

**ETHICAL INTRODUCTIONS LTD
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2023**

Ethical Introductions Ltd
Unaudited Financial Statements
For The Year Ended 31 October 2023

Contents

	Page
Balance Sheet	1–2
Notes to the Financial Statements	3–6

Ethical Introductions Ltd
Balance Sheet
As At 31 October 2023

Registered number: 09280849

	Notes	2023		2022	
		£	£	£	£
FIXED ASSETS					
Intangible Assets	4		109,624		117,131
Tangible Assets	5		12,989		18,373
			122,613		135,504
CURRENT ASSETS					
Debtors	7	242,662		379,819	
Cash at bank and in hand		424,484		683,806	
		667,146		1,063,625	
Creditors: Amounts Falling Due Within One Year	8	(478,335)		(388,282)	
NET CURRENT ASSETS (LIABILITIES)			188,811		675,343
TOTAL ASSETS LESS CURRENT LIABILITIES			311,424		810,847
Creditors: Amounts Falling Due After More Than One Year	9		(614,457)		(567,578)
NET (LIABILITIES)/ASSETS			(303,033)		243,269
CAPITAL AND RESERVES					
Called up share capital	11		22,503		20,900
Share premium account			7,569,923		6,178,668
Profit and Loss Account			(7,895,459)		(5,956,299)
SHAREHOLDERS' FUNDS			(303,033)		243,269

Ethical Introductions Ltd
Balance Sheet (continued)
As At 31 October 2023

For the year ending 31 October 2023 the company was entitled to exemption from audit 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 and delivered in accordance with the provisions applicable to companies subject to the small companies' regime.

The company has taken advantage of section 444(1) of the Companies Act 2006 and opted not to deliver to the registrar a copy of the company's Profit and Loss Account.

On behalf of the board

Mr Thomas Old

Director

31 July 2024

The notes on pages 3 to 6 form part of these financial statements.

Ethical Introductions Ltd
Notes to the Financial Statements
For The Year Ended 31 October 2023

1. General Information

Ethical Introductions Ltd is a private company, limited by shares, incorporated in England & Wales, registered number 09280849. The registered office is Unit 3, Vista Place, Coy Pond Business Park, Ingworth Road, Poole, Dorset, BH12 1JY.

2. Accounting Policies

2.1. Basis of Preparation of Financial Statements

The financial statements are prepared under the historical cost convention and in accordance with the FRS 102 Section 1A Small Entities - The Financial Reporting Standard applicable in the UK and Republic of Ireland and the Companies Act 2006.

These financial statements are presented in pound sterling which is the functional currency of the company.

2.2. Going Concern Disclosure

The Directors have considered the going concern of the company. The company is pre-profit and therefore still reliant on external investment. It is in the process of concluding a multi-million pound equity investment round. Given the anticipated fundraising, the directors confirm that in their view, the company is a going concern.

2.3. Turnover

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover includes revenue earned from the sale of goods and from the rendering of services. Turnover is reduced for estimated customer returns, rebates and other similar allowances.

Rendering of services

Turnover from the rendering of services is recognised by reference to the stage of completion of the contract. The stage of completion of a contract is measured by comparing the costs incurred for work performed to date to the total estimated contract costs. Turnover is only recognised to the extent of recoverable expenses when the outcome of a contract cannot be estimated reliably.

2.4. Intangible Fixed Assets and Amortisation - Other Intangible

It is amortised to profit and loss account over its estimated economic life of 5 years.

2.5. Tangible Fixed Assets and Depreciation

Tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. Depreciation is provided at rates calculated to write off the cost of the fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Plant & Machinery	3 years straight line
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2.6. Financial Instruments

Short term debtors are measured at transaction price (which is usually the invoice price), less any impairment losses for bad and doubtful debts. Loans and other financial assets are initially measured at transaction price including any transaction costs and subsequently measured at amortised cost determined using the effective interest method, less any impairment losses for bad and doubtful debts.

Short term creditors are measured at transaction price (which is usually the invoice price). Loans and other financial liabilities are initially recognised at transaction price net of any transaction costs and subsequently measured at amortised cost determined using the effective interest method.

2.7. Foreign Currencies

Monetary 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 ruling on the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

Ethical Introductions Ltd
Notes to the Financial Statements (continued)
For The Year Ended 31 October 2023

2.8. Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax.

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the statement of comprehensive income because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax is recognised on timing differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable timing differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible timing differences can be utilised. The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. Deferred tax liabilities are presented within provisions for liabilities and deferred tax assets within debtors. The measurement of deferred tax liabilities and assets reflect the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Current or deferred tax for the year is recognised in profit or loss, except when they related to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax is also recognised in other comprehensive income or directly in equity respectively.

2.9. Pensions

The company operates a defined pension contribution scheme. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

3. Average Number of Employees

Average number of employees, including directors, during the year was: 49 (2022: 50)

4. Intangible Assets

	Other £
Cost	
As at 1 November 2022	247,812
Additions	46,160
Disposals	(74,850)
As at 31 October 2023	219,122
Amortisation	
As at 1 November 2022	130,681
Provided during the period	53,667
Disposals	(74,850)
As at 31 October 2023	109,498
Net Book Value	
As at 31 October 2023	109,624
As at 1 November 2022	117,131

Ethical Introductions Ltd
Notes to the Financial Statements (continued)
For The Year Ended 31 October 2023

5. Tangible Assets

	Plant & Machinery
	£
Cost	
As at 1 November 2022	94,903
Additions	5,203
Disposals	(68,638)
As at 31 October 2023	31,468
Depreciation	
As at 1 November 2022	76,530
Provided during the period	10,587
Disposals	(68,638)
As at 31 October 2023	18,479
Net Book Value	
As at 31 October 2023	12,989
As at 1 November 2022	18,373

7. Debtors

	2023	2022
	£	£
Due within one year		
Trade debtors	101,064	31,804
Prepayments and accrued income	127,581	144,080
Other debtors	14,017	203,935
	242,662	379,819

8. Creditors: Amounts Falling Due Within One Year

	2023	2022
	£	£
Trade creditors	89,099	51,470
Bank loans and overdrafts	10,000	10,000
Other taxes and social security	61,376	49,447
Other creditors	58,504	54,980
Accruals and deferred income	259,356	222,385
	478,335	388,282

9. Creditors: Amounts Falling Due After More Than One Year

	2023	2022
	£	£
Bank loans	16,666	26,667
Other creditors	597,791	540,911
	614,457	567,578

Ethical Introductions Ltd
Notes to the Financial Statements (continued)
For The Year Ended 31 October 2023

10. Secured Creditors

Of the creditors the following amounts are secured.

	2023	2022
	£	£
Other Creditors	597,791	540,911

11. Share Capital

	2023	2022
	£	£
Allotted, Called up and fully paid	22,503	20,900

12. Other Commitments

The total of future minimum lease payments under non-cancellable operating leases are as following:

	2023	2022
	£	£
Not later than one year	2,878	-
Later than one year and not later than five years	1,919	-
	4,797	-

13. Pension Commitments

The company operates a defined contribution pension scheme for its employees. The assets of the scheme are held separately from those of the company in an independently administered fund. At the balance sheet date unpaid contributions of £7,905 (2022 - £7,295) were due to the fund. They are included in Other Creditors.

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.