
**OLIVE BUSINESS SOLUTIONS LIMITED (FORMERLY OLIVE FIXED LINE
SERVICES LIMITED)**

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JANUARY 2014

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OLIVE BUSINESS SOLUTIONS LIMITED (FORMERLY OLIVE FIXED LINE SERVICES LIMITED)

COMPANY INFORMATION

DIRECTORS

M Geraghty
R Saffman (resigned 18 September 2013)
K Davies (appointed 1 August 2012 & resigned 18 September 2013)
M Flick (appointed 1 February 2013)
M Rutherford (appointed 12 June 2013 & resigned 7 March 2014)
R Flynn (appointed 19 September 2013)
M Hallam (appointed 19 September 2013)
R Parkes (appointed 4 April 2014)

COMPANY SECRETARY

R Parkes

REGISTERED NUMBER

04648708

REGISTERED OFFICE

Olive House
Mercury Park
Wycombe Lane Wooburn Green
High Wycombe
Buckinghamshire
HP10 0HH

INDEPENDENT AUDITOR

Hillier Hopkins LLP
Chartered Accountants & Statutory Auditor
Radius House
51 Clarendon Road
Watford
Herts
WD17 1HP

OLIVE BUSINESS SOLUTIONS LIMITED (FORMERLY OLIVE FIXED LINE SERVICES LIMITED)

CONTENTS

	Page
Directors' Report	1 - 2
Independent Auditor's Report	3 - 4
Profit and Loss Account	5
Balance Sheet	6
Notes to the Financial Statements	7 - 18

OLIVE BUSINESS SOLUTIONS LIMITED (FORMERLY OLIVE FIXED LINE SERVICES LIMITED)

DIRECTORS' REPORT FOR THE YEAR ENDED 31 JANUARY 2014

The directors present their report and the financial statements for the year ended 31 January 2014.

DIRECTORS' RESPONSIBILITIES STATEMENT

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 these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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.

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was the provision of telecommunication services.

The company changed its name from Olive Fixed Line Services Limited to Olive Business Solutions Limited on 30 April 2013.

Olive Business Solutions Limited acquired the trade of Wish Holdings PLC and its subsidiaries on 18th September 2014.

RESULTS

EBITDA for the period before exceptional items is £4,478,620 (2013 - £1,223,560)

The profit for the year, after taxation, amounted to £2,246,468 (2013 - £691,520).

OLIVE BUSINESS SOLUTIONS LIMITED (FORMERLY OLIVE FIXED LINE SERVICES LIMITED)

**DIRECTORS' REPORT
FOR THE YEAR ENDED 31 JANUARY 2014**

DIRECTORS

The directors who served during the year were:

M Geraghty
R Saffman (resigned 18 September 2013)
K Davies (appointed 1 August 2012 & resigned 18 September 2013)
M Flick (appointed 1 February 2013)
M Rutherford (appointed 12 June 2013 & resigned 7 March 2014)
R Flynn (appointed 19 September 2013)
M Hallam (appointed 19 September 2013)

DISCLOSURE OF INFORMATION TO AUDITOR

Each of the persons who are directors at the time when this directors' report is approved has confirmed that:

- so far as that director is aware, there is no relevant audit information of which the company's auditor is unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the company's auditor is aware of that information.

AUDITOR

The auditor, Hillier Hopkins LLP, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

This report was approved by the board and signed on its behalf.



R Parkes
Director

Date:

24/9/14

OLIVE BUSINESS SOLUTIONS LIMITED (FORMERLY OLIVE FIXED LINE SERVICES LIMITED)

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF OLIVE BUSINESS SOLUTIONS LIMITED (FORMERLY OLIVE FIXED LINE SERVICES LIMITED)

We have audited the financial statements of Olive Business Solutions Limited (formerly Olive Fixed Line Services Limited) for the year ended 31 January 2014, set out on pages 5 to 18. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, 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 members 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 members 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, 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 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 the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the directors' report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. 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 January 2014 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

OPINION ON OTHER MATTER 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.

OLIVE BUSINESS SOLUTIONS LIMITED (FORMERLY OLIVE FIXED LINE SERVICES LIMITED)

**INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF OLIVE BUSINESS SOLUTIONS
LIMITED (FORMERLY OLIVE FIXED LINE SERVICES LIMITED)**

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.

HillierHopkins LLP

Richard Malone ACA (senior statutory auditor)

for and on behalf of
Hillier Hopkins LLP

Chartered Accountants
Statutory Auditor

Radius House
51 Clarendon Road
Watford
Herts
WD17 1HP

25 September 2014

OLIVE BUSINESS SOLUTIONS LIMITED (FORMERLY OLIVE FIXED LINE SERVICES LIMITED)

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 JANUARY 2014**

	Note	2014 £	2013 £
TURNOVER	1,2		
Continuing operations		14,301,641	11,940,033
Acquisitions		3,289,194	-
		<u>17,590,835</u>	<u>11,940,033</u>
Cost of sales	4	(4,771,062)	(8,122,506)
		<u>12,819,773</u>	<u>3,817,527</u>
GROSS PROFIT			
Administrative expenses	4	(10,100,213)	(2,846,909)
Other operating income	3	(60,203)	1,646
		<u></u>	<u></u>
OPERATING PROFIT	5		
Continuing operations		2,001,832	972,264
Acquisitions		657,525	-
		<u>2,659,357</u>	<u>972,264</u>
EXCEPTIONAL ITEMS			
Other exceptional items	10	245,000	-
		<u>2,904,357</u>	<u>972,264</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE INTEREST			
Interest receivable and similar income		58	-
Interest payable and similar charges	9	(68,350)	-
		<u>2,836,065</u>	<u>972,264</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION			
Tax on profit on ordinary activities	11	(589,597)	(280,744)
		<u>2,246,468</u>	<u>691,520</u>
PROFIT FOR THE FINANCIAL YEAR	21	<u>2,246,468</u>	<u>691,520</u>

There were no recognised gains and losses for 2014 or 2013 other than those included in the profit and loss account.

The notes on pages 7 to 18 form part of these financial statements.

OLIVE BUSINESS SOLUTIONS LIMITED (FORMERLY OLIVE FIXED LINE SERVICES LIMITED)
REGISTERED NUMBER: 04648708

BALANCE SHEET
AS AT 31 JANUARY 2014

	Note	£	2014 £	£	2013 £
FIXED ASSETS					
Intangible assets	12		6,166,359		1,079,233
Tangible assets	14		316,805		146,329
			<u>6,483,164</u>		<u>1,225,562</u>
CURRENT ASSETS					
Stocks	15	176,259		100,882	
Debtors	16	17,199,664		3,226,247	
Cash at bank and in hand		248,389		120,440	
		<u>17,624,312</u>		<u>3,447,569</u>	
CREDITORS: amounts falling due within one year	17	(19,255,772)		(3,999,562)	
NET CURRENT LIABILITIES			<u>(1,631,460)</u>		<u>(551,993)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>4,851,704</u>		<u>673,569</u>
CREDITORS: amounts falling due after more than one year	18		(2,111,667)		-
PROVISIONS FOR LIABILITIES					
Deferred tax	19		(8,069)		(8,069)
NET ASSETS			<u>2,731,968</u>		<u>665,500</u>
CAPITAL AND RESERVES					
Called up share capital	20		100		100
Profit and loss account	21		2,731,868		665,400
SHAREHOLDERS' FUNDS	22		<u>2,731,968</u>		<u>665,500</u>

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:



M Flick
Director

Date:

24/1/14

The notes on pages 7 to 18 form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2014

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards.

1.2 Cash flow

The company, being a subsidiary undertaking where 90% or more of the voting rights are controlled within the group whose consolidated financial statements are publicly available, is exempt from the requirement to draw up a cash flow statement in accordance with FRS 1.

1.3 Turnover

Turnover comprises revenue recognised by the company in respect of goods and services supplied during the year, exclusive of Value Added Tax and trade discounts.

1.4 Intangible fixed assets and amortisation

Goodwill is the difference between amounts paid on the acquisition of a business and the fair value of the identifiable assets and liabilities. It is amortised to the profit and loss account over its estimated economic life of between two and five years.

1.5 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

L/Term Leasehold Property	-	10 years straight line
Improvements		
Motor vehicles	-	4 years straight line
Fixtures & fittings	-	3 years straight line
Office equipment	-	3 years straight line
Computer equipment	-	3 years straight line

1.6 Operating leases

Rentals under operating leases are charged to the profit and loss account on a straight line basis over the lease term.

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the period until the date the rent is expected to be adjusted to the prevailing market rate.

1.7 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

OLIVE BUSINESS SOLUTIONS LIMITED (FORMERLY OLIVE FIXED LINE SERVICES LIMITED)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2014**

1. ACCOUNTING POLICIES (continued)

1.8 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

A net deferred tax asset is recognised only if it can be regarded as 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 assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Deferred tax assets and liabilities are not discounted.

1.9 Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the balance sheet date.

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction.

Exchange gains and losses are recognised in the profit and loss account.

1.10 Pensions

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

2. TURNOVER

All turnover arose within the United Kingdom.

The turnover and profit before taxation from acquired operations arose from telecommunication sales.

3. OTHER OPERATING INCOME

	2014	2013
	£	£
Sundry income	(60,203)	1,646

OLIVE BUSINESS SOLUTIONS LIMITED (FORMERLY OLIVE FIXED LINE SERVICES LIMITED)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2014**

4. ANALYSIS OF OPERATING PROFIT

	2014	2013
	Continuing	Continuing
	£	£
Turnover	17,590,835	11,940,033
Cost of sales	(4,771,062)	(8,122,506)
Gross profit	12,819,773	3,817,527
Administrative expenses	(10,100,213)	(2,846,909)
Other operating income	(60,203)	1,646
	2,659,357	972,264

The following amounts were included within continuing activities in relation to acquisitions during the year:

	2014
	£
Turnover	3,289,194
Cost of sales	(1,334,855)
Gross profit	1,954,339
Overhead expenses	(1,296,814)
Operating profit	657,525

5. OPERATING PROFIT

The operating profit is stated after charging/(crediting):

	2014	2013
	£	£
Amortisation - intangible fixed assets	1,712,040	236,467
Depreciation of tangible fixed assets:		
- owned by the company	107,223	14,829
Operating lease rentals:		
- plant and machinery	184,973	66,872
Difference on foreign exchange	117	-

6. AUDITORS' REMUNERATION

	2014	2013
	£	£
Fees payable to the company's auditor and its associates for the audit of the company's annual accounts	30,000	19,000

OLIVE BUSINESS SOLUTIONS LIMITED (FORMERLY OLIVE FIXED LINE SERVICES LIMITED)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2014**

7. STAFF COSTS

Staff costs, including directors' remuneration, were as follows:

	2014 £	2013 £
Wages and salaries	4,409,607	1,126,437
Social security costs	475,898	127,478
Other pension costs	10,957	2,398
	<u>4,896,462</u>	<u>1,256,313</u>

The average monthly number of employees, including the directors, during the year was as follows:

	2014 No.	2013 No.
Administration	55	20
Sales	27	10
Management	4	2
	<u>86</u>	<u>32</u>

8. DIRECTORS' REMUNERATION

	2014 £	2013 £
Remuneration	<u>272,369</u>	<u>142,383</u>

The highest paid director received remuneration of £79,627.

9. INTEREST PAYABLE

	2014 £	2013 £
On bank loans and overdrafts	<u>68,350</u>	<u>-</u>

10. EXCEPTIONAL ITEMS

	2014 £	2013 £
Exceptional intercompany loan write off	<u>245,000</u>	<u>-</u>

OLIVE BUSINESS SOLUTIONS LIMITED (FORMERLY OLIVE FIXED LINE SERVICES LIMITED)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2014**

11. TAXATION

	2014 £	2013 £
Analysis of tax charge in the year		
Current tax (see note below)		
UK corporation tax charge on profit for the year	956,345	272,675
Adjustments in respect of prior periods	(366,748)	-
Total current tax	<u>589,597</u>	<u>272,675</u>
Deferred tax (see note 19)		
Origination and reversal of timing differences	-	8,069
Tax on profit on ordinary activities	<u>589,597</u>	<u>280,744</u>

Factors affecting tax charge for the year

The tax assessed for the year is lower than (2013 - *lower than*) the standard rate of corporation tax in the UK of 23% (2013 - 24%). The differences are explained below:

	2014 £	2013 £
Profit on ordinary activities before tax	<u>2,836,065</u>	<u>972,264</u>
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 23% (2013 - 24%)	652,295	233,343
Effects of:		
Expenses not deductible for tax purposes, other than goodwill amortisation and impairment	306,589	39,332
Capital allowances for year in excess of depreciation	5,960	-
Adjustments to tax charge in respect of prior periods	(366,748)	-
Group relief	(8,499)	-
Current tax charge for the year (see note above)	<u>589,597</u>	<u>272,675</u>

Factors that may affect future tax charges

There were no factors that may affect future tax charges.

OLIVE BUSINESS SOLUTIONS LIMITED (FORMERLY OLIVE FIXED LINE SERVICES LIMITED)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2014**

12. INTANGIBLE FIXED ASSETS

	Goodwill £
Cost	
At 1 February 2013	1,445,200
Additions	6,799,166
At 31 January 2014	<u>8,244,366</u>
Amortisation	
At 1 February 2013	365,967
Charge for the year	1,712,040
At 31 January 2014	<u>2,078,007</u>
Net book value	
At 31 January 2014	<u>6,166,359</u>
At 31 January 2013	<u>1,079,233</u>

13. ACQUISITIONS

On 18 September 2013, Olive Business Solutions Limited purchased the goodwill and net assets of Wish Holdings PLC and its subsidiaries for consideration of £4,401,632. This purchase has been accounted for as an acquisition.

Wish Holdings PLC and its subsidiaries contributed £657,526 to the company and group's net profit for the current year.

In its last financial year to 31st July 2013, Wish Holdings PLC and its subsidiaries made a profit after tax of £317,975. For the period since that date to the date of acquisition, Wish Holdings PLC consolidated management accounts are shown below.

	Book Value £	Fair Value £
Intangible fixed assets	1,072,113	1,072,113
Tangible fixed assets	104,949	104,949
Stock	51,366	51,366
Debtors	2,116,798	2,116,798
Creditors	(2,652,252)	(2,652,252)
Taxation - current	(277,315)	(277,315)
Taxation - deferred	(1,453)	(1,453)
Cash	198,058	198,058
Overdraft	(37,699)	(37,699)
Net assets acquired	<u>574,565</u>	<u>574,565</u>

OLIVE BUSINESS SOLUTIONS LIMITED (FORMERLY OLIVE FIXED LINE SERVICES LIMITED)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2014**

	Book Value	Fair Value
	£	£
Net assets acquired	574,565	574,565
Goodwill		3,827,067
		<u>4,401,632</u>
Purchase consideration		<u><u>4,401,632</u></u>
		£
Consideration satisfied by:		
Cash		4,401,632
Deferred cash		-
		<u><u>4,401,632</u></u>

Summary profit and loss account

	£
Turnover	1,324,604
Cost of Sales	495,375
	<u>829,229</u>
Gross Profit	<u><u>829,229</u></u>

Other Acquisitions

On 24th July 2013, Olive Business Solutions Limited purchased the goodwill and net assets of Direct Communications (Mobile Data) Limited for consideration of £1,185,784. This purchase has been accounted for as an acquisition.

Direct Communications (Mobile Data) Limited contributed £132,000 to the company and group's net profit for the current year.

In its last financial year to 31st October 2012, Direct Communications (Mobile Data) Limited made a profit after tax of £183,951. For the period since that date to the date of acquisition, Direct Communications (Mobile Data) Limited accounts are shown below.

OLIVE BUSINESS SOLUTIONS LIMITED (FORMERLY OLIVE FIXED LINE SERVICES LIMITED)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2014**

	Book Value	<i>Fair value</i>
	£	£
Tangible fixed assets	11,175	11,175
Stock	2,646	2,646
Debtors	62,460	62,460
Creditors	(102,385)	(102,385)
Taxation	(23,831)	(23,831)
Cash	570,263	570,263
Net assets acquired	<u>520,328</u>	<u>520,328</u>

	Book Value	<i>Fair Value</i>
	£	£
Net assets acquired	520,328	520,328
Goodwill	-	665,456
Purchase consideration		<u>1,185,784</u>

	£
Consideration satisfied by:	
Cash	1,185,784
Deferred cash	-
	<u>1,185,784</u>

Summary profit and loss account

	£
Turnover	424,428
Cost of sales	(178,176)
Gross profit	<u>246,252</u>

OLIVE BUSINESS SOLUTIONS LIMITED (FORMERLY OLIVE FIXED LINE SERVICES LIMITED)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2014**

14. TANGIBLE FIXED ASSETS

	L/Term Leasehold Property £	Motor vehicles £	Fixtures & fittings £	Office equipment £	Computer equipment £	Total £
Cost						
At 1 February 2013	-	-	161,158	-	-	161,158
Additions	62,287	10,593	3,146	42,773	43,058	161,857
Transfers intra group	6,880	6,371	117,487	16,186	176,576	323,500
At 31 January 2014	69,167	16,964	281,791	58,959	219,634	646,515
Depreciation						
At 1 February 2013	-	-	14,829	-	-	14,829
Charge for the year	435	9,118	34,926	33,787	28,957	107,223
Transfers intra group	5,753	5,547	81,185	8,828	106,345	207,658
At 31 January 2014	6,188	14,665	130,940	42,615	135,302	329,710
Net book value						
At 31 January 2014	62,979	2,299	150,851	16,344	84,332	316,805
At 31 January 2013	-	-	146,329	-	-	146,329

15. STOCKS

	2014 £	2013 £
Finished goods and goods for resale	176,259	100,882

16. DEBTORS

	2014 £	2013 £
Trade debtors	1,249,312	390,958
Amounts owed by group undertakings	8,926,218	1,214,520
Other debtors	43,569	43,584
Prepayments and accrued income	6,980,565	1,577,185
	17,199,664	3,226,247

OLIVE BUSINESS SOLUTIONS LIMITED (FORMERLY OLIVE FIXED LINE SERVICES LIMITED)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2014**

17. CREDITORS:

Amounts falling due within one year

	2014 £	2013 £
Bank loans and overdrafts	2,918,400	-
Other loans	466,167	-
Trade creditors	2,391,689	1,552,608
Amounts owed to group undertakings	6,671,492	-
Corporation tax	1,188,109	388,743
Other taxation and social security	1,178,890	242,918
Other creditors	2,905,361	1,487,100
Accruals and deferred income	1,535,664	328,193
	<u>19,255,772</u>	<u>3,999,562</u>

18. CREDITORS:

Amounts falling due after more than one year

	2014 £	2013 £
Bank loans	<u>2,111,667</u>	<u>-</u>

Bank loans include short-term money market facilities of £250,000, repayable on demand. Other bank loans included in creditors less than and greater than one year are on a fixed term repayment basis within 3 years.

Bank loans are secured by a cross guarantee and debenture against the company and other members of its group and a personal guarantee with the director, M Geraghty.

19. DEFERRED TAXATION

	2014 £	2013 £
At beginning of year	8,069	-
Charge for year (P&L)	-	8,069
At end of year	<u>8,069</u>	<u>8,069</u>

The provision for deferred taxation is made up as follows:

	2014 £	2013 £
Accelerated capital allowances	<u>8,069</u>	<u>8,069</u>

OLIVE BUSINESS SOLUTIONS LIMITED (FORMERLY OLIVE FIXED LINE SERVICES LIMITED)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2014**

20. SHARE CAPITAL

	2014 £	2013 £
Allotted, called up and fully paid		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

21. RESERVES

	Profit and loss account £
At 1 February 2013	665,400
Profit for the financial year	2,246,468
Dividends: Equity capital	(180,000)
	<u>2,731,868</u>
At 31 January 2014	<u>2,731,868</u>

22. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS

	2014 £	2013 £
Opening shareholders' funds	665,500	273,980
Profit for the financial year	2,246,468	691,520
Dividends (Note 23)	(180,000)	(300,000)
	<u>2,731,968</u>	<u>665,500</u>
Closing shareholders' funds	<u>2,731,968</u>	<u>665,500</u>

23. DIVIDENDS

	2014 £	2013 £
Dividends paid on equity capital	<u>180,000</u>	<u>300,000</u>

24. PENSION COMMITMENTS

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £10,957 (2013: £2,398).

Contributions totalling £nil (2013: £nil) were payable to the fund at the balance sheet date and are included in creditors.

OLIVE BUSINESS SOLUTIONS LIMITED (FORMERLY OLIVE FIXED LINE SERVICES LIMITED)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2014**

25. OPERATING LEASE COMMITMENTS

At 31 January 2014 the company had annual commitments under non-cancellable operating leases as follows:

	Land and buildings		Other	
	2014	2013	2014	2013
	£	£	£	£
Expiry date:				
Within 1 year	-	-	40,930	4,732
Between 2 and 5 years	377,264	114,640	179,121	54,613

26. RELATED PARTY TRANSACTIONS

During the year, purchases of £Nil (2013: £30,000) were made from Olive Unified Communications Services Limited, a company in which M Geraghty is a director. At the year end, £Nil (2013: £3,018) is included in trade creditors.

During the year, purchases of £Nil (2013: £154,000) were made from Oak Voice and Data Limited, a company which is owned by M Geraghty, a director. At the year end, £Nil (2013: £43,000) is included in trade creditors.

Included within other creditors is £527,159 (2013: £638,929) owed to M Geraghty, a director.

27. POST BALANCE SHEET EVENTS

Subsequent to the year end, the Group acquired the entire share capital of Safetybank Solutions Limited in June 2014 for a combination of cash and equity share in Olive Communications Solutions Limited.

28. ULTIMATE PARENT UNDERTAKING AND CONTROLLING PARTY

The parent company is Olive Communication Solutions Limited, a company incorporate in England and Wales.

The ultimate controlling party is M Geraghty by virtue of his shareholding.