COMPANY REGISTRATION NUMBER SC299625

CALNEX SOLUTIONS LIMITED
ABBREVIATED ACCOUNTS
31 MARCH 2015

FOURM LIMITED
Chartered Accountants & Statutory Auditor
Stannergate House
41 Dundee Road West
Broughty Ferry
Dundee
DD5 1NB

CALNEX SOLUTIONS LIMITED

ABBREVIATED ACCOUNTS

YEAR ENDED 31 MARCH 2015

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CALNEX SOLUTIONS LIMITED

INDEPENDENT AUDITOR'S REPORT TO CALNEX SOLUTIONS LIMITED

UNDER SECTION 449 OF THE COMPANIES ACT 2006

We have examined the abbreviated accounts set out on pages 2 to 7, together with the financial statements of Calnex Solutions Limited for the year ended 31 March 2015 prepared under Section 396 of the Companies Act 2006.

This report is made solely to the company, in accordance with Section 449 of the Companies Act 2006. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company for our work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITOR

The directors are responsible for preparing the abbreviated accounts in accordance with Section 444 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the regulations made under that section and to report our opinion to you.

We conducted our work in accordance with Bulletin 2008/4 issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts are properly prepared.

OPINION

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 444(3) of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with the regulations made under that section.

OTHER INFORMATION

The comparatives for the previous period did not meet the criteria for a statutory audit and as such were not audited.

Karen Henderson MCIBS BA(Hons) CA
(Senior Statutory Auditor)
For and on behalf of
FourM Limited
Chartered Accountants
& Statutory Auditor

Stannergate House
41 Dundee Road West
Broughty Ferry
Dundee
DD5 1NB

25 June 2015

CALNEX SOLUTIONS LIMITED

ABBREVIATED BALANCE SHEET

31 MARCH 2015

	Note	2015 £	2015 £	2014 £
FIXED ASSETS	2			
Intangible assets			2,625,950	1,935,574
Tangible assets			46,902	43,990
			2,672,852	1,979,564
CURRENT ASSETS				
Stocks		590,522		558,518
Debtors	3	1,872,612		1,313,829
Cash at bank and in hand		337,774		582,817
		2,800,908		2,455,164
CREDITORS: Amounts falling due within one year	4	1,064,453		903,041
NET CURRENT ASSETS			1,736,455	1,552,123
TOTAL ASSETS LESS CURRENT LIABILITIES			4,409,307	3,531,687
CREDITORS: Amounts falling due after more than one year	5		2,227,894	1,348,294
GOVERNMENT GRANTS	6		517,291	359,671
			1,664,122	1,823,722

The Balance sheet continues on the following page.

The notes on pages 4 to 7 form part of these abbreviated accounts.

CALNEX SOLUTIONS LIMITED

ABBREVIATED BALANCE SHEET *(continued)*

31 MARCH 2015

	Note	2015 £	2015 £	2014 £
CAPITAL AND RESERVES				
Called-up equity share capital	8		23,742	23,742
Share premium account			1,042,678	1,042,678
Profit and loss account			597,702	757,302
SHAREHOLDERS' FUNDS			1,664,122	1,823,722

These abbreviated accounts have been prepared in accordance with the special provisions applicable to companies subject to the small companies regime.

These abbreviated accounts were approved by the directors and authorised for issue on 25 June 2015, and are signed on their behalf by:

Thomas Cook
Director

Company Registration Number: SC299625

The notes on pages 4 to 7 form part of these abbreviated accounts.

1. **ACCOUNTING POLICIES**

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

Going concern

The company recorded profit before depreciation, amortisation, interest and taxes of £1,198,476 (2014 - £1,115,162) and has a positive balance sheet of £1,664,122 (2014 - £1,823,722).

The directors consider the going concern basis of accounting is appropriate for the preparation of the financial statements. The directors are confident that the company will continue to trade in a similarly positive manner during 2015/16 and beyond and are pleased to note that further grant support has been secured to provide part funding towards its on-going development programmes. The ability of the company to continue to trade is, in keeping with many commercial organisations, dependent on the continuing support of the company's bank.

Turnover

The turnover shown in the profit and loss account represents goods despatched during the year, exclusive of Value Added Tax.

Intangible assets

Development expenditure incurred on clearly defined projects whose outcome can be assessed with reasonable certainty is carried forward and amortisation is then charged when the product has reached a stage where it can achieve a sales value.

Amortisation

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Intellectual Property	- 15% Straight Line
Development costs	- 40% Straight Line

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Equipment	-	25 - 33% Straight Line

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

1. **ACCOUNTING POLICIES** *(continued)*

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

Pension costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

One director is accruing benefits under a money purchase scheme (2014 - one).

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

Deferred government grants

Deferred government grants in respect of product development and other capital expenditure are treated as deferred income. These grants are then credited to the profit and loss account in line with the corresponding amortisation of the assets to which they relate.

2. **FIXED ASSETS**

	Intangible Assets £	Tangible Assets £	Total £
COST			
At 1 April 2014	6,786,505	105,612	6,892,117
Additions	2,360,429	26,309	2,386,738
At 31 March 2015	9,146,934	131,921	9,278,855
DEPRECIATION			
At 1 April 2014	4,850,931	61,622	4,912,553
Charge for year	1,670,053	23,397	1,693,450
At 31 March 2015	6,520,984	85,019	6,606,003
NET BOOK VALUE			
At 31 March 2015	2,625,950	46,902	2,672,852
At 31 March 2014	1,935,574	43,990	1,979,564

3. DEBTORS

Debtors include amounts of £82,026 (2014 - £Nil) falling due after more than one year.

4. CREDITORS: Amounts falling due within one year

The following liabilities disclosed under creditors falling due within one year are secured by the company:

	2015	2014
	£	£
Bank loans and overdrafts	122,222	122,222

The bank borrowings are secured by a bond and floating charge over all of the assets of the company.

5. CREDITORS: Amounts falling due after more than one year

The following liabilities disclosed under creditors falling due after more than one year are secured by the company:

	2015	2014
	£	£
Bank loans	227,894	348,294
Scottish Loan Fund	2,000,000	1,000,000
	2,227,894	1,348,294

Included within creditors falling due after more than one year is an amount of £Nil (2014 - £62,500) in respect of liabilities which fall due for payment after more than five years from the balance sheet date.

6. GOVERNMENT GRANTS

	2015	2014
	£	£
Received and receivable	1,479,769	1,003,064
Amortisation	(962,478)	(643,393)
	517,291	359,671

7. RELATED PARTY TRANSACTIONS

The company was under the control of the directors throughout the current and previous year.

During the year, the company was charged £12,000 (2014 - £12,000) from Ann Budge, a director, for services provided to the company. At the year end the company was due to pay Ann Budge £1,200 (2014 - £1,200).

Also during the year, the company was charged £42,035 (2014 - £21,191) from Elliott Corporate Development , a firm owned by George Elliott, for services provided to the company. At the year end the company was due to pay Elliott Corporate Development £3,500 (2014 - £3,697).

8. SHARE CAPITAL

Allotted, called up and fully paid:

	2015		2014	
	No	£	No	£
Ordinary shares of £0.10 each	237,424	23,742	237,424	23,742