

THRIVE THERAPEUTIC SOFTWARE LIMITED

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2021

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

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FOR THE YEAR ENDED 31 MARCH 2021

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THRIVE THERAPEUTIC SOFTWARE LIMITED

COMPANY INFORMATION
FOR THE YEAR ENDED 31 MARCH 2021

DIRECTORS: Dr. J A Saez Fonseca
R J Flower
S Murdoch
A F Raoux
W B R Baker

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 2021

	Notes	2021 £	£	2020 £	£
FIXED ASSETS					
Intangible assets	4		759,512		410,320
Tangible assets	5		<u>37,085</u>		<u>21,569</u>
			796,597		431,889
CURRENT ASSETS					
Debtors	6	817,904		624,880	
Cash at bank		<u>871,465</u>		<u>49,403</u>	
		1,689,369		674,283	
CREDITORS					
Amounts falling due within one year	7	<u>1,427,043</u>		<u>1,178,530</u>	
NET CURRENT ASSETS/(LIABILITIES)			<u>262,326</u>		<u>(504,247)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			1,058,923		(72,358)
CREDITORS					
Amounts falling due after more than one year	8		<u>46,667</u>		<u>-</u>
NET ASSETS/(LIABILITIES)			<u>1,012,256</u>		<u>(72,358)</u>
CAPITAL AND RESERVES					
Called up share capital			439,919		439,919
Share premium	10		926,112		926,112
Other reserves	10		1,012,431		-
Retained earnings	10		<u>(1,366,206)</u>		<u>(1,438,389)</u>
SHAREHOLDERS' FUNDS			<u>1,012,256</u>		<u>(72,358)</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2021 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
- (b) 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.

BALANCE SHEET - continued
31 MARCH 2021

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 17 December 2021 and were signed on its behalf by:

Dr. J A Sacz Fonseca - Director

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

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 was raised post year-end from external investors, the directors consider it appropriate to prepare the financial statements on the going concern basis.

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

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.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2021

2. **ACCOUNTING POLICIES - continued**

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 28 (2020 - 17) .

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2021

4.	INTANGIBLE FIXED ASSETS		
		Development costs	
		£	
	COST		
	At 1 April 2020	1,063,827	
	Additions	<u>519,515</u>	
	At 31 March 2021	<u>1,583,342</u>	
	AMORTISATION		
	At 1 April 2020	653,507	
	Amortisation for year	<u>170,323</u>	
	At 31 March 2021	<u>823,830</u>	
	NET BOOK VALUE		
	At 31 March 2021	<u>759,512</u>	
	At 31 March 2020	<u>410,320</u>	
5.	TANGIBLE FIXED ASSETS		
		Computer equipment	
		£	
	COST		
	At 1 April 2020	36,011	
	Additions	28,181	
	Disposals	<u>(1,291)</u>	
	At 31 March 2021	<u>62,901</u>	
	DEPRECIATION		
	At 1 April 2020	14,442	
	Charge for year	12,557	
	Eliminated on disposal	<u>(1,183)</u>	
	At 31 March 2021	<u>25,816</u>	
	NET BOOK VALUE		
	At 31 March 2021	<u>37,085</u>	
	At 31 March 2020	<u>21,569</u>	
6.	DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR		
		2021	2020
		£	£
	Trade debtors	632,130	458,994
	Other debtors	<u>185,774</u>	<u>165,886</u>
		<u>817,904</u>	<u>624,880</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2021

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Bank loans and overdrafts	3,333	-
Convertible loans	103,350	103,350
Trade creditors	96,043	84,004
Taxation and social security	177,845	123,136
Other creditors	<u>1,046,472</u>	<u>868,040</u>
	<u>1,427,043</u>	<u>1,178,530</u>

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

	2021	2020
	£	£
Bank loans	10,000	-
Bank loans - 2-5 years	30,000	-
Bank loans more 5 yr by instal	<u>6,667</u>	<u>-</u>
	<u>46,667</u>	<u>-</u>

Amounts falling due in more than five years:

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

9. SECURED DEBTS

A fixed and floating charge over all the assets and undertaking of the company was satisfied on 26 October 2020.

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 (2020: £17,175).

12. EVENTS AFTER THE REPORTING PERIOD

Between 1 April and 8 April 2021, the company issued 156,907 A Ordinary shares of £1 each at a price of £15.7573 per share for cash consideration, to conclude its £2.5m fundraising round, including £1m received under Advance Subscription Agreements (ASA) on or before the balance sheet date (note 10).

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.