UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

FOR

CYBERSMART LTD
<table>
<thead>
<tr>
<th>Section</th>
<th>Page</th>
</tr>
</thead>
<tbody>
<tr>
<td>Company Information</td>
<td>1</td>
</tr>
<tr>
<td>Statement of Financial Position</td>
<td>2</td>
</tr>
<tr>
<td>Notes to the Financial Statements</td>
<td>3</td>
</tr>
</tbody>
</table>
DIRECTORS:
J Akhtar
M R Thanner

REGISTERED OFFICE:
58-64 City Road
4th Floor
London
EC1Y 2AL

REGISTERED NUMBER:
1008945 (England and Wales)

ACCOUNTANTS:
Horizon Accounts Limited
Chartered Management Accountants
Stapleton House
Block A, 2nd Floor
10 Clifton Street
London
United Kingdom
EC2A 4HT
CYBERSMART LTD (REGISTERED NUMBER: 10088945)

STATEMENT OF FINANCIAL POSITION
31 DECEMBER 2017

<table>
<thead>
<tr>
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<th>Notes</th>
<th>31.12.17</th>
<th>31.12.16</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>CURRENT ASSETS</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Debtors</td>
<td>5</td>
<td>10,589</td>
<td>-</td>
</tr>
<tr>
<td>Cash at bank</td>
<td></td>
<td>69,945</td>
<td>300</td>
</tr>
<tr>
<td></td>
<td></td>
<td>80,534</td>
<td>300</td>
</tr>
<tr>
<td><strong>CREDITORS</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Amounts falling due within one year</td>
<td>6</td>
<td>39,594</td>
<td>-</td>
</tr>
<tr>
<td><strong>NET CURRENT ASSETS</strong></td>
<td></td>
<td>40,940</td>
<td>300</td>
</tr>
<tr>
<td><strong>TOTAL ASSETS LESS CURRENT LIABILITIES</strong></td>
<td></td>
<td>40,940</td>
<td>300</td>
</tr>
</tbody>
</table>

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

(b) 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 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 15 August 2018 and were signed on its behalf by:

M R Thanner - Director

The notes form part of these financial statements
1. **STATUTORY INFORMATION**

Cybersmart Ltd 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 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.

**First year adoption of Financial Reporting Standard 102 (FRS 102) Section 1A**

These financial statements for the year ended 31 December 2017 are the first that are prepared in accordance with FRS 102 Section 1A. The previous financial statements were prepared in accordance with UK GAAP (FRSSE 2015), the date of transition to FRS 102 Section 1A is 29 March 2016.

The policies applied under the entity's previous accounting framework are not materially different to FRS 102 and have no impact on equity or profit and loss.

**Significant judgements and estimates**

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

**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 accounts receivable and payable, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares. Derivative financial instruments are initially recorded at cost and thereafter at fair value with changes recognised in the income statement.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the income statement.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between an asset’s carrying amount and the best estimate, which is an approximation, of the amount that the company would receive for the asset if it were to be sold at the reporting date.

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.
3. **ACCOUNTING POLICIES - continued**

   **Taxation**
   Taxation for the year comprises current 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 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 statement of financial position date.

   **Research and development**
   Revenue expenditure on research and development is written off in the year in which it is incurred.

   **Hire purchase and leasing commitments**
   Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

   **Going concern**
   The financial statements have been prepared on a going concern basis. The company incurred losses during the year and the director are aware that the statement of financial position reflects net liabilities. However the directors are currently in negotiations to raise further investment and believe the current bank balance will be sufficient to enable the company to meet its obligations, if and when, they become due. The directors are therefore of the opinion that they should continue to adopt the going concern basis of accounting in preparing the financial statements.

   **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.

4. **EMPLOYEES AND DIRECTORS**

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

5. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

<table>
<thead>
<tr>
<th></th>
<th>31.12.17</th>
<th>31.12.16</th>
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</thead>
<tbody>
<tr>
<td>Trade debtors</td>
<td>5,640</td>
<td>-</td>
</tr>
<tr>
<td>Other debtors</td>
<td>4,949</td>
<td>-</td>
</tr>
<tr>
<td>Total</td>
<td>10,589</td>
<td>-</td>
</tr>
</tbody>
</table>

6. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

<table>
<thead>
<tr>
<th></th>
<th>31.12.17</th>
<th>31.12.16</th>
</tr>
</thead>
<tbody>
<tr>
<td>Trade creditors</td>
<td>247</td>
<td>-</td>
</tr>
<tr>
<td>Taxation and social security</td>
<td>3,252</td>
<td>-</td>
</tr>
<tr>
<td>Other creditors</td>
<td>36,095</td>
<td>-</td>
</tr>
<tr>
<td>Total</td>
<td>39,594</td>
<td>-</td>
</tr>
</tbody>
</table>

   Included in other creditors are convertible loan notes of £25,489 with a maturity date of 1 December 2018. The loan notes are convertible to equity on or before the maturity date if any of the qualifying financing terms as stated in the agreement is met. The loans are interest free.
7. RELATED PARTY DISCLOSURES

During the year the directors settled expenses totalling £3,194 (2016 - nil) on behalf of the company. As at the date of the financial statements the balance outstanding to the directors was nil.

During the year expenses of £2,520 were paid on behalf of Cybersmart by one of the beneficial owners through a company where the beneficial owner has a controlling interest. This expense was reimbursed back by Cybersmart before the end of the year. There was no balance outstanding at the end of the year.
This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.