

Bud Systems Limited

Annual Report and Unaudited Financial Statements
for the Year Ended 31 December 2018

Bud Systems Limited

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Bud Systems Limited
(Registration number: 10455960)
Balance Sheet as at 31 December 2018

	Note	2018 £	2017 £
Fixed assets			
Intangible assets	<u>4</u>	1,699,791	1,305,422
Tangible assets	<u>5</u>	35,173	44,410
		1,734,964	1,349,832
Current assets			
Debtors	<u>6</u>	393,318	425,185
Cash at bank and in hand		744,887	216,499
		1,138,205	641,684
Creditors: Amounts falling due within one year	<u>7</u>	(171,722)	(460,194)
Net current assets		966,483	181,490
Net assets		2,701,447	1,531,322
Capital and reserves			
Called up share capital		5	5
Share premium reserve		5,499,996	2,499,996
Profit and loss account		(2,798,554)	(968,679)
Total equity		2,701,447	1,531,322

For the financial year ending 31 December 2018 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.

Approved and authorised by the Board on 16 July 2019 and signed on its behalf by:

.....
M G Dawes
Director

Bud Systems Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

1 General information

The company is a private company limited by share capital, incorporated in England and Wales .

The address of its registered office is:

40 Berkeley Square
Bristol
BS8 1HP
UK

These financial statements were authorised for issue by the Board on 16 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 balance sheet 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.

Bud Systems Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

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	25 - 33% Straight Line

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Software development costs	4 year straight line
Other intangible assets	3 year straight line

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.

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.

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.

Bud Systems Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 26 (2017 - 16).

4 Intangible assets

	Software development costs £	Other intangible assets £	Total £
Cost or valuation			
At 1 January 2018	865,369	633,676	1,499,045
Additions internally developed	815,732	-	815,732
At 31 December 2018	<u>1,681,101</u>	<u>633,676</u>	<u>2,314,777</u>
Amortisation			
At 1 January 2018	-	193,623	193,623
Amortisation charge	210,138	211,225	421,363
At 31 December 2018	<u>210,138</u>	<u>404,848</u>	<u>614,986</u>
Carrying amount			
At 31 December 2018	<u>1,470,963</u>	<u>228,828</u>	<u>1,699,791</u>
At 31 December 2017	<u>865,369</u>	<u>440,053</u>	<u>1,305,422</u>

Bud Systems Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

5 Tangible assets

	Office equipment £
Cost or valuation	
At 1 January 2018	55,687
Additions	10,043
At 31 December 2018	65,730
Depreciation	
At 1 January 2018	11,277
Charge for the year	19,280
At 31 December 2018	30,557
Carrying amount	
At 31 December 2018	35,173
At 31 December 2017	44,410

6 Debtors

	2018 £	2017 £
Trade debtors	40,338	-
Other debtors	317,270	372,361
Prepayments and accrued income	35,710	52,824
Total current trade and other debtors	393,318	425,185

7 Creditors

Creditors: amounts falling due within one year

	2018 £	2017 £
Due within one year		
Trade creditors	83,753	5,113
Taxation and social security	48,357	40,339
Other creditors	14,688	392,592
Accruals and deferred income	24,924	22,150
	171,722	460,194

Bud Systems Limited

Notes to the Financial Statements for the Year Ended 31 December 2018

8 Share capital

Allotted, called up and fully paid shares

	No.	2018 £	No.	2017 £
10,000 Ordinary shares of £0.0005 each	10,000	5.00	10,000	5.00
90 A Ordinary shares of £0.0005 each	90	0.05	30	0.02
	<u>10,090</u>	<u>5</u>	<u>10,030</u>	<u>5</u>

During the period the following shares were allotted:

60 A Ordinary shares were allotted on 20 December 2018 at a value of £50,000 per share.

9 Related party transactions

Loans from related parties

	Other related parties £
2018	
At start of period	392,796
Repaid	<u>(389,592)</u>
At end of period	<u>3,204</u>
	Other related parties £
2017	
Advanced	<u>392,796</u>
At end of period	<u>392,796</u>

Terms of loans from related parties

Loans from related parties are interest free and repayable on demand.

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.