

**DEVICE AUTHORITY LIMITED**  
**UNAUDITED ABRIDGED ACCOUNTS - AMENDING**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

*These amended accounts:*

- *replace the original accounts*
- *are now the statutory accounts*
- *are prepared as they were at the date of the original accounts*



## Balance Sheet

For the year ended 31 December 2020

		2020	2019
		£	£
<b>Fixed assets</b>	Notes		
Investment	8	6,386,629	6,386,629
Intangible assets	9	10,621	13,517
Tangible assets	10	1,960	3,028
		<u>6,399,210</u>	<u>6,403,174</u>
<b>Current assets</b>			
Debtors	11	1,995,219	1,797,102
Cash at bank and in hand	12	10,234	102,217
		<u>2,005,453</u>	<u>1,899,319</u>
<b>Creditors: amounts falling due within one year</b>	13	(10,058,446)	(4,487,404)
Preference Shares	17	<u>(6,428,200)</u>	<u>(6,428,200)</u>
Net current liabilities		(14,481,193)	(9,016,285)
Total assets less current liabilities		(8,081,983)	(2,613,111)
Creditors: amounts falling due after more than one year		-	-
<b>Net (Liabilities)/Assets</b>		<u>(8,081,983)</u>	<u>(2,613,111)</u>
<b>Capital and reserves</b>			
Called up share capital	15	1,121,424	1,121,347
Share premium account	16	3,832,071	3,831,985
Profit and loss account		(13,035,478)	(7,566,443)
Shareholders' (deficit)/funds		<u>(8,081,983)</u>	<u>(2,613,111)</u>

The directors consider that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the period in question in accordance with section 476 of Companies Act 2006.

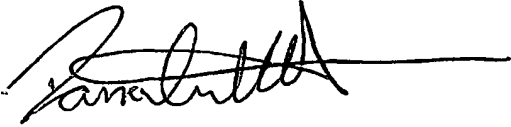
The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to companies' subject to the small companies' regime and in accordance with the provisions of FRS 102 Section 1A – small entities.

The financial statements have been delivered in accordance with the provisions applicable to the companies' subject to the small companies' regime.

The Company has opted not to file the statement of comprehensive income in accordance with provisions applicable to companies' subject to the small companies' regime.

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

A handwritten signature in black ink, appearing to read 'Darron Antill', with a long horizontal line extending to the right.

**Darron Antill**

Director

January 25, 2021

Company Registration Number 04676191

## Notes to the Financial Statements

For the year ended 31 December 2020

### 1. Accounting policies

These financial statements have been prepared in accordance with the provisions of Section 1A (Small Entities) of Financial Reporting Standard 102

### 2. Information regarding employees

The average number of employees during 2020 was;

<b>Function</b>	<b>2020 Count</b>	<b>2019 Count</b>
Sales and Business Development	4	5
Administration	1	1
Technical Developers	7	6
<b>Average Number of Employees</b>	<b>12</b>	<b>12</b>

### 3. Intangible Assets

	<b>Intellectual Property £</b>	<b>Computer Software £</b>	<b>Total £</b>
<b>Cost</b>			
At January 1, 2020	28,000	2,800	30,800
Additions	-	-	-
Disposals	-	-	-
<b>At December 31, 2020</b>	<b>28,000</b>	<b>2,800</b>	<b>30,800</b>
<b>Accumulated Amortisation</b>			
At January 1, 2020	14,483	2,800	17,283
Charge for the Year	2,896	-	2,896
Disposals	-	-	-
<b>At December 31, 2020</b>	<b>17,379</b>	<b>2,800</b>	<b>20,179</b>
<b>Net Book Value</b>			
At January 1, 2020	13,517	-	13,517
At December 31, 2020	10,621	-	10,621

#### 4. Tangible Fixed Assets

	Computer Equipment	Total
	£	£
Cost		
At January 1, 2020	7,430	7,430
Additions	724	724
Disposals	-	-
At December 31, 2020	8,154	8,154
Accumulated Depreciation		
At January 1, 2020	4,402	4,402
Charge for the Year	1,792	1,792
Disposals	-	-
At December 31, 2020	6,194	6,194
Net Book Value		
At January 1, 2020	3,028	3,028
At December 31, 2020	1,960	1,960

#### 5. Fixed investments

On 19 April 2016, the Company acquired DeviceAuthority Inc, whereby DeviceAuthority Inc agreed to assign all its intellectual property rights to Device Authority Limited. Consideration for the assignment was satisfied by the swap of shares to the value of £6,386,628 by the Company to DeviceAuthority Inc shareholders.

There has been no impairment during the period.

#### 6. Transactions with related parties

##### Tern PLC

Tern PLC, which has a controlling shareholding in the Company, is considered a related party. During the period, Tern's total invoices to the company was £32,000 (2019: £39,844) in respect of management services, facility fees and expenses. At the period-end the Company owed £83,844 (2019: £75,844) in trade payables. Tern has also provided a loan facility to Device Authority Limited. As at 31st December 2020, £3,208,698 was outstanding, including interest (2019: £2,527,848).

##### Alsop Louie Partners

Alsop Louie Partners provided a loan facility to Device Authority Limited. As at 31st December 2020, £1,290,826 was outstanding, including interest (2019: £1,042,543).

##### The Ann Samenuk Revocable Trust

The Ann Samenuk Revocable Trust provided a loan facility to Device Authority Limited. As at 31st December 2020, £305,808 was outstanding, including interest (2019: £253,922).

**7. Creditors: amounts falling due within one year**

	<b>2020</b>	<b>2019</b>
	£	£
Trade Creditors	144,950	100,669
Taxation and Social Security	155,870	93,993
Accruals & deferred Income	312,260	212,965
Other Creditors	61,072	6,973
Convertible Loan Note	9,384,294	4,072,804
<b>Total Creditors</b>	<b>10,058,446</b>	<b>4,487,404</b>

A fair value assessment of the Convertible Loan Notes was carried out during the year ended 31 December 2020. The fair value adjustment, which was of a non-cash nature, increased the recorded value of the liability by £4,578,962 (2019 – £Nil). A corresponding adjustment was made through the profit and loss account, leading to an increased reported (non-cash) loss for the year ended 31 December 2020.