 Borrowing costs

All borrowing costs are recognised in profit or loss in the year in which they are incurred.

2.8 Pensions

Defined contribution pension plan

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in profit or loss when they fall due. Amounts not paid are shown in accruals as a liability in the Balance sheet. The assets of the plan are held separately from the Company in independently administered funds.

2.9 Taxation

Tax is recognised in profit or loss 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.

MISSION LABS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020**

2. Accounting policies (continued)

2.10 Intangible assets

Intangible assets are initially recognised at cost. After recognition, under the cost model, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

At each reporting date the company assesses whether there is any indication of impairment. If such indication exists, the recoverable amount of the asset is determined which is the higher of its fair value less costs to sell and its value in use. An impairment loss is recognised where the carrying amount exceeds the recoverable amount.

All intangible assets are considered to have a finite useful life. If a reliable estimate of the useful life cannot be made, the useful life shall not exceed ten years.

Amortisation is provided on the following bases:

Development expenditure	-	7 % of relevant sales value
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2.11 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.

The estimated useful lives range as follows:

Short-term leasehold property	- 5 years straight line
Office equipment	- 3 years straight line
Computer equipment	- 3 years straight line

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 profit or loss.

2.12 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.

MISSION LABS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

2. Accounting policies (continued)

2.13 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.

2.14 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.

3. Employees

The average monthly number of employees, including directors, during the year was 43 (2019 - 24).

4. Intangible assets

	Development expenditure £
Cost	
At 1 April 2019	802,557
Additions	338,198
At 31 March 2020	<u>1,140,755</u>
Amortisation	
At 1 April 2019	83,096
Charge for the year on owned assets	237,550
At 31 March 2020	<u>320,646</u>
Net book value	
At 31 March 2020	<u>820,109</u>
At 31 March 2019	<u>719,461</u>

MISSION LABS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

5. Tangible fixed assets

	Leasehold property improvements £	Office equipment £	Computer equipment £	Total £
Cost or valuation				
At 1 April 2019	31,713	23,374	15,071	70,158
Additions	3,131	7,511	47,641	58,283
Disposals	-	(455)	(95)	(550)
At 31 March 2020	<u>34,844</u>	<u>30,430</u>	<u>62,617</u>	<u>127,891</u>
Depreciation				
At 1 April 2019	8,717	10,037	7,002	25,756
Charge for the year on owned assets	6,865	8,626	10,903	26,394
Disposals	-	(180)	(26)	(206)
At 31 March 2020	<u>15,582</u>	<u>18,483</u>	<u>17,879</u>	<u>51,944</u>
Net book value				
At 31 March 2020	<u>19,262</u>	<u>11,947</u>	<u>44,738</u>	<u>75,947</u>
At 31 March 2019	<u>22,997</u>	<u>13,337</u>	<u>8,069</u>	<u>44,403</u>

MISSION LABS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

6. Debtors

	2020 £	2019 £
Trade debtors	527,865	350,161
Other debtors	99,398	300,314
Prepayments and accrued income	14,784	11,090
	<u>642,047</u>	<u>661,565</u>

7. Cash and cash equivalents

	2020 £	2019 £
Cash at bank and in hand	1,595,185	1,213,296
	<u>1,595,185</u>	<u>1,213,296</u>

8. Creditors: Amounts falling due within one year

	2020 £	2019 £
Other loans	-	42,333
Trade creditors	123,782	56,706
Other taxation and social security	197,342	89,973
Other creditors	14,021	5,351
Accruals and deferred income	263,155	220,017
	<u>598,300</u>	<u>414,380</u>

9. Pension commitments

The Company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the Company in an independently administered fund. The pension cost charge represents contributions payable by the Company to the fund and amounted to £37,659 (2018 - £16,895).

10. Related party transactions

During the previous period the two directors made funds available to the Company. At 31 March 2020 the amounts owed to Mr D Hague and Mr D Hanson were £Nil (2019 - £21,166 each). The balances do not bear interest.