

Company Registration No. 10084932 (England and Wales)

ACCOUNTSCORE LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019
PAGES FOR FILING WITH REGISTRAR

ACCOUNTSCORE LIMITED

BALANCE SHEET

AS AT 31 MARCH 2019

		2019		2018	
	Notes	£	£	£	£
Fixed assets					
Intangible assets	7		312,287		263,319
Tangible assets	8		20,011		24,682
Investments	9		1		1
			<u>332,299</u>		<u>288,002</u>
Current assets					
Debtors	11	320,538		226,961	
Cash at bank and in hand		302,660		103,783	
		<u>623,198</u>		<u>330,744</u>	
Creditors: amounts falling due within one year	12	<u>(276,281)</u>		<u>(3,558,599)</u>	
Net current assets/(liabilities)			<u>346,917</u>		<u>(3,227,855)</u>
Net liabilities			<u>679,216</u>		<u>(2,939,853)</u>
Shareholders' equity					
Called up share capital	14		1		1
Profit and loss reserves	15		679,215		(2,939,854)
Total shareholders' surplus / (deficit)			<u>679,216</u>		<u>(2,939,853)</u>

The directors of the company have elected not to include a copy of the profit and loss account within the financial statements.

For the financial year ended 31 March 2019 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

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 member has not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the board of directors and authorised for issue on 19 December 2019 and are signed on its behalf by:

Ms E L Steeley
Director

Company Registration No. 10084932

ACCOUNTSCORE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2019

1 Accounting policies

Company information

AccountScore Limited is a private company limited by shares incorporated in England and Wales. The registered office is 2 Minton Place, Victoria Road, Bicester, Oxfordshire, OX26 6QB.

1.1 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 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

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.

The company has taken advantage of the exemption under section 399 of the Companies Act 2006 not to prepare consolidated accounts, on the basis that the group of which this is the parent qualifies as a small group. The financial statements present information about the company as an individual entity and not about its group.

1.2 Going concern

The directors have confirmed that Loudwater Ventures Limited will continue to fund AccountScore Limited, as required, for a period of at least 12 months from the date of signing these financial statements. Thus the directors continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Turnover

Turnover is recognised at the fair value of the consideration received or receivable for goods and services provided in the normal course of business, and is shown net of VAT and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

When cash inflows are deferred and represent a financing arrangement, the fair value of the consideration is the present value of the future receipts. The difference between the fair value of the consideration and the nominal amount received is recognised as interest income.

AccountScore Limited provides market leading bank transaction analytics software, using clean and concise data APIs and underwriter dashboards to provide global leading categorisation.

1.4 Research and development expenditure

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.

1.5 Intangible fixed assets other than goodwill

Intangible assets acquired separately from a business are recognised at cost and are subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Intangible assets acquired on business combinations are recognised separately from goodwill at the acquisition date if the fair value can be measured reliably.

ACCOUNTSCORE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

1 Accounting policies

(Continued)

Basic financial assets

Basic financial assets, which include 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 transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

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 company 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 company after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including 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. Financial liabilities classified as payable within one year are not amortised.

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, 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.

Derecognition of financial liabilities

Financial liabilities are derecognised when the company's contractual obligations expire or are discharged or cancelled.

ACCOUNTSCORE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

1 Accounting policies **(Continued)**

1.11 Equity instruments

Equity instruments issued by the company are recorded at the 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 company.

1.12 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

Deferred tax

Deferred taxation is calculated on an un-discounted basis at the tax rates that are expected to apply in the periods when the timing differences will reverse.

1.13 Retirement benefits

The company operates a defined contribution scheme for the benefit of its employees. Contributions payable are charged to the profit and loss account in the year they are payable

1.14 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 leases asset are consumed.

1.15 Foreign exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation are included in the profit and loss account for the period.

2 Judgements and key sources of estimation uncertainty

In the application of the company'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.

The estimates or assumptions that would have a significant risk of causing a material adjustment to the carrying amount of the assets or the liabilities are the recognition of the capitalised development costs.

ACCOUNTSCORE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

3 Operating profit/(loss)	2019	2018
	£	£
Operating profit/(loss) for the period is stated after charging:		
Fees payable to the company's auditor for the audit of the company's financial statements	16,500	16,500
Net foreign exchanges losses	1,014	1,542
Operating lease rentals - land and buildings	129,422	86,163
Depreciation of plant and machinery	17,993	13,446
Amortisation of intangible assets	169,829	134,748
Impairment of investment	-	211,924
Provision / write down of intercompany balances	(6,344,824)	147,906
Fees payable to the auditor for research and development taxation	-	17,500
	<u> </u>	<u> </u>

4 Employees

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

	2019	2018
	Number	Number
Administration	12	8
	<u> </u>	<u> </u>
	12	8
	<u> </u>	<u> </u>

Their aggregate remuneration comprised:

	2019	2018
	£	£
Wages and salaries	813,667	555,034
Social security costs	80,226	34,863
Pension costs	10,895	931
	<u> </u>	<u> </u>
	904,788	590,828
	<u> </u>	<u> </u>

In addition to the above, a payroll cost of £181,342 (2018: £57,022) has been capitalised as intangible assets.

5 Directors' remuneration

	2019	2018
	£	£
Remuneration paid to directors	148,924	104,098
	<u> </u>	<u> </u>

ACCOUNTSCORE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

5 Directors' remuneration **(Continued)**

The number of directors for whom retirement benefits are accruing under defined contribution schemes amounted to 1 (2018 - 0).

In addition to the above, £56,939 (2018: £0) has been capitalised to intangible assets.

6 Interest payable and similar expenses

	2019	2018
	£	£
Interest payable and similar expenses includes the following:		
Interest payable to related party undertakings (see note 19)	421,498	218,739
	<u> </u>	<u> </u>

7 Intangible fixed assets

	Capitalised development costs
	£
Cost	
At 1 April 2018	426,189
Additions	218,797
	<u> </u>
At 31 March 2019	644,986
	<u> </u>
Accumulated amortisation	
At 1 April 2018	162,870
Amortisation charged for the year	169,829
	<u> </u>
At 31 March 2019	332,699
	<u> </u>
Carrying amount	
At 31 March 2019	312,287
	<u> </u>
At 31 March 2018	263,319
	<u> </u>

ACCOUNTSCORE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

8 Tangible fixed assets	Office equipment
	£
Cost	
At 1 April 2018	48,005
Additions	13,322
	<hr/>
At 31 March 2019	61,327
	<hr/>
Accumulated depreciation	
At 1 April 2018	23,323
Depreciation charged in the year	17,993
	<hr/>
At 31 March 2019	41,316
	<hr/>
Carrying amount	
At 31 March 2019	20,011
	<hr/> <hr/>
At 31 March 2018	24,682
	<hr/> <hr/>

ACCOUNTSCORE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

9	Investments	2019 £	2018 £
	Investments	1	1
		<u>1</u>	<u>1</u>

Movements in fixed asset investments

	Shares in group undertakings and participating interests
	£
Cost or valuation	
At 1 April 2018	211,925
Additions	195,042
At 31 March 2019	<u>406,967</u>
Impairment	
At 1 April 2018	211,924
Impairment losses	195,042
At 31 March 2019	<u>406,966</u>
Carrying amount	
At 31 March 2019	<u>1</u>
At 31 March 2018	<u>1</u>

During this and the previous period, the company recorded provisions for impairment against the investment in AccountScore India Private Limited as the company is currently in a development and growth phase.

ACCOUNTSCORE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

10 Subsidiaries

Details of the company's subsidiaries at 31 March 2019 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held	
				Direct	Indirect
AccountScore India Private Limited	Greater Kailash, Part-II, New Dehli - 110048, Dehli	Trading company	Ordinary	100	-
ClearAccount Technologies Limited	2 Minton Place, Victoria Road, Bicester, Oxfordshire, OX26 6QB	Dormant company	Ordinary	100	-

The aggregate capital and reserves and the result for the year of the subsidiaries noted above was as follows:

Name of undertaking	Profit/(Loss)	Capital and Reserves
	£	£
AccountScore India Private Limited	(209,461)	13,724
ClearAccount Technologies Limited	-	1

11 Debtors

	2019	2018
Amounts falling due within one year:	£	£
Trade debtors	162,491	137,445
Corporation tax recoverable	68,597	-
Amount due from parent undertaking	1,648	-
Amounts due from subsidiary undertakings	1,349	699
Director loans	1	1
Other debtors	73,975	78,066
Prepayments and accrued income	12,477	10,750
	<u>320,538</u>	<u>226,961</u>

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

At the balance sheet date the company had an unrecognised deferred tax asset totalling £967,044 (2018: £466,796). This has not been recognised because the company has taxable losses with an uncertainty over when taxable profits will arise.

ACCOUNTSCORE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

12 Creditors: amounts falling due within one year

	2019	2018
	£	£
Trade creditors	88,813	78,506
Amounts due to group undertakings	-	635
Amounts owed to entities under common control (see note 19)	-	3,415,684
Other taxation and social security	28,180	8,479
Other creditors	47,100	16,821
Accruals and deferred income	112,188	38,474
	<u>276,281</u>	<u>3,558,599</u>

Amounts owed to group undertakings were unsecured, interest free, had no fixed date of repayment and were repayable on demand.

13 Retirement benefit schemes

	2019	2018
	£	£
Defined contribution schemes		
Charge to profit or loss in respect of defined contribution schemes	9,078	931
	<u>9,078</u>	<u>931</u>

The company operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the company in an independently administered fund.

As at the balance sheet date the company had unpaid contributions totalling £2,734 (2018: £391).

14 Called up share capital

	2019	2018
	£	£
Ordinary share capital		
Issued and fully paid		
1 (2018:1) ordinary share of £1 each	1	1
	<u>1</u>	<u>1</u>

15 Profit and loss reserves

	2019	2018
	£	£
At the beginning of the year	(2,939,854)	(764,730)
Profit/(loss) for the year	3,619,069	(2,175,124)
	<u>679,215</u>	<u>(2,939,854)</u>

ACCOUNTSCORE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

16 Operating lease commitments

Lessee

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

	2019	2018
	£	£
Within one year	70,353	62,000
	<u>70,353</u>	<u>62,000</u>
	<u><u>70,353</u></u>	<u><u>62,000</u></u>

ACCOUNTSCORE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

17 Related party transactions

The company has taken advantage of the exemption available per paragraph 33.1A of FRS 102 whereby it has not disclosed transactions with the ultimate parent company or any wholly owned subsidiary undertaking of the group.

The company entered into the following related party transactions during the year:

	2019	2018
	£	£
Indigo Michael Limited		
A company under common control		
Sales made to the related party (gross)	9,302	15,993
Net recharges in year	-	211,350
Loan in year	-	1,584,110
Loan transferred	(25,295)	(1,856,440)
Interest @ 10%	-	60,980
Amount owed from/(to) the related party at the balance sheet date	-	15,993
Account Technologies Software Limited		
A company under common control		
Purchases made from the related party (gross)		-
Net recharges in year	127,642	93,566
Loan in year	2,380,000	1,200,000
Loan transferred	-	1,856,440
Loan written off	(6,344,824)	-
Interest @ 10%	421,498	157,759
Amount owed (to) the related party at the balance sheet date	-	(3,415,684)
ClearAccount International Limited		
A company under common control		
Net recharges in year	650	-
Amount owed from the related party at the balance sheet date	650	-

ACCOUNTSCORE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

18 Directors' transactions

Interest free loans have been granted by the company to its director as follows:

Description	Opening balance £	Closing balance £
Mr I D McKenzie -	1	1
	<hr/>	<hr/>
	1	1
	<hr/> <hr/>	<hr/> <hr/>

19 Parent company

The ultimate controlling party was Mr I McKenzie by virtue of his majority shareholding in the parent company, AccountScore Holdings Limited, a company incorporated in the United Kingdom.

The financial statements of AccountScore Holdings Limited can be obtained from AccountScore Holdings Limited, 2 Minton Place, Victoria Road, Bicester, Oxfordshire, OX26 6QB.

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.