Croma Security Solutions Group plc

03184978

Interim Financial Statements for the 5 months to 30 November 2014

Croma Security Solutions Group plc
Interim Income Statement
For the five months to 30 November 2014

		5 months to November 2014 (unaudited) £	Year to June 2014 (audited) £
Revenue		39,685	160,682
Cost of Sales		-	1,014
Gross Profit		39,685	159,668
Administrative Expenses		(324,415)	(607,447)
Operating Loss		(284,730)	(447,789)
Other Income	2	1,450,000	-
Taxation		56,946	71,789
Profit/(Loss) from continuing operations		1,222,216	(375,990)

Company Balance Sheet
At 30 November 2014

	Notes	30.11.14 (unaudited) £	30.11.14 (unaudited) £	30.06.14 (audited) £	30.06.14 (audited) £
Fixed assets					
Investments	3	7,136,560		7,209,100	
			7,136,560		7,209,100
Current assets					
Debtors	4	1,238,984		1,354,508	
Dividends receivable		1,450,000			
Cash at bank and in hand		16,571		4,235	
		2,705,555		1,358,743	
Creditors:					
Amounts falling due within one year	5	(1,054,526)		(1,002,470)	
Net current assets			1,651,029		356,273
Total assets less current liabilities			8,787,589		7,565,373
Issued capital and reserves attributable to owners of the parent					
Called-up share capital	6		743,307		743,307
Share premium account	7		5,230,276		5,230,276
Merger reserve	7		2,139,454		2,139,454
Undistributable Reserves	7		422,322		422,322
Profit and loss account	7		252,230		(969,986)
Total shareholders' equity			8,787,589		7,565,373

These unaudited financial statements were approved and authorised for issue by the Board of Directors on 30 December 2014 and signed on their behalf by

A Tetley
Director

Croma Security Solutions Group plc – Company Number: 03184978.

The following notes form part of the primary financial statements

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 NOVEMBER 2014

1. Significant accounting policies

Basis of accounting

These interim financial statements are unaudited and have been prepared in accordance with Sections 836 to 838 of the Companies Act 2006 and as such do not constitute statutory accounts within the meaning of Section 435 of the Companies act 2006. Group statutory accounts for 30 June 2014 have been delivered to the registrar. The auditors have reported on the group statutory accounts and their report was

(i) unqualified;

(ii) did not include a reference to any matters to which the auditors drew attention by way of emphasis without qualifying their report; and

(iii) did not contain a statement under Section 237 (2) or Section 237 (3) of the Companies Act 1985 or Section 498 (2) or Section 498 (3) of the Companies Act 2006.

Going Concern

These financial statements have been drawn up on the going concern basis.

In considering the ability of the company to meet its obligations as they fall due, the directors have considered the expected trading and cash requirements of the company for the next 12 months.

The Board remains positive about the retention of customers and the outlook for its main trading operations. The Board's profit and cash flow projections suggest that the company will meet its obligations as they fall due .

The financial statements do not reflect the adjustments that would be necessary were the trading performance of the company to deteriorate and funding from invoice discounting to become unavailable. The financial statements do not include the adjustments that would result if the group was unable to continue as a going concern.

Investments

Fixed Asset investments in subsidiaries are shown at cost less provision for impairment.

Financial instruments

Financial assets and financial liabilities are recognised on the company's balance sheet when the Company becomes a party to the contractual provision of the instrument.

Financial liabilities and equity

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets after deducting all of its financial liabilities.

Where the contractual obligations of the financial instruments (including share capital) are equivalent to a similar debt instrument they are classified as financial liabilities. Financial liabilities are presented as such in the balance sheet. Finance costs and gains or losses relating to financial liabilities are included in the profit and loss account. Finance costs are calculated so as to produce a constant rate of return on the outstanding liability.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS (continued)
FOR THE PERIOD ENDED 30 NOVEMBER 2014

1. Significant accounting policies (continued)

Taxes

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date. Timing differences are differences between the Company's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements.

A net deferred tax asset is regarded as recoverable and therefore recognised only when, on the basis of all available evidence, it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of timing differences can be deducted.

Deferred tax is measured on a non-discounted basis at the average tax rates that are expected to apply in the periods in which the timing differences are expected to reverse.

Equity instruments

Equity instruments issued by the Company are recorded at the proceeds received, net of direct issue costs.

2. Other Income

	30.11.14	30.06.14
	£	£
Dividends received from the company's subsidiaries	1,450,000	-

3. Fixed asset investments

	Shares in subsidiary undertakings
	£
Cost	
At 30 June 2014 and 30 November 2014	10,958,425
Provision for impairment	
At 30 June 2014	3,749,325
Charge for the period	72,540
At 30 June 2014	3,823,575
Net book value	
At 30 November 2014	7,136,560
At 30 June 2014	7,209,100

3. Fixed asset investments (continued)

Company	% ordinary shareholding	Nature of business
Vigilant Security (Scotland) Limited	100% directly	Asset protection and security training
Photobase Limited	100% directly	Biometric entry systems
CSS Total Security Limited	100% directly	CCTV & security systems
CSS Locksmiths Limited	55% directly, 45% indirectly	Locksmithing, Keys and Safes

In order to accurately assess any potential impairment of investments, the carrying value of the investment in all companies transferred is considered together against the future cash flows and net asset position of those companies which received the trade and net assets.

4. Debtors

	30.11.14	30.06.14
	£	£
Amounts due from subsidiary undertakings	1,232,321	1,354,508
Prepayments	6,663	-
	1,238,984	**1,354,508**

5. Creditors: Amounts falling due within 1 year

	30.11.14	30.06.14
	£	£
Amounts due to subsidiary undertakings	959,766	957,366
Trade creditors	15,840	-
Other creditors	15,948	15,948
Other taxes and social security	12,624	6,360
Accruals and deferred income	50,348	22,796
	1,054,526	**1,002,470**

NOTES FORMING PART OF THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 30 JUNE 2014

6. Share Capital	**2014**	**2013**
	£	**£**
Authorised, allotted, called up and fully paid:		
14,866,142 (2013 - 14,866,142) Ordinary shares of 5 pence each	743,307	743,307

Issued and fully paid	**30.11.2014** **Number**	**30.11.2014** **£**	**30.6.2014** **Number**	**30.6.2014** **£**
Ordinary shares of 5p (2012: 0.1p) each at beginning of year	14,866,142	743,307	14,502,536	725,127
New share issue *	-	-	363,606	18,180
Ordinary shares of 5 pence each at end of year	14,866,142	743,307	14,866,142	743,307

Rights attaching to shares

The holders of the ordinary shares of 5 pence each are entitled to receive dividends and a return of capital on liquidation as well as attend and vote at a general meeting of the Company.

7. Reserves

	Share Capital	Share premium	Merger Reserve	Retained earnings	Undistributable reserve	Other Reserves	Total Equity
	£	£	£	£	£	£	£
At 30 June 2013	**743,307**	**5,230,276**	**2,139,454**	**(593,996)**	**422,322**	**18,785**	**7,941,591**
Loss for the year	-	-	-	(375,990)	-	-	(375,990)
At 30 June 2014	**743,307**	**5,230,276**	**2,139,454**	**(969,986)**	**422,322**	**-**	**7,565,373**
Loss for the period	-	-	-	(227,784)	-	-	(227,784)
Dividends received				1,450,000			1,450,000
At 30 November 2014	**743,307**	**5,230,276**	**2,139,454**	**252,230**	**422,322**	**-**	**8,787,589**