

# Lawdeck Limited

Annual Report and Unaudited Financial Statements  
for the Period from 1 May 2020 to 28 February 2021

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# Lawdeck Limited

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# Lawdeck Limited

## Company Information

**Directors** Olatunde Alegbe  
Alexander Sukhdev Singh Mann  
Mooktakim Ahmed

**Registered Number:** 08442448

**Registered office** 86-90 Paul Street  
London  
EC2A 4NE

**Accountants** Ashton Allsop  
Chartered Accountants  
Thorncroft Manor  
Thorncroft Drive  
Leatherhead  
Surrey  
KT22 8JB

## Lawdeck Limited

### (Registration number: 08442448) Balance Sheet as at 28 February 2021

	Note	2021 £	2020 £
<b>Fixed assets</b>			
Intangible assets	<u>4</u>	1,475,467	690,766
Tangible assets	<u>5</u>	52,211	19,613
Investments	<u>6</u>	10	-
		1,527,688	710,379
<b>Current assets</b>			
Debtors	<u>7</u>	2,754,146	980,971
Cash at bank and in hand		985,772	887,062
		3,739,918	1,868,033
<b>Creditors: Amounts falling due within one year</b>	<u>8</u>	(5,456,345)	(406,136)
<b>Net current (liabilities)/assets</b>		(1,716,427)	1,461,897
<b>Total assets less current liabilities</b>		(188,739)	2,172,276
<b>Creditors: Amounts falling due after more than one year</b>		(1,782,065)	(1,507,608)
<b>Net (liabilities)/assets</b>		(1,970,804)	664,668
<b>Capital and reserves</b>			
Called up share capital	<u>9</u>	218	218
Share premium reserve		3,206,023	3,206,023
Profit and loss account		(5,177,045)	(2,541,573)
<b>Total equity</b>		(1,970,804)	664,668

For the financial period ending 28 February 2021 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 period 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.

**Lawdeck Limited**

**(Registration number: 08442448)  
Balance Sheet as at 28 February 2021**

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 Board on 22 April 2021 and signed on its behalf by:

.....

Olatunde Alegbe  
Director

## Lawdeck Limited

### Notes to the Unaudited Financial Statements for the Period from 1 May 2020 to 28 February 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:

86-90 Paul Street  
London  
EC2A 4NE  
England

These financial statements were authorised for issue by the Board on 22 April 2021.

#### 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.

##### Going concern

The directors of the company are constantly assessing the impact of COVID-19. The situation is evolving continuously and it is difficult at this stage to determine with any certainty the impact on the company, its customers, employees and suppliers. The directors believe that the group is well placed to manage its financing and other business risks satisfactorily, and have a reasonable expectation that the group will have adequate resources to continue in operation for at least 12 months from the signing date of these financial statements. The directors have not identified any material uncertainties to the group and company's ability to continue as a going concern. They therefore consider it appropriate to adopt the going concern basis of accounting in preparing the financial statements.

## Lawdeck Limited

### Notes to the Unaudited Financial Statements for the Period from 1 May 2020 to 28 February 2021

#### Judgements

In preparing these financial statements, the directors have had to make the following judgements:

Determination of whether leases entered into by the group are operating or finance leases. These decisions depend on an assessment of whether the risks and rewards of ownership have been transferred to the lessor on a lease by lease basis.

Determination of whether there are indicators of impairment of the group's tangible and intangible assets, including goodwill. Factors taken into consideration in reaching such a decision include the economic viability and future financial performance of the asset.

#### Key sources of estimation uncertainty

##### Intangible and tangible fixed assets

Intangible and tangible fixed assets are amortised or depreciated over their useful lives taking into account residual values where appropriate. The actual lives of the assets and residual values are assessed annually and may vary depending on a number of factors. In reassessing asset lives, factors such as technological innovation, product life cycles and maintenance programmes are taken into account. Residual value assessments consider issues such as future market conditions, the remaining life of the asset and projected disposal values.. The carrying amount is £1,527,618 (2020 -£710,379).

##### Trade debtors and accrued income

Recovery of trade debtors (including credit cover payments deposited with suppliers) and accrued income: Trade debtors including accrued income relating to amounts falling due from customers are assessed regularly for potential bad debts. Factors considered include the period overdue and discussions with customers to date, sales terms, payments history and future services. Accrued income relates to amounts owed by customers for the consumption of home services which has not been billed at the balance sheet date.. The carrying amount is £679,859 (2020 -£Nil).

##### Payments received in advance

Other creditors includes recognition of amounts received from customers under their monthly payment plan in advance of supplying them with home services.. The carrying amount is £1,292,959 (2020 -£Nil).

#### Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the supply of home services in the ordinary course of the company's activities. Turnover is shown net of 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.

## Lawdeck Limited

### Notes to the Unaudited Financial Statements for the Period from 1 May 2020 to 28 February 2021

#### 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.

#### 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:

<b>Asset class</b>	<b>Depreciation method and rate</b>
Office Equipment	25% Straight line

#### Business combinations

Business combinations are accounted for using the purchase method. The consideration for each acquisition is measured at the aggregate of the fair values at acquisition date of assets given, liabilities incurred or assumed, and equity instruments issued by the group in exchange for control of the acquired, plus any costs directly attributable to the business combination. When a business combination agreement provides for an adjustment to the cost of the combination contingent on future events, the group includes the estimated amount of that adjustment in the cost of the combination at the acquisition date if the adjustment is probable and can be measured reliably.

#### Development costs

Costs directly attributable to product development are capitalised as intangible assets only when technical feasibility of the project is demonstrated, there is an intention and ability to complete the development activities and the costs can be measured reliably. Such costs include purchases of materials and services and payroll-related costs of employees directly involved in the project. Research costs are recognised as an expense when incurred.

#### 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:

<b>Asset class</b>	<b>Amortisation method and rate</b>
Development costs	25% Straight line



## Lawdeck Limited

### Notes to the Unaudited Financial Statements for the Period from 1 May 2020 to 28 February 2021

#### Investments

Investments in equity shares which are publicly traded or where the fair value can be measured reliably are initially measured at fair value, with changes in fair value recognised in profit or loss. Investments in equity shares which are not publicly traded and where fair value cannot be measured reliably are measured at cost less impairment.

Interest income on debt securities, where applicable, is recognised in income using the effective interest method. Dividends on equity securities are recognised in income when receivable.

#### 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

Short term debtors are measured at transaction price less any impairment.

#### Trade creditors

Short term creditors are measured at the transaction price.

#### 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.

### 3 Staff numbers

The average number of persons employed by the company (including directors) during the period, was 37 (2020 - 17).

## Lawdeck Limited

### Notes to the Unaudited Financial Statements for the Period from 1 May 2020 to 28 February 2021

#### 4 Intangible assets

	Internally generated software development costs £	Total £
<b>Cost or valuation</b>		
At 1 May 2020	1,135,364	1,135,364
Additions internally developed	1,153,395	1,153,395
At 28 February 2021	2,288,759	2,288,759
<b>Amortisation</b>		
At 1 May 2020	444,598	444,598
Amortisation charge	368,694	368,694
At 28 February 2021	813,292	813,292
<b>Carrying amount</b>		
At 28 February 2021	1,475,467	1,475,467
At 30 April 2020	690,766	690,766

## Lawdeck Limited

### Notes to the Unaudited Financial Statements for the Period from 1 May 2020 to 28 February 2021

#### 5 Tangible assets

	Office equipment £	Total £
<b>Cost or valuation</b>		
At 1 May 2020	23,236	23,236
Additions	42,414	42,414
At 28 February 2021	65,650	65,650
<b>Depreciation</b>		
At 1 May 2020	3,623	3,623
Charge for the period	9,816	9,816
At 28 February 2021	13,439	13,439
<b>Carrying amount</b>		
At 28 February 2021	52,211	52,211
At 30 April 2020	19,613	19,613

#### 6 Investments

	2021 £	2020 £
Investments in subsidiaries	10	-
<b>Subsidiaries</b>		
<b>£</b>		
<b>Cost or valuation</b>		
Additions		10
<b>Provision</b>		
<b>Carrying amount</b>		
At 28 February 2021		10

#### Details of undertakings

Details of the investments (including principal place of business of unincorporated entities) in which the company holds 20% or more of the nominal value of any class of share capital are as follows:

## Lawdeck Limited

### Notes to the Unaudited Financial Statements for the Period from 1 May 2020 to 28 February 2021

Undertaking	Registered office	Holding	Proportion of voting rights and shares held	
			2021	2020
<b>Subsidiary undertakings</b>				
Colorado Energy Limited	86-90 Paul Street London EC2A 4NE England	Ordinary shares	100%	0%

#### Subsidiary undertakings

##### *Colorado Energy Limited*

The principal activity of Colorado Energy Limited is wholesale procurement of electricity and gas.

#### 7 Debtors

	2021 £	2020 £
Trade debtors	679,859	-
Prepayments	705,591	671,518
Other debtors	1,203,428	169,821
VAT Control account	165,268	139,632
	<u>2,754,146</u>	<u>980,971</u>

## Lawdeck Limited

### Notes to the Unaudited Financial Statements for the Period from 1 May 2020 to 28 February 2021

#### 8 Creditors

##### Creditors: amounts falling due within one year

	Note	2021 £	2020 £
<b>Due within one year</b>			
Bank loans and overdrafts		1,968,752	-
Trade creditors		407,552	288,778
Amounts owed to associates	<u>10</u>	1,119,171	-
PAYE and NIC		212,107	107,005
Accruals and deferred income		267,746	10,250
Other creditors		1,481,017	103
		<u>5,456,345</u>	<u>406,136</u>

Bank loans and overdrafts includes £1.5m of convertible loan notes together with rolled up interest calculated at a rate of 4% per annum. The convertible loan notes mature on 3 January 2022 when they can either be redeemed or converted in to equity at the agreed conversion price. The loan notes may also be converted in the event of a qualifying fund raising of £5m or more. In that event the conversion price is calculated as the lesser of the relevant share issuance price less a 20% discount and a price equal to £40m divided by the fully diluted share capital immediately prior to the initial closing of the qualifying fund raising.

## Lawdeck Limited

### Notes to the Unaudited Financial Statements for the Period from 1 May 2020 to 28 February 2021

#### Creditors: amounts falling due after more than one year

	Note	2021 £	2020 £
<b>Due after one year</b>			
Loans and borrowings		1,782,065	1,507,608

Non-current borrowings includes 3 separate loans:

Future Fund Convertible Loan: £1,640,000. This will convert to equity on the completion of the next qualifying round or be repayable in 3 years' time in February 2024. Interest is charged at 8% per annum. An amount for accrued interest of £2,899 is rolled up into the outstanding balance. This may be either converted into shares when the loan converts or settled in cash.

Bounce Back Loan: £50,000 was drawn down in June 2020. No interest arises in the current accounting period. The first repayments will occur in July 2020. £6,667 is included in creditors falling due within one year.

Credit facility: The company has drawn down a total of £500,000 on a mid term credit facility. £95,833 is repayable after more than one year.

The convertible loans previously shown as due after more than one year at 30.4.20 have a maturity date of 3 January 2022 and are now included in creditors due within one year.

#### 9 Share capital

##### Allotted, called up and fully paid shares

	2021		2020	
	No.	£	No.	£
Ordinary of £0.00001 each	19,750,316	197.50	19,750,316	197.50
Deferred of £0.00100 each	20,000	20.00	20,000	20.00
	19,770,316	218	19,770,316	218

## Lawdeck Limited

### Notes to the Unaudited Financial Statements for the Period from 1 May 2020 to 28 February 2021

#### 10 Related party transactions

##### Summary of transactions with all subsidiaries

Colorado Energy Limited operates as an undisclosed agent of its parent. It procures the supply of wholesale electricity and gas which is supplied by Lawdeck Limited on a retail basis to its domestic customers. All supplier balances are settled by Lawdeck Limited on behalf of its subsidiary.

#### 11 Non adjusting events after the financial period

Current assets includes an amount of £654,286 deposited with a third party supplier which entered administration during the current accounting period. The directors have considered the circumstances and deem the balance to be fully recoverable.

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.