Registered number: 09825744

CONTENT SQUARE LTD

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JANUARY 2023

CONTENT SQUARE LTD

COMPANY INFORMATION

Directors	J Cherki N Fritz (appointed 13 September 2022) A Gouachon (appointed 13 September 2022)
Registered number	09825744
Registered office	10 Devonshire Square London EC2M 4YP
Independent auditors	BKL Audit LLP Chartered Accountants & Statutory Auditor 35 Ballards Lane London N3 1XW

CONTENTS

STRATEGIC REPORT
FOR THE YEAR ENDED 31 JANUARY 2023

Introduction

Content Square is the leader in experience analytics enabling brands to create better digital experiences across websites, mobile phones and apps. The Group's platform captures billions of mouse movements and mobile interactions, to analyse user journeys, identify struggle, measure content performance (text, images, videos) and compare price impact and product relevancy. Content Square transforms this data into recommendations, enabling companies to prioritise their decisions and increase conversion and revenue. Content Square's digital experience analytics unlocks the power of customer understanding on a single platform. Builds business resiliency, grows revenue and maximises ROI with an exceptional digital customer experience.

The Company vison is to move beyond traditional analytics to enable an unprecedented understanding of the customer experience that transforms business. With intuitive technology that reveals the behaviour, intent and feelings of any and every user, we allow businesses to deliver more human experiences quickly, while ensuring privacy and accessibility. This results in faster growth, greater agility and happier customers. We power the new digital experience, made more human.

Business review

Content Square Ltd (referred to as the "Company") is a private company limited by shares incorporated in England and Wales, with its registered office located at 10 Devonshire Square, London, EC2M 4YP. The Company's immediate parent company is Content Square SAS (referred to as the "Group"), a French company.

The primary focus of the Company's operations is on the distribution and marketing of Content Square SAS's analytic software-as-a-service solution. This solution is a key offering in the Company's portfolio.

No significant events have been identified during this reporting period. Only in February 2023, the Group made an announcement regarding a 4% reduction in its workforce.

Throughout the year, the Company did not introduce any new products or services that had a material impact on its financial statements. However, in May 2022, the Company relocated to a new office. This move was undertaken to facilitate the company's expansion, reflecting its commitment to growth and development.

Principal risks and uncertainties

The following are the key risks and uncertainties that the Company faces, which are mitigated by the existing arrangements with the Group:

1. Credit Risk:

Credit risk refers to the potential financial loss the Company may incur if a customer or counterparty fails to fulfill their contractual obligations, primarily related to trade receivables.

The Company's exposure to credit risk is influenced by individual customer characteristics.

The Company has implemented a credit policy and continually monitors exposure to credit risk.

2. Liquidity Risk:

The Company actively manages liquidity risk by focusing on cash generation through its operations and receiving ongoing support from its ultimate parent company, Content Square SAS.

3. Market Risk:

The performance of the Company is partially dependent on worldwide economic and geopolitical conditions.

In 2022, global economic activity experienced a broad-based slowdown, primarily due to factors such as the lingering impact of the Covid-19 pandemic, the Russian invasion of Ukraine, rising interest rates, and significant inflationary pressure.

While these events had a substantial adverse impact on the global economy and led to a cost-of-living crisis in some regions where the Company operates, they did not result in any material changes to the Company's operating agreements or materially impact the results for 2023.

Financial key performance indicators

The key financial and other performance indicators during the year ended 31 January 2023 were as follows:

Revenue

We have enjoyed strong revenue growth over the year ended January 31, 2023. Revenue grew by 63% from the prior period to £33.2 million, compared with £20.46 million for the 13 month period ended January 31, 2022, reflecting the Company strong growth over the 12 months

Profit for the financial year

Profit after tax has decreased to £322k (2022: 476k) and has been credited to the Company's profit and loss reserves.

Other key performance indicators

Headcount

The company has continue to grow during the year, resulting in 58% increase in average headcount, from 124 in 2022 to 196 in 2023

STRATEGIC REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2023

This report was approved by the board and signed on its behalf.

A Gouachon
Director

Date: 12 January 2024

DIRECTORS' REPORT
FOR THE YEAR ENDED 31 JANUARY 2023

The directors present their report and the audited financial statements for the year ended 31 January 2023.

Directors' responsibilities statement

The directors are responsible for preparing the Strategic Report, the Directors' Report and the audited financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare audited financial statements for each financial year. Under that law the directors have elected to prepare the audited financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. Under company law the directors must not approve the audited financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Company and of the profit or loss of the Company for that period.

In preparing these audited financial statements, the directors are required to:

- select suitable accounting policies for the Company's financial statements and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the audited financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and to enable them to ensure that the audited financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Principal activity

Content Square is the leader in experience analytics enabling brands to create enhanced digital experiences across websites, mobile phones and apps. The platform, created by the wider global Group, captures billions of mouse movements and mobile interactions to analyse user journeys, identify struggle, measure content performance (text, images, videos) and compare price impact and product relevancy. Content Square transforms this data into recommendations, enabling companies to prioritise their decisions and increase conversion and revenue.

Results and dividends

The profit for the year, after taxation, amounted to £322,856 *(2022 - £476,112)*.

Directors

The director who served during the year were:

J Cherki
N Fritz (appointed 13 September 2022)
A Gouachon (appointed 13 September 2022)

DIRECTORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2023

Future developments

The company has plans to continue to grow and expand.

Disclosure of information to auditors

Each of the persons who are directors at the time when this Directors' Report is approved has confirmed that:

- so far as the director is aware, there is no relevant audit information of which the Company's auditors are unaware, and
- the director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

Post balance sheet events

There have been no significant events affecting the Company since the year end.

Auditors

Under section 487(2) of the Companies Act 2006, BKL Audit LLP will be deemed to have been reappointed as auditors 28 days after these financial statements were sent to members or 28 days after the latest date prescribed for filing the accounts with the registrar, whichever is earlier.

This report was approved by the board and signed on its behalf.

A Gouachon
Director

Date: 12 January 2024

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF CONTENT SQUARE LTD

Opinion

We have audited the financial statements of Content Square Ltd (the 'Company') for the year ended 31 January 2023, which comprise the Statement of Comprehensive Income, the Statement of Financial Position, the Statement of Changes in Equity and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the Company's affairs as at 31 January 2023 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council's Ethical Standard and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the Annual Report other than the financial statements and our Auditors' Report thereon. The directors are responsible for the other information contained within the Annual Report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Strategic Report and the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and the Directors' Report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report or the Directors' Report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of directors

As explained more fully in the Directors' Responsibilities Statement set out on page 4, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditors' Report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- Enquiring of management around actual and potential litigation and claims;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations
- Performing audit work over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for bias;
- Reviewing the general ledger in detail for all transactions with related parties;
- Performing walkthrough testing to ensure systems and controls are operating as recorded where appropriate

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion of the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our Auditors' Report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our Auditors' Report. However, future events or conditions may cause the Company to cease to continue as a going concern.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF CONTENT SQUARE LTD (CONTINUED)

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the Company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an Auditors' Report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members, as a body, for our audit work, for this report, or for the opinions we have formed.

David Landau FCA (Senior Statutory Auditor)

for and on behalf of
BKL Audit LLP

Chartered Accountants
Statutory Auditor

London

16 January 2024

STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 JANUARY 2023

	Note	Year ended 31 January 2023 £	*13 month period ended 31 January 2022 £*
Turnover	3	**33,122,116**	*20,456,202*
Gross profit		**33,122,116**	*20,456,202*
Selling and distribution costs		**(1,750,187)**	*(940,622)*
Administrative expenses		**(30,825,224)**	*(18,867,604)*
Other operating income	4	**75,102**	*52,042*
Operating profit		**621,807**	*700,018*
Interest receivable and similar income	7	**79,342**	*31,286*
Profit before tax		**701,149**	*731,304*
Tax on profit	8	**(378,293)**	*(255,192)*
Profit for the financial year		**322,856**	*476,112*
Other comprehensive income for the year			
Total comprehensive income for the year		**322,856**	*476,112*

The notes on pages 14 to 28 form part of these financial statements.

STATEMENT OF FINANCIAL POSITION
AS AT 31 JANUARY 2023

	Note		2023 £		2022 £
Fixed assets					
Intangible assets	9		**383,850**		*426,849*
Tangible assets	10		**364,730**		*247,216*
Investments	11		**-**		*592,396*
			748,580		*1,266,461*
Current assets					
Debtors: amounts falling due after more than one year	12	**395,200**		*395,200*	
Debtors: amounts falling due within one year	12	**7,095,594**		*6,950,560*	
Cash at bank and in hand	13	**5,143,357**		*583,884*	
		12,634,151		*7,929,644*	
Creditors: amounts falling due within one year	14	**(8,722,175)**		*(7,291,776)*	
Net current assets			**3,911,976**		*637,868*
Total assets less current liabilities			**4,660,556**		*1,904,329*
Creditors: amounts falling due after more than one year	15		**(223,818)**		*-*
Net assets			**4,436,738**		*1,904,329*
Capital and reserves					
Called up share capital	16		**1,000**		*1,000*
Capital contribution	17		**3,612,044**		*1,402,491*
Profit and loss account	17		**823,694**		*500,838*
			4,436,738		*1,904,329*

STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT 31 JANUARY 2023

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

A Gouachon
Director
Date: 12 January 2024

The notes on pages 14 to 28 form part of these financial statements.

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 JANUARY 2023

	Called up share capital	Capital contribution	Profit and loss account	Total equity
	£	£	£	£
At 1 January 2021	**1,000**	**278,751**	**24,726**	**304,477**
Comprehensive income for the period				
Profit for the 13 month period	-	-	**476,112**	**476,112**
Contributions by and distributions to owners				
Share based payment transactions	-	**1,123,740**	-	**1,123,740**
At 1 February 2022	**1,000**	**1,402,491**	**500,838**	**1,904,329**
Comprehensive income for the year				
Profit for the period	-	-	**322,856**	**322,856**
Contributions by and distributions to owners				
Share based payment transactions	-	**2,209,553**	-	**2,209,553**
At 31 January 2023	**1,000**	**3,612,044**	**823,694**	**4,436,738**

The notes on pages 14 to 28 form part of these financial statements.

1. General information

Content Square is the leader in experience analytics enabling brands to create enhanced digital experiences across websites, mobile phones and apps. The platform, created by the wider global Group, captures billions of mouse movements and mobile interactions to analyse user journeys, identify struggle, measure content performance (text, images, videos) and compare price impact and product relevancy. Content Square transforms this data into recommendations, enabling companies to prioritise their decisions and increase conversion and revenue.

The company is a private company limited by shares and is incorporated in England and Wales.

The Registered Office is 10 Devonshire Square, London, EC2M 4YP

2. Accounting policies

2.1 Basis of preparation of financial statements

Under Section 399 of the Companies Act 2006, the Company was exempt from the requirement to prepare and deliver group financial statements since was part of a small sized group. Accordingly, these financial statements present information about the Company as an individual undertaking and not about the group.

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 ("FRS 102") and the Companies Act 2006.

The following principal accounting policies have been applied:

2.2 Financial Reporting Standard 102 - reduced disclosure exemptions

The Company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by the FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland":

- the requirements of Section 7 Statement of Cash Flows;
- the requirements of Section 3 Financial Statement Presentation paragraph 3.17(d);
- the requirements of Section 33 Related Party Disclosures paragraph 33.7.

This information is included in the consolidated financial statements of Content Square SAS as at 31 January 2023.

2.3 Going concern

The financial statements have been prepared on the going concern basis, which assumes that the Company will continue to trade for the foreseeable future, being a period of at least twelve months from the date of approval of these financial statements, and will be able to meet its debts as they fall due.

2. Accounting policies (continued)

2.4 Foreign currency translation

Functional and presentation currency

The Company's functional and presentational currency is Sterling.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

Foreign exchange gains and losses resulting from the settlement of transactions and from the translation at period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in Statement of Comprehensive Income except when deferred in other comprehensive income as qualifying cash flow hedges.

Foreign exchange gains and losses that relate to borrowings and cash and cash equivalents are presented in the Statement of Comprehensive Income within 'finance income or costs'. All other foreign exchange gains and losses are presented in Statement of Comprehensive Income within 'other operating income'.

2.5 Revenue

The Company generates revenue through access rights to the Group's SaaS (Software As A Service) application platforms, including implementation and initial connection services (Starter Pack), continued access to the platforms, customer data hosting and platform maintenance and upgrades.

The Company recognises revenue based on separate performance obligations. Contracts for the use of SaaS platforms generally include a single overall performance obligation rendered continuously over the contract term. Revenue is therefore spread over the contract term. These contracts include set-up services, that do not constitute separate performance obligations as they are rendered to enable customers to use the SaaS platform.

2.6 Operating leases: the Company as lessee

Rentals paid under operating leases are charged to the Statement of Comprehensive Income 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.

2.7 Interest income

Interest income is recognised in the Statement of Comprehensive Income using the effective interest method.

2. Accounting policies (continued)

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 the Statement of Comprehensive Income when they fall due. Amounts not paid are shown in accruals as a liability in the Statement of Financial Position. The assets of the plan are held separately from the Company in independently administered funds.

2.9 Share-based payments

Where share options are awarded to employees, the fair value of the options at the date of grant is charged to the Statement of Comprehensive Income over the vesting period. Non-market vesting conditions are taken into account by adjusting the number of equity instruments expected to vest at each reporting date so that, ultimately, the cumulative amount recognised over the vesting period is based on the number of options that eventually vest. Market vesting conditions are factored into the fair value of the options granted. The cumulative expense is not adjusted for failure to achieve a market vesting condition.

The fair value of the award also takes into account non-vesting conditions. These are either factors beyond the control of either party (such as a target based on an index) or factors which are within the control of one or other of the parties (such as the Company keeping the scheme open or the employee maintaining any contributions required by the scheme).

Where the terms and conditions of options are modified before they vest, the increase in the fair value of the options, measured immediately before and after the modification, is also charged to the Statement of Comprehensive Income over the remaining vesting period.

2.10 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 reporting date in the countries where the Company operates and generates income.

2. Accounting policies (continued)

2.11 Intangible assets

Goodwill

Goodwill represents the difference between amounts paid on the cost of a business combination and the acquirer's interest in the fair value of its identifiable assets and liabilities of the acquiree at the date of acquisition. Subsequent to initial recognition, goodwill is measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill is amortised on a straight-line basis to the Statement of Comprehensive Income over its useful economic life.

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.

2.12 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:

Fixtures and fittings	-	25%	straight line
Office equipment	-		straight line over 3 - 4 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 profit or loss.

2. Accounting policies (continued)

2.13 Valuation of investments

Investments in subsidiaries are measured at cost less accumulated impairment.

2.14 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.

2.15 Financial instruments

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

(i) Financial assets

Basic financial assets, including trade and other debtors, and amounts due from related companies, are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest.

Such assets are subsequently carried at amortised cost using the effective interest method.

At the end of each reporting period financial assets measured at amortised cost are assessed for objective evidence of impairment. If an asset is impaired the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in the Statement of Comprehensive Income.

Financial assets are derecognised when (a) the contractual rights to the cash flows from the asset expire or are settled, or (b) substantially all the risks and rewards of the ownership of the asset are transferred to another party or (c) control of the asset has been transferred to another party who has the practical ability to unilaterally sell the asset to an unrelated third party without imposing additional restrictions.

(ii) Financial liabilities

Basic financial liabilities, including trade creditors, other creditors and accruals, are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Trade creditors are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

2. Accounting policies (continued)

2.15 Financial instruments (continued)

Financial liabilities are derecognised when the liability is extinguished, that is when the contractual obligation is discharged, cancelled or expires.

(iii) Offsetting

Financial assets and liabilities are offset and the net amounts presented in the financial statements when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

3. Turnover

An analysis of turnover by class of business is as follows:

	Year ended 31 January 2023 £	*13 month period ended 31 January 2022 £*
Sales revenue	**11,767,652**	*3,168,679*
Intercompany recharge	**21,354,464**	*17,287,523*
	33,122,116	*20,456,202*

4. Other operating income

	Year ended 31 January 2023 £	*13 month period ended 31 January 2022 £*
Other operating income	**75,102**	*52,042*
	75,102	*52,042*

5. Auditors' remuneration

During the year, the Company obtained the following services from the Company's auditors:

	Year ended 31 January 2023 £	*13 month period ended 31 January 2022 £*
Fees payable to the Company's auditors for the audit of the Company's financial statements	**27,500**	*19,000*
Fees payable to the Company's auditors in respect of:		
Taxation compliance services	**-**	*1,825*

6. Employees

Staff costs were as follows:

	Year ended 31 January 2023 £	*13 month period ended 31 January 2022 £*
Wages and salaries	**19,930,060**	*13,905,687*
Social security costs	**2,611,866**	*1,744,513*
Cost of defined contribution scheme	**659,569**	*417,618*
	23,201,495	*16,067,818*

The average monthly number of employees, including directors, during the year was 196 *(2022 - 124)*.

7. Interest receivable

	Year ended 31 January 2023 £	*13 month period ended 31 January 2022 £*
Interest receivable	**79,342**	*31,286*
	79,342	*31,286*

8. Taxation

	Year ended 31 January 2023 £	*13 month period ended 31 January 2022 £*
Corporation tax		
Current tax on profits for the year	**378,293**	*265,082*
Adjustments in respect of previous periods	**-**	*(9,890)*
	378,293	*255,192*
Total current tax	**378,293**	*255,192*

The UK Government Announced its intention to increase the rate of UK corporation tax from 19% to 25% with effect from 1 April 2023. The increase in the rate of UK corporation tax was enacted in the finance act 2021 which received Royal Assent on 10 June 2021.

9. Intangible assets

	Goodwill
	£
Cost	
At 1 February 2022	**426,850**
At 31 January 2023	**426,850**
Amortisation	
Charge for the year on owned assets	**43,000**
At 31 January 2023	**43,000**
Net book value	
At 31 January 2023	**383,850**
At 31 January 2022	*426,850*

The goodwill arose as a result of a hive up of the trade and assets from Clicktale (UK) Limited.

10. Tangible fixed assets

	Fixtures and fittings	Office equipment	Total
	£	£	£
Cost or valuation			
At 1 February 2022	22,267	371,639	393,906
Additions	-	290,072	290,072
Disposals	(3,482)	(44,769)	(48,251)
At 31 January 2023	18,785	616,942	635,727
Depreciation			
At 1 February 2022	20,478	126,212	146,690
Charge for the year on owned assets	1,789	160,408	162,197
Disposals	(3,482)	(34,408)	(37,890)
At 31 January 2023	18,785	252,212	270,997
Net book value			
At 31 January 2023	-	364,730	364,730
At 31 January 2022	*1,789*	*245,427*	*247,216*

11. Fixed asset investments

	Investments in subsidiary companies £
At 1 February 2022	592,397
Dividends paid out of pre- acquisition reserves of subsidiary	(592,397)
At 31 January 2023	-

On 31 December 2021 the Company purchased the entire share capital of Clicktale (UK) Limited.

During the year, Clicktale (UK) Limited was placed into members voluntary liquidation. The company did not trade during the year ended 31 January 2023.

12. Debtors

	2023	2022
	£	£
Due after more than one year		
Other debtors	**395,200**	*395,200*
	395,200	*395,200*

	2023	2022
	£	£
Due within one year		
Trade debtors	**4,122,245**	*3,460,574*
Amounts owed by group undertakings	**2,240,548**	*2,286,558*
Other debtors	**136,351**	*292,885*
Prepayments and accrued income	**596,450**	*910,543*
	7,095,594	*6,950,560*

Amounts owed by group undertakings are unsecured, interest-free, have no fixed repayment and are repayable on demand.

13. Cash and cash equivalents

	2023	2022
	£	£
Cash at bank and in hand	**5,143,357**	*583,884*
	5,143,357	*583,884*

14. Creditors: Amounts falling due within one year

	2023	2022
	£	£
Trade creditors	**220,839**	*598,175*
Amounts owed to group undertakings	**517,021**	*1,055,214*
Corporation tax	**643,375**	*265,082*
Other taxation and social security	**1,210,970**	*1,545,756*
Other creditors	**103,519**	*79,456*
Accruals and deferred income	**6,026,451**	*3,748,093*
	8,722,175	*7,291,776*

Amounts owed to group undertakings are unsecured, interest-free, have no fixed repayment and are repayable on demand.

15. Creditors: Amounts falling due after more than one year

	2023	2022
	£	£
Accruals and deferred income	**223,818**	-
	223,818	-

16. Share capital

	2023	2022
	£	£
Allotted, called up and fully paid		
1.000 *(2022 - 1,000)* Ordinary shares of £1.00 each	**1,000**	*1,000*

17. Reserves

Capital contribution

The capital contribution represents the valuation of share options granted to employees in the parent undertaking, Content Square SAS.

Profit and loss account

Includes all current period retained profits and losses.

18. Share-based payments

Certain employees were granted share options over Ordinary shares of the ultimate parent undertaking, Content Square SAS, a company incorporated in France, and FRS 102 Section 26 (share-based payments) is applicable. The charge is treated as an expense in this Company's financial statements as the relevant option holders are employees of this company.

	Weighted average exercise price (euros) 2023	**Number 2023**	*Weighted average exercise price (euros) 2022*	*Number 2022*
Outstanding at the beginning of the year	**6.65**	**5,577,691**	*6.65*	*3,673,031*
Granted during the year	**6.89**	**1,162,566**	*6.65*	*2,094,250*
Forfeited during the year	**6.89**	**(296,899)**	*6.65*	*(3,337)*
Exercised during the year	**6.89**	**(50,177)**	*6.65*	*(186,253)*
Outstanding at the end of the year	**6.68**	**6,393,181**	*6.65*	*5,577,691*

The Company is unable to directly measure the fair value of employee services received. Instead, the fair value charge of the share options was determined using a simplified Black-Scholes model with the following parameters:

	2023	*2022*
Option pricing model used	**Black- Scholes**	*Black-Scholes*
Weighted average share price €	**6.89**	*6.65*
Exercise price €	**6.89**	*6.65*
Weighted average contractual life (days)	**1461**	*1461*
Expected volatility %	**42.46%**	*42.46%*
Expected dividend growth rate	**0%**	*0%*
Risk-free interest rate	**1.65%**	*0.48%*

The total charge to the Statement of Comprehensive Income for the period was as follows:

	2023 £	*2022 £*
Equity-settled schemes	**2,209,553**	*1,123,740*
	2,209,553	*1,123,740*

18. Share-based payments (continued)

The charge is treated as an expense in the Statement of Comprehensive Income and as a Capital Contribution by the parent undertaking, Content Square SAS.

19. 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 amounted to £659,569 (2022 £417,618). Contributions totalling £101,656 (2022: £79,002) were payable to the fund at the reporting date and are included in creditors.

20. Commitments under operating leases

At 31 January 2023 the Company had future minimum lease payments due under non-cancellable operating leases for each of the following periods:

	2023	*2022*
	£	*£*
Not later than 1 year	**2,010,970**	*979,871*
Later than 1 year and not later than 5 years	**2,228,973**	*4,164,087*
	4,239,943	*5,143,958*

21. Related party transactions

The company has taken advantage of the exemption conferred by Section 33.1A of Financial Reporting Standard 102: Related Party Disclosures, from the requirement to disclose transactions with other wholly-owned group undertakings.

22. Controlling party

The parent undertaking is Content Square SAS, a company incorporated in France which prepares consolidated accounts.

There is no ultimate controling party.