

Registration number: 09893012

LettUs Grow Ltd

Unaudited Filleted Financial Statements
for the Year Ended 31 December 2023

Pages for filing with Registrar

LettUs Grow Ltd

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LettUs Grow Ltd

Company Information

Directors	J R Farmer C Guy B G Crowther Parkwalk Advisors Ltd R T Todd H S P Parry
Registered office	Unit 4 Avon Valley Business Park Chapel Way Bristol BS4 4EU
Registered number	09893012
Accountant	Corrigan Accountants Limited 1st Floor 25 King Street Bristol BS1 4PB

LettUs Grow Ltd

(Registration number: 09893012) Balance Sheet as at 31 December 2023

	Note	2023 £	2022 £
Fixed assets			
Intangible assets	<u>4</u>	228,811	315,702
Tangible assets	<u>5</u>	74,631	59,586
		303,442	375,288
Current assets			
Stocks		332,783	184,848
Debtors	<u>6</u>	386,878	630,221
Cash at bank and in hand		1,361,788	1,287,039
		2,081,449	2,102,108
Creditors: Amounts falling due within one year	<u>7</u>	(292,164)	(578,302)
Net current assets		1,789,285	1,523,806
Net assets		2,092,727	1,899,094
Capital and reserves			
Called up share capital		1,451	1,172
Share premium reserve		10,322,657	7,532,936
Share option reserve		167,019	34,339
Profit and loss account		(8,398,400)	(5,669,353)
		2,092,727	1,899,094
Total equity		2,092,727	1,899,094

LettUs Grow Ltd

(Registration number: 09893012)

Balance Sheet as at 31 December 2023 (continued)

For the financial year ending 31 December 2023 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 for issue by the Board on 20 May 2024 and signed on its behalf by:

.....

C Guy

Director

LettUs Grow Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2023

1 Statutory information

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

The address of its registered office is:

Unit 4 Avon Valley Business Park

Chapel Way

Bristol

BS4 4EU

United Kingdom

2 Accounting policies

Summary of significant accounting policies

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 periods presented.

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' as applied to smaller entities, and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention.

The financial statements are prepared in pounds sterling which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

Going concern

In assessing whether the financial statements should be prepared on a going concern basis, the directors have considered a period of twelve months from the date of these financial statements.

As a technology development company, Lettus Grow continues to rely largely on equity investment and grant awards to meet its ongoing funding requirements. At the date of signing the Directors are actively seeking investment and confident they will be successful in achieving the funding they require to meet the company's liabilities as they fall due.

LettUs Grow Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2023 (continued)

2 Accounting policies (continued)

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;

and it is probable that future economic benefits will flow to the entity.

Government grants

Government grants are recognised, using the accrual model, at the fair value of the asset received or receivable when there is reasonable assurance that the company will comply with conditions attaching to them and the grants will be received.

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.

Tax

The tax expense or credit 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 or credit is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date.

LettUs Grow Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2023 (continued)

2 Accounting policies (continued)

Tangible fixed assets

Tangible fixed assets are stated in the balance sheet at cost, less any subsequent accumulated depreciation. The cost of tangible fixed assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation is charged so as to write off the cost of assets over their estimated useful lives, as follows:

Office equipment	25% on cost
Computer equipment	25% on cost
Leasehold improvements	Over the term of the lease
Plant and equipment	25% on cost

Intangible fixed assets

Development costs relating to the Avon Valley development farm are capitalised as the directors are satisfied that the project is technically, commercially and financially viable. Development costs are shown at historical cost. Development costs have a limited useful life due to the speed of technological advancements and are carried at cost less accumulated amortisation.

Amortisation will be provided to write off the development costs over its useful life once the project is complete.

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

Avon valley development farm	Straight-line over 5 years
Software licences	Straight-line over 3 years
Third party IP	Straight-line over 5 years

Technical research costs

Research costs where they don't relate to a specific project are written off to the profit and loss account during the year in which they are incurred.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits.

LettUs Grow Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2023 (continued)

2 Accounting policies (continued)

Trade debtors

Trade debtors are recognised initially at the transaction price. They are subsequently measured less any 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.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

Trade creditors

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

Borrowings

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

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.

Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense when the services are received. The cost of any unused holiday entitlement is recognised in the period in which the employees' services are received.

LettUs Grow Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2023 (continued)

2 Accounting policies (continued)

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 profit and loss account over the vesting period. Non-market vesting conditions are taken into account by adjusting the number of equity instruments expected to vest at each balance sheet date so that, ultimately, the cumulative amount recognised over the vesting period is based on the number of options that eventually vest.

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 profit and loss account over the remaining vesting period.

Where equity instruments are granted to persons other than employees, the profit and loss account is charged with fair value of goods and services received.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 41 (2022 - 37).

LettUs Grow Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2023 (continued)

4 Intangible fixed assets

	Avon Valley Development £	Software licences £	Third party IP £	Total £
Cost				
At 1 January 2023	526,488	19,805	-	546,293
Additions	-	-	24,000	24,000
At 31 December 2023	526,488	19,805	24,000	570,293
At 1 January 2023	219,371	11,220	-	230,591
Amortisation charge	105,298	5,593	-	110,891
At 31 December 2023	324,669	16,813	-	341,482
Carrying amount				
At 31 December 2023	201,819	2,992	24,000	228,811
At 31 December 2022	307,117	8,585	-	315,702

LettUs Grow Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2023 (continued)

5 Tangible fixed assets

	Office equipment £	Computer equipment £	Leasehold improvements £	Plant and equipment £	Total £
Cost					
At 1 January 2023	2,487	55,963	19,791	27,775	106,016
Additions	1,240	9,238	-	33,250	43,728
Disposals	-	(424)	-	-	(424)
At 31 December 2023	3,727	64,777	19,791	61,025	149,320
Depreciation					
At 1 January 2023	1,485	24,266	17,440	3,239	46,430
Charge for the period	467	14,123	2,351	11,654	28,595
Eliminated on disposal	-	(336)	-	-	(336)
At 31 December 2023	1,952	38,053	19,791	14,893	74,689
Carrying amount					
At 31 December 2023	1,775	26,724	-	46,132	74,631
At 31 December 2022	1,002	31,697	2,351	24,536	59,586

LettUs Grow Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2023 (continued)

6 Debtors: amounts falling due within one year

	2023	2022
	£	£
Trade debtors	82,691	720
Other debtors	13,137	14,750
Prepayments and accrued income	104,134	127,442
Corporation tax	142,092	443,014
VAT	44,824	44,295
	386,878	630,221
	386,878	630,221

7 Creditors

	2023	2022
	£	£
Amounts falling due within one year		
Trade creditors	64,829	176,519
Taxation and social security	52,601	46,788
Other creditors	12,645	17,006
Accruals and deferred income	162,089	337,989
	292,164	578,302
	292,164	578,302

LettUs Grow Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2023 (continued)

8 Share capital

Allotted, called up and fully paid shares

	2023		2022	
	No.	£	No.	£
Ordinary shares of £0.01 each	67,589	675.89	67,589	675.89
A Ordinary shares of £0.01 each	77,498	774.98	49,598	495.98
	145,087	1,451	117,187	1,172
	145,087	1,451	117,187	1,172

New shares allotted

During the year, 27,900 A Ordinary shares having an aggregate nominal value of £279 were allotted for an aggregate consideration of £2,790,000.

9 Obligations under leases

Operating leases

The total of future minimum lease payments is as follows:

	2023	2022
	£	£
Total	66,294	93,621

LettUs Grow Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2023 (continued)

10 Share-based payments

EMI Options

Scheme details and movements

The company has issued options over its unissued shares to employees. The options vest at annual intervals over a two year period from the date of grant, and vesting may also be conditional upon other criteria such as the option holder's continuing employment by the company.

The term of the options are 10 years from the date of grant.

During the year, options were issued under a parallel option arrangement, whereby 3,275 of the brought forward options were modified with a reduced exercise price of £0.01.

The movements in the number of share options during the year were as follows:

	2023	2022
	Number	Number
Outstanding, start of period	3,275	3,605
Granted during the period	9,060	-
Forfeited during the period	-	(330)
Outstanding, end of period	12,335	3,275
Exercisable, end of period	6,168	-

The movements in the weighted average exercise price of share options during the year were as follows:

	2023	2022
	£	£
Outstanding, start of period	51.32	52.39
Granted during the period	0.01	-
Forfeited during the period	-	63.00
Outstanding, end of period	0.01	51.32
Exercisable, end of period	0.01	48.46

LettUs Grow Ltd

Notes to the Unaudited Financial Statements for the Year Ended 31 December 2023 (continued)

10 Share-based payments (continued)

Unapproved options

Scheme details and movements

The company has issued options over its unissued shares to part time employees and non-executive Directors. The options vest at annual intervals over a two year period from the date of grant, and vesting may also be conditional upon other criteria such as the option holder's continuing services to the company.

The term of the options are 10 years from the date of grant.

During the year, options were issued under a parallel option arrangement, whereby 244 of the brought forward options were modified in the year with a reduced exercise price of £0.01.

The movements in the number of share options during the year were as follows:

	2023	2022
	Number	Number
Outstanding, start of period	244	244
Granted during the period	156	-
Outstanding, end of period	400	244
Exercisable, end of period	200	244

The movements in the weighted average exercise price of share options during the year were as follows:

	2023	2022
	£	£
Outstanding, start of period	49.35	49.35
Granted during the period	0.01	-
Outstanding, end of period	0.01	49.35
Exercisable, end of period	0.01	49.35

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.