

We Are Coherent Limited

Annual Report and Unaudited Filleled Financial Statements

for the Year Ended 31 May 2021

We Are Coherent Limited

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We Are Coherent Limited

Company Information

Director	G R Eddy
Registered office	The Old Church School Butts Hill Frome Somerset BA11 1HR
Accountants	Burton Sweet Chartered accountants & business advisers Cooper House Lower Charlton Estate Shepton Mallet Somerset BA4 5QE

We Are Coherent Limited

(Registration number: 09021959)

Balance Sheet

31 May 2021

	Note	2021 £	2020 £
Fixed assets			
Intangible assets	4	592,727	523,478
Tangible assets	5	18,044	23,930
		<u>610,771</u>	<u>547,408</u>
Current assets			
Debtors	6	53,313	53,743
Cash at bank and in hand		220	8,432
		53,533	62,175
Creditors: Amounts falling due within one year	7	<u>(362,339)</u>	<u>(285,448)</u>
Net current liabilities		<u>(308,806)</u>	<u>(223,273)</u>
Total assets less current liabilities		301,965	324,135
Creditors: Amounts falling due after more than one year	7	<u>(50,000)</u>	-
Net assets		<u>251,965</u>	<u>324,135</u>
Capital and reserves			
Called up share capital		126,554	126,554
Share premium reserve		146,016	146,016
Profit and loss account		<u>(20,605)</u>	51,565
Total equity		<u>251,965</u>	<u>324,135</u>

The notes on pages [4](#) to [10](#) form an integral part of these financial statements.

We Are Coherent Limited

(Registration number: 09021959)

Balance Sheet

31 May 2021

For the financial year ending 31 May 2021 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's 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 director acknowledges his 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 within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the director on 16 February 2022

G R Eddy
Director

The notes on pages [4](#) to [10](#) form an integral part of these financial statements.

We Are Coherent Limited

Notes to the Unaudited Financial Statements Year Ended 31 May 2021

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:

The Old Church School

Butts Hill

Frome

Somerset

BA11 1HR

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.

We Are Coherent Limited

Notes to the Unaudited Financial Statements Year Ended 31 May 2021

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:
The amount of revenue can be reliably measured;
it is probable that future economic benefits will flow to the entity;
and specific criteria have been met for each of the company's activities.

Foreign currency transactions and balances

Transactions in foreign currencies are initially recorded at the functional currency rate prevailing at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated into the respective functional currency of the entity at the rates prevailing on the reporting period date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rate on the date when the fair value is re-measured.

Non-monetary items measured in terms of historical cost in a foreign currency are not retranslated.

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.

We Are Coherent Limited

Notes to the Unaudited Financial Statements Year Ended 31 May 2021

Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Office equipment	25% on the reducing balance
Computer equipment	over 5 years on a straight line basis

Intangible assets

Separately acquired trademarks and licences are shown at historical cost.

Trademarks, licences (including software) and customer-related intangible assets acquired in a business combination are recognised at fair value at the acquisition date.

Trademarks, licences and customer-related intangible assets have a finite useful life and are carried at cost less accumulated amortisation and any accumulated impairment losses.

Amortisation

Amortisation is provided on intangible assets so as to write off the cost, less any estimated residual value, over their useful life as follows:

Asset class	Amortisation method and rate
Research & development	Over the expected economic life of five years

We Are Coherent Limited

Notes to the Unaudited Financial Statements Year Ended 31 May 2021

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.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

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.

We Are Coherent Limited

**Notes to the Unaudited Financial Statements
Year Ended 31 May 2021**

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.

3 Staff numbers

The average number of persons employed by the company (including the director) during the year, was 3 (2020 - 3).

4 Intangible assets

	Trademarks, patents and licenses £	Internally generated software development costs £	Total £
Cost or valuation			
At 1 June 2020	-	618,144	618,144
Additions internally developed	-	187,878	187,878
Additions acquired separately	5,000	-	5,000
	<hr/>	<hr/>	<hr/>
At 31 May 2021	5,000	806,022	811,022
Amortisation			
At 1 June 2020	-	94,666	94,666
Amortisation charge	-	123,629	123,629
	<hr/>	<hr/>	<hr/>
At 31 May 2021	-	218,295	218,295
Carrying amount			
At 31 May 2021	<hr/>	<hr/>	<hr/>
	5,000	587,727	592,727
At 31 May 2020	<hr/>	<hr/>	<hr/>
	-	523,478	523,478

We Are Coherent Limited

**Notes to the Unaudited Financial Statements
Year Ended 31 May 2021**

5 Tangible assets

	Office equipment £	Total £
Cost or valuation		
At 1 June 2020	31,084	31,084
Additions	129	129
At 31 May 2021	31,213	31,213
Depreciation		
At 1 June 2020	7,154	7,154
Charge for the year	6,015	6,015
At 31 May 2021	13,169	13,169
Carrying amount		
At 31 May 2021	18,044	18,044
At 31 May 2020	23,930	23,930

6 Debtors

	2021 £	2020 £
Trade debtors	-	10,553
Other debtors	53,313	43,190
	53,313	53,743

We Are Coherent Limited

**Notes to the Unaudited Financial Statements
Year Ended 31 May 2021**

7 Creditors

Creditors: amounts falling due within one year

	Note	2021 £	2020 £
Due within one year			
Bank loans and overdrafts	8	317,772	252,768
Trade creditors		6,190	12,645
Taxation and social security		36,726	18,752
Accruals and deferred income		885	882
Other creditors		766	401
		<u>362,339</u>	<u>285,448</u>

8 Loans and borrowings

	2021 £	2020 £
Current loans and borrowings		
Other borrowings	<u>317,772</u>	<u>252,768</u>