

E Fundamentals (International) Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 31 December 2019

E Fundamentals (International) Limited

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E Fundamentals (International) Limited

Company Information

Directors

Mr D Murray-Hundley
Mr A Hickey
Mr D Reeves
Mr R Lewis
Mr G Price
Mr J Richardson
Mr G Urquhart
Mr J Maltman
Mr M Wombwell

Registered office

20 St. Thomas Street 2nd Floor
Runway East
London
SE1 9RG

E Fundamentals (International) Limited

(Registration number: 11020663)

Balance Sheet as at 31 December 2019

	Note	2019 £	2018 £
Fixed assets			
Intangible assets	<u>3</u>	3,264,016	3,672,018
Tangible assets	<u>4</u>	13,879	16,091
		<u>3,277,895</u>	<u>3,688,109</u>
Current assets			
Debtors	<u>5</u>	794,693	394,936
Cash at bank and in hand		389,754	112,398
		1,184,447	507,334
Creditors: Amounts falling due within one year	<u>6</u>	<u>(4,867,999)</u>	<u>(2,601,955)</u>
Net current liabilities		<u>(3,683,552)</u>	<u>(2,094,621)</u>
Net (liabilities)/assets		<u>(405,657)</u>	<u>1,593,488</u>
Capital and reserves			
Called up share capital		38,976	38,976
Share premium reserve		3,858,691	3,858,691
Profit and loss account		<u>(4,303,324)</u>	<u>(2,304,179)</u>
Total equity		<u>(405,657)</u>	<u>1,593,488</u>

For the financial year ending 31 December 2019 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 of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the Board on 18 September 2020 and signed on its behalf by:

.....

Mr J Maltman
Director

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

E Fundamentals (International) Limited

Notes to the Financial Statements for the Year Ended 31 December 2019

1 General information

The company is a private company limited by share capital, incorporated in England.

The address of its registered office is:
20 St. Thomas Street 2nd Floor
Runway East
London
SE1 9RG
England

These financial statements were authorised for issue by the Board on 18 September 2020.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Group accounts not prepared

The company is part of a small group. The company has taken advantage of the exemption provided by Section 398 of the Companies Act 2006 and has not prepared group accounts..

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;
it is probable that future economic benefits will flow to the entity;
and specific criteria have been met for each of the company's activities.

Foreign currency transactions and balances

Transactions in foreign currencies are initially recorded at the functional currency rate prevailing at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated into the respective functional currency of the entity at the rates prevailing on the reporting period date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing on the initial transaction dates.

Non-monetary items measured in terms of historical cost in a foreign currency are not retranslated.

E Fundamentals (International) Limited

Notes to the Financial Statements for the Year Ended 31 December 2019

Tax

The tax expense for the period comprises current tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

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

Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Computer equipment	33% Straight line

Goodwill

Goodwill arising on the acquisition of an entity represents the excess of the cost of acquisition over the company's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the entity recognised at the date of acquisition. Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is held in the currency of the acquired entity and revalued to the closing rate at each reporting period date. Goodwill is amortised over its useful life, which shall not exceed ten years if a reliable estimate of the useful life cannot be made.

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Goodwill	10% Straight line
Intellectual property rights	10% Straight line

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business. Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

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Notes to the Financial Statements for the Year Ended 31 December 2019

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

E Fundamentals (International) Limited

Notes to the Financial Statements for the Year Ended 31 December 2019

3 Intangible assets

	Goodwill £	Other intangible assets £	Total £
Cost or valuation			
Acquired through business combinations	3,960,020	120,000	4,080,020
At 31 December 2019	3,960,020	120,000	4,080,020
Amortisation			
At 1 January 2019	396,002	12,000	408,002
Amortisation charge	396,002	12,000	408,002
At 31 December 2019	792,004	24,000	816,004
Carrying amount			
At 31 December 2019	3,168,016	96,000	3,264,016
At 31 December 2018	3,564,018	108,000	3,672,018

4 Tangible assets

	Furniture, fittings and equipment £	Total £
Cost or valuation		
At 1 January 2019	20,981	20,981
Additions	4,927	4,927
At 31 December 2019	25,908	25,908
Depreciation		
At 1 January 2019	4,891	4,891
Charge for the year	7,138	7,138
At 31 December 2019	12,029	12,029
Carrying amount		
At 31 December 2019	13,879	13,879
At 31 December 2018	16,091	16,091

E Fundamentals (International) Limited

Notes to the Financial Statements for the Year Ended 31 December 2019

5 Debtors

	2019 £	2018 £
Trade debtors	202,440	201,582
Prepayments	122,823	5,322
Other debtors	469,430	188,032
	794,693	394,936
	794,693	394,936

6 Creditors

Creditors: amounts falling due within one year

	Note	2019 £	2018 £
Due within one year			
Trade creditors		117,142	50,112
Amounts owed to group undertakings and undertakings in which the company has a participating interest		4,470,466	2,263,000
Taxation and social security		61,324	67,637
Accruals and deferred income		200,204	207,093
Other creditors		18,863	14,113
		4,867,999	2,601,955
		4,867,999	2,601,955

7 Share capital

Allotted, called up and fully paid shares

	2019		2018	
	No.	£	No.	£
Ordinary shares of £0.01 each	3,897,667	38,976.67	3,897,667	38,976.67
	3,897,667	38,976.67	3,897,667	38,976.67
	3,897,667	38,976.67	3,897,667	38,976.67

8 Obligations under leases and hire purchase contracts

Operating leases

The total of future minimum lease payments is as follows:

	2019 £	2018 £
Not later than one year	90,000	42,810
Later than one year and not later than five years	15,000	105,000
	105,000	147,810
	105,000	147,810

E Fundamentals (International) Limited

Notes to the Financial Statements for the Year Ended 31 December 2019

9 Share based payment arrangements

The Company has issued share options in respect of Ordinary shares to employees. The share options were in respect of E Fundamentals (Group) Ltd, the immediate parent company of E Fundamentals (International) Limited.

In 2018 1,748 options were granted, bringing the total number of options granted to 377,971 as at 31 December 2018. No further options granted during the year 2019.

Any charge to the income statement in respect of share-based payments has been deemed immaterial.

10 Parent and ultimate parent undertaking

The Company's immediate and ultimate parent undertaking is E Fundamentals (Group) Limited, incorporated in England.

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.