

CAUSALY LTD

Registered Number
11368328
(England and Wales)

Unaudited Financial Statements for the Period Ended
31 December 2020

CAUSALY LTD

Company Information

for the period from 1 June 2020 to 31 December 2020

Directors

J KIAHOPOULOS

A SAUDABAYEV

Registered Address

2 Underwood Row

London

N1 7LQ

Registered Number

11368328 (England and Wales)

CAUSALY LTD

Statement of Financial Position 31 December 2020

	Notes	31 Dec 2020		31 May 2020	
		£	£	£	£
Fixed assets					
Tangible assets	8		17,343		13,083
Investments	9		178,450		178,450
			<u>195,793</u>		<u>191,533</u>
Current assets					
Debtors	13	651,119		62,823	
Cash at bank and on hand		2,388,618		3,439,577	
		<u>3,039,737</u>		<u>3,502,400</u>	
Creditors amounts falling due within one year	14	<u>(528,130)</u>		<u>(257,971)</u>	
Net current assets (liabilities)			<u>2,511,607</u>		<u>3,244,429</u>
Total assets less current liabilities			<u>2,707,400</u>		<u>3,435,962</u>
Creditors amounts falling due after one year	15		(4,148,396)		(4,547,727)
Net assets			<u>(1,440,996)</u>		<u>(1,111,765)</u>
Capital and reserves					
Called up share capital			100		100
Other reserves			21,746		21,948
Profit and loss account			(1,462,842)		(1,133,813)
Shareholders' funds			<u>(1,440,996)</u>		<u>(1,111,765)</u>

The company was entitled to exemption from audit for this reporting period under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit in accordance with section 476 of the

Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime. The directors have chosen to not file a copy of the company's profit and loss account.

The financial statements were approved and authorised for issue by the Board of Directors on 20 December 2021, and are signed on its behalf by:

J KIAHOPOULOS

Director

Registered Company No. 11368328

CAUSALY LTD

Notes to the Financial Statements for the period ended 31 December 2020

1. STATUTORY INFORMATION

Causaly Ltd 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.

2. COMPLIANCE WITH APPLICABLE REPORTING FRAMEWORK

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.

3. PRINCIPAL ACTIVITIES

The principal activity of the company in the period under review was that of developing an evidence - based research platform to make the research and development process in biopharma more productive.

4. SMALLEST GROUP IN WHICH RESULTS ARE CONSOLIDATED

The financial statements contain information about Causaly Ltd as an individual company and do not contain consolidated financial information as the parent of a group. The company is exempt under Section 399(2A) of the Companies Act 2006 from the requirements to prepare consolidated financial statements.

The immediate and ultimate parent is Causaly Inc. There is no ultimate controlling party.

The address of Causaly Inc is;

1209 Orange Street,
Wilmington, 19801,
Delaware
United States

5. ACCOUNTING POLICIES

Functional and presentation currency policy

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

Turnover policy

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Property, plant and equipment policy

Tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life, as follows:

	Straight line (years)
Fixtures and fittings	3
Office Equipment	3

Research and development policy

Expenditure on research and development is written off in the period in which it is incurred.

Leases policy

Rentals paid under operating leases are charged to the income statement on a straight line basis over the period of the lease.

Investments policy

Investments in subsidiary undertakings are recognised at cost.

Employee benefits policy

Share Based Payments

The company operates an equity-settled compensation plan. The fair value of the services received in exchange for the grant of the options is recognised as an expense in the income statement. The total amount to be expensed over the vesting period is determined by reference to the fair value of the options granted, excluding the impact of any non-market vesting conditions (for example, profitability and sales growth targets). Non-market vesting conditions are included in assumptions about the number of options that are expected to vest. At each statement of position date, the entity revises its estimates of the number of options that are expected to vest. It recognises the impact of the revision to original estimates, if any, in the income statement. The credit entry is taken to reserves because the share options are equity-settled.

Valuation of financial instruments policy

The Company has chosen to adopt the Sections 11 and 12 of FRS 102 in respect of financial instruments.

The Company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non puttable ordinary shares.

Debt instruments (other than those wholly repayable or receivable within one year), including loans and other accounts receivable and payable, are initially measured at present value of the future cash flows and subsequently at amortised cost using the effective interest method. Debt instruments that are payable or receivable within one year, typically trade debtors and creditors, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received. However, if the arrangements of a short term instrument constitute a financing transaction, like the payment of a trade debt deferred beyond normal business terms or financed at a rate of interest that is not a market rate or in case of an out right short term loan not at market rate, the financial asset or liability is measured, initially, at the present value of the future cash flow discounted at a market rate of interest for a similar debt instrument and subsequently at amortised cost.

Financial assets and liabilities are offset and the net amount reported in the Statement of Financial Position when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Cash and Cash Equivalents

Cash and cash equivalents comprise cash on hand and demand deposits and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk to changes in value.

Going concern

The financial statements have been prepared on a going concern basis. The company incurred losses during the period and the directors are aware that the statement of financial position reflects net liabilities. However, the Holding Company Causaly Inc. will continue to support the company to meet its obligations, if and when, they become due. The directors are therefore of the opinion that they should adopt the going concern basis of accounting in preparing the financial statements.

6. CRITICAL ESTIMATES AND JUDGEMENTS

Share based payments as set out in the notes to the accounts have been made to employees of the company. As disclosed in the Share Based Payments accounting policy note above, the fair value of any vested share options is recognised in the income statement and for the accounting period ending 31 December 2020, the fair value has been estimated as £0.36 per share. This is based on the value of shares issued.

There have been no other significant judgements or estimates applied to the numbers contained within these financial statements.

7. EMPLOYEE INFORMATION

Share Based Payment Transactions

The company operates an Employee Share Option Scheme. At the date of the statement of financial position;

- 552,350 EMI qualifying share options had been granted to two employees of the company, with an exercise price of \$0.0461 per share.

- 60,406 of those options had vested but not exercised.

The share options are exercisable on the share capital of the holding company.

	2020	2020
Average number of employees during the year	13	6

8. PROPERTY, PLANT AND EQUIPMENT

	Fixtures & fittings £	Office Equipment £	Total £
Cost or valuation			
At 01 June 20	934	16,723	17,657
Additions	556	7,856	8,412
At 31 December 20	1,490	24,579	26,069
Depreciation and impairment			
At 01 June 20	202	4,372	4,574
Charge for year	197	3,955	4,152
At 31 December 20	399	8,327	8,726
Net book value			
At 31 December 20	1,091	16,252	17,343
At 31 May 20	732	12,351	13,083

9. FIXED ASSET INVESTMENTS

	Investments in group undertakings and participating interests £	Total £
Cost or valuation		
At 01 June 20	178,450	178,450
At 31 December 20	178,450	178,450
Net book value		
At 31 December 20	178,450	178,450
At 31 May 20	178,450	178,450

10. DESCRIPTION OF FINANCIAL COMMITMENTS OTHER THAN CAPITAL COMMITMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

Within one year - nil (May 20 - £84,000)

11. OFF BALANCE SHEET PENSION COMMITMENTS

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

12. DESCRIPTION OF NATURE OF TRANSACTIONS AND BALANCES WITH RELATED PARTIES

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with group undertakings.

13. DEBTORS

	2020	2020
	£	£
Trade debtors / trade receivables	409,545	10,000
Amounts owed by group undertakings	-	6,733
Other debtors	225,929	32,777
Prepayments and accrued income	15,645	13,313
Total	<u>651,119</u>	<u>62,823</u>

14. CREDITORS WITHIN ONE YEAR

	2020	2020
	£	£
Trade creditors / trade payables	27,055	-
Amounts owed to related parties	201,764	37,113
Taxation and social security	43,635	28,277
Other creditors	3,203	4,341
Accrued liabilities and deferred income	252,473	188,240
Total	<u>528,130</u>	<u>257,971</u>

15. CREDITORS AFTER ONE YEAR

	2020	2020
	£	£
Amounts owed to related parties	<u>4,148,396</u>	<u>4,547,727</u>
Total	<u>4,148,396</u>	<u>4,547,727</u>

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