COMPANIES HOUSE

COMPANY REGISTRATION NUMBER 04281821

SAKONNET TECHNOLOGY UK LIMITED

FINANCIAL STATEMENTS

31 DECEMBER 2011

THURSDAY

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COMPANIES HOUSE

MHA MacIntyre Hudson

GLOBAL EXPERTISE NATIONAL EXPERIENCE LOCAL EXCELLENCE®

SAKONNET TECHNOLOGY UK LIMITED

OFFICERS AND PROFESSIONAL ADVISERS

The board of directors	E Min A Mynn
Company secretary	L Lin
Registered office	New Bridge Street House 30-34 New Bridge Street London EC4V 6BJ
Auditor	MHA MacIntyre Hudson Chartered Accountants & Statutory Auditor New Bridge Street House 30-34 New Bridge Street London EC4V 6BJ

SAKONNET TECHNOLOGY UK LIMITED

THE DIRECTORS' REPORT

YEAR ENDED 31 DECEMBER 2011

The directors present their report and the financial statements of the company for the year ended 31 December 2011

PRINCIPAL ACTIVITIES

The principal activity of the company during the period was the supply of support services

DIRECTORS

The directors who served the company during the year were as follows

E Min
A Myrin

DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law) Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period In preparing those financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and estimates that are reasonable and prudent,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006 They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities

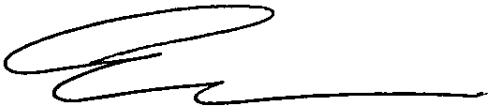
In so far as the directors are aware

- there is no relevant audit information of which the company's auditor is unaware, and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006

Signed on behalf of the directors



E Min
Director

Approved by the directors on 12 MARCH 2012

SAKONNET TECHNOLOGY UK LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF SAKONNET TECHNOLOGY UK LIMITED

YEAR ENDED 31 DECEMBER 2011

We have audited the financial statements of Sakonnet Technology UK Limited for the year ended 31 December 2011 which comprise the Profit and Loss Account, Balance Sheet and the related notes The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities)

This report is made solely to the company's shareholders, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006 Our audit work has been undertaken so that we might state to the company's shareholders those matters we are required to state to them in an 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 and the company's shareholders as a body, for our audit work, for this report, or for the opinions we have formed

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITOR

As explained more fully in the Directors' Responsibilities Statement set out on page 2, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland) Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors

SCOPE OF THE AUDIT OF THE FINANCIAL STATEMENTS

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by directors, and the overall presentation of the financial statements In addition, we read all the financial and non-financial information in the annual report to identify material inconsistencies with the audited financial statements If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report

OPINION ON FINANCIAL STATEMENTS

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31 December 2011 and of its profit for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, and
- have been prepared in accordance with the requirements of the Companies Act 2006

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF SAKONNET TECHNOLOGY UK LIMITED *(continued)*

YEAR ENDED 31 DECEMBER 2011

OPINION ON OTHER MATTERS PRESCRIBED BY THE COMPANIES ACT 2006

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit, or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the directors' report

HOWARD K LEWIS FCA (Senior Statutory Auditor)
For and on behalf of
MHA MACINTYRE HUDSON
Chartered Accountants
& Statutory Auditor

New Bridge Street House
30-34 New Bridge Street
London
EC4V 6BJ

15-03-2012

SAKONNET TECHNOLOGY UK LIMITED

PROFIT AND LOSS ACCOUNT

YEAR ENDED 31 DECEMBER 2011

	Note	2011 £	2010 £
TURNOVER	2	**1,532,575**	1,372,313
Administrative expenses		**1,214,101**	1,567,254
Other operating income	3	**(3,334)**	(11,063)
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		**321,808**	(183,878)
Tax on profit/(loss) on ordinary activities		**–**	–
PROFIT/(LOSS) FOR THE FINANCIAL YEAR		**321,808**	(183,878)

The notes on pages 8 to 12 form part of these financial statements

SAKONNET TECHNOLOGY UK LIMITED

BALANCE SHEET

31 DECEMBER 2011

	Note	2011 £	2011 £	2010 £	2010 £
FIXED ASSETS					
Tangible assets	6		**35,688**		34,914
CURRENT ASSETS					
Debtors	7	**189,750**		160,275	
Cash at bank and in hand		**259,446**		258,659	
		449,196		418,934	
CREDITORS: Amounts falling due within one year	8	**669,345**		960,117	
NET CURRENT LIABILITIES			**(220,149)**		(541,183)
TOTAL ASSETS LESS CURRENT LIABILITIES			**(184,461)**		(506,269)
CAPITAL AND RESERVES					
Called-up equity share capital	12		**100**		100
Profit and loss account	13		**(184,561)**		(506,369)
DEFICIT			**(184,461)**		(506,269)

These financial statements have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective April 2008)

These financial statements were approved by the directors and authorised for issue on 12 March 2012, and are signed on their behalf by

E Min
Director

Company Registration Number 04281821

The notes on pages 8 to 12 form part of these financial statements

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)

The company generates all of its turnover from its parent company and is dependent upon the continual support of its ultimate parent company, Sakonnet Technology LLC, which has confirmed that it will provide sufficient funds to enable the company to operate as a going concern for the foreseeable future On the basis of this information, the directors consider it appropriate to prepare the financial statements on a going concern basis

Turnover

The company's turnover represents fees chargeable to the ultimate parent company in the USA in respect of support services provided by the company

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

Leasehold Property	-	over the life of the lease
Fixtures & Fittings	-	25% to 33 33% straight line

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

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date

1. ACCOUNTING POLICIES *(continued)*

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

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities

2. TURNOVER

Overseas turnover amounted to 100% (2010 100%) of the total turnover for the year

3. OTHER OPERATING INCOME

	2011	2010
	£	£
Other operating income	**3,334**	11,063

4. OPERATING PROFIT/(LOSS)

Operating profit/(loss) is stated after charging/(crediting)

	2011	2010
	£	£
Depreciation of owned fixed assets	**24,329**	35,548
Auditor's fees	**4,445**	4,325
Net profit on foreign currency translation	**(19,822)**	(25,713)

5. DIRECTORS' REMUNERATION

The directors' aggregate remuneration in respect of qualifying services were

	2011	2010
	£	£
Aggregate remuneration	**480,364**	324,308

6. TANGIBLE FIXED ASSETS

	Leasehold Improvements £	Fixtures & Fittings £	Total £
COST			
At 1 January 2011	**115,986**	**70,262**	**186,248**
Additions	**–**	**25,103**	**25,103**
At 31 December 2011	**115,986**	**95,365**	**211,351**
DEPRECIATION			
At 1 January 2011	**113,929**	**37,405**	**151,334**
Charge for the year	**2,057**	**22,272**	**24,329**
At 31 December 2011	**115,986**	**59,677**	**175,663**
NET BOOK VALUE			
At 31 December 2011	**–**	**35,688**	**35,688**
At 31 December 2010	2,057	32,857	34,914

7. DEBTORS

	2011 £	2010 £
Amounts owed by group undertakings	**121,024**	81,774
VAT recoverable	**7,133**	18,481
Other debtors	**61,593**	60,020
	189,750	160,275

The debtors above include the following amounts falling due after more than one year

	2011 £	2010 £
Other debtors	**24,770**	32,570

8. CREDITORS: Amounts falling due within one year

	2011 £	2010 £
Trade creditors	**3,409**	1,600
Amounts owed to group undertakings	**615,674**	631,356
Other taxation and social security	**37,052**	62,344
Other creditors	**13,210**	264,817
	669,345	960,117

9. DEFERRED TAXATION

No provision has been made in the financial statements and the amounts unprovided at the end of the year are as follows

	2011 £	2010 £
Excess of taxation allowances over depreciation on fixed assets	**5,344**	(4,978)
Tax losses available	**25,300**	94,349
	30,644	89,371

The above deferred tax asset calculated at 20% (2010 21%) has not been recognised in the financial statements

10. COMMITMENTS UNDER OPERATING LEASES

At 31 December 2011 the company had aggregate annual commitments under non-cancellable operating leases as set out below

	2011 £	2010 £
Operating leases which expire		
Within 1 year	**16,899**	-
Within 2 to 5 years	**82,566**	150,166
	99,465	150,166

11. RELATED PARTY TRANSACTIONS

The company has taken advantage of the exemption conferred under the Financial Reporting Standard for Smaller Entities (effective April 2008) not to disclose transactions with group companies

12. SHARE CAPITAL

Authorised share capital:

	2011 £	2010 £
1,000 Ordinary shares of £1 each	**1,000**	1,000

Allotted, called up and fully paid:

	2011		2010	
	No	£	No	£
100 Ordinary shares of £1 each	**100**	**100**	100	100

13. PROFIT AND LOSS ACCOUNT

	2011	2010
	£	£
Balance brought forward	**(506,369)**	(322,491)
Profit/(loss) for the financial year	**321,808**	(183,878)
Balance carried forward	**(184,561)**	(506,369)

14. ULTIMATE PARENT COMPANY

The company's immediate parent company is Sakonnet Technology Limited, a company incorporated in Ireland

The company's ultimate parent company is Sakonnet Technology LLC, a company incorporated in the USA The consolidated financial statements of Sakonnet Technology LLC are available from the registered office at 11 East 44th Street, Suite 503, New York, NY 10017, USA