

Registration number: 10750475

PICS Therapeutics Limited

Annual Report and Unaudited Financial Statements

for the Year Ended 31 December 2018

Grace Frank LLP
Unit 10
1 Luke Street
London
EC2A 4PX



PICS Therapeutics Limited

Contents

Cover page	1
Company Information	1
Accountants' Report	2
Balance Sheet	3
Notes to the Financial Statements	4 to 9

PICS Therapeutics Limited

Company Information

Directors	T Alexander M Rothman
Registered office	Londoneast UK Business and Technical Park, Yewtree Avenue, Dagenham, RM10 7FN
Accountants	Grace Frank LLP Unit 10 1 Luke Street London EC2A 4PX

**Chartered Accountants' Report to the Board of Directors on the Preparation of the
Unaudited Statutory Accounts of
PICS Therapeutics Limited
for the Year Ended 31 December 2018**

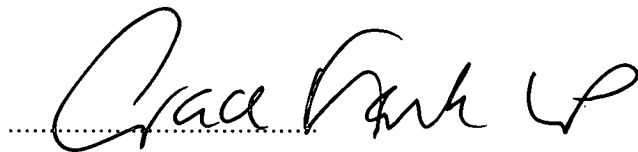
In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of PICS Therapeutics Limited for the year ended 31 December 2018 as set out on pages 3 to 9 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/en/members/regulations-standards-and-guidance/>.

This report is made solely to the Board of Directors of PICS Therapeutics Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the accounts of PICS Therapeutics Limited and state those matters that we have agreed to state to the Board of Directors of PICS Therapeutics Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than PICS Therapeutics Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that PICS Therapeutics Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and loss of PICS Therapeutics Limited. You consider that PICS Therapeutics Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the accounts of PICS Therapeutics Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.

A handwritten signature in black ink, appearing to read 'Grace Frank', followed by a large, stylized 'L' or 'P' mark.

Grace Frank LLP
Unit 10
1 Luke Street
London
EC2A 4PX

12 September 2019

PICS Therapeutics Limited

(Registration number: 10750475)
Balance Sheet as at 31 December 2018

	Note	2018 £	2017 £
Current assets			
Debtors	4	34,629	10,853
Cash at bank and in hand		<u>94,234</u>	<u>140</u>
		128,863	10,993
Creditors: Amounts falling due within one year	5	<u>(304,671)</u>	<u>(66,990)</u>
Net liabilities		<u>(175,808)</u>	<u>(55,997)</u>
Capital and reserves			
Called up share capital		10	10
Profit and loss account		<u>(175,818)</u>	<u>(56,007)</u>
Total equity		<u>(175,808)</u>	<u>(55,997)</u>

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 and in accordance with the provisions of FRS 102 Section 1A - small entities.

The company has opted not to file a copy of the Profit and Loss Account or director's report with the registrar.

Approved and authorised by the Board on 12 September 2019 and signed on its behalf by:

T. Alexander

T Alexander
Director

The notes on pages 4 to 9 form an integral part of these financial statements.

PICS Therapeutics 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:

London East

UK Business and Technical Park,

Yewtree Avenue,

Dagenham,

RM10 7FN

England

These financial statements were authorised for issue by the Board on 12 September 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.

The functional currency of the company is considered to be pounds sterling because that is the currency of the primary economic environment in which the company operates. Foreign operations are included in accordance with the policies set out below.

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.

PICS Therapeutics Limited

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

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.

PICS Therapeutics 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 3 (2017 - 3).

PICS Therapeutics Limited

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

4 Debtors

	2018 £	2017 £
Prepayments	13,048	-
Other debtors	21,581	10,853
	<u>34,629</u>	<u>10,853</u>

PICS Therapeutics Limited

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

5 Creditors

Creditors: amounts falling due within one year

	Note	2018 £	2017 £
Due within one year			
Trade creditors		1,545	-
Amounts owed to group undertakings and undertakings in which the company has a participating interest	6	187,605	-
Taxation and social security		1,157	895
Other creditors		114,364	66,095
		<u>304,671</u>	<u>66,990</u>

6 Related party transactions

Transactions with directors

	At 1 January 2018 £	Other payments made to company by director £	At 31 December 2018 £
2018			
T Alexander			
Expenses paid on behalf of the company	(31,340)	(26,124)	(57,464)
	<u>(31,340)</u>	<u>(26,124)</u>	<u>(57,464)</u>
M Rothman			
Expenses paid on behalf of the company	(31,325)	(22,250)	(53,575)
	<u>(31,325)</u>	<u>(22,250)</u>	<u>(53,575)</u>

PICS Therapeutics Limited

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

	Other payments made to company by director £	At 31 December 2017 £
2017		
T Alexander		
Expenses paid on behalf of the company	<u>(31,340)</u>	<u>(31,340)</u>
	<u>(31,340)</u>	<u>(31,340)</u>
M Rothman		
Expenses paid on behalf of the company	<u>(31,325)</u>	<u>(31,325)</u>
	<u>(31,325)</u>	<u>(31,325)</u>

Summary of transactions with parent

The companies immediate parent is PICS Therapeutics LLC, a Delaware Limited Liability Company incorporated in the USA. At the balance sheet date the net amount due to the parent is £187,605 (2017: £nil)