

Codeweavers Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 31 March 2019

May Figures Ltd
Suite 3
STANTA Business Centre
3 Soothouse Spring
St Albans
AL3 6PF

Codeweavers Limited

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Codeweavers Limited

Company Information

Directors	Roland Schaack Robert Ian Emery Tom Wollert Shaun Brendan Harris Craig Steven Judson Robin Davis
Company secretary	Robin Davis
Registered office	Barn 4 Office E Dunston Business Village Dunston Stafford Staffordshire ST18 9AB
Accountants	May Figures Ltd Suite 3 STANTA Business Centre 3 Soothouse Spring St Albans AL3 6PF

**Chartered Accountants' Report to the Board of Directors on the Preparation of the Unaudited
Statutory Accounts of
Codweavers Limited
for the Year Ended 31 March 2019**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Codweavers Limited for the year ended 31 March 2019 as set out on pages 3 to 11 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/en/members/regulations-standards-and-guidance/>.

This report is made solely to the Board of Directors of Codweavers Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the accounts of Codweavers Limited and state those matters that we have agreed to state to the Board of Directors of Codweavers Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Codweavers Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Codweavers Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of Codweavers Limited. You consider that Codweavers Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the accounts of Codweavers Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.

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May Figures Ltd
Suite 3
STANTA Business Centre
3 Soothouse Spring
St Albans
AL3 6PF

11 July 2019

Codeweavers Limited

Profit and Loss Account and Statement of Retained Earnings for the Year Ended 31 March 2019

	Note	2019 £	2018 £
Turnover		7,075,383	5,538,861
Cost of sales		<u>(683,946)</u>	<u>(261,195)</u>
Gross profit		6,391,437	5,277,666
Administrative expenses		<u>(5,069,108)</u>	<u>(3,869,805)</u>
Operating profit		<u>1,322,329</u>	<u>1,407,861</u>
Other interest receivable and similar income		1,413	351
Interest payable and similar charges		<u>(43,625)</u>	<u>(4,508)</u>
		<u>(42,212)</u>	<u>(4,157)</u>
Profit before tax		1,280,117	1,403,704
Taxation		<u>(115,690)</u>	<u>-</u>
Profit for the financial year		1,164,427	1,403,704
Retained earnings brought forward		468,611	963,907
Dividends paid		<u>(630,697)</u>	<u>(1,899,000)</u>
Retained earnings carried forward		<u><u>1,002,341</u></u>	<u><u>468,611</u></u>

The notes on pages 6 to 11 form an integral part of these financial statements.

Codeweavers Limited
(Registration number: 04092394)
Balance Sheet as at 31 March 2019

	Note	2019 £	2018 £
Fixed assets			
Tangible assets	<u>4</u>	270,848	363,557
Current assets			
Debtors	<u>5</u>	1,680,187	1,574,316
Cash at bank and in hand		1,158,890	621,833
		<u>2,839,077</u>	<u>2,196,149</u>
Creditors: Amounts falling due within one year	<u>6</u>	<u>(1,739,956)</u>	<u>(1,266,389)</u>
Net current assets		<u>1,099,121</u>	<u>929,760</u>
Total assets less current liabilities		1,369,969	1,293,317
Creditors: Amounts falling due after more than one year	<u>6</u>	<u>(346,583)</u>	<u>(803,661)</u>
Net assets		<u>1,023,386</u>	<u>489,656</u>
Capital and reserves			
Called up share capital		57	57
Share premium reserve		20,932	20,932
Capital redemption reserve		56	56
Profit and loss account		1,002,341	468,611
Total equity		<u>1,023,386</u>	<u>489,656</u>

For the financial year ending 31 March 2019 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

The notes on pages 6 to 11 form an integral part of these financial statements.

Codeweavers Limited
(Registration number: 04092394)
Balance Sheet as at 31 March 2019

Approved and authorised by the Board on 11 July 2019 and signed on its behalf by:

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Robin Davis
Company secretary and director

The notes on pages 6 to 11 form an integral part of these financial statements.
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Codeweavers Limited

Notes to the Financial Statements for the Year Ended 31 March 2019

1 General information

The company is a private company limited by share capital, incorporated in United Kingdom.

The address of its registered office is:

Barn 4 Office E
Dunston Business Village
Dunston
Stafford
Staffordshire
ST18 9AB

These financial statements were authorised for issue by the Board on 11 July 2019.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

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

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;
it is probable that future economic benefits will flow to the entity;
and specific criteria have been met for each of the company's activities.

Tax

The tax expense for the period comprises current tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Codeweavers Limited

Notes to the Financial Statements for the Year Ended 31 March 2019

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Office Equipment	20%, 25% and 33% on cost

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call 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 of change in value.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business. Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Codeweavers Limited

Notes to the Financial Statements for the Year Ended 31 March 2019

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease. Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

Financial instruments

Classification

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities. Where shares are issued, any component that creates a financial liability of the company is presented as a liability in the balance sheet. The corresponding dividends relating to the liability component are charged as interest expense in the income statement.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 93 (2018 - 62).

Codeweavers Limited

Notes to the Financial Statements for the Year Ended 31 March 2019

4 Tangible assets

	Furniture, fittings and equipment £	Total £
Cost or valuation		
At 1 April 2018	831,679	831,679
Additions	84,875	84,875
At 31 March 2019	916,554	916,554
Depreciation		
At 1 April 2018	468,121	468,121
Charge for the year	177,585	177,585
At 31 March 2019	645,706	645,706
Carrying amount		
At 31 March 2019	270,848	270,848
At 31 March 2018	363,557	363,557

5 Debtors

	Note	2019 £	2018 £
Trade debtors		1,079,956	921,709
Amounts owed by group undertakings and undertakings in which the company has a participating interest	9	491,171	491,171
Prepayments		109,060	161,336
Other debtors		-	100
		1,680,187	1,574,316

6 Creditors

Creditors: amounts falling due within one year

	Note	2019 £	2018 £
Due within one year			
Bank loans and overdrafts	7	457,078	449,644
Trade creditors		60,821	168,326
Taxation and social security		115,690	347,744
Accruals and deferred income		241,026	276,037
Other creditors		865,341	24,638
		1,739,956	1,266,389

Codeweavers Limited

Notes to the Financial Statements for the Year Ended 31 March 2019

Creditors: amounts falling due after more than one year

	Note	2019 £	2018 £
Due after one year			
Loans and borrowings	<u>7</u>	<u>346,583</u>	<u>803,661</u>

7 Loans and borrowings

	2019 £	2018 £
Non-current loans and borrowings		
Bank borrowings	321,441	654,844
Finance lease liabilities	<u>25,142</u>	<u>148,817</u>
	<u>346,583</u>	<u>803,661</u>

	2019 £	2018 £
Current loans and borrowings		
Bank borrowings	333,403	319,532
Finance lease liabilities	<u>123,675</u>	<u>130,112</u>
	<u>457,078</u>	<u>449,644</u>

8 Dividends

A final dividend of £520,000 was declared prior to the year end. This dividend has been recognised in the accounts.

9 Related party transactions

Loans to related parties

	Parent £
2019	
At start of period	491,171
Advanced	630,697
Repaid	<u>(630,697)</u>
At end of period	<u>491,171</u>

Codeweavers Limited

Notes to the Financial Statements for the Year Ended 31 March 2019

	Parent
2018	£
At start of period	495,171
Repaid	<u>(4,000)</u>
At end of period	<u><u>491,171</u></u>

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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.