

**FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2020  
FOR  
UNIT 2 GAMES LIMITED**

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for the year ended 31 March 2020**

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**UNIT 2 GAMES LIMITED**  
**COMPANY INFORMATION**  
**for the year ended 31 March 2020**

**DIRECTORS:** R P Smithies  
M K W Cheung

**REGISTERED OFFICE:** 2 Jephson Court  
Tancred Close  
Leamington Spa  
Warwickshire  
CV31 3RZ

**REGISTERED NUMBER:** 11002571 (England and Wales)

**AUDITORS:** Dafferns LLP  
Chartered Accountants  
Statutory Auditor  
One Eastwood  
Harry Weston Road  
Binley Business Park  
Coventry  
CV3 2UB

**BALANCE SHEET**  
**31 March**  
**2020**

	Notes	2020 £	2019 (Unaudited) £
<b>FIXED ASSETS</b>			
Intangible assets	5	-	-
Tangible assets	6	74,645	73,648
Investments	7	<u>1</u>	<u>1</u>
		<u>74,646</u>	<u>73,649</u>
<b>CURRENT ASSETS</b>			
Debtors	8	2,389,559	660,116
Cash at bank and in hand		<u>3,574,738</u>	<u>119,613</u>
		5,964,297	779,729
<b>CREDITORS</b>			
Amounts falling due within one year	9	<u>(1,431,683)</u>	<u>(268,586)</u>
<b>NET CURRENT ASSETS</b>		<u>4,532,614</u>	<u>511,143</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		4,607,260	584,792
<b>CREDITORS</b>			
Amounts falling due after more than one year	10	(1,707,582)	-
<b>NET ASSETS</b>		<u>2,899,678</u>	<u>584,792</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	12	136	96
Share premium	13	7,503,368	3,399,904
Retained earnings	13	<u>(4,603,826)</u>	<u>(2,815,208)</u>
<b>SHAREHOLDERS' FUNDS</b>		<u>2,899,678</u>	<u>584,792</u>

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 Statement of Comprehensive Income has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 20 August 2020 and were signed on its behalf by:

R P Smithies - Director

**NOTES TO THE FINANCIAL STATEMENTS  
for the year ended 31 March 2020**

**1. STATUTORY INFORMATION**

Unit 2 Games 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.

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

**2. STATEMENT OF COMPLIANCE**

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.

**3. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

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

**Preparation of consolidated financial statements**

The financial statements contain information about Unit 2 Games Limited as an individual company and do not contain consolidated financial information as the parent of a group. The company is exempt under Section 399(2A) of the Companies Act 2006 from the requirements to prepare consolidated financial statements.

**Turnover**

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

**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.

An impairment loss has been recognised in the Statement of Comprehensive Income, following an assessment at the Balance Sheet date indicating the recoverable amount was less than its carrying value.

**Tangible fixed assets**

Tangible fixed assets are recognised at cost and subsequently measured under the historical cost model being cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes any direct expenditure incurred to bring the asset to its current location and condition necessary for the asset to work as intended by management.

Repairs and maintenance costs are charged to the statement of comprehensive income in the period in which they are incurred.

Depreciation is calculated so as to write off the cost of tangible fixed assets by equal installments over their estimated useful lives as follows:-

Plant and machinery	-	33% on cost and 20% on
etc		reducing balance

Any gains and losses on the disposal of tangible fixed assets are recognised in the statement of comprehensive income in the year that the disposal takes place.

**Investments in subsidiaries**

Investments in subsidiary undertakings Page 3 recognised at cost.

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NOTES TO THE FINANCIAL STATEMENTS - continued  
for the year ended 31 March 2020

3. ACCOUNTING POLICIES - continued

**Financial instruments**

Basic financial assets, which include trade and other debtors and cash and bank balances, are initially measured at transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the financial asset is measured at the present value of the future receipts discounted at a market rate of interest.

**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.

**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.

**Foreign currencies**

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

**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.

4. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 36 (2019 - 26) .

5. INTANGIBLE FIXED ASSETS

	Other intangible assets £
<b>COST</b>	
Additions	12,000
Impairments	<u>(12,000)</u>



NOTES TO THE FINANCIAL STATEMENTS - continued  
for the year ended 31 March 2020

6. TANGIBLE FIXED ASSETS

	Plant and machinery etc £
<b>COST</b>	
At 1 April 2019	121,428
Additions	<u>42,795</u>
At 31 March 2020	<u>164,223</u>
<b>DEPRECIATION</b>	
At 1 April 2019	47,780
Charge for year	<u>41,798</u>
At 31 March 2020	<u>89,578</u>
<b>NET BOOK VALUE</b>	
At 31 March 2020	<u>74,645</u>
At 31 March 2019	<u>73,648</u>

7. FIXED ASSET INVESTMENTS

	Shares in group undertakings £
<b>COST</b>	
At 1 April 2019 and 31 March 2020	<u>1</u>
<b>NET BOOK VALUE</b>	
At 31 March 2020	<u>1</u>
At 31 March 2019	<u>1</u>

8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019 (Unaudited)
	£	£
Trade debtors	804,525	-
Amounts owed by group undertakings	13	-
Other debtors	2,317	3,500
Tax	647,287	627,615
VAT	45,815	14,214
Prepayments and accrued income	<u>889,602</u>	<u>14,787</u>
	<u>2,389,559</u>	<u>660,116</u>

NOTES TO THE FINANCIAL STATEMENTS - continued  
for the year ended 31 March 2020

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019 (Unaudited)
	£	£
Trade creditors	123,247	-
Social security and other taxes	66,198	55,564
Directors' current accounts	-	200,000
Accruals and deferred income	<u>1,242,238</u>	<u>13,022</u>
	<u><u>1,431,683</u></u>	<u><u>268,586</u></u>

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

	2020	2019 (Unaudited)
	£	£
Accruals and deferred income	<u><u>1,707,582</u></u>	<u><u>-</u></u>

11. SECURED DEBTS

The following secured debts are included within creditors:

	2020	2019 (Unaudited)
	£	£
Directors' current account	<u><u>-</u></u>	<u><u>200,000</u></u>

The above debt was secured by way of a fixed and floating charge over all assets of the company. The security has since been released.

12. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2020 £	2019 £
10,000	Deferred shares	0.0001	1	1
400,000	Ordinary Class B	0.0001	40	40
600,000	Ordinary Class C	0.0001	60	55
349,890	Seed Preferred Shares	0.0001	<u>35</u>	<u>-</u>
			<u><u>136</u></u>	<u><u>96</u></u>

50,000 Ordinary Class C shares of 0.0001 each were allotted as fully paid at a premium of £5.00 per share during the year.

349,890 Seed Preferred Shares of 0.0001 each were allotted as fully paid at a premium of £11.45 per share during the year.

**NOTES TO THE FINANCIAL STATEMENTS - continued  
for the year ended 31 March 2020**

**13. RESERVES**

	Retained earnings £	Share premium £	Totals £
At 1 April 2019	(2,815,208)	3,399,904	584,696
Deficit for the year	(1,788,618)		(1,788,618)
Cash share issue	-	<u>4,103,464</u>	<u>4,103,464</u>
At 31 March 2020	<u>(4,603,826)</u>	<u>7,503,368</u>	<u>2,899,542</u>

**14. DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006**

The Report of the Auditors was unqualified.

Martin Gibbs FCCA (Senior Statutory Auditor)  
for and on behalf of Dafferns LLP

**15. FINANCIAL COMMITMENTS**

Total financial commitments and guarantees which are not included in the balance sheet amount to £184,000 (2019 £58,740).

**16. SHARE-BASED PAYMENT TRANSACTIONS**

The company operates an equity based Enterprise Management Incentive (EMI) share option scheme.

Options have been granted to certain qualifying employees to acquire D ordinary £0.0001 shares at an option price of £0.07 per share. The options are primarily exit only options, which are triggered by the sale of a majority stake in Unit 2 Games Limited. The options will lapse on the 10th anniversary of the date of grant.

Reconciliation of outstanding share options (D ordinary £0.0001 shares)

At 1 April 2019	312,090
Options granted	-
Exercised	-
Forfeited	<u>(8,000)</u>
At 31 March 2020	<u>304,090</u>