

REGISTERED NUMBER: SC491139 (Scotland)

Unaudited Financial Statements
for the Year Ended 31 December 2017
for
Frog Systems Limited

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for the Year Ended 31 December 2017**

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Frog Systems Limited

Company Information for the Year Ended 31 December 2017

DIRECTORS:

C Dunan
R M Aldridge
N C Kuenssberg

REGISTERED OFFICE:

Titanium 1
King's Inch Place
Renfrew
PA4 8WF

REGISTERED NUMBER: SC491139 (Scotland)

ACCOUNTANTS:

Campbell Dallas Limited
Accountants
Titanium 1
King's Inch Place
Renfrew
PA4 8WF

**Balance Sheet
31 December 2017**

	Notes	2017 £	£	2016 £	£
FIXED ASSETS					
Tangible assets	5		3,859		1,485
CURRENT ASSETS					
Debtors	6	31,564		3,513	
Cash at bank		<u>7,065</u>		<u>16,271</u>	
		38,629		19,784	
CREDITORS					
Amounts falling due within one year	7	<u>143,917</u>		<u>76,558</u>	
NET CURRENT LIABILITIES			(105,288)		(56,774)
TOTAL ASSETS LESS CURRENT LIABILITIES			(101,429)		(55,289)
CREDITORS					
Amounts falling due after more than one year	8		(130,000)		(100,000)
PROVISIONS FOR LIABILITIES			(656)		(297)
NET LIABILITIES			<u>(232,085)</u>		<u>(155,586)</u>
CAPITAL AND RESERVES					
Called up share capital	9		4		3
Share premium	10		172,550		52,497
Retained earnings	10		<u>(404,639)</u>		<u>(208,086)</u>
SHAREHOLDERS' FUNDS			<u>(232,085)</u>		<u>(155,586)</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2017.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2017 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 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.

The notes form part of these financial statements

Balance Sheet - continued
31 December 2017

The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

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 on 1 May 2018 and were signed on its behalf by:

C Dunan - Director

**Notes to the Financial Statements
for the Year Ended 31 December 2017**

1. STATUTORY INFORMATION

Frog Systems Limited is a private company, limited by shares, registered in Scotland. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

2. STATEMENT OF COMPLIANCE

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

3. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements have been prepared under the historical cost convention.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Fixtures and fittings - 25% on Reducing balance

Computer equipment - 33% on cost

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 December 2017**

3. 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.

Going concern

The accounts have been prepared on the going concern basis as the directors have confirmed that all liabilities will be met and that loans due to the directors will not be withdrawn until funds are available.

The company continues to trade with the support of the directors.

4. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 2 (2016 - 1) .

5. TANGIBLE FIXED ASSETS

	Fixtures and fittings £	Computer equipment £	Totals £
COST			
At 1 January 2017	1,417	1,135	2,552
Additions	<u>1,165</u>	<u>3,198</u>	<u>4,363</u>
At 31 December 2017	<u>2,582</u>	<u>4,333</u>	<u>6,915</u>
DEPRECIATION			
At 1 January 2017	403	664	1,067
Charge for year	<u>545</u>	<u>1,444</u>	<u>1,989</u>
At 31 December 2017	<u>948</u>	<u>2,108</u>	<u>3,056</u>
NET BOOK VALUE			
At 31 December 2017	<u>1,634</u>	<u>2,225</u>	<u>3,859</u>
At 31 December 2016	<u>1,014</u>	<u>471</u>	<u>1,485</u>

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2017**

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017	2016
	£	£
Other debtors	30,600	600
Directors' loan accounts	526	276
VAT	438	2,637
	<u>31,564</u>	<u>3,513</u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017	2016
	£	£
Trade creditors	4,036	-
Social security and other taxes	12,693	318
Directors' loan accounts	100,000	75,000
Accruals and deferred income	27,188	1,240
	<u>143,917</u>	<u>76,558</u>

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

Cumulative Preference Shares:

On a show of hands, a holder of redeemable preference shares has one vote. On a poll or written resolution a holder of redeemable preference shares has one vote for each ordinary share.

The redeemable preference shares have a prior right to a fixed cumulative dividend of 6% of the nominal value.

The redeemable shares, as respects capital, have a prior right to receive any accrual of dividends and the £1 per share.

The redeemable preference shares are redeemable on the third anniversary of allotment. On redemption, £1 per share will be paid

Aldridge Capital Loan:

Included within other creditors is a convertible loan of £30,000. This loan note was agreed prior to the year end and received in January 2018.

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2017**

9. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value: £0.001	2017 £ <u>4</u>	2016 £ <u>3</u>
4,252	Ordinary			

10. RESERVES

	Retained earnings £	Share premium £	Totals £
At 1 January 2017	(208,086)	52,497	(155,589)
Deficit for the year	(196,553)		(196,553)
Cash share issue	-	<u>120,053</u>	<u>120,053</u>
At 31 December 2017	<u>(404,639)</u>	<u>172,550</u>	<u>(232,089)</u>

11. DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to a director subsisted during the years ended 31 December 2017 and 31 December 2016:

	2017 £	2016 £
C Dunan		
Balance outstanding at start of year	276	78
Amounts advanced	-	198
Amounts repaid	-	-
Amounts written off	-	-
Amounts waived	-	-
Balance outstanding at end of year	<u>276</u>	<u>276</u>

12. POST BALANCE SHEET EVENTS

The directors are seeking a R&D Tax Credit in relation to expenditure incurred in this financial year.

13. ULTIMATE CONTROLLING PARTY

During the year the company was under the control of its directors by virtue of their majority shareholding.