

Financial Statements

Bluespier International Limited

For the year ended 31 December 2023

Registered number: 04260260

Company Information

Directors	Howard Beggs Stuart Van Rooyen Gerard Hunt (resigned 17 July 2023) Dermot Dolan (resigned 17 July 2023)
Registered number	04260260
Registered office	Eastcastle House 27/28 Eastcastle Street London W1W 8DH
Independent auditor	Grant Thornton Chartered Accountants & Statutory Auditors 13 - 18 City Quay Dublin 2 Ireland
Bankers	Citibank N.A. London Canada SQ Service CTR Citigroup CTR 25 London United Kingdom E14 TLB

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Bluespier International Limited

Directors' report

For the year ended 31 December 2023

The directors present their report and the financial statements for the year ended 31 December 2023.

Principal activity

The principal activity of the Company is the development and design of operating theatre management software and ancillary software solutions for use in hospitals.

Results and dividends

The profit for the year, after taxation, amounted to £1,023,625 (2022: £238,124).

The directors have proposed a dividend of £Nil (2022: £Nil).

The Company has paid a dividend of £300,000 during the year (2022: £980,000).

Directors

The directors who served during the year were:

Howard Beggs
Stuart Van Rooyen
Gerard Hunt (resigned 17 July 2023)
Dermot Dolan (resigned 17 July 2023)

Future developments

The Company plans to continue its present activities.

Research and development activities

The Company engaged in research and development activities during the year in the medical software supply industry.

Disclosure of information to auditor

Each of the persons who are directors at the time when this Directors' report is approved has confirmed that:

- so far as the director is aware, there is no relevant audit information of which the Company's auditor is unaware, and
- the director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the Company's auditor is aware of that information.

Post balance sheet events

There have been no significant events affecting the Company since the year end.

Auditor

The auditor, Grant Thornton, will continue in office in accordance with section 485 of the Companies Act 2006.

Directors' report (continued)

For the year ended 31 December 2023

Small companies note

In preparing this report, the directors have taken advantage of the small Companies exemptions provided by section 415A of the Companies Act 2006.

This report was approved by the board and signed on its behalf.

.....
Howard Beggs
Director

Date: 19 September 2024

Directors' responsibilities statement

For the year ended 31 December 2023

The directors are responsible for preparing the Directors' report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 101 'Reduced Disclosure Framework'. Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Company and of the profit or loss of the Company for that period.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

On behalf of the board:

.....
Howard Beggs
Director

Date: 19 September 2024

Independent auditor's report to the members of Bluespier International Limited

Opinion

We have audited the financial statements of Bluespier International Limited, which comprise the Statement of comprehensive income, the Statement of financial position, the Statement of changes in equity for the year ended 31 December 2023, and the related notes to the financial statements, including a summary of significant accounting policies.

The financial reporting framework that has been applied in the preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 101 'Reduced Disclosure Framework'.

In our opinion, Bluespier International Limited's financial statements:

- give a true and fair view in accordance with United Kingdom Generally Accepted Accounting Practice of the assets, liabilities and financial position of the Company as at 31 December 2023 and of its financial performance for the year then ended; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) ('ISAs (UK)') and applicable law. Our responsibilities under those standards are further described in the 'Responsibilities of the auditor for the audit of the financial statements' section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, namely the FRC's Ethical Standard and the ethical pronouncements established by Chartered Accountants Ireland, applied as determined to be appropriate in the circumstances of the entity. We have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Company's ability to continue as a going concern for a period of at least twelve months from the date when the financial statements are authorised for issue.

Our responsibilities, and the responsibilities of the directors, with respect to going concern are described in the relevant sections of this report.

Independent auditor's report to the members of Bluespier International Limited (continued)

Other information

Other information comprises the information included in the annual report, other than the financial statements and our Auditor's report thereon, including the Directors' report. The directors are responsible for the other information. Our opinion on the financial statements does not cover the information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies in the financial statements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Directors' report for the year for which the financial statements are prepared is consistent with the financial statements, and
- the Directors' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Company and its environment we have obtained in the course of the audit, we have not identified material misstatements in the Directors' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to take advantage of the small companies' exemptions from the requirement to prepare a strategic report or in preparing the Directors' report.

Management is responsible for the preparation of the financial statements which give a true and fair view in accordance with United Kingdom Generally Accepted Accounting Practice, including FRS101 and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intend to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Responsibilities of the auditor for the audit of the financial statements

The objectives of an auditor are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditor's report that includes their opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

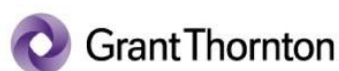
A further description of an auditor's responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. Owing to the inherent limitations of an audit, there is an unavoidable risk that material misstatement in the financial statements may not be detected, even though the audit is properly planned and performed in accordance with ISAs (UK).

The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below:

Based on our understanding of the Company and industry, we identified that the principal risks of non-compliance with laws and regulations related to compliance with data protection and Employment laws, Health and Safety Regulation, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulation that have a direct impact on the preparation of the financial statements such as Companies Act 2006 and UK tax legislation. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to posting inappropriate journal entries to manipulate financial performance and management bias through judgements and assumptions in significant accounting estimates, in particular in relation to significant one-off or unusual transactions. We apply professional scepticism through the audit to consider potential deliberate omission or concealment of significant transactions, or incomplete/inaccurate disclosures in the financial statements.



Independent auditor's report to the members of Bluespier International Limited (continued)

Responsibilities of the auditor for the audit of the financial statements (continued)

Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud (continued)

In response to these principal risks, our audit procedures included but were not limited to:

- inquiries of management and board on the policies and procedures in place regarding compliance with laws and regulations, including consideration of known or suspected instances of non-compliance and whether they have knowledge of any actual, suspected or alleged fraud;
- inspection of the Company's regulatory and legal correspondence and review of minutes of board meetings during the year to corroborate inquiries made;
- gaining an understanding of the internal controls established to mitigate risk related to fraud;
- discussion amongst the engagement team in relation to the identified laws and regulations and regarding the risk of fraud, and remaining alert to any indications of non-compliance or opportunities for fraudulent manipulation of financial statements throughout the audit;
- identifying and testing journal entries to address the risk of inappropriate journals and management override of controls;
- designing audit procedures to incorporate unpredictability around the nature, timing or extent of our testing;
- challenging assumptions and judgements made by management in their significant accounting estimates, including useful lives of depreciable assets, estimating allowance for impairment losses in intangible and tangible assets and provision for expected credit losses of trade receivables; and
- review of the financial statements disclosures to underlying supporting documentation and inquiries of management.

The primary responsibility for the prevention and detection of irregularities including fraud rests with those charged with governance and management. As with any audit, there remains a risk of non-detection or irregularities, as these may involve collusion, forgery, intentional omissions, misrepresentations or override of internal controls.

The purpose of our audit work and to whom we owe our responsibilities

This report is made solely to the Company's members, as a body, in accordance with chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Tracey Sullivan (Senior statutory auditor)
for and on behalf of
Grant Thornton
Chartered Accountants
& Statutory Auditors
13 - 18 City Quay
Dublin 2

Date: 19 September 2024

Statement of comprehensive income
For the year ended 31 December 2023

	Note	2023 £	2022 £
Turnover	4	3,264,589	2,960,420
Cost of sales		(150,184)	(129,070)
Gross profit		3,114,405	2,831,350
Administrative expenses		(2,014,533)	(2,381,970)
Operating profit	5	1,099,872	449,380
Interest receivable and similar income	8	59,611	-
Interest payable and expenses	9	(2,761)	(3,505)
Profit before tax		1,156,722	445,875
Tax on profit	10	(133,097)	(207,751)
Profit for the year		1,023,625	238,124

All amounts relate to continuing operations.

There was no other comprehensive income for 2023 (2022: £Nil).

The notes on pages 11 to 25 form part of these financial statements.

Registered number:04260260

Statement of financial position

As at 31 December 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible fixed assets	11	53,682	74,114
		53,682	74,114
Current assets			
Debtors: amounts falling due within one year	12	3,625,770	3,531,532
Cash at bank and in hand	13	725,017	346,216
		4,350,787	3,877,748
Current liabilities			
Creditors: amounts falling due within one year	14	(1,817,817)	(2,040,024)
Net current assets			
		2,532,970	1,837,724
Creditors: amounts falling due after more than one year	15	(269,811)	(318,622)
Deferred taxation	16	(2,349)	(2,349)
Net assets			
		2,314,492	1,590,867
Capital and reserves			
Called up share capital	17	1,003	1,003
Capital redemption reserve	18	32	32
Profit and loss account	18	2,313,457	1,589,832
Shareholders' funds			
		2,314,492	1,590,867

The Company's financial statements have been prepared in accordance with the provisions applicable to entities subject to the small companies regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:

.....
Howard Beggs
 Director

Date: 19 September 2024

The notes on pages 11 to 25 form part of these financial statements.

Statement of changes in equity

For the year ended 31 December 2023

	Called up share capital £	Capital redemption reserve £	Profit and loss account £	Total equity £
At 1 January 2023	1,003	32	1,589,832	1,590,867
Comprehensive income for the year				
Profit for the year	-	-	1,023,625	1,023,625
Dividends: Equity capital	-	-	(300,000)	(300,000)
At 31 December 2023	<u>1,003</u>	<u>32</u>	<u>2,313,457</u>	<u>2,314,492</u>

Statement of changes in equity

For the year ended 31 December 2022

	Called up share capital £	Capital redemption reserve £	Profit and loss account £	Total equity £
At 1 January 2022	1,003	32	2,331,708	2,332,743
Comprehensive income for the year				
Profit for the year	-	-	238,124	238,124
Dividends: Equity capital	-	-	(980,000)	(980,000)
At 31 December 2022	<u>1,003</u>	<u>32</u>	<u>1,589,832</u>	<u>1,590,867</u>

The notes on pages 11 to 25 form part of these financial statements.

Notes to the financial statements

For the year ended 31 December 2023

1. General information

Bluespier International Limited is a members limited Company which is registered and incorporated in the United Kingdom. The Company's registered office is Eastcastle House, 27/28 Eastcastle Street, London, W1W 8DH. The principal activity of the

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Financial Reporting Standard 101 'Reduced Disclosure Framework' and the Companies Act 2006.

The preparation of financial statements in compliance with FRS 101 requires the use of certain critical accounting estimates. It also requires management to exercise judgment in applying the Company's accounting policies (see note 3).

The following principal accounting policies have been applied:

2.2 Impact of new international reporting standards, amendments and interpretations

New standards adopted as at 1 January 2023

Some accounting pronouncements which have become effective from 1 January 2023 and have therefore been adopted do not have a significant impact on the Company's financial results or position.

- IFRS 17 "Insurance Contracts"
- Amendments to IFRS 17 Insurance Contracts (Amendments to IFRS 17 and IFRS 4)
- Deferred Tax related to Assets and Liabilities arising from a Single Transaction (Amendment to IAS 12)
- Disclosure of Accounting Policies (Amendments to IAS 1 and IFRS Practice Statement 2)
- Definition of Accounting Estimates (Amendments to IAS 8)
- International Tax Reform - Pillar Two Model Rules (Amendments to IAS 12)

2.3 Financial reporting standard 101 - reduced disclosure exemptions

The Company has taken advantage of the following disclosure exemptions under FRS 101:

- the requirements of paragraphs 45(b) and 46-52 of IFRS 2 Share based payment
- the requirements of paragraphs 62, B64(d), B64(e), B64(g), B64(h), B64(j) to B64(m), B64(n)(ii), B64(o)(ii), B64(p), B64(q)(ii), B66 and B67 of IFRS 3 Business Combinations
- the requirements of paragraph 33(c) of IFRS 5 Non Current Assets Held For Sale and Discontinued Operations
- the requirements of IFRS 7 Financial Instruments: Disclosures
- the requirements of paragraphs 91-99 of IFRS 13 Fair Value Measurement
- the requirements of the second sentence of paragraph 110 and paragraphs 113(a), 114, 115, 118, 119(a) to (c), 120 to 127 and 129 of IFRS 15 Revenue from Contracts with Customers

Bluespier International Limited

Notes to the financial statements

For the year ended 31 December 2023

2. Accounting policies (continued)

2.3 Financial reporting standard 101 - reduced disclosure exemptions (continued)

- the requirements of paragraph 52, the second sentence of paragraph 89, and paragraphs 90, 91 and 93 of IFRS 16 Leases. The requirements of paragraph 58 of IFRS 16, provided that the disclosure of details in indebtedness relating to amounts payable after 5 years required by company law is presented separately for lease liabilities and other liabilities, and in total
- the requirement in paragraph 38 of IAS 1 'Presentation of Financial Statements' to present comparative information in respect of:
 - paragraph 79(a)(iv) of IAS 1;
 - paragraph 73(e) of IAS 16 Property, Plant and Equipment;
 - paragraph 118(e) of IAS 38 Intangible Assets;
 - paragraphs 76 and 79(d) of IAS 40 Investment Property; and
 - paragraph 50 of IAS 41 Agriculture
- the requirements of paragraphs 10(d), 10(f), 16, 38A, 38B, 38C, 38D, 40A, 40B, 40C, 40D, 111 and 134-136 of IAS 1 Presentation of Financial Statements
- the requirements of IAS 7 Statement of Cash Flows
- the requirements of paragraphs 30 and 31 of IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors
- the requirements of paragraph 17 and 18A of IAS 24 Related Party Disclosures
- the requirements in IAS 24 Related Party Disclosures to disclose related party transactions entered into between two or more members of a group, provided that any subsidiary which is a party to the transaction is wholly owned by such a member
- the requirements of paragraphs 130(f)(ii), 130(f)(iii), 134(d)-134(f) and 135(c)-135(e) of IAS 36 Impairment of Assets.

The smallest consolidated financial statements presented are that of Clanwilliam Headquarters Limited at 31 December 2023, in which equivalent consolidated disclosures can be found. These financial statements are available from Companies Registration Office, Bloom House, Gloucester Place Lower, Dublin 1.

2.4 Revenue

Revenue arises mainly from the development and design of software solutions for use in hospital theatres delivered through PCs, tablets and mobile devices.

To determine whether to recognise revenue, the Company follows a 5-step process:

1. Identifying the contract with a customer
2. Identifying the performance obligations
3. Determining the transaction price
4. Allocating the transaction price to the performance obligations
5. Recognising revenue when/as performance obligation(s) are satisfied.

Bluespier International Limited

Notes to the financial statements

For the year ended 31 December 2023

2. Accounting policies (continued)

2.4 Revenue (continued)

Revenue is recognised either at a point in time or over time, when (or as) the Company satisfies performance obligations by transferring the promised goods or services to its customers. The Company recognises contract liabilities for

consideration received in respect of unsatisfied performance obligations and reports these amounts as other liabilities in the statement of financial position. Similarly, if the Company satisfies a performance obligation before it receives the consideration, the Company recognises either a contract asset or a receivable in its statement of financial position, depending on whether something other than the passage of time is required before the consideration is due.

Contracts with multiple performance obligations

Many of the Company's contracts comprise a variety of performance obligations including, but not limited to, hardware, software, elements of design and customisation, after-sales services, and installation. Under IFRS 15, the Company must evaluate the separability of the promised goods or services based on whether they are 'distinct'. A promised good or service is 'distinct' if both:

- the customer benefits from the item either on its own or together with other readily available resources, and
- it is 'separately identifiable' (i.e. the Company does not provide a significant service integrating, modifying or customising it).

2.5 Intangible assets

Intangible assets are initially recognised at cost. After recognition, under the cost model, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

The assets are amortised at the following rates:

Development - 10% Straight line

In the research phase of an internal project it is not possible to demonstrate that the project will generate future economic benefits and hence all expenditure on research shall be recognised as an expense when it is incurred. Intangible assets are recognised from the development phase of a project if and only if certain specific criteria are met in order to demonstrate the asset will generate probable future economic benefits and that its cost can be reliably measured. The capitalised development costs are subsequently amortised on a straight line basis over their useful economic lives, which range from 3 to 6 years.

If it is not possible to distinguish between the research phase and the development phase of an internal project, the expenditure is treated as if it were all incurred in the research phase only.

2.6 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Notes to the financial statements

For the year ended 31 December 2023

2. Accounting policies (continued)

2.6 Tangible fixed assets (continued)

At each reporting date the Company assesses whether there is any indication of impairment. If such indication exists, the recoverable amount of the asset is determined which is the higher of its fair value less costs to sell and its value in use. An impairment loss is recognised where the carrying amount exceeds the recoverable amount.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Right-of-use asset	-	6%	years
Computer equipment	-	33%	

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in profit or loss.

2.7 Leases

Assets and liabilities arising from a lease are initially measured on a present value basis. Lease liabilities include the net present value of the following lease payments:

- Fixed payments (including in-substance fixed payments), less any lease incentives receivable;
- Variable lease payments that are based on an index or a rate, initially measured using the index or rate as at the commencement date;
- Amounts expected to be payable by the Company under residual value guarantees;
- The exercise price of a purchase option if the Company is reasonably certain to exercise that option; and
- Payments of penalties for terminating the lease, if the lease term reflects the Company exercising that option.

Lease payments to be made under reasonably certain extension options are also included in the measurement of the liability. The lease payments are discounted using the interest rate implicit in the lease. If that rate cannot be readily determined, which is generally the case for leases in the Company, the lessee's incremental borrowing rate is used, being the rate that the individual lessee would have to pay to borrow the funds necessary to obtain an asset of similar value to the right-of-use asset in a similar economic environment with similar terms, security and conditions.

Lease payments are allocated between principal and finance cost. The finance cost is charged to profit or loss over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period.

Bluespier International Limited

Notes to the financial statements

For the year ended 31 December 2023

2. Accounting policies (continued)

2.7 Leases (continued)

Right-of-use assets are measured at cost comprising the following:

- The amount of the initial measurement of lease liability;
- Any lease payments made at or before the commencement date less any lease incentives received;
- Any initial direct costs; and
- Restoration costs.

Right-of-use assets are generally depreciated over the shorter of the asset's useful life and the lease term on a straight-line basis.

2.8 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, inclusive of transaction costs, and are measured subsequently at amortised cost using the effective interest method less any impairment.

2.9 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

2.10 Financial instruments

The Company recognises financial instruments when it becomes a party to the contractual arrangements of the instrument. Financial instruments are de-recognised when they are discharged or when the contractual terms expire. The Company's accounting policies in respect of financial instruments transactions are explained below:

Financial assets and financial liabilities are initially measured at fair value.

Financial assets

All recognised financial assets are subsequently measured in their entirety at either fair value or amortised cost, depending on the classification of the financial assets.

Debt instruments at amortised cost

Debt instruments are subsequently measured at amortised cost where they are financial assets held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and selling the financial assets, and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of

principal and interest on the principal amount outstanding. Amortised cost is calculated using the effective interest method and represents the amount measured at initial recognition less repayments of principal plus the cumulative amortisation using the effective interest method of any difference between the initial amount and the maturity amount, adjusted for any loss allowance.

Bluespier International Limited

Notes to the financial statements

For the year ended 31 December 2023

2. Accounting policies (continued)

2.10 Financial instruments (continued)

Impairment of financial assets

The Company recognises a loss allowance for expected credit losses on investments in debt instruments that are measured at amortised or at FVOCI. The amount of expected credit losses is updated at each reporting date to reflect changes in credit risk since initial recognition of the respective financial instrument.

The Company always recognises lifetime ECL for trade receivables and amounts due on contracts with customers. The expected credit losses on these financial assets are estimated based on the Company's historical credit loss experience, adjusted for factors that are specific to the debtors, general economic conditions and an assessment of both the current as well as the forecast direction of conditions at the reporting date, including time value of money where appropriate. Lifetime ECL represents the expected credit losses that will result from all possible default events over the expected life of a financial instrument.

Financial liabilities

At amortised cost

Financial liabilities which are neither contingent consideration of an acquirer in a business combination, held for trading, nor designated as at fair value through profit or loss are subsequently measured at amortised cost using the effective interest method. This is a method of calculating the amortised cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments through the expected life of the financial liability, or where appropriate a shorter period, to the amortised cost of a financial liability.

Creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers.

Creditors are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method.

Functional and presentation currency

The Company's functional and presentational currency is GBP.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

Bluespier International Limited

Notes to the financial statements

For the year ended 31 December 2023

2. Accounting policies (continued)

2.12 Foreign currency translation (continued)

Foreign exchange gains and losses resulting from the settlement of transactions and from the translation at period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in profit or loss except when deferred in other comprehensive income as qualifying cash flow hedges.

Foreign exchange gains and losses that relate to borrowings and cash and cash equivalents are presented in the Statement of comprehensive income within 'finance income or costs'. All other foreign exchange gains and losses are presented in profit or loss within 'other operating income'.

Finance costs are charged to profit or loss over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

2.14 Pensions

Defined contribution pension plan

The Company operated a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further obligations.

The contributions are recognised as an expense in the Statement of comprehensive income when they fall due. Amounts not paid are shown in accruals as a liability in the Statement of financial position. The assets of the plan are held separately from the Company in independently administrated funds.

2.15 Interest income

Interest income is recognised in the Statement of comprehensive income using the effective interest method.

2.16 Provisions for liabilities

Provisions are made where an event has taken place that gives the Company a legal or constructive obligation that probably requires settlement by a transfer of economic benefit, and a reliable estimate can be made of the amount of the obligation.

Provisions are charged as an expense to profit or loss in the year that the Company becomes aware of the obligation, and are measured at the best estimate at the reporting date of the expenditure required to settle the obligation, taking into account relevant risks and uncertainties.

When payments are eventually made, they are charged to the provision carried in the Statement of financial position.

2.17 Current and deferred taxation

The tax expense for the year comprises current and deferred tax. Tax is recognised in profit or loss except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

Notes to the financial statements

For the year ended 31 December 2023

2. Accounting policies (continued)

2.17 Current and deferred taxation (continued)

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 income.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Statement of financial position date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

3. Judgments in applying accounting policies and key sources of estimation uncertainty

Estimates and Assumptions

The key estimates and assumptions concerning the future and other key sources of estimation uncertainty at the financial reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next year are discussed below:

Estimating useful lives of depreciable assets

The annual depreciation charge depends primarily on the estimated lives of each type of asset and, in certain circumstances, estimates of fair values and residual values. The directors annually review these asset lives and adjust them as necessary to reflect current thinking on remaining lives in light of technological change, prospective economic utilisation and physical condition of the assets concerned. Changes in asset lives can have significant impact on depreciation charges for the period. It is not practical to quantify the impact of changes in asset lives on an overall basis, as asset lives are individually determined, and there are a significant number of asset lives in use. The impact of any change would vary significantly depending on the individual changes in assets and the classes of assets impacted.

Estimating allowance for impairment losses in intangible and tangible assets

The Company assessed impairment on intangible and tangible assets whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. The factors that the Company considers important which could trigger an impairment review include the following:

- 1.) Significant underperformance relative to expected historical or projected future operating results
- 2.) Significant changes in the manner of use of the acquired assets or the strategy for overall business; and
- 3.) Significant negative industry or economic trends.

In determining the present value of estimated future cashflows expected to be generated from the continued use of the assets, the Company is required to make estimates and assumptions that can materially affect the financial statements.

Notes to the financial statements

For the year ended 31 December 2023

3. Judgments in applying accounting policies and key sources of estimation uncertainty (continued)

These assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amounts may not be recoverable. An impairment loss would be recognised whenever evidence exists that the carrying value is not recoverable. For purposes of assessing impairment, assets are grouped at the lowest levels of which there are separately identifiable cashflows.

An impairment loss is recognised and charged to profit or loss if the discounted expected future cash flows are less than the carrying amount. Fair value is estimated by discounting the expected future cashflows using a discount factor that reflects the risk-free rate of interest for a term consistent with the period of expected cashflows.

Provision for expected credit losses of trade receivables

The Company measures expected credit losses of a financial instrument in a way that reflects an unbiased and probability-weighted amount that is determined by evaluating a range of possible outcomes, the time value of money and information about past events, current conditions and forecasts of future economic conditions. When measuring ECL, the Company uses reasonable and supportable forward-looking information, which is based on assumptions for the future movement of different economic drivers and how these drivers will affect each other. The carrying amounts of trade and other receivables are disclosed in Note 10.

4. Turnover

All turnover arose within the United Kingdom.

5. Operating profit

The operating profit is stated after charging:

	2023 £	2022 £
Depreciation of tangible fixed assets	22,822	23,067
Exchange differences	1,210	714
Defined contribution pension cost	<u>49,801</u>	<u>43,628</u>

6. Employees

The average monthly number of employees, including the directors, during the year was as follows:

	2023 No.	2022 No.
Administration	<u>19</u>	<u>19</u>

Notes to the financial statements

For the year ended 31 December 2023

7. Directors' remuneration

	2023 £	2022 £
Directors' emoluments	241,495	137,288
Directors pension costs - contribution scheme	18,017	4,415
	<u>259,512</u>	<u>141,703</u>

8. Interest receivable

	2023 £	2022 £
Interest receivable from group companies	56,379	-
Other interest receivable	3,232	-
	<u>59,611</u>	<u>-</u>

9. Interest payable and similar expenses

	2023 £	2022 £
Finance leases and hire purchase contracts	<u>2,761</u>	<u>3,505</u>

10. Taxation

	2023 £	2022 £
Corporation tax		
Current tax on profits for the year	150,999	194,867
Adjustments in respect of previous periods	(17,902)	12,884
Total current tax	<u>133,097</u>	<u>207,751</u>

Notes to the financial statements

For the year ended 31 December 2023

10. Taxation (continued)

Factors affecting tax charge for the year

The tax assessed for the year is lower than (2022: lower than) the standard rate of corporation tax in the UK of 23.5% (2022: 23.5%). The differences are explained below:

	2023 £	2022 £
Profit on ordinary activities before tax	<u>1,156,722</u>	<u>445,875</u>
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 19% (2022: 19%)	271,830	84,716
Effects of:		
Expenses not deductible for tax purposes, other than goodwill amortisation and impairment	808	20,400
Capital allowances for year in excess of depreciation	1,931	1,113
Group relief	(235,000)	88,638
(Over)/under provision in prior years	(17,902)	12,884
Group loss surrendered	96,469	-
Other timing differences	14,961	-
Total tax charge for the year	<u>133,097</u>	<u>207,751</u>

Factors that may affect future tax charges

There were no factors that may affect future tax charges.

Notes to the financial statements

For the year ended 31 December 2023

11. Tangible fixed assets

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	Right of use asset £	Fixtures and fittings £	Computer equipment £	Total £
Cost or valuation				
At 1 January 2023	57,976	41,086	140,401	239,463
Additions	-	-	2,390	2,390
Disposals	-	(41,086)	-	(41,086)
At 31 December 2023	<u>57,976</u>	<u>-</u>	<u>142,791</u>	<u>200,767</u>
Depreciation				
At 1 January 2023	15,456	41,086	108,807	165,349
Charge for the year on owned assets	11,592	-	11,230	22,822
Disposals	-	(41,086)	-	(41,086)
At 31 December 2023	<u>27,048</u>	<u>-</u>	<u>120,037</u>	<u>147,085</u>
Net book value				
At 31 December 2023	<u>30,928</u>	<u>-</u>	<u>22,754</u>	<u>53,682</u>
At 31 December 2022	<u>42,520</u>	<u>-</u>	<u>31,594</u>	<u>74,114</u>

The right-of-use asset relates to an office building with a remaining term of 4 years. There are no leases with extension options, options to purchase, variable payments linked to an index or with lease termination options.

12. Debtors: Amounts falling due within one year

	2023 £	2022 £
Trade debtors	532,174	394,872
Amounts owed by group undertakings	3,005,925	3,092,368
Other debtors	80,465	36,668
Prepayments and accrued income	7,206	7,624
	<u>3,625,770</u>	<u>3,531,532</u>

All amounts are recoverable within one year.

Amounts owed by group undertakings are unsecured, repayable on demand and interest was charged between 1.55% and 2%.

Notes to the financial statements

For the year ended 31 December 2023

13. Cash and cash equivalents

2023

2022

	£	£
Cash at bank and in hand	<u>725,017</u>	<u>346,216</u>
14. Creditors: Amounts falling due within one year		
	2023	2022
	£	£
Trade creditors	2,970	28,395
Amounts owed to group undertakings	25,076	47,753
Corporation tax	128,673	100,283
Other taxation and social security	245,801	180,139
Lease liabilities	11,811	11,015
Other creditors	11	6,134
Accruals and deferred income	<u>1,403,475</u>	<u>1,666,305</u>
	<u>1,817,817</u>	<u>2,040,024</u>
Amounts owed to group undertakings are unsecured, repayable on demand and interest free.		
15. Creditors: Amounts falling due after more than one year		
	2023	2022
	£	£
Lease liability	21,611	33,422
Accruals	<u>248,200</u>	<u>285,200</u>
	<u>269,811</u>	<u>318,622</u>
Lease liabilities are secured by way of the underlying asset.		
16. Deferred taxation		
	2023	2022
	£	£
At beginning of year	<u>2,349</u>	<u>2,349</u>
At end of year	<u>2,349</u>	<u>2,349</u>

The provision for deferred taxation is made up as follows:

	2023 £	2022 £
Accelerated capital allowances	<u>2,349</u>	<u>2,349</u>

17. Share capital

	2023 £	2022 £
Authorised, allotted, called up and fully paid		
1,254 Ordinary A shares of £0.10 each	125	125
8,776 Ordinary B shares of £0.10 each	878	878
	<u>1,003</u>	<u>1,003</u>

18. Reserves

Capital redemption reserve

Includes amounts which are transferred following the redemption or purchase of the Company's own shares.

Profit and loss account

Includes all current and prior period retained profits and losses.

19. Comparative figures

Certain prior year amounts have been reclassified for comparative purposes.

20. Pension commitments

The Company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the Company in an independently administered fund. The pension cost charge represents contributions payable by the Company to the fund and amounted to £49,801 (2022: £4,415). Contributions totalling £Nil (2022: £6,123) were payable to the fund at 31 December 2023.

Notes to the financial statements
For the year ended 31 December 2023

21. Commitments under leases

At 31 December 2023 the Company had future minimum lease payments due under finance leases for each of the following periods:

	2023 £	2022 £
Not later than 1 year	11,811	11,014
Later than 1 year and not later than 5 years	21,611	33,422
	<u>33,422</u>	<u>44,436</u>

22. Related party transactions

The Company has availed itself of the exemption under Financial Reporting Standard 101 section 8(k) not to give details of related party transactions with fellow group companies as they are 100% controlled by a UK Investment Holding Trust.

23. Controlling party

The immediate parent company is Clanwilliam Investments (U.K.) Limited, a Company incorporated in the United Kingdom. The smallest and largest consolidated financial statements presented are that of Clanwilliam Headquarters Limited. They are publicly available from the Companies Registration Office, Bloom House, Gloucester Place Lower, Dublin 1. Clanwilliam Headquarters Limited is owned by a UK trust called The Clanwilliam Group Trust. M H Steven Wilson is the sole trustee and is the ultimate controlling party.

24. Post balance sheet events

There have been no significant events affecting the Company since the year end.