

**MWS TECHNOLOGY LTD
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2020**

MWS Technology Ltd
Financial Statements
For The Year Ended 30 April 2020

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MWS Technology Ltd
Balance Sheet
As at 30 April 2020

Registered number: 06824227

		2020		2019	
	Notes	£	£	£	£
FIXED ASSETS					
Intangible Assets	3		830,795		659,065
Tangible Assets	4		21,130		27,316
			<u>851,925</u>		<u>686,381</u>
CURRENT ASSETS					
Debtors	5	805,013		550,902	
Cash at bank and in hand		1,297,160		875,166	
		<u>2,102,173</u>		<u>1,426,068</u>	
Creditors: Amounts Falling Due Within One Year	6	<u>(781,920)</u>		<u>(381,128)</u>	
NET CURRENT ASSETS (LIABILITIES)			<u>1,320,253</u>		<u>1,044,940</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>2,172,178</u>		<u>1,731,321</u>
Creditors: Amounts Falling Due After More Than One Year	7		<u>(650,114)</u>		<u>(65,098)</u>
NET ASSETS			<u><u>1,522,064</u></u>		<u><u>1,666,223</u></u>
CAPITAL AND RESERVES					
Called up share capital	8		2,910		2,610
Share premium account			5,593,494		4,498,032
Profit and Loss Account			<u>(4,074,340)</u>		<u>(2,834,419)</u>
SHAREHOLDERS' FUNDS			<u><u>1,522,064</u></u>		<u><u>1,666,223</u></u>

MWS Technology Ltd
Balance Sheet (continued)
As at 30 April 2020

For the year ending 30 April 2020 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 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 R Alberg

Director

31/07/2020

The notes on pages 3 to 7 form part of these financial statements.

MWS Technology Ltd
Notes to the Financial Statements
For The Year Ended 30 April 2020

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 from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have transferred to the buyer. 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.

1.3. Research and Development

Expenditure on research is written off in the year it is incurred.

Intangible fixed assets, including purchased development and software costs, are measured at cost less accumulative amortisation and any accumulative impairment losses. Development costs are capitalised as they relate to specific, technically feasible and commercially viable projects, i.e. improvements to the company's Aptem software, which provides the company's primary revenue source. Development costs are being amortised evenly over their estimated useful life of 2 years.

1.4. 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:

Office fixtures & fittings	over 3 years
Computer Equipment	over 2 or 3 years

1.5. Leasing and Hire Purchase Contracts

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired under finance leases are depreciated over the shorter of the lease term and their useful lives. Assets acquired under hire purchase contracts are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in the creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account on a straight-line basis over the period of the lease.

1.6. Taxation

A current tax liability is recognised for the tax payable on the taxable profit of the current and past periods. A current tax asset is recognised in respect of a tax credit or tax loss that can be carried back to recover tax paid in a previous period. Deferred tax is recognised in respect of all timing differences between the recognition of income and expenses in the financial statements and their inclusion in tax assessments. Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference. Current and deferred tax assets and liabilities are not discounted.

1.7. Pensions

Contributions to defined contribution plans are expensed in the period to which they relate.

MWS Technology Ltd
Notes to the Financial Statements (continued)
For The Year Ended 30 April 2020

1.8. Government Grant

Government grants are recognised in the profit and loss account in an appropriate manner that matches them with the expenditure towards which they are intended to contribute.

Grants for immediate financial support or to cover costs already incurred are recognised immediately in the profit and loss account. Grants towards general activities of the entity over a specific period are recognised in the profit and loss account over that period.

Grants towards fixed assets are recognised over the expected useful lives of the related assets and are treated as deferred income and released to the profit and loss account over the useful life of the asset concerned.

All grants in the profit and loss account are recognised when all conditions for receipt have been complied with.

1.9. Foreign currency translation

Transactions in foreign currencies are initially recognised at the rate of exchange ruling at the date of the transaction. At the end of each reporting period foreign currency monetary items are translated at the closing rate of exchange. Non-monetary items that are measured at historical cost are translated at the rate ruling at the date of the transaction. All differences are charged to profit or loss.

1.10. Debtors and creditors

Short term debtors are measured at transaction price (which is usually the invoice price), less any impairment losses for bad and doubtful debts. Loans and other financial assets are initially recognised at transaction price including any transaction costs and subsequently measured at amortised cost determined using the effective interest method, less any impairment losses for bad and doubtful debts.

Short term creditors are measured at transaction price (which is usually the invoice price). Loans and other financial liabilities are initially recognised at transaction price net of any transaction costs and subsequently measured at amortised cost determined using the effective interest method.

2. Average Number of Employees

Average number of employees, including directors, during the year was as follows:

	2020	2019
Total staff	24	21
	<u>24</u>	<u>21</u>

MWS Technology Ltd
Notes to the Financial Statements (continued)
For The Year Ended 30 April 2020

3. Intangible Assets

	Development Costs
	£
Cost	
As at 1 May 2019	4,457,104
Additions	926,481
As at 30 April 2020	5,383,585
Amortisation	
As at 1 May 2019	3,798,039
Provided during the period	754,751
As at 30 April 2020	4,552,790
Net Book Value	
As at 30 April 2020	830,795
As at 1 May 2019	659,065

Intangible assets are being written off in equal annual instalments over their estimated economic life of 2 years.

4. Tangible Assets

	Office fixtures & fittings	Computer Equipment	Total
	£	£	£
Cost			
As at 1 May 2019	13,157	64,653	77,810
Additions	3,338	9,189	12,527
Disposals	-	(24,386)	(24,386)
As at 30 April 2020	16,495	49,456	65,951
Depreciation			
As at 1 May 2019	3,926	46,568	50,494
Provided during the period	6,234	11,719	17,953
Disposals	-	(23,626)	(23,626)
As at 30 April 2020	10,160	34,661	44,821
Net Book Value			
As at 30 April 2020	6,335	14,795	21,130
As at 1 May 2019	9,231	18,085	27,316

MWS Technology Ltd
Notes to the Financial Statements (continued)
For The Year Ended 30 April 2020

5. Debtors

	2020	2019
	£	£
Due within one year		
Trade debtors	439,884	232,597
Other debtors	365,129	318,305
	<u>805,013</u>	<u>550,902</u>

6. Creditors: Amounts Falling Due Within One Year

	2020	2019
	£	£
Trade creditors	163,798	167,094
Bank loans and overdrafts	318,495	-
Other taxes and social security	140,347	72,700
Other creditors	159,280	141,334
	<u>781,920</u>	<u>381,128</u>

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

	2020	2019
	£	£
Bank loans	591,734	-
Other creditors	58,380	65,098
	<u>650,114</u>	<u>65,098</u>

8. Share Capital

	2020	2019
Allotted, Called up and fully paid	<u>2,910</u>	<u>2,610</u>

9. Other Commitments

The total of future minimum lease payments under non-cancellable operating leases are as following:

	Land and buildings	
	2020	2019
	£	£
Within 1 year	69,140	44,653
Between 1 and 5 years	10,947	80,086
	<u>80,087</u>	<u>124,739</u>

MWS Technology Ltd
Notes to the Financial Statements (continued)
For The Year Ended 30 April 2020

10. Related Party Transactions

At the balance sheet date Mr R Alberg, a director, was owed £58,380 (2019 - £65,098) which is repayable as financial constraints allow. Mr Alberg has chosen not to make an interest charge on the company for the period ended 30 April 2020, but retains the right to do so in the future, under an existing agreement. This amount is included in creditors due after more than one year.

11. General Information

MWS Technology Ltd is a private company, limited by shares, incorporated in England & Wales, registered number 06824227. The registered office is: 3 Harmood Grove, London, NW1 8DH.

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.