

REGISTERED NUMBER: 10900306 (England and Wales)

UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

FOR

IOTHIC LIMITED

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for the Year Ended 31 December 2021**

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IOTHIC LIMITED
COMPANY INFORMATION
for the Year Ended 31 December 2021

DIRECTORS: C P Autry
M Penington

REGISTERED OFFICE: 54 Sun Street
Waltham Abbey
Essex
EN9 1EJ

REGISTERED NUMBER: 10900306 (England and Wales)

ACCOUNTANTS: KNIGHT WHEELER LIMITED
Chartered Accountants
54 Sun Street
Waltham Abbey
Essex
EN9 1EJ

IOTHIC LIMITED (REGISTERED NUMBER: 10900306)**BALANCE SHEET
31 December 2021**

	Notes	2021 £	2020 £
FIXED ASSETS			
Tangible assets	4	13,845	9,821
CURRENT ASSETS			
Debtors	5	812,713	635,430
Cash at bank		<u>387,893</u>	<u>1,573,873</u>
		1,200,606	2,209,303
CREDITORS			
Amounts falling due within one year	6	<u>(3,451,800)</u>	<u>(3,330,705)</u>
NET CURRENT LIABILITIES		<u>(2,251,194)</u>	<u>(1,121,402)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>(2,237,349)</u>	<u>(1,111,581)</u>
CAPITAL AND RESERVES			
Called up share capital		274	273
Share premium		1,208,117	1,202,118
Retained earnings		<u>(3,445,740)</u>	<u>(2,313,972)</u>
		<u>(2,237,349)</u>	<u>(1,111,581)</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2021 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The notes form part of these financial statements

IOTHIC LIMITED (REGISTERED NUMBER: 10900306)

BALANCE SHEET - continued
31 December 2021

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 16 February 2022 and were signed on its behalf by:

C P Autry - Director

M Penington - Director

The notes form part of these financial statements

**NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 December 2021**

1. STATUTORY INFORMATION

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

The presentation currency of the financial statement is the Pound Sterling (£) which is the functional currency of the company and rounded to the nearest £.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

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

Tangible fixed assets

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

Plant & equipment - 20% on cost

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.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

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.

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 December 2021

2. ACCOUNTING POLICIES - continued

Going concern

The company is continuing to pursue ongoing sales opportunities with businesses engaged in cyber security. As a consequence the directors believe that the company is well placed to manage its business risks successfully despite the current economic outlook.

After making enquiries, the directors have a reasonable expectation that the company will have adequate resources to continue in operational existence for the foreseeable future pending the successful outcome of the latest launch of the Iothic software. Accordingly, he has adopted the going concern basis in preparing these accounts.

Debtors and creditors receivable/payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the profit and loss account in other administrative expenses.

Cash and cash equivalents

Cash and cash equivalents in the balance sheet comprise cash at banks and in hand and any short term deposits.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 9 (2020 - 5) .

4. TANGIBLE FIXED ASSETS

	Plant & equipment £	Computer equipment £	Totals £
COST			
At 1 January 2021	6,905	6,382	13,287
Additions	2,337	2,203	4,540
At 31 December 2021	<u>9,242</u>	<u>8,585</u>	<u>17,827</u>
DEPRECIATION			
At 1 January 2021	2,664	802	3,466
Charge for year	256	260	516
At 31 December 2021	<u>2,920</u>	<u>1,062</u>	<u>3,982</u>
NET BOOK VALUE			
At 31 December 2021	<u>6,322</u>	<u>7,523</u>	<u>13,845</u>
At 31 December 2020	<u>4,241</u>	<u>5,580</u>	<u>9,821</u>

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Amounts owed by participating interests	498,864	320,089
Directors' current accounts	25,919	38,743
Tax	271,554	259,997
VAT	16,253	13,740
Prepayments	123	2,861
	<u>812,713</u>	<u>635,430</u>

IOTHIC LIMITED (REGISTERED NUMBER: 10900306)

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 December 2021**

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Other loans	3,150,000	3,150,000
Trade creditors	37,471	61,367
Social security and other taxes	12,743	15,447
Other creditors	247,586	85,228
Accrued expenses	4,000	18,663
	<u>3,451,800</u>	<u>3,330,705</u>

7. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to a director subsisted during the years ended 31 December 2021 and 31 December 2020:

	2021	2020
	£	£
C P Autry		
Balance outstanding at start of year	41,000	-
Amounts advanced	25,919	41,000
Amounts repaid	(41,000)	-
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>25,919</u>	<u>41,000</u>

The above directors loan account balance will be repaid on or before 1 October 2022.

8. RELATED PARTY DISCLOSURES

During the year, the company made loans/advances amounting to £126,194 to a related company in Canada, Iothic Cyber Security Limited, and also £52,580 to a related company in Singapore, Iothic PTE Limited, for working capital purposes. The monies were advanced on an interest free basis with no fixed repayment term. As at 31 December 2021, the company was owed the following amounts: Iothic Cyber Security £405,376; Iothic PTE Limited £93,487.

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.