

Xgenomes Limited

Registered Number
12490885
(England and Wales)

Unaudited Financial Statements for the Period Ended
31 December 2020

Xgenomes Limited
Company Information
for the period from 2 March 2020 to 31 December 2020

Directors

Dr K Mir

S Woodhouse

Registered Address

Ihorizon, Stapleton House, Block A, 2nd Floor

110 Clifton Street

London

EC2A 4HT

Registered Number

12490885 (England and Wales)

Xgenomes Limited
Statement of Financial Position
31 December 2020

| | Notes | 2020 | |
|--|-------|-----------|-----------|
| | | £ | £ |
| Fixed assets | | | |
| Tangible assets | 8 | | 43,589 |
| | | | 43,589 |
| Current assets | | | |
| Debtors | 11 | 180,789 | |
| Cash at bank and on hand | | 93,264 | |
| | | 274,053 | |
| Creditors amounts falling due within one year | 12 | (302,735) | |
| Net current assets (liabilities) | | | (28,682) |
| Total assets less current liabilities | | | 14,907 |
| Creditors amounts falling due after one year | 13 | | (414,904) |
| Net assets | | | (399,997) |
| Capital and reserves | | | |
| Called up share capital | | | 1 |
| Profit and loss account | | | (399,998) |
| Shareholders' funds | | | (399,997) |

The company was entitled to exemption from audit for this reporting period under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime. The directors have chosen to not file a copy of the company's profit and loss account.

The financial statements were approved and authorised for issue by the Board of Directors on 25 August 2021, and are signed on its behalf by:

Dr K Mir

Director

Registered Company No. 12490885

Xgenomes Limited

Notes to the Financial Statements for the period ended 31 December 2020

1. STATUTORY INFORMATION

XGenomes limited is a private company limited by shares and registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The company was incorporated on 2 March 2020 and commenced trading as of that date.

2. COMPLIANCE WITH APPLICABLE REPORTING FRAMEWORK

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.

3. PRINCIPAL ACTIVITIES

The principal activity of the company in the period under review was that of research and experimental development on biotechnology.

4. SMALLEST GROUP IN WHICH RESULTS ARE CONSOLIDATED

The ultimate controlling party is Xgenomes Corp, a company incorporated in United States with its registered offices situated at The Engine 501, Massachusetts Avenue, Cambridge, United States, 02139.

5. ACCOUNTING POLICIES

Functional and presentation currency policy

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

Property, plant and equipment policy

Tangible assets are stated at cost (or deemed cost), less accumulated depreciation and accumulated impairment losses. Cost includes the original purchase price, costs directly attributable to bringing the asset to its working condition for its intended use, dismantling and restoration costs.

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

| | Straight line (years) |
|------------------|--------------------------------------|
| Office Equipment | 3 |

Research and development policy

Revenue expenditure on research and development is written off in the period in which it is incurred.

Foreign currency translation and operations policy

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

At each reporting 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.

Foreign exchange gains and losses resulting from the settlement of transactions and from the translation at the period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the income statement.

Leases policy

Rentals paid under operating leases are charged to the income statement on a straight line basis over the period of the lease.

Valuation of financial instruments policy

The Company has chosen to adopt the Sections 11 and 12 of FRS 102 in respect of financial instruments.

The Company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non puttable ordinary shares.

Debt instruments (other than those wholly repayable or receivable within one year), including loans and other accounts receivable and payable, are initially measured at present value of the future cash flows and subsequently at amortised cost using the effective interest method. Debt instruments that are payable or receivable within one year, typically trade debtors and creditors, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received. However, if the arrangements of a short term instrument constitute a financing transaction, like the payment of a trade debt deferred beyond normal business terms or financed at a rate of interest that is not a market rate or in case of an out right short term loan not at market rate, the financial asset or liability is measured, initially, at the present value of the future cash flow discounted at a market rate of interest for a similar debt instrument and subsequently at amortised cost.

Financial assets and liabilities are offset and the net amount reported in the Statement of Financial Position when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Cash and cash equivalents:

Cash and cash equivalents comprise cash on hand and demand 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 to changes in value.

Going concern

The financial statements have been prepared on a going concern basis. The company has incurred losses during the period and the directors are aware that the statement of financial position shows negative net assets. However, the parent company has undertaken to continue to provide support to the company so that it can meet its obligations if and when they become due. The directors are therefore of the opinion that they should adopt the going concern basis of accounting in preparing the financial statements.

The directors have assessed the impact of Covid-19 on the business model, and while this contributed to the losses for the period, the directors believe that it has not made a significant impact to trading.

6. CRITICAL ESTIMATES AND JUDGEMENTS

There are no significant judgements or estimates applied to the numbers contained within these financial statements.

7. EMPLOYEE INFORMATION

| | 2020 |
|---|------|
| Average number of employees during the year | 1 |

8. PROPERTY, PLANT AND EQUIPMENT

| | Office Equipment £ | Total £ |
|------------------------------------|--------------------------|---------------|
| Cost or valuation | | |
| Additions | 48,950 | 48,950 |
| At 31 December 20 | <u>48,950</u> | <u>48,950</u> |
| Depreciation and impairment | | |
| Charge for year | 5,361 | 5,361 |
| At 31 December 20 | <u>5,361</u> | <u>5,361</u> |
| Net book value | | |
| At 31 December 20 | <u>43,589</u> | <u>43,589</u> |
| At 01 March 20 | <u>-</u> | <u>-</u> |

9. DESCRIPTION OF FINANCIAL COMMITMENTS OTHER THAN CAPITAL COMMITMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

Within one year - £28,500

Between one and five years - £14,250

10. DESCRIPTION OF NATURE OF TRANSACTIONS AND BALANCES WITH RELATED PARTIES

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with other companies within the group.

11. DEBTORS

| | 2020 £ |
|--------------------------------|-------------------------|
| Other debtors | 174,020 |
| Prepayments and accrued income | 6,769 |
| Total | <u>180,789</u> |

12. CREDITORS WITHIN ONE YEAR

| | 2020 £ |
|---|-------------------------|
| Trade creditors / trade payables | 292,798 |
| Taxation and social security | 3,131 |
| Accrued liabilities and deferred income | 6,806 |
| Total | <u>302,735</u> |

13. CREDITORS AFTER ONE YEAR

| | 2020 £ |
|---------------------------------|-------------------------|
| Amounts owed to related parties | 414,904 |
| Total | <u>414,904</u> |

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