

THRIVE THERAPEUTIC SOFTWARE LIMITED

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

Murphy Salisbury Limited
Chartered Accountants
15 Warwick Road
Stratford upon Avon
Warwickshire
CV37 6YW

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FOR THE YEAR ENDED 31 MARCH 2022

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THRIVE THERAPEUTIC SOFTWARE LIMITED

COMPANY INFORMATION
FOR THE YEAR ENDED 31 MARCH 2022

DIRECTORS: Dr. J A Saez Fonseca
R J Flower
S Murdoch
W B R Baker
M L Jervis

SECRETARY: Dr A Huxley

REGISTERED OFFICE: 15 Warwick Road
Stratford upon Avon
Warwickshire
CV37 6YW

REGISTERED NUMBER: 07928073 (England and Wales)

ACCOUNTANTS: Murphy Salisbury Limited
Chartered Accountants
15 Warwick Road
Stratford upon Avon
Warwickshire
CV37 6YW

BALANCE SHEET
31 MARCH 2022

		2022		2021	
	Notes	£	£	£	£
FIXED ASSETS					
Intangible assets	4		1,708,205		759,512
Tangible assets	5		<u>72,912</u>		<u>37,085</u>
			1,781,117		796,597
CURRENT ASSETS					
Debtors	6	1,357,910		817,904	
Cash at bank		<u>942,469</u>		<u>871,465</u>	
		2,300,379		1,689,369	
CREDITORS					
Amounts falling due within one year	7	<u>913,514</u>		<u>782,254</u>	
NET CURRENT ASSETS			<u>1,386,865</u>		<u>907,115</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			3,167,982		1,703,712
CREDITORS					
Amounts falling due after more than one year	8		(43,499)		(46,667)
ACCRUALS AND DEFERRED INCOME	9		<u>(938,936)</u>		<u>(644,789)</u>
NET ASSETS			<u>2,185,547</u>		<u>1,012,256</u>
CAPITAL AND RESERVES					
Called up share capital			596,826		439,919
Share premium	10		3,241,635		926,112
Other reserves	10		-		1,012,431
Retained earnings	10		<u>(1,652,914)</u>		<u>(1,366,206)</u>
SHAREHOLDERS' FUNDS			<u>2,185,547</u>		<u>1,012,256</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2022.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2022 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 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.
- (b)

BALANCE SHEET - continued
31 MARCH 2022

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 28 July 2022 and were signed on its behalf by:

Dr. J A Sacz Fonseca - Director

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

1. **STATUTORY INFORMATION**

Thrive Therapeutic Software 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.

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.

During the year the company's business has continued to be affected by COVID-19, however, the extent to which it has been affected is perhaps less than many other businesses owing to the online nature of its services and the increased focus on mental wellbeing in the context of restrictions on movement and changed working practices that have arisen in response. The directors have considered the outlook for the business including the effect of COVID-19. On the basis of sales forecasts and in view of additional finance that in the opinion of the directors the company has a reasonable expectation of raising from external investors post year-end, the directors consider it appropriate to prepare the financial statements on the going concern basis.

Changes in accounting policies

Cost of sales

The cost of employing those of the company's staff who provide guided self-help and therapy services via the Thrive app has been reclassified to cost of sales as this better reflects its nature as a direct cost of providing those paid-for services. The comparative figures reclassified are £69,172 from administrative expenses to cost of sales in the comparative profit and loss account. The company's net assets at 31 March 2021 and its profit for the year then ended are unchanged.

Deferred revenue

Deferred income arising from revenue billed in advance is now shown separately on the face of the balance sheet under the heading 'accruals and deferred income'. The comparative figure reclassified is £644,789. In the company's opinion such presentation is appropriate to its character as revenue to be recognised in future accounting periods.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, net of discounts, sales tax and value added taxes. Turnover comprises revenue earned from the rendering of services. Turnover from the rendering of services is recognised by reference to the stage of completion of the transaction. The stage of completion of a transaction is generally measured for subscription-based revenue evenly over the period of subscription, and for other revenue by comparing the costs incurred for work performed to date to the estimated total costs.

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.

Research and development

Research and development costs are capitalised as Development costs and written off over a period of 5 years, or their useful economic life if shorter.

Tangible fixed assets

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

Computer equipment - 33.3% straight line basis

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022

2. **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.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

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.

Capital grants

Capital Grants are treated as deferred income and released to the Profit and Loss account over the life of the asset to which they relate.

Share-based payments

The company provides share-based payment arrangements to certain employees. Equity-settled arrangements are measured at fair value (excluding the effect of non-market vesting conditions) at the date of grant. The fair value is expensed on a straight-line basis over the vesting period. The amount recognised as an expense is adjusted to reflect the actual number of shares or options that will vest.

Where equity-settled arrangements are modified, and are of benefit to the employee, the incremental fair value is recognised over the period from the date of modification to the date of vesting. Where a modification is not beneficial to the employee there is no change to the charge for share-based payment. Settlements and cancellations are treated as an acceleration of vesting and the unvested amount is recognised immediately in the profit and loss account.

The company has no cash-settled arrangements.

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 58 (2021 - 28) .

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022

4. INTANGIBLE FIXED ASSETS

	Development costs £
COST	
At 1 April 2021	1,583,342
Additions	1,299,889
At 31 March 2022	<u>2,883,231</u>
AMORTISATION	
At 1 April 2021	823,830
Amortisation for year	351,196
At 31 March 2022	<u>1,175,026</u>
NET BOOK VALUE	
At 31 March 2022	<u>1,708,205</u>
At 31 March 2021	<u>759,512</u>

5. TANGIBLE FIXED ASSETS

	Computer equipment £
COST	
At 1 April 2021	62,901
Additions	60,226
At 31 March 2022	<u>123,127</u>
DEPRECIATION	
At 1 April 2021	25,816
Charge for year	24,399
At 31 March 2022	<u>50,215</u>
NET BOOK VALUE	
At 31 March 2022	<u>72,912</u>
At 31 March 2021	<u>37,085</u>

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Trade debtors	687,709	632,130
Other debtors	670,201	185,774
	<u>1,357,910</u>	<u>817,904</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Bank loans and overdrafts	6,893	3,333
Convertible loans	103,350	103,350
Trade creditors	202,711	96,043
Taxation and social security	253,619	177,845
Other creditors	<u>346,941</u>	<u>401,683</u>
	<u>913,514</u>	<u>782,254</u>

8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2022	2021
	£	£
Bank loans	9,821	10,000
Bank loans - 2-5 years	30,988	30,000
Bank loans more 5 yr by instal	<u>2,690</u>	<u>6,667</u>
	<u>43,499</u>	<u>46,667</u>

Amounts falling due in more than five years:

Repayable by instalments		
Bank loans more 5 yr by instal	<u>2,690</u>	<u>6,667</u>

9. ACCRUALS AND DEFERRED INCOME

	2022	2021
	£	£
Accruals and deferred income	<u>938,936</u>	<u>644,789</u>

Accruals and deferred income represent deferred revenue.

Revenue to be recognised within one year £935,269 (2021 : £641,912).

Revenue to be recognised after more than one year £3,667 (2021 : £2,877).

10. RESERVES

Other reserves represent monies received under Advance Subscription Agreements (ASA) which committed the funds as consideration for A Ordinary shares issued under those agreements on 1 and 8 April 2021.

11. OTHER FINANCIAL COMMITMENTS

Financial commitments in respect of non-cancellable contracts at the year end were £466 (2021: £466).

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.