
LIMBIC LIMITED

UNAUDITED

FINANCIAL STATEMENTS

INFORMATION FOR FILING WITH THE REGISTRAR

FOR THE YEAR ENDED 31 DECEMBER 2022

LIMBIC LIMITED
REGISTERED NUMBER: 11093861

BALANCE SHEET
AS AT 31 DECEMBER 2022

	Note	2022 £	2021 £
FIXED ASSETS			
Tangible assets	4	10,683	840
		<u>10,683</u>	<u>840</u>
CURRENT ASSETS			
Debtors: amounts falling due within one year	5	277,449	92,901
Cash at bank and in hand		3,810,791	257,794
		<u>4,088,240</u>	<u>350,695</u>
Creditors: amounts falling due within one year	6	(518,179)	(573,176)
NET CURRENT ASSETS/(LIABILITIES)		<u>3,570,061</u>	<u>(222,481)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>3,580,744</u>	<u>(221,641)</u>
NET ASSETS/(LIABILITIES)		<u><u>3,580,744</u></u>	<u><u>(221,641)</u></u>
CAPITAL AND RESERVES			
Called up share capital	7	144	111
Share premium account		5,729,103	482,220
Profit and loss account		(2,148,503)	(703,972)
		<u>3,580,744</u>	<u>(221,641)</u>

LIMBIC LIMITED
REGISTERED NUMBER: 11093861

BALANCE SHEET (CONTINUED)
AS AT 31 DECEMBER 2022

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 year in question in accordance with section 476 of the 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 companies subject to the small companies regime.

The Company has opted not to file the profit and loss account 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:

Dr R Harper
Director

Date: 19 July 2023

The notes on pages 3 to 7 form part of these financial statements.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

1. GENERAL INFORMATION

Limbic Limited is a private company limited by shares and incorporated in England and Wales. Its registered office address is Kemp House, 160 City Road, London, EC1V 2NX.

2. ACCOUNTING POLICIES

2.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied:

2.2 GOING CONCERN

The financial statements have been prepared on the going concern basis which assumes that the Company will continue as a going concern for the foreseeable future. The trading losses reported to date are consistent with the Company's business plan as it progresses its research and development activities.

Given the investment received, together with development progress achieved, the directors have a reasonable expectation that the Company will be able to meet its liabilities as they fall due for the foreseeable future and therefore continue to adopt the going concern basis.

2.3 TURNOVER

Turnover is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Turnover is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

2.4 TANGIBLE FIXED ASSETS

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Office equipment	- 3 years straight line
Computer equipment	- 3 years straight line

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in profit or loss.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

2. ACCOUNTING POLICIES (CONTINUED)

2.5 DEBTORS

Short-term debtors are measured at transaction price, less any impairment.

2.6 CASH AND CASH EQUIVALENTS

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

2.7 CREDITORS

Short-term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

2.8 TAXATION

Tax is recognised in profit or loss except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the balance sheet date in the countries where the Company operates and generates income.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Balance Sheet date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future, taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the Balance Sheet date.

2.9 PENSIONS

DEFINED CONTRIBUTION PENSION PLAN

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in profit or loss when they fall due. Amounts not paid are shown in accruals as a liability in the Balance Sheet. The assets of the plan are held separately from the Company in independently administered funds.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

2. ACCOUNTING POLICIES (CONTINUED)

2.10 FOREIGN CURRENCY TRANSLATION

Functional and presentation currency

The Company's functional and presentational currency is GBP.

Transactions and balances

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

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

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

2.11 GOVERNMENT GRANTS

Grants are accounted under the accruals model as permitted by FRS 102. Grants relating to expenditure on tangible fixed assets are credited to profit or loss at the same rate as the depreciation on the assets to which the grant relates. The deferred element of grants is included in creditors as deferred income.

Grants of a revenue nature are recognised in the Profit and Loss Account in the same period as the related expenditure.

2.12 RESEARCH AND DEVELOPMENT

Research and development costs are written off to the Profit and Loss Account in the period in which they are incurred.

3. EMPLOYEES

The average monthly number of employees, including directors, during the year was 10 (2021 - 5).

LIMBIC LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

4. TANGIBLE FIXED ASSETS

	Office equipment £	Computer equipment £	Total £
COST OR VALUATION			
At 1 January 2022	-	3,809	3,809
Additions	1,154	11,828	12,982
At 31 December 2022	<u>1,154</u>	<u>15,637</u>	<u>16,791</u>
DEPRECIATION			
At 1 January 2022	-	2,969	2,969
Charge for the year on owned assets	321	2,818	3,139
At 31 December 2022	<u>321</u>	<u>5,787</u>	<u>6,108</u>
NET BOOK VALUE			
At 31 December 2022	<u>833</u>	<u>9,850</u>	<u>10,683</u>
At 31 December 2021	<u>-</u>	<u>840</u>	<u>840</u>

LIMBIC LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

5. DEBTORS

	2022	2021
	£	£
Trade debtors	104,024	-
Other debtors	105,819	82,273
Prepayments and accrued income	67,606	10,628
	277,449	92,901

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Other loans	-	269,500
Trade creditors	58,313	29,172
Other taxation and social security	9,932	51,823
Other creditors	6,642	5,089
Accruals and deferred income	443,292	217,592
	518,179	573,176

Other creditors include contributions of £4,464 (2021 - £3,550) payable to the Company's defined contribution pension scheme at the balance sheet date.

Other loans represents advance subscriptions received from investors. These converted to equity as the result of a qualifying financing event as outlined by the agreements.

7. SHARE CAPITAL

	2022	2021
	£	£
ALLOTTED, CALLED UP AND FULLY PAID		
826,253 (2021 - 826,253) Ordinary shares of £0.0001 each	82.63	82.63
342,735 (2021 - 278,801) A Ordinary shares of £0.0001 each	34.27	27.88
269,324 (2021 - NIL) Series A shares of £0.0001 each	26.93	-
	143.83	110.51

On 03 March 2022, the company issued 269,324 Series A shares and 63,934 Ordinary shares of £0.0001. 5,825 Series A shares were issued with value £18.53 (GBP), 263,499 Series A shares with value \$24.67 (USD), and 63,934 Ordinary shares with value \$5.57 (USD).

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.