

Company Registration No. SC151456 (Scotland)

**INTEGRATED ENVIRONMENTAL SOLUTIONS  
LIMITED**

**REPORT AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED  
31 MAY 2020**

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# INTEGRATED ENVIRONMENTAL SOLUTIONS LIMITED

## COMPANY INFORMATION

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<b>Directors</b>	S Finlayson Dr D McLean J Xu S Falconer Dr A C Wheatley D G McEwan R J Abbott I Pittman
<b>Secretary</b>	S Finlayson
<b>Company number</b>	SC151456
<b>Registered office</b>	Helix Building Kelvin Campus West of Scotland Science Park Glasgow G20 0SP
<b>Auditor</b>	RSM UK Audit LLP Chartered Accountants Third Floor Centenary House 69 Wellington Street Glasgow G2 6HG
<b>Bankers</b>	Royal Bank of Scotland plc 23 Sauchiehall Street Glasgow G2 3AD

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# **INTEGRATED ENVIRONMENTAL SOLUTIONS LIMITED**

## **STRATEGIC REPORT**

### **FOR THE YEAR ENDED 31 MAY 2020**

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The directors present the Strategic Report for the year ended 31 May 2020.

#### **Fair review of the business**

The directors were pleased to report another year of record turnover and double digit growth despite the challenges of Brexit and COVID-19. Aided by agile employees, the business has been able to continue to trade throughout the pandemic without significant disruption.

The company is in a strong financial position and with an increased order book is well placed to come through the recession. IES has also benefitted from increased diversification in recent years, notably with the launch in 2019 of the Intelligent Communities Lifecycle (ICL). The digital twin technology creates dynamic 3D models that reflect real life performance and delivers resilience, cost savings and resource-efficiency for buildings, campuses, communities, cities and countries.

There is now more focus and awareness of Climate Change – consequently, we have seen huge interest in the ICL with its ability to address the decarbonisation of the built environment. Furthermore with Governments and worldwide organisations seeking a green recovery from the pandemic, it is expected that new opportunities will arise.

The Board continues to proactively plan and prepare for the UK's departure from Europe as best we can in such uncertain business landscape. The recently incorporated Irish subsidiary had a superb year with a number of projects being awarded under the Horizon 2020 research programme.

There has been a solid start to the 2020/21 financial year with further turnover growth.

#### **Principal risks and uncertainties**

The principal risks facing the company are the COVID 19 pandemic and Brexit. Although certain sales stream have been impacted somewhat by the pandemic, the company has benefitted from its diversity and has been able to make significant gains in other streams which has enabled turnover to continue to grow since March 2020. Regarding brexit, the set-up of an Irish subsidiary in 2017 has enabled the group to maintain a presence in Europe and consequently to continue to have access to European research projects.

# INTEGRATED ENVIRONMENTAL SOLUTIONS LIMITED

## STRATEGIC REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2020


### Key performance indicators

#### Performance

We focus on a number of performance measures to ensure that our strategy successfully delivers increased value for our shareholders.

What we measure	Why we measure it	How we performed		Comment
		2020	2019	
Growth in total income	To ensure we are successful in growing group income, which is a key area of strategic focus.	11%	9%	Income growth accelerates on that achieved in prior years. The increase is attributable to the continuing growth of core products and services combined with the new ICL sales.
Growth in software sales	To ensure the core product continues to grow.	9.4%	11.1%	Software sales continue to show good, steady growth.
Employee absence %	Employee absence impacts operational performance and provides an indication of staff engagement, a priority for IES.	0.73%	1.12%	The group continues to return impressive absence figures, significantly below the average.

On behalf of the board



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Dr D McLean

Director

Date: 22nd January 2021

# INTEGRATED ENVIRONMENTAL SOLUTIONS LIMITED

## DIRECTORS' REPORT

### FOR THE YEAR ENDED 31 MAY 2020

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The directors present their annual report and financial statements for the year ended 31 May 2020.

#### Principal activities

The principal activity of the group during the year was that of developing and providing environmental software and consultancy. In addition the company undertakes research with respect to sustainable and environmental design for spaces, buildings, neighbourhoods and cities.

#### Directors

The directors who held office during the year and up to the date of signature of the financial statements were as follows:

S Finlayson  
Dr D McLean  
J Xu  
S Falconer  
Dr A C Wheatley  
D G McEwan  
R J Abbott  
I Pittman

#### Results and dividends

The results for the year are set out on page 7.

No ordinary dividends were paid. The directors do not recommend payment of a final dividend.

#### Covid-19

The pandemic has dampened the company's aggressive growth plans for 2020. Given the company's healthy bank balance and continued profitability though, the Directors have no going concern issues. Looking further forward, the green recovery from the pandemic is actually more likely to create further opportunities.

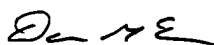
#### Auditor

RSM UK Audit LLP have indicated their willingness to be reappointed for another term and appropriate arrangements have been put in place for them to be deemed reappointed as auditors in the absence of an Annual General Meeting.

#### Statement of disclosure to auditor

So far as each person who was a director at the date of approving this report is aware, there is no relevant audit information of which the company's auditor is unaware. Additionally, each director has taken all the necessary steps that they ought to have taken as a director in order to make themselves aware of all relevant audit information and to establish that the company's auditor is aware of that information.

On behalf of the board



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Dr D McLean

**Director**

Date: 22nd January 2021

# **INTEGRATED ENVIRONMENTAL SOLUTIONS LIMITED**

## **DIRECTORS' RESPONSIBILITIES STATEMENT**

### **FOR THE YEAR ENDED 31 MAY 2020**

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

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law).

Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the group and company, and of the profit or loss of the group for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the group and company will continue in business.

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

# **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF INTEGRATED ENVIRONMENTAL SOLUTIONS LIMITED**

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## **Opinion**

We have audited the financial statements of Integrated Environmental Solutions Limited (the 'parent company') and its subsidiaries (the 'group') for the year ended 31 May 2020 which comprise the consolidated statement of comprehensive income, the consolidated statement of financial position, the company statement of financial position, the consolidated statement of changes in equity, the company statement of changes in equity, the consolidated statement of cash flows and the notes to the financial statements, 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 FRS 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 group's and the parent company's affairs as at 31 May 2020 and of the group's 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 auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the group and parent company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC'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**

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the group's or the parent company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

## **Other information**

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The directors are responsible for the other information. 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.

In connection with our audit of the financial statements, 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 audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

## **Opinions on other matters prescribed by the Companies Act 2006**

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

## INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF INTEGRATED ENVIRONMENTAL SOLUTIONS LIMITED (CONTINUED)

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### Matters on which we are required to report by exception

In the light of the knowledge and understanding of the group and the parent company and their 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 by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company 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 group's and the parent 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 group or the parent company or to cease operations, or have no realistic alternative but to do so.

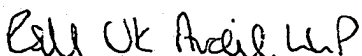
### Auditor's responsibilities for the audit of the financial statements

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 auditor's 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.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: <http://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

### 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 auditor's 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.



Alan Aitchison (Senior Statutory Auditor)  
For and on behalf of RSM UK Audit LLP, Statutory Auditor  
Chartered Accountants  
Third Floor  
Centenary House  
69 Wellington Street  
Glasgow  
G2 6HG  
29 January 2021

# INTEGRATED ENVIRONMENTAL SOLUTIONS LIMITED

## CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 MAY 2020

	Notes	2020 £	2019 £
Turnover	3	12,902,293	11,629,020
Cost of sales		(4,143,792)	(3,841,818)
<b>Gross profit</b>		<b>8,758,501</b>	<b>7,787,202</b>
Administrative expenses		(8,984,767)	(7,468,533)
Other operating income		184,979	186,528
<b>Operating (loss)/profit</b>	<b>6</b>	<b>(41,287)</b>	<b>505,197</b>
Interest receivable and similar income	8	3,656	401
Interest payable and similar expenses	9	(4,090)	(2,336)
<b>(Loss)/profit before taxation</b>		<b>(41,721)</b>	<b>503,262</b>
Tax on (loss)/profit	10	605,876	446,769
<b>Profit for the financial year</b>		<b>564,155</b>	<b>950,031</b>

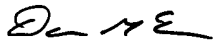
Profit for the financial year is all attributable to the owners of the parent company.

Total comprehensive income for the year is all attributable to the owners of the parent company.

**INTEGRATED ENVIRONMENTAL SOLUTIONS LIMITED****CONSOLIDATED STATEMENT OF FINANCIAL POSITION****AS AT 31 MAY 2020**

	Notes	2020		2019	
		£	£	£	£
<b>Fixed assets</b>					
Tangible assets	11		270,737		248,621
<b>Current assets</b>					
Debtors	14	5,625,475		4,908,377	
Cash at bank and in hand		4,408,518		2,452,134	
			10,033,993		7,360,511
<b>Creditors: amounts falling due within one year</b>	15	(5,899,657)		(3,360,363)	
<b>Net current assets</b>			4,134,336		4,000,148
<b>Total assets less current liabilities</b>			4,405,073		4,248,769
<b>Provisions for liabilities</b>	16		11,821		4,872
<b>Net assets</b>			4,416,894		4,253,641
<b>Capital and reserves</b>					
Called up share capital	19		128,826		128,826
Share premium account	20		1,104,431		1,104,431
Treasury reserve	20		(212,656)		-
Capital redemption reserve	20		22,958		22,958
Own shares	20		(521,138)		(332,892)
Profit and loss reserves	20		3,894,473		3,330,318
<b>Total equity</b>			4,416,894		4,253,641

The financial statements on pages 7 to 28 were approved by the board of directors and authorised for issue on 22nd January 2021 and are signed on its behalf by:



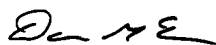
.....  
Dr D McLean  
Director

**INTEGRATED ENVIRONMENTAL SOLUTIONS LIMITED****COMPANY STATEMENT OF FINANCIAL POSITION****AS AT 31 MAY 2020**

	Notes	2020		2019	
		£	£	£	£
<b>Fixed assets</b>					
Tangible assets	11		225,686		212,098
Investments	12		33,129		33,129
			<u>258,815</u>		<u>245,227</u>
<b>Current assets</b>					
Debtors	14	5,875,568		4,731,610	
Cash at bank and in hand		2,372,027		2,138,717	
			<u>8,247,595</u>		<u>6,870,327</u>
<b>Creditors: amounts falling due within one year</b>	15	(4,430,966)		(3,153,167)	
<b>Net current assets</b>			<u>3,816,629</u>		<u>3,717,160</u>
<b>Total assets less current liabilities</b>			<u>4,075,444</u>		<u>3,962,387</u>
<b>Capital and reserves</b>					
Called up share capital	19		128,826		128,826
Share premium account	20		1,104,431		1,104,431
Treasury reserve	20		(212,656)		-
Capital redemption reserve	20		22,958		22,958
Own shares	20		(521,138)		(332,892)
Profit and loss reserves	20		3,553,023		3,039,064
<b>Total equity</b>			<u>4,075,444</u>		<u>3,962,387</u>

As permitted by s408 Companies Act 2006, the company has not presented its own profit and loss account and related notes. The company's profit for the year was £513,959 (2019: £796,538).

The financial statements on pages 7 to 28 were approved by the board of directors and authorised for issue on 22nd January 2021 and are signed on its behalf by:



.....  
Dr D McLean  
Director

**INTEGRATED ENVIRONMENTAL SOLUTIONS LIMITED**

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31 MAY 2020**

Notes	Share capital £	Share premium account £	Treasury reserve £	Capital redemption reserve £	Own shares £	Profit and loss reserves £	Total £
<b>Balance at 1 June 2018</b>	128,826	1,104,431	-	22,958	(398,156)	2,380,287	3,238,346
<b>Year ended 31 May 2019:</b>							
Profit and total comprehensive income for the year	-	-	-	-	-	950,031	950,031
Own shares acquired	-	-	-	-	(8,368)	-	(8,368)
Disposals of own shares	-	-	-	-	73,632	-	73,632
<b>Balance at 31 May 2019</b>	128,826	1,104,431	-	22,958	(332,892)	3,330,318	4,253,641
<b>Year ended 31 May 2020:</b>							
Profit and total comprehensive income for the year	-	-	-	-	-	564,155	564,155
Repurchase of treasury shares	-	-	(212,656)	-	-	-	(212,656)
Own shares acquired	-	-	-	-	(188,246)	-	(188,246)
<b>Balance at 31 May 2020</b>	128,826	1,104,431	(212,656)	22,958	(521,138)	3,894,473	4,416,894

## INTEGRATED ENVIRONMENTAL SOLUTIONS LIMITED

### COMPANY STATEMENT OF CHANGES IN EQUITY

#### FOR THE YEAR ENDED 31 MAY 2020

Notes	Share capital £	Share premium account £	Treasury reserve £	Capital redemption reserve £	Own shares £	Profit and loss reserves £	Total £
<b>Balance at 1 June 2018</b>	128,826	1,104,431	-	22,958	(398,156)	2,242,526	3,100,585
<b>Year ended 31 May 2019:</b>							
Profit and total comprehensive income for the year	-	-	-	-	-	796,538	796,538
Own shares acquired	-	-	-	-	(8,368)	-	(8,368)
Disposals of own shares	-	-	-	-	73,632	-	73,632
<b>Balance at 31 May 2019</b>	128,826	1,104,431	-	22,958	(332,892)	3,039,064	3,962,387
<b>Year ended 31 May 2020:</b>							
Profit and total comprehensive income for the year	-	-	-	-	-	513,959	513,959
Repurchase of treasury shares	-	-	(212,656)	-	-	-	(212,656)
Own shares acquired	-	-	-	-	(188,246)	-	(188,246)
<b>Balance at 31 May 2020</b>	128,826	1,104,431	(212,656)	22,958	(521,138)	3,553,023	4,075,444

# INTEGRATED ENVIRONMENTAL SOLUTIONS LIMITED

## CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MAY 2020

	Notes	2020 £	£	2019 £	£
<b>Cash flows from operating activities</b>					
Cash generated from operations	21	1,893,839		359,748	
Interest paid		(4,090)		(2,336)	
Income taxes refunded		485,043		537,819	
<b>Net cash inflow from operating activities</b>		<b>2,374,792</b>		<b>895,231</b>	
<b>Investing activities</b>					
Purchase of tangible fixed assets		(153,705)		(150,228)	
Proceeds on disposal of tangible fixed assets		1,224		677	
Interest received		3,656		401	
<b>Net cash used in investing activities</b>		<b>(148,825)</b>		<b>(149,150)</b>	
<b>Financing activities</b>					
Purchase of own shares		(188,246)		(8,368)	
Sale of treasury shares		-		73,632	
Repurchase of treasury shares		(212,656)		-	
<b>Net cash (used in)/generated from financing activities</b>		<b>(400,902)</b>		<b>65,264</b>	
<b>Net increase in cash and cash equivalents</b>		<b>1,825,065</b>		<b>811,345</b>	
Cash and cash equivalents at beginning of year		2,452,134		1,589,145	
Effect of foreign exchange rates		131,319		51,644	
<b>Cash and cash equivalents at end of year</b>		<b>4,408,518</b>		<b>2,452,134</b>	

# INTEGRATED ENVIRONMENTAL SOLUTIONS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED 31 MAY 2020

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#### 1 Accounting policies

##### Company information

Integrated Environmental Solutions Limited ("the company") is a private company limited by shares and is registered and incorporated in Scotland. The registered office is Helix Building, Kelvin Campus, West of Scotland Science Park, Glasgow, G20 0SP.

The group consists of Integrated Environmental Solutions Limited and all of its subsidiaries.

The company's and the group's principal activities and nature of its operations are disclosed in the Directors' Report.

##### Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006.

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

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

As permitted by s408 Companies Act 2006, the company has not presented its own profit and loss account and related notes. The company's profit for the year was £513,959 (2019: £796,538).

##### Basis of consolidation

The consolidated financial statements incorporate those of Integrated Environmental Solutions Limited and all of its subsidiaries (i.e. entities that the group controls through its power to govern the financial and operating policies so as to obtain economic benefits). Subsidiaries acquired during the year are consolidated using the purchase method. Their results are incorporated from the date that control passes.

All financial statements are made up to 31 May 2020, except Integrated Environmental Solutions India P.Ltd, whose financial year ends on 31 March 2020. No significant transactions or events occurred in the period between 31 March 2020 and 31 May 2020. Where necessary, adjustments are made to the financial statements of subsidiaries to bring the accounting policies used into line with those used by other members of the group.

All intra-group transactions, balances and unrealised gains on transactions between group companies are eliminated on consolidation. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred.

# INTEGRATED ENVIRONMENTAL SOLUTIONS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MAY 2020

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#### 1 Accounting policies (Continued)

The cost of a business combination is the fair value at the acquisition date of the assets given, equity instruments issued and liabilities incurred or assumed, plus costs directly attributable to the business combination. The excess of the cost of a business combination over the fair value of the identifiable assets, liabilities and contingent liabilities acquired is recognised as goodwill.

The cost of the combination includes the estimated amount of contingent consideration that is probable and can be measured reliably, and is adjusted for changes in contingent consideration after the acquisition date.

Provisional fair values recognised for business combinations in previous periods are adjusted retrospectively for final fair values determined in the 12 months following the acquisition date.

Deferred tax is recognised on differences between the value of assets (other than goodwill) and liabilities recognised in a business combination accounted for using the purchase method and the amounts that can be deducted or assessed for tax, considering the manner in which the carrying amount of the asset or liability is expected to be recovered or settled. The deferred tax recognised is adjusted against goodwill or negative goodwill.

#### Going concern

The Board have modelled a number of scenarios to assess the impact of different potential decreases in sales arising from the pandemic on the cash and balance sheet position.

Having considered, no material uncertainties that may cast significant doubt about the ability of the company to continue as a going concern have been identified by the Directors.

#### Turnover

Revenue is measured at the fair value of the consideration received or receivable and represents amounts receivable for goods and services provided in the normal course of business and funding for core research projects, net of discounts, VAT and other sales related taxes.

Customer support and maintenance - revenue allocable to customer support and maintenance is recognised on a straight line basis over the terms of the support and maintenance contract. Revenue not recognised in the income statement under this policy is classified as deferred income in the balance sheet.

Revenue from contracts for the provision of professional services is recognised by reference to the stage of completion when the stage of completion, costs incurred and costs to complete can be estimated reliably. The stage of completion is calculated by comparing costs incurred, mainly in relation to contractual hourly staff rates and materials, as a proportion of total costs. Where the outcome cannot be estimated reliably, revenue is recognised only to the extent of the expenses recognised that are recoverable.

Revenue arising from the sale of software is recognised in the accounting period in which the invoice is raised and the sale concluded. At this date the risk and rewards of ownership of the software are transferred to the purchaser.

#### Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

# INTEGRATED ENVIRONMENTAL SOLUTIONS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MAY 2020

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#### 1 Accounting policies (Continued)

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Land and buildings - leasehold	over a useful life of 10 years
Fixtures, fittings and equipment	10% - 37% Straight Line
Computer equipment	33% Straight Line
Other assets	33% Straight Line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

#### Fixed asset investments

In the separate accounts of the company, interests in subsidiaries are initially measured at cost and subsequently measured at cost less any accumulated impairment losses. The investments are assessed for impairment at each reporting date and any impairment losses or reversals of impairment losses are recognised immediately in profit or loss.

#### Impairment of fixed assets

At each reporting period end date, the group reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

The carrying amount of the investments accounted for using the equity method is tested for impairment as a single asset. Any goodwill included in the carrying amount of the investment is not tested separately for impairment.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

#### Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts.

#### Financial instruments

The group has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised when the group becomes party to the contractual provisions of the instrument.

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.

# INTEGRATED ENVIRONMENTAL SOLUTIONS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MAY 2020

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#### 1 Accounting policies (Continued)

##### **Basic financial assets**

Basic financial assets, which include trade and other debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the financial asset is measured at the present value of the future receipts discounted at a market rate of interest.

##### **Impairment of financial assets**

Financial assets, other than those held at fair value through profit and loss, are assessed for indicators of impairment at each reporting end date.

Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected. 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 profit or loss.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in profit or loss.

##### **Derecognition of financial assets**

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the group transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

##### **Classification of financial liabilities**

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the group after deducting all of its liabilities.

##### **Basic financial liabilities**

Basic financial liabilities, including trade and other creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, 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 payments discounted at a market rate of interest.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

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

##### **Derecognition of financial liabilities**

Financial liabilities are derecognised when, and only when, the group's contractual obligations are discharged, cancelled, or they expire.

# INTEGRATED ENVIRONMENTAL SOLUTIONS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MAY 2020

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#### 1 Accounting policies (Continued)

##### Equity instruments

Equity instruments issued by the group are recorded at the fair value of proceeds received, net of transaction costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the group.

##### Taxation

The tax expense represents the sum of the current tax expense and deferred tax expense. Current tax assets are recognised when tax paid exceeds the tax payable.

Current and deferred tax is charged or credited to profit or loss, except when it relates to items charged or credited to other comprehensive income or equity, when the tax follows the transaction or event it relates to and is also charged or credited to other comprehensive income, or equity.

Current tax assets and current tax liabilities and deferred tax assets and deferred tax liabilities are offset, if and only if, there is a legally enforceable right to set off the amounts and the entity intends either to settle on the net basis or to realise the asset and settle the liability simultaneously.

Current tax is based on taxable profit for the year. Current tax assets and liabilities are measured using tax rates that have been enacted or substantively enacted by the reporting date.

##### Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

##### Retirement benefits

For defined contribution schemes the amount charged to profit or loss is the contributions payable in the year. Differences between contributions payable in the year and contributions actually paid are shown as either accruals or prepayments.

##### Leases

Rentals payable under operating leases, including any lease incentives received, are charged to profit or loss on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the leased asset are consumed.

##### Government grants

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

A grant that specifies performance conditions is recognised in income when the performance conditions are met. Where a grant does not specify performance conditions it is recognised in income when the proceeds are received or receivable. A grant received before the recognition criteria are satisfied is recognised as a liability.

# INTEGRATED ENVIRONMENTAL SOLUTIONS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MAY 2020

#### 1 Accounting policies (Continued)

##### Foreign exchange

Transactions in currencies other than the functional currency (foreign currency) are initially recorded at the exchange rate prevailing on the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the reporting date. Non-monetary assets and liabilities denominated in foreign currencies are translated at the rate ruling at the date of the transaction, or, if the asset or liability is measured at fair value, the rate when that fair value was determined.

All translation differences are taken to profit or loss, except to the extent that they relate to gains or losses on non-monetary items recognised in other comprehensive income, when the related translation gain or loss is also recognised in other comprehensive income.

##### Research and development costs

Research expenditure is written off against profits in the year in which it is incurred. Identifiable development expenditure is capitalised to the extent that the technical, commercial and financial feasibility can be demonstrated.

#### 2 Judgements and key sources of estimation uncertainty

In the application of the group's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

#### 3 Turnover and other revenue

An analysis of the group's turnover is as follows:

	2020	2019
	£	£
<b>Turnover analysed by class of business</b>		
Sales of goods	8,193,807	7,673,525
Sales of services	3,703,898	3,288,984
Core project funding	1,004,588	666,511
	<u>12,902,293</u>	<u>11,629,020</u>
	2020	2019
	£	£
<b>Other revenue</b>		
Interest income	3,656	401
Grants received	180,889	139,454
	<u>184,545</u>	<u>139,855</u>

# INTEGRATED ENVIRONMENTAL SOLUTIONS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MAY 2020

#### 3 Turnover and other revenue (Continued)

	2020 £	2019 £
<b>Turnover analysed by geographical market</b>		
Asia	789,144	1,012,130
Australasia	749,072	667,292
Europe	4,249,320	3,325,815
North America	2,753,607	2,490,839
United Kingdom	3,969,465	3,792,428
Middle East	243,179	226,824
Rest of the world	148,506	113,692
	<u>12,902,293</u>	<u>11,629,020</u>

During the year the group/company received support from the government under the Coronavirus Job Retention Scheme of £166,146 (2019 - £nil). The scheme provides for the reimbursement of wages for employees who were placed on furlough leave.

Under the scheme the company applied for the reimbursement of up to 80% of employees' wage costs up to £2,500 per wages payable from 1 March 2020. The scheme was accessed by designating affected employees as furloughed or retained on paid leave of absence, notifying employees of these changes, submitting information about these employees and their earnings to HMRC.

#### 4 Employees

The average monthly number of persons (including directors) employed during the year was:

	Group 2020 Number	2019 Number	Company 2020 Number	2019 Number
Administrative staff	6	6	4	4
Operational staff	188	162	149	133
Management staff	11	11	8	10
	<u>205</u>	<u>179</u>	<u>161</u>	<u>147</u>

Their aggregate remuneration comprised:

	Group 2020 £	2019 £	Company 2020 £	2019 £
Wages and salaries	8,342,195	7,350,351	7,145,733	6,705,136
Social security costs	876,972	722,260	816,830	702,377
Pension costs	596,714	507,757	574,031	494,272
	<u>9,815,881</u>	<u>8,580,368</u>	<u>8,536,594</u>	<u>7,901,785</u>

# INTEGRATED ENVIRONMENTAL SOLUTIONS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MAY 2020

#### 5 Directors' remuneration

	2020 £	2019 £
Remuneration for qualifying services	570,121	529,365
Company pension contributions to defined contribution schemes	103,213	85,155
	<u>673,334</u>	<u>614,520</u>

The number of directors for whom retirement benefits are accruing under defined contribution schemes amounted to 5 (2019 - 5).

Remuneration disclosed above includes the following amounts paid to the highest paid director:

	2020 £	2019 £
Remuneration for qualifying services	144,443	134,810
Company pension contributions to defined contribution schemes	34,377	23,573
	<u>178,820</u>	<u>158,383</u>

#### 6 Operating (loss)/profit

	2020 £	2019 £
Operating (loss)/profit for the year is stated after charging/(crediting):		
Exchange losses/(gains)	44,873	(199,320)
Research and development costs	(4,148,540)	(3,562,196)
Government grants	(180,889)	(139,454)
Depreciation of owned tangible fixed assets	129,734	116,097
Profit on disposal of tangible fixed assets	(77)	(350)
Operating lease charges	275,273	226,166
	<u>270,654</u>	<u>(1,559,017)</u>

#### 7 Auditor's remuneration

	2020 £	2019 £
Fees payable to the company's auditor and its associates:		
<b>For audit services</b>		
Audit of the financial statements of the group and company	9,600	9,190
<b>For other services</b>		
Taxation compliance services	2,840	2,840
All other non-audit services	3,800	3,250
	<u>6,640</u>	<u>6,090</u>

# INTEGRATED ENVIRONMENTAL SOLUTIONS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2020

### 8 Interest receivable and similar income

	2020	2019
	£	£
<b>Interest income</b>		
Interest on bank deposits	1,731	401
Other interest income	1,925	-
	<u>3,656</u>	<u>401</u>

### 9 Interest payable and similar expenses

	2020	2019
	£	£
<b>Interest on financial liabilities measured at amortised cost:</b>		
Interest payable to related companies	4,090	2,336
	<u>4,090</u>	<u>2,336</u>

### 10 Taxation

	2020	2019
	£	£
<b>Current tax</b>		
UK corporation tax on profits for the current period	(624,697)	(521,802)
Adjustments in respect of prior periods	(6,009)	44,371
	<u>(630,706)</u>	<u>(477,431)</u>
Total UK current tax		
Foreign current tax on profits for the current period	29,081	27,721
	<u>29,081</u>	<u>27,721</u>
Total current tax	<u>(601,625)</u>	<u>(449,710)</u>
<b>Deferred tax</b>		
Other adjustments	(4,251)	2,941
	<u>(4,251)</u>	<u>2,941</u>
Total tax credit	<u>(605,876)</u>	<u>(446,769)</u>

# INTEGRATED ENVIRONMENTAL SOLUTIONS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MAY 2020

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#### 10 Taxation (Continued)

The total tax credit for the year included in the income statement can be reconciled to the (loss)/profit before tax multiplied by the standard rate of tax as follows:

	2020 £	2019 £
(Loss)/profit before taxation	(41,721)	503,262
Expected tax (credit)/charge based on the standard rate of corporation tax in the UK of 19.00% (2019: 19.00%)	(7,927)	95,620
Tax effect of expenses that are not deductible in determining taxable profit	3,197	2,587
Adjustments in respect of prior years	(6,009)	44,371
Depreciation on assets not qualifying for tax allowances	586	799
Research and development tax credit	(809,186)	(735,324)
Deferred tax adjustments in respect of prior years	(5,369)	(1,687)
Surrender of tax losses and other deductions	196,067	162,704
Foreign tax	4,910	4,362
Deferred tax not recognised	5,768	(14,338)
Profit/(loss) relating to foreign subsidiaries	12,087	(5,863)
Taxation credit	(605,876)	(446,769)

# INTEGRATED ENVIRONMENTAL SOLUTIONS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MAY 2020

#### 11 Tangible fixed assets

Group	Land and buildings - leasehold	Fixtures, fittings and equipment	Computer equipment	Other assets	Total
	£	£	£	£	£
<b>Cost</b>					
At 1 June 2019	16,787	253,786	572,055	12,796	855,424
Additions	-	6,315	145,642	1,748	153,705
Disposals	-	(4,090)	(67,635)	-	(71,725)
Exchange adjustments	-	(423)	(2,463)	(742)	(3,628)
At 31 May 2020	16,787	255,588	647,599	13,802	933,776
<b>Depreciation and impairment</b>					
At 1 June 2019	7,274	191,666	400,522	7,341	606,803
Depreciation charged in the year	1,679	20,987	105,952	1,116	129,734
Eliminated in respect of disposals	-	(4,090)	(66,488)	-	(70,578)
Exchange adjustments	-	(188)	(2,306)	(426)	(2,920)
At 31 May 2020	8,953	208,375	437,680	8,031	663,039
<b>Carrying amount</b>					
At 31 May 2020	7,834	47,213	209,919	5,771	270,737
At 31 May 2019	9,513	62,120	171,533	5,455	248,621

# INTEGRATED ENVIRONMENTAL SOLUTIONS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MAY 2020

#### 11 Tangible fixed assets (Continued)

Company	Land and buildings - leasehold £	Fixtures, fittings and equipment £	Computer equipment £	Total £
<b>Cost</b>				
At 1 June 2019	16,787	226,639	481,954	725,380
Additions	-	5,520	119,578	125,098
Disposals	-	(4,090)	(67,635)	(71,725)
Exchange adjustments	-	1,149	2,303	3,452
At 31 May 2020	16,787	229,218	536,200	782,205
<b>Depreciation and impairment</b>				
At 1 June 2019	7,274	173,461	332,547	513,282
Depreciation charged in the year	1,679	18,818	90,912	111,409
Eliminated in respect of disposals	-	(4,090)	(66,488)	(70,578)
Exchange adjustments	-	867	1,539	2,406
At 31 May 2020	8,953	189,056	358,510	556,519
<b>Carrying amount</b>				
At 31 May 2020	7,834	40,162	177,690	225,686
At 31 May 2019	9,513	53,178	149,407	212,098

#### 12 Fixed asset investments

	Notes	Group 2020 £	2019 £	Company 2020 £	2019 £
Investments in subsidiaries	13	-	-	33,129	33,129

#### Movements in fixed asset investments

Company	Shares in group undertakings £
<b>Cost or valuation</b>	
At 1 June 2019 and 31 May 2020	33,129
<b>Carrying amount</b>	
At 31 May 2020	33,129
At 31 May 2019	33,129

# INTEGRATED ENVIRONMENTAL SOLUTIONS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MAY 2020

#### 13 Subsidiaries

Details of the company's subsidiaries at 31 May 2020 are as follows:

Name of undertaking	Registered office key	Nature of business	Class of shares held	% Held	
				Direct	Indirect
IES R & D Limited	1	Research services	Ordinary	100.00	-
Integrated Environmental Solutions India Private Ltd	2	Environmental software and consultancy	Ordinary	100.00	-
IESVE Singapore Pte. Ltd	3	Environmental software and consultancy	Ordinary	100.00	-

#### Registered Office addresses:

- 1 Castleforbes House, Castleforbes Road, North Wall, Dublin 1
- 2 2nd Floor, Dhananjay Plaza, Survey No.21, Nr Lalani, Quantum, Bavdhan-Bk, Off Mumbai - Bypass Road, Pune. 411021
- 3 30, Cecil Street, 19-08, Prudential Tower, Singapore 049712

#### 14 Debtors

	Group 2020 £	2019 £	Company 2020 £	2019 £
<b>Amounts falling due within one year:</b>				
Trade debtors	2,833,361	2,549,745	2,750,721	2,415,948
Corporation tax recoverable	1,176,087	1,062,203	1,162,049	1,062,082
Amounts owed by group undertakings	-	-	404,652	147,864
Other debtors	598,372	586,895	562,121	427,396
Prepayments and accrued income	1,017,655	709,534	996,025	678,320
	<u>5,625,475</u>	<u>4,908,377</u>	<u>5,875,568</u>	<u>4,731,610</u>

#### 15 Creditors: amounts falling due within one year

	Notes	Group 2020 £	2019 £	Company 2020 £	2019 £
Trade creditors		151,080	235,370	130,853	228,312
Amounts owed to group undertakings		-	-	702,488	184,538
Other taxation and social security		577,033	453,282	549,290	434,921
Deferred income	17	1,257,572	1,030,923	1,240,165	1,027,478
Other creditors		3,133,037	875,185	1,149,984	584,274
Accruals		780,935	765,603	658,186	693,644
		<u>5,899,657</u>	<u>3,360,363</u>	<u>4,430,966</u>	<u>3,153,167</u>

# INTEGRATED ENVIRONMENTAL SOLUTIONS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MAY 2020

#### 16 Deferred taxation

Deferred tax assets and liabilities are offset where the group or company has a legally enforceable right to do so. The following is the analysis of the deferred tax balances (after offset) for financial reporting purposes:

	<b>Liabilities 2020 £</b>	<b>Liabilities 2019 £</b>
<b>Group</b>		
Accelerated capital allowances	(11,821)	(4,872)

The company has no deferred tax assets or liabilities.

	<b>Group 2020 £</b>	<b>Company 2020 £</b>
<b>Movements in the year:</b>		
Liability/(asset) at 1 June 2019	(4,872)	-
Credit to profit or loss	(6,949)	-
Liability/(asset) at 31 May 2020	(11,821)	-

The deferred tax asset set out above is expected to reverse within 12 months and relates to accelerated capital allowances that are expected to mature within the same period.

#### 17 Deferred income

	<b>Group 2020 £</b>	<b>2019 £</b>	<b>Company 2020 £</b>	<b>2019 £</b>
Other deferred income	1,257,572	1,030,923	1,240,165	1,027,478

#### 18 Retirement benefit schemes

	<b>2020 £</b>	<b>2019 £</b>
<b>Defined contribution schemes</b>		
Charge to profit or loss in respect of defined contribution schemes	596,714	507,757

A defined contribution pension scheme is operated for all qualifying employees. The assets of the scheme are held separately from those of the group in an independently administered fund.

# INTEGRATED ENVIRONMENTAL SOLUTIONS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MAY 2020

#### 19 Share capital

	Group and company	
	2020	2019
	£	£
<b>Ordinary share capital issued and fully paid</b>		
515,303 Ordinary shares of 25p each	128,826	128,826

#### Ordinary share rights

The Company's ordinary shares, which carry no right to fixed income, each carry the right to one vote at general meetings of the Company.

#### 20 Reserves

##### Own shares

This relates to the cost of acquiring own shares purchased by the IES Shares Scheme Trust.

##### Share premium account

Consideration received for shares issued above their nominal value net of transaction costs.

##### Capital redemption reserve

The nominal value of shares repurchased and still held at the end of the reporting period.

##### Treasury reserves

This represents the shares repurchased by the company.

##### Profit and loss reserve

Cumulative profit and loss net of distributions to owners.

#### 21 Cash generated from group operations

	2020	2019
	£	£
Profit for the year after tax	564,155	950,031
Adjustments for:		
Taxation credited	(605,876)	(446,769)
Finance costs	4,090	2,336
Investment income	(3,656)	(401)
Gain on disposal of tangible fixed assets	(77)	(350)
Depreciation and impairment of tangible fixed assets	129,734	116,097
Foreign exchange gains on cash equivalents	(130,611)	(53,985)
Movements in working capital:		
(Increase) in debtors	(603,214)	(593,272)
Increase in creditors	2,312,645	402,949
Increase/(decrease) in deferred income	226,649	(16,888)
<b>Cash generated from operations</b>	<b>1,893,839</b>	<b>359,748</b>

# INTEGRATED ENVIRONMENTAL SOLUTIONS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MAY 2020

#### 22 Analysis of changes in net funds - group

	1 June 2019	Cash flows	Exchange rate movements	31 May 2020
	£	£	£	£
Cash at bank and in hand	2,452,134	1,825,065	131,319	4,408,518

#### 23 Operating lease commitments

##### Lessee

At the reporting end date the group had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	Group 2020 £	2019 £	Company 2020 £	2019 £
Within one year	38,739	49,712	38,739	49,712
Between one and five years	205,636	26,239	205,636	26,239
In over five years	-	165,673	-	165,673
	<u>244,375</u>	<u>241,624</u>	<u>244,375</u>	<u>241,624</u>

#### 24 Related party transactions

##### Transactions with related parties

	Interest payable	
	2020 £	2019 £
<b>Company</b>		
Entities with common directorship	4,090	2,336

The following amounts were outstanding at the reporting end date:

Amounts due to related parties	2020 £	2019 £
<b>Company</b>		
Entities with common directorship	432,824	216,078