

Financial Statements for the Year Ended 31 March 2022

for

Solasta Bio Limited

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for the Year Ended 31 March 2022

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Solasta Bio Limited

Company Information
for the Year Ended 31 March 2022

DIRECTORS:

Prof S Davies
Prof S M Brown
Prof N Deasy
Dr R D Wylie

REGISTERED OFFICE:

Davidson Building Room 325
Institute of Mesb, College of Mvls
University of Glasgow
Glasgow
G12 8QQ

REGISTERED NUMBER:

SC661647 (Scotland)

SENIOR STATUTORY AUDITOR:

Robert Pollock BA CA

AUDITORS:

Sharles Audit Limited
Statutory Auditors
29 Brandon Street
Hamilton
ML3 6DA

Solasta Bio Limited (Registered number: SC661647)

Balance Sheet
31 March 2022

	Notes	2022	£	2021	£
FIXED ASSETS					
Intangible assets	5		19,766		-
Tangible assets	6		<u>54,872</u>		<u>-</u>
			74,638		-
 CURRENT ASSETS					
Debtors	7	223,312		50,030	
Cash at bank		<u>323,061</u>		<u>200,300</u>	
		546,373		250,330	
CREDITORS					
Amounts falling due within one year	8	<u>113,642</u>		<u>250,200</u>	
NET CURRENT ASSETS			<u>432,731</u>		<u>130</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>507,369</u>		<u>130</u>
 CAPITAL AND RESERVES					
Called up share capital			92,274		130
Share premium			907,934		-
Retained earnings			<u>(492,839)</u>		<u>-</u>
SHAREHOLDERS' FUNDS			<u>507,369</u>		<u>130</u>

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

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 2 September 2022 and were signed on its behalf by:

Prof S Davies - Director

Notes to the Financial Statements
for the Year Ended 31 March 2022

1. **STATUTORY INFORMATION**

Solasta Bio Limited is a private company, limited by shares, registered in Scotland. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

2. **STATEMENT OF COMPLIANCE**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. There were no material departures from that standard.

3. **ACCOUNTING POLICIES**

Basis of preparing the financial statements

The financial statements have been prepared under the historical cost convention.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Patents and licences are being amortised evenly over their estimated useful life of nil years.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery etc - 20% on cost

Tangible fixed assets held for the company's own use are stated at cost less accumulated depreciation and accumulated impairment loss.

At each balance sheet date, the company reviews the carrying amounts of its tangible fixed assets to determine whether there is any indication that any items have suffered an impairment loss. If any such indication exists, the recoverable amount of an asset is estimated in order to determine the extent of the impairment loss. Where it is not possible to estimate the recoverable amount of the asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Expenditure of £1,000 or more on individual tangible fixed assets is capitalised at cost. Expenditure on assets below this threshold is charged directly to the income statement in the period it is incurred.

Financial instruments

The Company's principal financial assets and liabilities are cash at bank and borrowings. Cash at bank is carried in the balance sheet at nominal value.

Convertible loan notes are initially measured at fair value. Subsequent to initial recognition, the liability component is measured at amortised cost using the effective interest method. The equity component is not remeasured.

On conversion of the loan note to equity, the difference between the nominal value of the equity issued and the contracted conversion price is credited to the share premium account.

Notes to the Financial Statements - continued
for the Year Ended 31 March 2022

3. **ACCOUNTING POLICIES - continued**

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Research and development

Expenditure on research activities is recognised in profit or loss as incurred.

Development expenditure is capitalised only if the expenditure can be measured reliably, the product or process is technically and commercially feasible, future economic benefits are probable, and the company intends to and has sufficient resources to complete development and to use or sell the asset. Otherwise, it is recognised in profit or loss as incurred. Subsequent to initial recognition, development expenditure is measured at cost less accumulated amortisation and any accumulated impairment losses.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

4. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 5 (2021 - 6) .

5. **INTANGIBLE FIXED ASSETS**

	Other intangible assets £
COST	
Additions	<u>19,766</u>
At 31 March 2022	<u>19,766</u>
NET BOOK VALUE	
At 31 March 2022	<u>19,766</u>

Notes to the Financial Statements - continued
for the Year Ended 31 March 2022

6. **TANGIBLE FIXED ASSETS**

	Plant and machinery etc £
COST	
Additions	<u>56,946</u>
At 31 March 2022	<u>56,946</u>
DEPRECIATION	
Charge for year	<u>2,074</u>
At 31 March 2022	<u>2,074</u>
NET BOOK VALUE	
At 31 March 2022	<u><u>54,872</u></u>

7. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2022	2021
	£	£
Other debtors	<u>223,312</u>	<u>50,030</u>

8. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2022	2021
	£	£
Trade creditors	67,114	-
Taxation and social security	4,029	-
Other creditors	<u>42,499</u>	<u>250,200</u>
	<u><u>113,642</u></u>	<u><u>250,200</u></u>

9. **FINANCIAL INSTRUMENTS**

The convertible loan notes were converted to preference shares on 31 January 2022.

10. **DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006**

The Report of the Auditors was unqualified.

Robert Pollock BA CA (Senior Statutory Auditor)
for and on behalf of Charles Audit Limited

11. **RELATED PARTY DISCLOSURES**

The company operates a loan account with the director, Shireen-Anne Davies

During the year, the director advanced loans totalling £192 to the company. At the year end, the balance due to the director was £8 (2021: £200). This loan is unsecured, interest free and has no fixed repayment terms.

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.